

December 28, 2007

Mayor and City Council Members:

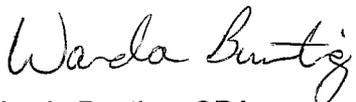
The Finance Department is pleased to submit the Monthly Financial Report for the month of September 2007. On January 4th, the 2007-08 Adopted Budget and Plan of Municipal Services will be submitted to the Government Finance Officers Association (GFOA) along with an application for the Distinguished Budget Presentation Award. The notification to award recipients is usually provided in the April/May timeframe. A copy of the 2007-08 Adopted Budget and Plan of Municipal Services will be provided to City Council shortly thereafter. The fiscal year 2006-07 audit process is underway. Lott, Vernon & Company, P.C., the City's auditors, will be working with City finance staff over the next few months to complete the annual audit and the Comprehensive Annual Financial Report.

Revenues continue to exceed expenditures in all of the major funds of the City with the exception of the Golf Course Fund and the Drainage Fund. Although the year-to-date expenses in the Golf Course Fund continue to exceed revenues, this fund shows significant improvement in the overall financial position during August and September. This improvement is evident with the comparison of revenues to expenses from July 2007 to September 2007. In July, year-to-date expenses exceeded revenues by \$140,814, and in September year-to-date expenses only exceed revenues by \$83,223. This improvement is due to limiting expenses to only essential operating needs. In the Drainage Fund, year-to-date expenditures exceeded revenues. This was expected due to the FY 2006-07 budget being adopted as such. The Drainage fund balance is very healthy and is currently well above the ideal fund balance requirement.

The key economic indicators provide some insight for the financial activity of the City. The unemployment rate in the Killeen/Fort Hood region continues to show improvement over FY 2006 as well as the sales tax collections and number of utility accounts established. However, the dollar value of building permits issued and the hotel tax collections have slowed considerably compared to FY 2006. Hotel collections have fluctuated more throughout the past year where in FY 2006 they were more consistent. The decline in building permits does not cause great concern to City staff due to current residential development tools being reviewed and possibly implemented in fiscal year 2008. City staff will continue to monitor expenditures and revenues in all City Funds and key economic indicators.

We hope the regular monitoring of the City's financial position will continue to provide the City Council with information that is useful for making sound policy decisions.

Respectfully submitted,



Wanda Bunting, CPA
Director of Financial Services

City of Copperas Cove
Financial Summary by Fund
September 30, 2007

GENERAL FUND

- Year-to-date revenues exceeded year-to-date expenses by \$155,770.
- Property tax revenues increased by \$428,716 or 8.49% for the year as of September 2007 compared to same time period for fiscal year 2006.
- Sales tax revenues increased \$202,233 or 10.21% above the year-to-date amount collected through the same time period last fiscal year.
- Year-to-date building permits are below September 2006 year-to-date by \$16,146 or 16.3%.
- Year-to-date interest earnings increased by \$54,213 or 27.2% over same time period last fiscal year.

WATER & SEWER FUND

- Year-to-date revenues exceeded year-to-date expenses by \$17,934.
- Water revenues totaled \$388,796 for the month. This is \$65,406 below September 2006.
- Sewer revenues totaled \$272,614 for the month. This is \$1,795 or less than 1% below September 2006.
- Year-to-date Interest earnings increased by \$39,503 or 35.1% over same time period last fiscal year.
- Connect fees produced revenues of \$4,050 for the month.
- Water tap fees for the year are \$100,312; \$17,982 below September 2006.
- Sewer tap fees for the year are \$25,890; \$1,350 below September 2006.

SOLID WASTE FUND

- Year-to-date revenues exceeded year-to-date expenses by \$381,463.
- Sanitary landfill fees for September 2007 were \$20,452; year-to-date total was \$398,508.

- Refuse collection fees were \$191,797 for the month; an increase of \$7,134 over same time period the prior fiscal year.
- Year-to-date Interest revenues increased by \$8,079 or 33.4% over September 2006 year-to-date.

<i>DRAINAGE UTILITY FUND</i>

- Year-to-date expenses exceeded year-to-date revenues by \$30,397.
- Drainage Utility Fees for the month of September were \$66,854; a decrease of \$322 over same time period the prior fiscal year.

<i>GOLF COURSE FUND</i>

- Year-to-date expenses exceed year-to-date revenues by \$83,223.
- Revenues for the month of September 2007 totaled \$86,049, compared to revenues for September 2006 of \$106,870. This is a decrease of \$20,821.
- Expenses for the month are \$59,323; with year-to-date total of \$768,006.

City of Copperas Cove
Economic Indicators Summary
September 30, 2007

Unemployment Rate

- The unemployment rate for the month of September 2007 was 4.8%, which is down from September 2006, recorded at 5.1%.

Sales Tax Collections

- Sales tax collections for September 2007 totaled \$255,023, compared to September 2006 at \$112,090.
- \$85,008 of the total collected in sales tax was paid to the Copperas Cove Economic Development Corporation.

Water Customers

- During the month of September 2007 there were 12,702 active water accounts.
- September 2006 recorded 11,195 water customers, which indicates an increase in water customers from September 2006 to September 2007 of 1,507.

