



# Memo

To: South Padre Island Economic Development Corporation Board of Directors  
From: Larry Homan, Finance Director  
City of South Padre Island  
CC: Darla Lapeyre  
Date: January 12, 2011  
Re: December 2010 Operating Statement

---

The December 2010 Operating Statement for the South Padre Island Economic Development Corporation as well as the Balance Sheet as of December 31, 2010 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 cost 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 estimated to be \$124,285 at September 30, 2010. As happened last year this amount is subject to change as a result of the final audited financial statements.

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

The December 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 956-761-3049 at your earliest convenience should you have any questions.

*"A Certified Retirement Community"*