

HSIA 2009 Fiscal Year End Highlights: July 1, 2008 through June 30, 2009

Overall: We ended the year with cash accounts balances as follows:

General Fund:	\$ 21,078	increase of	\$ 5,097
Piers & Harbors:	\$104,738	increase of	\$10,245
Special Tax Fund:	\$ 102,445	increase of	\$17,761
Total cash balance:	\$ 228,261	overall an increase of	\$33,103

We ended the year \$33,453 better than the original budgets set due to Special Tax being \$38,453 better than plan. Since 2003, we have reduced HSIA debt from \$508,000 to \$188,330.

Specifics:

General Fund: Net: \$5,086 better than budget: Revenue was \$1,650 better than plan. Expenses were \$3,436 better than budget. The rental house made a profit of \$4,025 for the year versus a plan of break-even (In 2008FY, the rental house lost \$2,654 due to 4 months vacant and refreshing the house with new carpet and painting inside and out.) We added a dishwasher to the house in 2009FY. We also recovered \$308 of 2007 default rent.

Piers & Harbors Funds: Net: \$9,937 worse than budget. Revenue was \$2,908 worse than plan as 4 slips were never rented out due to the Pier/Boat Ramps Project. Expenses were \$7,029 over budget, **which included \$46,410 of the Pier/Boat Ramps Project.** We had only budgeted \$12,000 for the project assuming we would borrow the money to fund it. Instead we paid all cash for the \$115,924 project absorbing approximately \$80,000 in the 2008FY and 2009FY budgets. We paid down \$5,522 of debt in addition to our bank loan payments. We completed the new Piers/Boat Ramp project right on budget. The Contingency fund/L26Fund ended the year at \$22,589 (about \$11,500 better than projected). In 2010FY, we will add an additional \$20,000 to the Contingency Fund and in 2011FY, we will bring the fund back up to \$50,000. Since 2003, we have reduced P&H debt from \$296,000 to \$81,500 (includes L26 accounts). Overall, with three new piers, one redone boat ramp, 26 new slips, and low debt, Piers and Harbors status has never been better.

Special Tax Fund: Net: \$38,453 better than budget. Revenue was \$1,570 worse than plan as the County had some tardy tax collections. In July, they sent us a check for \$3,600 of the 2009FY collections. Expenditures were \$40,023 less than plan mainly due to under-spending on the Beach projects budget by \$13,827, under-spending on legal fees by \$7251, under-spending of the security budget by \$1830, under-spending the Ground Maintenance budget by \$4,360, and under-spending Sea Breeze budget by \$5,016. Approximately \$50,000 of the 2009FY funds have been put aside for revamping the Beach parking lot, its fence structures, and its stormwater management. These projects began at the very end of June. As promised, we slowed the Beach shoreline projects to a pace that will allow appropriate studies to be conducted, to allow good communication of proposals, and enough time to get quality feedback. Studies are underway on the wave action along the beach. The unspent monies will go toward the 2011FY budget that will begin July 1, 2010. Since 2003, we reduced HSIA Special Tax debt from \$212,000 to \$97,330.

Over the last 5 years as we have steadily pushed to get competitive bids for work being done, our savings have been significant reducing costs from grass mowing to Sea Breeze printing, from armor rocks on the shoreline to rebuilding our piers.

Bruce Walker
HSIA Treasurer
7/18/2009