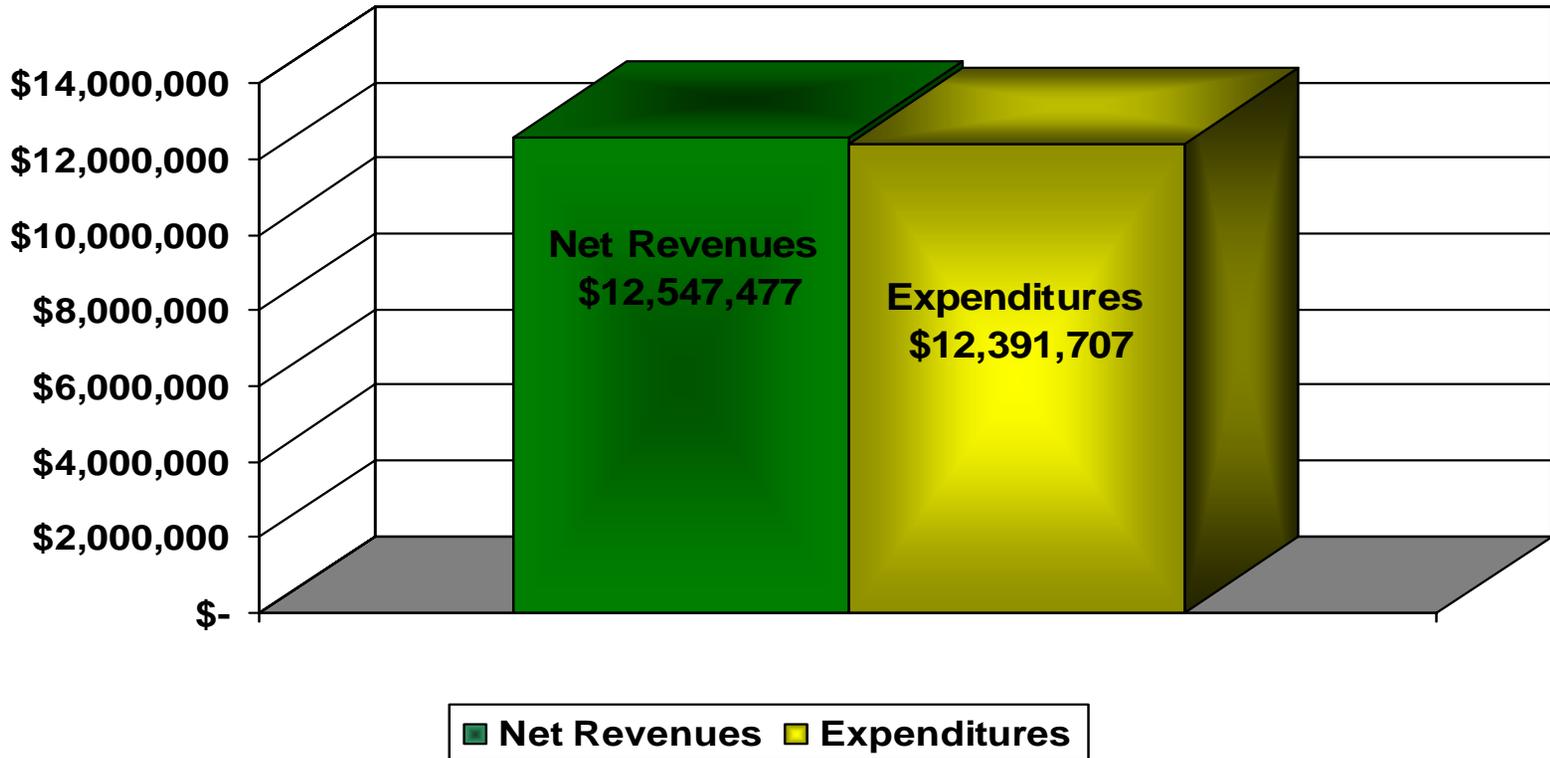
Building Permits

- The total dollar value of building permits issued for September 2007 was \$2,404,418 compared to \$2,541,469 in September 2006.
- 72 building permits were issued in September 2007 which is a decrease of 42 compared to that issued in September 2006.

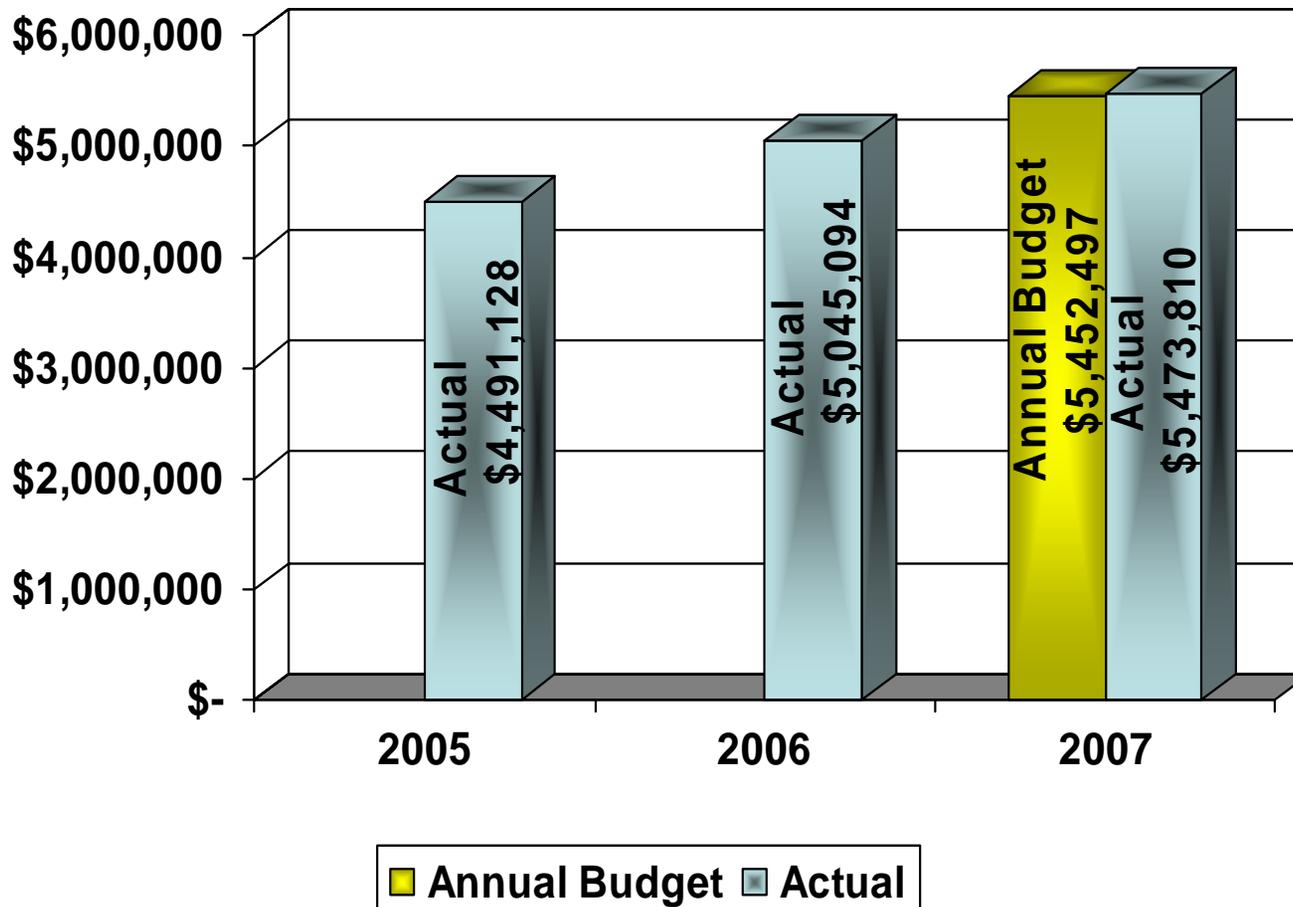
Hotel Occupancy Tax Revenue

- Total hotel occupancy tax collections for September 2007 were \$7,146 compared to \$12,390 collected in September 2006.
- Total year-to-date collections through September 2007 are \$111,855 compared to September 2006 of \$136,318.

