



Policy Name:	Financial Statement
Revision Date:	May 9, 2023
Approval Authority:	<i>s/Keith Percy</i> 05072024
	President Date Perimeter Park West, Inc.

Policy

It is the policy of Perimeter Park West, Inc. to adhere to the cash basis of accounting, which is a basis of accounting often used by smaller entities. It is not the intent of PPW, Inc. to follow Generally Accepted Accounting Principles (GAAP) standards of the United States of America. PPW, Inc. agents will adhere to the following guidelines.

- a. Financial statements will be created on a fiscal year basis from July 1 to June 30, and will follow the Financial Accounting Standards Board for non-profit reporting.
- b. Financial statements will be reported quarterly to PPW, Inc. Board.
- c. The preparation or audit of financial statements may be performed by an external vendor.
- d. Capital assets and capital improvements:
 - 1. Capital improvements will be depreciated.
 - 2. At the end of an asset's useful life, if the asset is still in use, the accumulated depreciation will be left on the books, but monthly depreciation will no longer be calculated for the asset. If an asset is sold or taken out of use, an entry will be made to remove the accumulated depreciation from the books and to reduce the value of buildings and improvements on the financial statements.