

**PORT ISABEL  
CHAMBER OF COMMERCE**

Financial Statements  
As of December 31, 2007


INDEPENDENT AUDITOR'S REPORT

To the Board of Directors  
Port Isabel Chamber of Commerce  
Port Isabel, Texas

I have audited the accompanying statement of financial position of the Port Isabel Chamber of Commerce, Port Isabel, Texas, as of December 31, 2007, and the related statements of activities, and cash flows for the year then ended. These financial statements are the responsibility of the Chamber of Commerce's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Chamber of Commerce of Port Isabel, as of December 31, 2007, and the changes in net assets and its cash flows for the year then ended in conformity with generally accepted accounting principles.



Juan E. Rivera  
Certified Public Accountant

March 04, 2008

PORT ISABEL - CHAMBER OF COMMERCE  
Statement of Financial Position  
December 31,

ASSETS	<u>2007</u>	<u>2006</u>
Current Assets		
Cash	76,786.16	48,802.30
Accounts receivable	-	461.83
Total Current Assets	<u>76,786.16</u>	<u>49,264.13</u>
Property, furniture, and equipment at cost		
Furniture and equipment	-	7,466.89
less accumulated depreciation	-	(6,637.00)
	<u>-</u>	<u>829.89</u>
 TOTAL ASSETS	 76,786.16	 50,094.02
 LIABILITIES AND NET ASSETS		
Current Liabilities		
Accounts payable	1,215.66	-
Total Current Liabilities	<u>1,215.66</u>	<u>-</u>
Net Assets		
Unrestricted net assets	75,570.50	50,094.02
Total Net Assets	<u>75,570.50</u>	<u>50,094.02</u>
 TOTAL LIABILITIES AND NET ASSETS	 76,786.16	 50,094.02

The accompanying notes are an integral part of these financial statements.

PORT ISABEL CHAMBER OF COMMERCE  
Statement of Revenues, Expenses and Changes in Net Assets  
For the year ended December 31,

	<u>2007</u>	<u>2006</u>
Receipts		
Grant proceeds		
City of Port Isabel	13,000.01	
EDC Contributions	<u>15,000.00</u>	15,001.95
Member dues	30,950.40	26,551.50
PI Merchants Committee - income	9,983.28	3,759.50
Event receipts (Note 3)	130,971.10	109,129.71
Visitors Guide income	23,650.00	493.00
Interest income	1,511.89	335.55
Other income	1,258.50	5,708.61
Total revenues	<u>226,325.18</u>	<u>160,979.82</u>
Expenditures		
Program services		
Advertising	16,141.10	7,838.73
Internet expenses	4,688.89	3,473.81
PI Merchants Committee expenses	10,687.35	5,408.11
Event expenditures	73,603.18	66,055.40
Visitors Guide expenses	12,578.85	-
Total Program services	<u>117,699.37</u>	<u>82,776.05</u>
Administrative and general services (Note 2)	<u>83,149.33</u>	<u>69,678.58</u>
Total expenses	<u>200,848.70</u>	<u>152,454.63</u>
Increase in net assets	25,476.48	8,525.19
Net assets, beginning of year	50,094.02	35,876.59
Transfer-in of equity interest	0.00	5,692.24
Net assets, end of year	<u>75,570.50</u>	<u>50,094.02</u>

The accompanying notes are an integral part of these financial statements.