City of Copperas Cove General Fund Revenues vs. Expenditures FYTD (October through September)



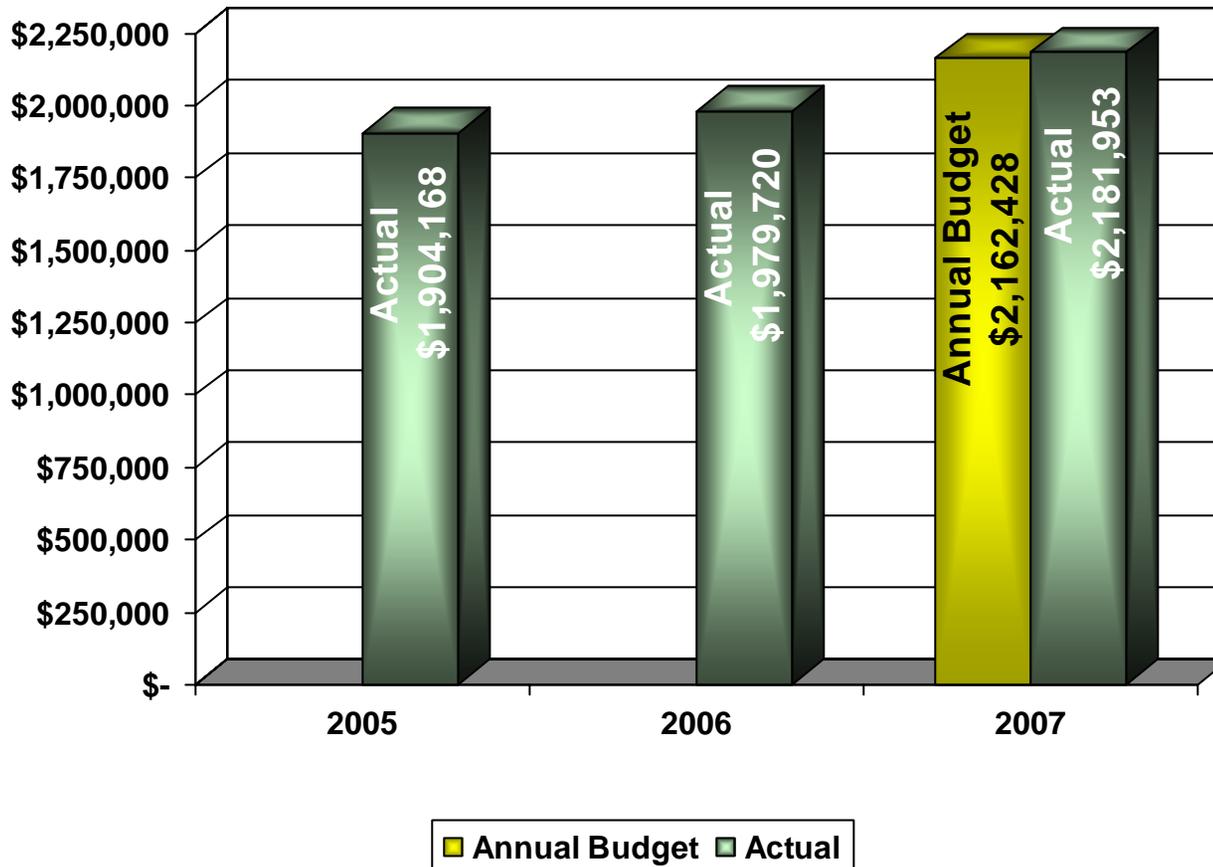
City of Copperas Cove General Fund Property Tax Revenue Trends FYTD (October through September)



➤ Property Tax revenues through 9/30/07 were \$5,473,810

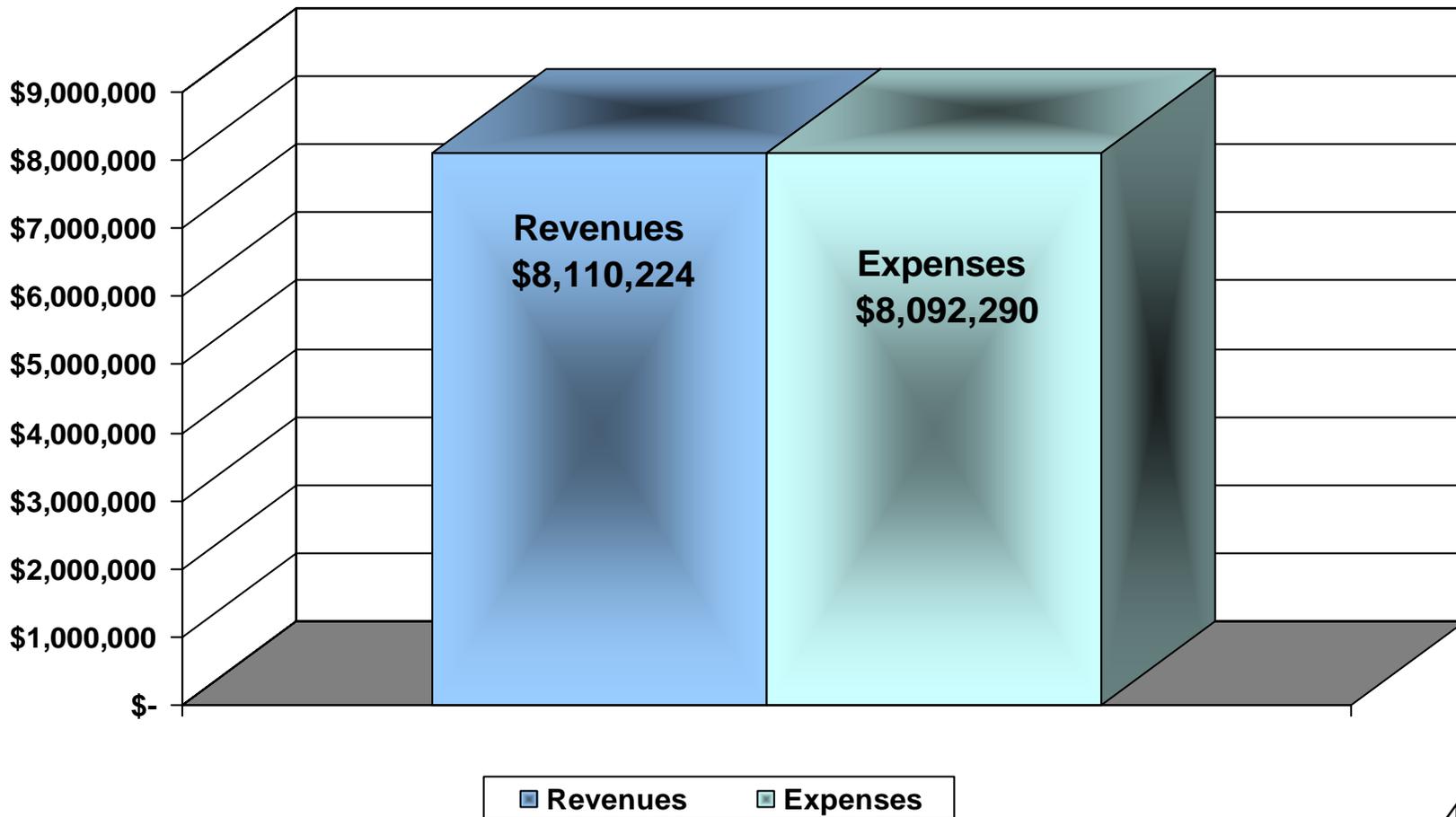
➤ \$428,716 or 8.49% above revenues through 9/30/06.

