



Memo

To: South Padre Island Economic Development Corporation Board of Directors
From: Rodrigo Gimenez, Senior Accountant
City of South Padre Island
CC: Darla Lapeyre
Date: May 12, 2011
Re: April 2011 Operating Statement

The April 2011 Operating Statement for the South Padre Island Economic Development Corporation as well as the Balance Sheet as of April 30, 2011 are attached for your review. Transactions summarized in the statements are those processed through the Finance Department of the City. The financial statements reflect a charge for the gift shop cost of goods sold and the inventory value for the Birding Center. The inventory value at month end is furnished to us and the cost of goods sold is calculated based on actual purchases and the difference between the beginning and ending inventory values supplied by EDC staff.

The fiscal 2011 approved budget utilized the estimated ending fund balance at the time the budget was prepared for fiscal 2011. The amount estimated in May and June when the budget was prepared was \$130,000. The current ending fund balance amount is \$124,285 at September 30, 2010.

Sales Tax amounts include the March tax collections sent to the State of Texas in April and distributed to local governments in May. This May allocation payment is accrued for financial statement presentation purposes in the April operating statement.

The April operating statement also contains a summary for the City of South Padre Island's Beach Nourishment Fund reflecting an update of transactions for the year ended September 30, 2011.

Please contact me at rgimenez@MYSPI.org at your earliest convenience should you have any questions.

"A Certified Retirement Community"

**City of South Padre Island
Economic Development Corporation
Balance Sheet
April 30, 2011/2010**

Assets	2011	2010
Cash and cash equivalents	\$12,110	\$75,602
Receivables - Sales Tax	\$66,655	\$65,045
Revolving Loan Receivable	\$27,900	\$0
Gift Shop Inventory	\$13,199	\$15,311
Due From General Fund	\$0	\$0
Due from EDC Debt Service	\$0	\$0
Prepaid Items	\$0	\$0
TOTAL ASSETS	<u>\$119,865</u>	<u>\$155,959</u>

Liabilities and Fund Balances		
Accounts Payable	\$0	\$10,543
Sales Tax Payable	\$774	\$816
Due to General Fund	\$0	\$0
Due to EDC Debt Service	\$0	\$0
Due to Convention Center Fund	\$0	\$0
Reserved for Encumbrances	\$1,362	\$0
Other liabilities	\$0	(\$60)
Deferred Revenue	\$0	\$0
Total Liabilities	<u>\$2,136</u>	<u>\$11,299</u>
Fund Balance	<u>\$117,729</u>	<u>\$144,660</u>
Total Liabilities and Fund Balance	<u>\$119,865</u>	<u>\$155,959</u>

City of South Padre Island
Economic Development Corporation
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
For the Seven Months ended April 30, 2011 & 2010

	2011		2010
	Budget	Actual	Actual
<u>REVENUES</u>			
Sales Tax	\$264,581	\$273,038	\$268,492
USDA Grant Revenue	\$0	\$9,000	\$0
Interest Revenue	\$0	\$117	\$290
Birding Center Donations	\$30,000	\$48,175	\$0
Birding Center Admission Fees	\$112,659	\$90,518	\$86,698
Birding Center Gift Shop Sales	\$118,938	\$57,295	\$55,110
Birding Center Rental Fees	\$5,312	\$5,948	\$966
Miscellaneous Revenues	\$0	\$326	\$86
Gross Revenues	\$531,490	\$484,417	\$411,643
Cost of Gift Shop Sales	\$54,509	\$29,598	\$14,891
Operating Revenues	\$476,981	\$454,819	\$396,752
<u>EXPENDITURES</u>			
General Administrative Expenses	\$352,530	\$294,043	\$299,295
Birding Center Expenses	\$180,825	\$167,332	\$138,735
Total Expenditures	\$533,354	\$461,375	\$438,030
Excess (Deficiency) of Revenues Over			
(Under) Expenditures	(\$56,373)	(\$6,556)	(\$41,278)
Fund balance - beginning	\$124,285	\$124,285	\$185,938
Fund balance - ending	\$67,912	\$117,729	\$144,660