City of Copperas Cove Sales Tax Revenue Trends FYTD (October through September)

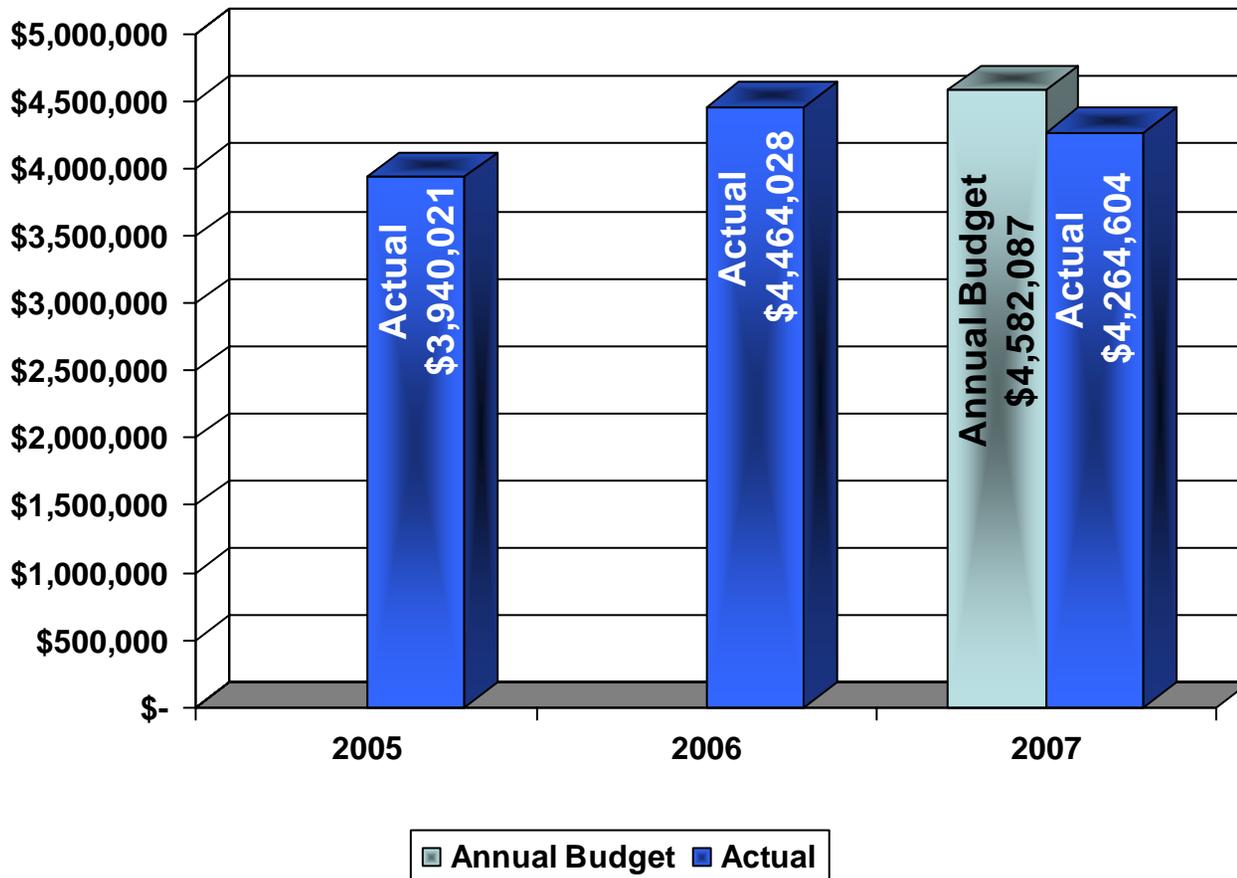


- Sales Tax Revenues through 9/30/07 were \$2,181,953
- \$202,233 or 10.21% above Sales Tax Revenues through 9/30/06.

City of Copperas Cove Water & Sewer Fund Revenues vs. Expenses FYTD (October through September)

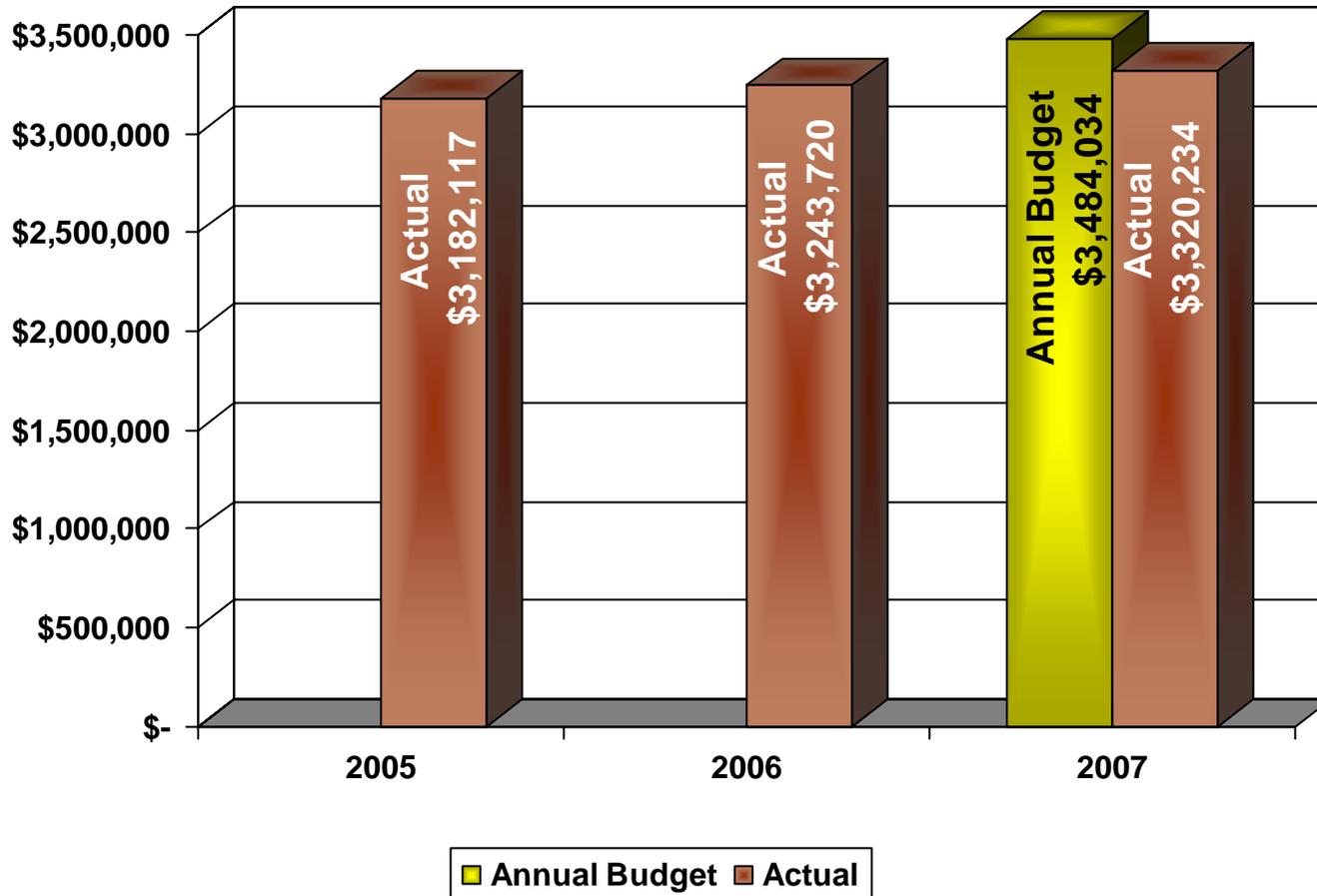


City of Copperas Cove Water Revenue Trends FYTD (October through September)



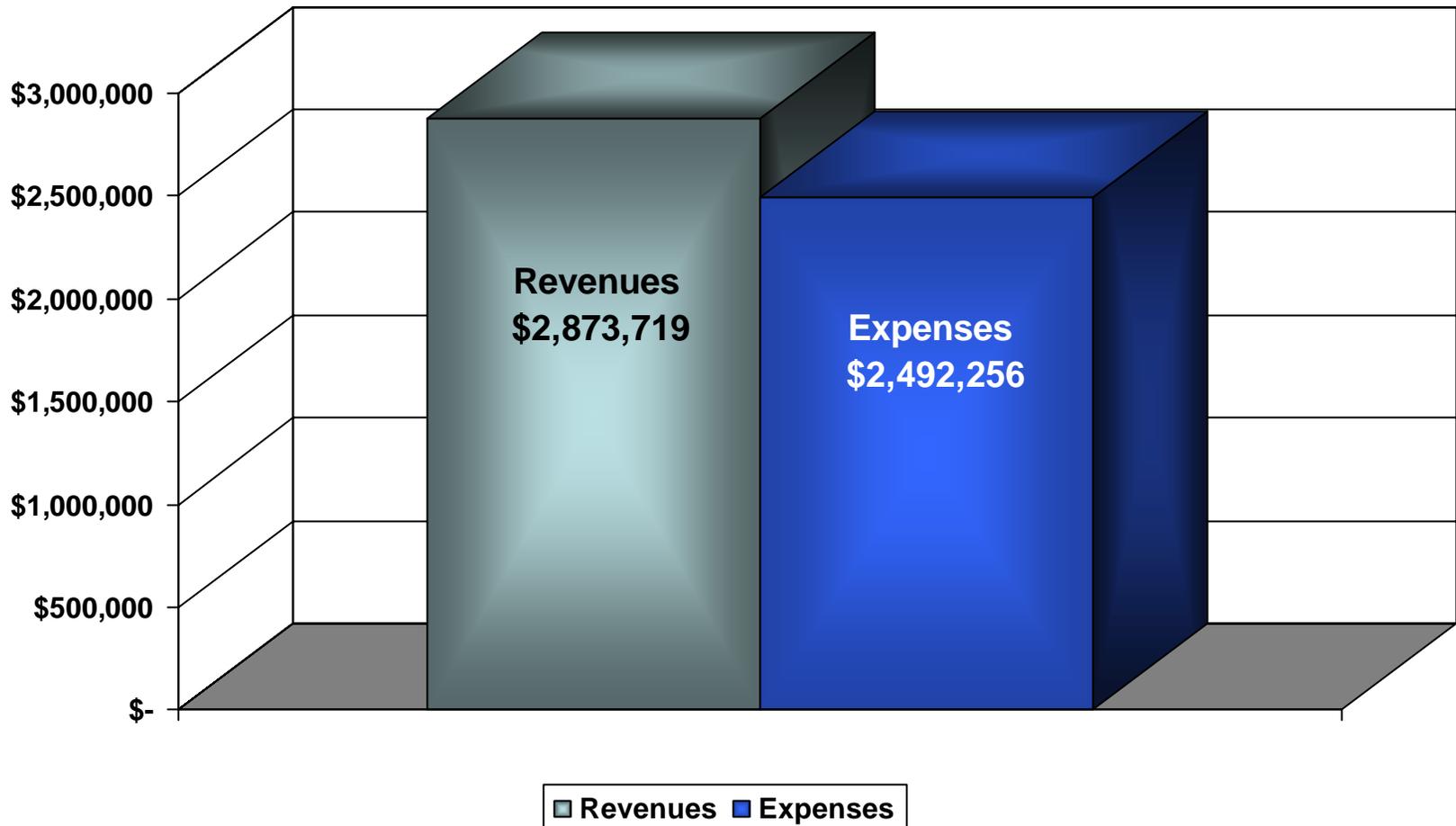
- Water Revenues through 9/30/07 were \$4,264,604
- \$199,424 or 4.46% below revenues through 9/30/06.

City of Copperas Cove Sewer Revenues FYTD (October through September)