MEMORANDUM

DATE: May 12, 2011
 TO: EDC Board of Directors
 FROM: Rodrigo Gimenez
 SUBJECT: Financial Report for the Seven Months Ended April 30, 2011

	Current Month			YEAR TO DATE			Annual Budget			BUDGET
	Actual	Budget	Variance	Actual	Budget	Variance	ORIGINAL BUDGET	AMENDED BUDGET	REMAINING BUDGET	PERCENT REMAINING
POSTAGE	0	100	100	64	450	386	800	800	736	92.01%
MINOR TOOLS & EQUIP.	513	300	(213)	2,392	1,600	(792)	3,000	3,000	608	20.27%
TELEPHONE	707	800	93	4,686	4,965	279	9,000	9,000	4,314	47.93%
TRAINING EXPENSE	0	0	0	0	0	0	0	0	0	
CREDIT CARD FEES	474	200	(274)	2,932	2,030	(902)	3,000	3,000	68	2.25%
PROFESSIONAL SVCS	0	0	0	441	500	59	500	500	59	11.77%
SERVICE CONTRACTS	6,816	4,500	(2,316)	21,564	26,126	4,562	43,296	43,296	21,732	50.20%
ADVERTISING	0	1,000	1,000	4,497	6,574	2,077	10,000	10,000	5,503	55.03%
TRAVEL	0	0	0	1,236	1,000	(236)	1,000	1,000	(236)	-23.58%
DUES & MEMBERSHIPS	0	0	0	120	0	(120)	0	0	(120)	
PROMOTIONS	0	0	0	0	0	0	0	0	0	
INSURANCE	0	0	0	40,353	42,825	2,472	60,000	60,000	19,647	32.75%
ELECTRICITY	1,862	1,200	(662)	13,115	13,800	685	24,000	24,000	10,885	45.36%
WATER, SEWER AND GARBAGE	1,520	560	(960)	7,274	7,223	(51)	10,000	10,000	2,726	27.26%
LAUNDRY & JANITORIAL	0	230	230	577	1,371	794	2,500	2,500	1,923	76.92%
MACHINERY AND EQUIPMENT PURCHASES	0	0	0	0	500	500	1,000	1,000	1,000	100.00%
TOTAL BIRDING CENTER GENERAL										
ADMINISTRATIVE EXPENSES	22,178	18,443	(3,734)	167,332	180,825	13,493	292,260	292,260	124,928	42.75%
BIRDING CENTER INCOME (LOSS) FROM OPERATIONS	7,309	29,357	(22,047)	5,332	31,575	(26,242)	82,740	82,740	77,408	
TOTAL EDC REVENUES OVER (UNDER) EXPENSES	37,310	14,802	22,509	(6,556)	(56,374)	49,819	0	0	6,556	

FUND BALANCE:

BEGINNING BALANCE October 1, 2010	\$124,285
ACTUAL REVENUES	454,819
AVAILABLE RESOURCES	579,104
EXPENDITURES	(461,375)
ENDING FUND BALANCE, April 30, 2011	\$117,729

NOTE: Beginning Fund Balance is based on September 30, 2010 Unaudited Financial Statements

BEACH NOURISHMENT FUND:

Fund Balance September 30, 2010	\$1,484,548
Hotel Occupancy Tax	86,524
Interest	0
Transfers In - Town SPI	0
General Land Office Grants	0
Transfers In - EDC	0
Expenditures Sand Source Study	0
Expenditures other than Sand Source Study	(606,266)
Fund Balance (UNAUDITED), April 30, 2011	\$964,806

* Interest includes Debt Service Fund and Debt Service Reserve Account Interest Earnings as well as earnings from the Birding Center Bond Proceeds. Only interest earned in the Operating Fund (Fund 80) is included in the Fund Balance Computation.

Operating Account (Fund 80)	3	0
Debt Service Fund (Fund 52)	0	0
Debt Service Reserve Fund (Fund 58)	190	0
Birding Center Construction Fund (Fund 85)	3	0
	<u>\$196</u> *	<u>\$0</u>

This report reflects transactions recorded for the Month of April 2011 with the exception of Sales Tax Revenue. Sales Tax Revenue received in May 2011 for March 2011 sales by merchants in the amount of \$66,655.09 is included in revenue for the April 2011 report.