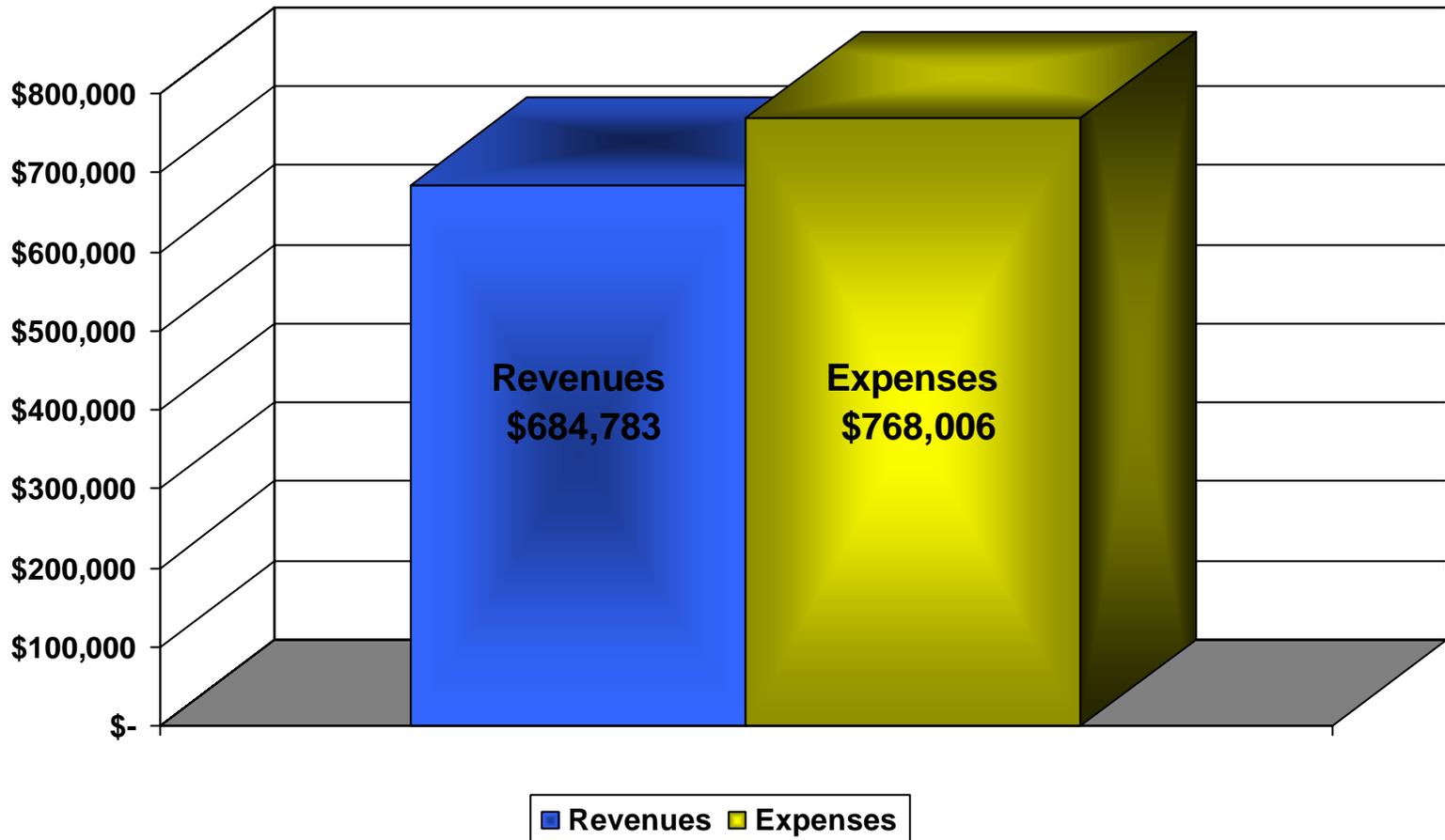


- Sewer Revenues through 9/30/07 were \$3,320,234
- \$76,514 or
- 2.35% above revenues through 9/30/06.

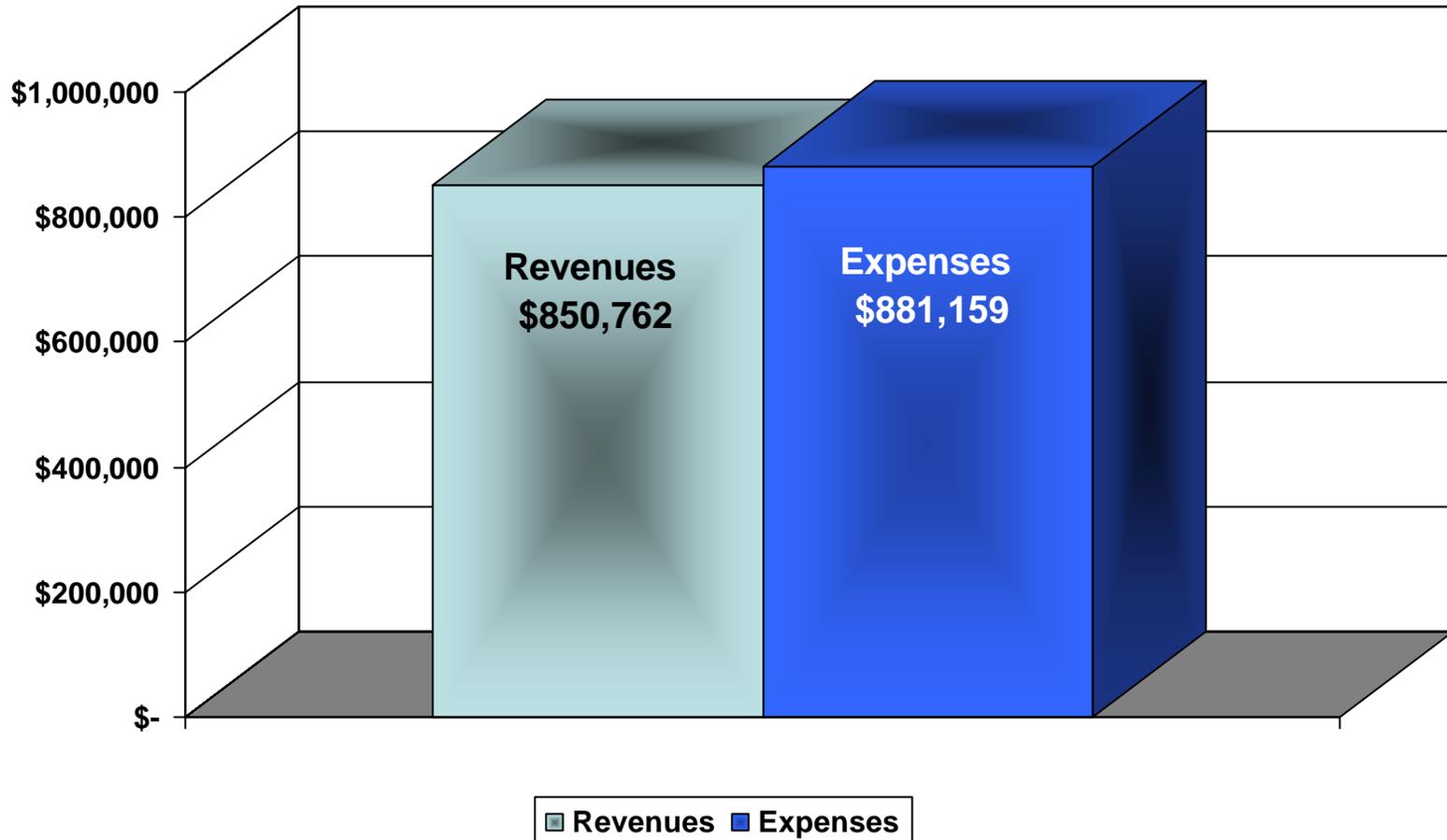
City of Copperas Cove Solid Waste Fund Revenues vs. Expenses FYTD (October through September)



City of Copperas Cove Golf Course Fund Revenues vs. Expenses FYTD (October through September)



City of Copperas Cove Drainage Fund Revenues vs. Expenses FYTD (October through September)



**CITY OF COPPERAS COVE
MONTHLY COUNCIL REPORT
GENERAL FUND**

As of September 30, 2007 (FY 2006-07)

Description	Adopted Budget	Current Month Sept. 2007	Total Year to Date	Percent Year to Date
BEGINNING FUND BALANCE				
Unreserved, Designated	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	
Unreserved, Undesignated	2,206,650	3,215,518	2,206,650	
TOTAL BEG. FUND BALANCE	\$ 3,206,650	\$ 4,215,518	\$ 3,206,650	
GENERAL FUND REVENUE				
Taxes				
Current Ad Valorem Taxes	\$ 5,452,497	\$ 5,829	\$ 5,473,810	100.39%
Delinquent Ad Valorem Taxes	60,000	(241)	\$ 43,740	72.90%
Penalty & Interest	37,500	1,273	\$ 38,833	103.55%
Sales Tax	2,162,428	170,016	\$ 2,181,953	100.90%
Franchise Tax	1,240,789	(13,548)	\$ 1,187,686	95.72%
TXU Settlement	93,800	0	\$ 93,799	100.00%
Mixed Drink Tax	17,000	0	\$ 13,382	78.72%
Bingo Tax	85,000	0	\$ 84,462	99.37%
Wrecker Impound Charges	4,500	0	\$ -	0.00%
Fuel Refund Claim	600	69	\$ 69	11.50%
Used Oil Revenue-Safety Clean/H&H	275	100	\$ 629	228.71%
Subtotal Taxes	\$ 9,154,389	\$ 163,498	\$ 9,118,362	99.61%
Licenses & Permits				
License-Bicycle	\$ 100	\$ -	\$ 14	14.00%
License-Contractors	40,000	990	35,265	88.16%
License-Animal	3,700	129	3,395	91.76%
Permits-Building	80,000	9,867	83,068	103.84%
Permits-House Moving	200	0	150	75.00%
Permits - Street Cuts	6,500	0	8,406	129.32%
Permits-Electrical	20,000	625	18,555	92.78%
Permits-Solicitors	3,000	138	1,758	58.61%
Permits-Natural Gas Lines	2,000	50	1,705	85.25%
Permits-Garage Sales	6,500	710	8,130	125.08%
Permits-Plumbing	30,000	1,236	30,467	101.56%
Permits-Mechanical	20,000	475	14,285	71.43%
License-Taxicabs	1,000	0	600	60.00%
Permits-Car Wash	700	45	375	53.57%
Permits-Signs	700	25	990	141.43%
Permits-Swimming Pools	900	20	305	33.89%
Permit-Ambulance License	0	0	0	N/A
Wrecker License	600	0	510	85.00%
Permit-Certificate of Occupancy	1,500	240	2,020	134.67%
Permits-Mobile Home Parks	0	0	0	N/A
Permits-Beverage Cartage	0	0	0	N/A
Permits-Alarms	2,000	40	3,600	180.00%
False Alarm Penalties	400	250	500	125.00%
Permits-Alcohol License	600	0	480	80.00%
Senior Center Revenue	10,000	0	0	0.00%
Permits-Well/Gas Drilling	0	0	4,000	N/A
Subtotal Licenses & Permits	\$ 230,400	\$ 14,839	\$ 218,578	94.87%

**CITY OF COPPERAS COVE
MONTHLY COUNCIL REPORT
GENERAL FUND**

As of September 30, 2007 (FY 2006-07)

Description	Adopted Budget	Current Month Sept. 2007	Total Year to Date	Percent Year to Date
Services & Charges				
Swimming Pool Receipts	\$ 61,000	\$ -	\$ 44,245	72.53%
Community Building Rental	18,500	1,618	20,490	110.76%
Misc. Library Receipts	14,000	1,036	13,327	95.19%
Animal Shelter Fees	32,000	2,153	44,676	139.61%
Ambulance Fee Revenue	735,300	23,253	512,815	69.74%
Copy Machines	5,200	379	4,726	90.89%
Mowing Revenue	25,000	3,316	24,297	97.19%
Sale of City Maps	200	74	573	286.25%
Service Charge-NSF Checks	10,000	725	10,850	108.50%
Plat Filing Fee Revenue	10,000	650	5,500	55.00%
RV Park Fees	11,000	80	9,672	87.93%
Police Auction	1,500	0	0	0.00%
Contract Fire Revenue	6,000	0	0	0.00%
Police Overtime Reimbursement	25,000	5,490	19,522	78.09%
Police Restitution Revenue	3,000	1,588	4,342	144.74%
Festival Reimbursements	13,000	0	13,094	100.72%
Special Events-Seniors	1,500	500	1,737	115.80%
Library Meeting Room Rental	700	210	2,210	315.71%
Open Records Revenue	3,000	86	1,120	37.33%
Senior Games	0	0	0	N/A
Fax Machine Fees	300	90	895	298.38%
Pool Rental Revenue	4,000	0	3,565	89.11%
Contract EMS Revenue	4,000	0	0	0.00%
Re-Inspection Fees	0	0	575	N/A
Micro Chip of Animals Revenue	350	164	1,778	508.00%
Subtotal Services & Charges	\$ 984,550	\$ 41,410	\$ 740,008	75.16%
Fines & Forfeitures				
Municipal Court Fines	\$ 171,850	\$ 8,986	\$ 127,475	74.18%
Traffic Violation Fines	404,544	21,148	301,645	74.56%
Library Fines	17,000	1,214	15,850	93.24%
Arrest Warrant Income	138,087	6,997	118,131	85.55%
Child Safety Fund	13,834	361	6,078	43.94%
City's % of State Court Fines	55,846	0	53,372	95.57%
HB 70 Fees	15,461	730	9,547	61.75%
Arresting Officer Fees	36,557	1,681	21,754	59.51%
CCISD Liaison Funding	97,604	48,802	97,604	100.00%
Admin Fee-Teen Court	1,700	100	998	58.71%
Admin Fee-Defensive Driving	10,275	540	6,310	61.41%
Rezone Request Fees	1,800	200	2,200	122.22%
Variance Request Fees	500	0	110	22.00%
Subtotal Fines & Forfeitures	\$ 965,058	\$ 90,760	\$ 761,074	78.86%
Administration Reimb.				
Admin. Reimb.-W & S Fd	\$ 742,500	\$ 56,833	\$ 742,500	100.00%
Admin. Reimb.-Solid Waste Fd	378,000	55,333	378,000	100.00%
Admin. Reimb.-Drainage Utility Fd	80,000	11,250	80,000	100.00%
Subtotal Admin. Reimb.	\$ 1,200,500	\$ 123,416	\$ 1,200,500	100.00%

**CITY OF COPPERAS COVE
MONTHLY COUNCIL REPORT
GENERAL FUND**

As of September 30, 2007 (FY 2006-07)

Description	Adopted Budget	Current Month Sept. 2007	Total Year to Date	Percent Year to Date
Miscellaneous Revenue				
Interest Earned Revenue	\$ 200,000	\$ 18,785	\$ 253,291	126.65%
Rental Income	18,300	1,440	17,820	97.38%
Sale of City Prop. & Equip.	0	0	0	N/A
Miscellaneous Revenues	75,450	4,671	179,671	238.13%
Insurance Proceeds	1,000	0	3,957	395.67%
Food Workers' Permit	12,000	1,179	12,583	104.86%
Food Establishment Licenses	10,000	913	11,007	110.07%
Attorney Fees Revenue	6,000	(2,000)	(2,000)	-33.33%
Court Cost Revenue	1,200	(213)	(213)	-17.75%
Council Signage Donation	0	0	1,901	N/A
Maintenance & Landscape Revenue	0	1,050	4,200	N/A
Auction Proceeds	10,000	21,207	26,738	267.38%
Subtotal Miscellaneous Rev.	\$ 333,950	\$ 47,032	\$ 508,954	152.40%
TOTAL G. F. REVENUE	\$ 12,868,847	\$ 480,955	\$ 12,547,477	97.50%

**CITY OF COPPERAS COVE
MONTHLY COUNCIL REPORT
GENERAL FUND**

As of September 30, 2007 (FY 2006-07)

Description	Adopted Budget	Current Month Sept. 2007	Total Year to Date	Percent Year to Date
GENERAL FUND EXPENDITURES				
City Council	\$ 43,800	\$ 4,062	\$ 29,205	66.68%
City Manager	215,731	15,123	231,622	107.37%
City Secretary/Elections	121,452	8,859	128,543	105.84%
City Attorney	104,190	6,904	96,455	92.58%
Finance	485,477	43,113	465,379	95.86%
Grants Administration	60,437	119	68,508	113.35%
Human Resources	162,301	12,233	163,521	100.75%
Information Systems	197,452	17,660	194,257	98.38%
Municipal Court	310,542	21,387	303,228	97.64%
Police	4,015,039	324,883	3,692,332	91.96%
Animal Control	197,383	20,096	180,912	91.66%
Fire/EMS	2,796,712	297,877	3,014,327	107.78%
Emergency Management	52,737	4,339	47,234	89.56%
Engineering	111,933	(22,142)	97,043	86.70%
Building & Development Services	280,720	33,274	251,000	89.41%
Streets	1,063,314	359,390	892,654	83.95%
Parks and Recreation	880,110	62,280	855,828	97.24%
Fleet Services	247,577	34,881	241,321	97.47%
Public Works	35,675	3,235	37,166	104.18%
Facility Maintenance	170,962	9,560	153,131	89.57%
Planning	180,679	26,250	183,666	101.65%
Library	473,675	25,877	475,772	100.44%
Code & Health	164,961	14,133	151,216	91.67%
Non-Departmental	473,562	93,120	437,386	92.36%
TOTAL GENERAL FUND EXPENDITURES	\$ 12,846,421	\$ 1,416,514	\$ 12,391,707	96.46%
ENDING FUND BALANCE				
Unreserved, Designated	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	
Unreserved, Undesignated	\$ 2,229,076	\$ 2,279,959	\$ 2,362,418	
TOTAL ENDING FUND BALANCE	\$ 3,229,076	\$ 3,279,959	\$ 3,362,418	
IDEAL RESERVE FUND BALANCE	\$ 3,211,605	\$ 3,211,605	\$ 3,211,605	
OVER (UNDER) IDEAL RESERVE FUND BALANCE	\$ 17,471	\$ 68,354	\$ 150,813	

*Includes YE encumbrances of \$530,758.25.

**CITY OF COPPERAS COVE
MONTHLY COUNCIL REPORT
WATER & SEWER FUND
As of September 30, 2007 (FY 2006-07)**

Description	Adopted Budget	Current Month Sept. 2007	Total Year to Date	Percent Year to Date
BEGINNING FUND BALANCE				
Unreserved, Undesignated	\$ 1,735,449	\$ 1,558,700	\$ 1,735,449	
TOTAL BEGINNING FUND BALANCE	\$ 1,735,449	\$ 1,558,700	\$ 1,735,449	
W & S FUND REVENUES				
Operating Revenues				
Water Revenue	\$ 4,582,087	\$ 388,796	\$ 4,264,604	93.07%
Sewer Revenue	3,484,034	272,614	3,320,234	95.30%
Senior Discount	(128,500)	(11,723)	(125,564)	97.72%
Water Tap Fees	120,000	3,428	100,312	83.59%
Sewer Tap Fees	27,000	480	25,890	95.89%
Connect Fee	48,000	4,050	56,160	117.00%
Meter Box Reset Fee	450	150	150	33.33%
Subtotal Operating Revenues	\$ 8,133,071	\$ 657,795	\$ 7,641,785	93.96%
Other Revenues				
Composting Sales Revenue	\$ 14,000	\$ 328	\$ 10,781	77.01%
Admin Reimb--Drainage	20,000	1,666	20,000	100.00%
Interest Revenue	110,000	8,514	151,974	138.16%
Sale of City Property	0	0	0	N/A
Late Charge For Billing	215,000	21,919	236,276	109.90%
Riser Forfeiture Revenue	0	50	3,800	N/A
Auction Proceeds	7,000	430	601	8.58%
Insurance Proceeds	500	0	434	86.86%
Miscellaneous Revenues	59,900	4,327	44,573	74.41%
Subtotal Other Revenues	\$ 426,400	\$ 37,234	\$ 468,439	109.86%
TOTAL W & S FD REVENUES	\$ 8,559,471	\$ 695,029	\$ 8,110,224	94.75%
W & S FUND EXPENDITURES				
Water & Sewer Administration	\$ 137,727	\$ 11,298	\$ 140,462	101.99%
Utility Administration	540,135	43,255	543,242	100.58%
Water Distribution	1,070,808	105,965	985,583	92.04%
Sewer Collection	450,566	1,940	400,611	88.91%
Wastewater Treatment	1,029,217	82,176	1,000,392	97.20%
Composting	178,251	16,822	146,078	81.95%
Non-Departmental	4,935,954	\$261,291	4,875,921	98.78%
TOTAL W & S FUND EXPENDITURES	\$ 8,342,658	\$ 522,746	\$ 8,092,290	97.00%
ENDING FUND BALANCE				
Unreserved, Undesignated	\$ 1,952,262	\$ 1,730,982	\$ 1,753,383	
TOTAL ENDING FUND BALANCE	\$ 1,952,262	\$ 1,730,982	\$ 1,753,383	
IDEAL RESERVE FUND BALANCE	\$ 2,085,666	\$ 2,085,666	\$ 2,085,666	
OVER (UNDER) IDEAL RESERVE FUND BALANCE	\$ (133,404)	\$ (354,683)	\$ (332,282)	

*Includes YE encumbrances of \$17,729.93

**CITY OF COPPERAS COVE
MONTHLY COUNCIL REPORT
SOLID WASTE FUND**

As of September 30, 2007 (FY 2006-07)

Description	Adopted Budget	Current Month Sept. 2007	Total Year to Date	Percent Year to Date
BEGINNING FUND BALANCE				
Unreserved, Undesignated	\$ 402,645	\$ 741,155	\$ 402,645	
Unreserved, Designated	0	0	0	
TOTAL BEGINNING FUND BALANCE	\$ 402,645	\$ 741,155	\$ 402,645	
SOLID WASTE FUND REVENUE				
Operating Revenue				
Refuse Collection Fees	\$ 2,205,893	\$ 191,797	\$ 2,236,410	101.38%
Sanitary Landfill Fees	450,072	20,452	398,508	88.54%
Senior Discount	(40,000)	(3,147)	(37,208)	93.02%
Recycling Proceeds	45,000	4,545	41,899	93.11%
Sale of Scrap Metal	12,000	5,492	17,071	142.26%
Sale of Kraft Bags	9,000	732	9,168	101.87%
Container Reload Fees	9,500	674	11,242	118.34%
Return Service/Overload Container	1,000	0	490	48.98%
Roll-Off Rental Income	30,000	(675)	40,266	134.22%
Rear Load Dumpster Rental	1,500	197	1,291	86.07%
Auto Lid Locks	500	67	796	159.19%
Subtotal Operating Revenue	\$ 2,724,465	\$ 220,133	\$ 2,719,932	99.83%
Other Revenue				
Interest Revenue	\$ 22,500	\$ 2,413	\$ 32,239	143.28%
Late Charge For Billing	115,000	10,959	118,138	102.73%
Auction Proceeds	5,000	2,091	2,205	44.09%
Sale of City Property & Equip.	0	0	0	N/A
Miscellaneous Revenues	7,050	(25)	1,205	17.10%
Subtotal Other Revenue	\$ 149,550	\$ 15,438	\$ 153,787	102.83%
TOTAL SOLID WASTE REVENUE	\$ 2,874,015	\$ 235,571	\$ 2,873,719	99.99%
SOLID WASTE FUND EXPENDITURES				
Solid Waste Administration	\$ 204,417	\$ 20,226	\$ 199,864	97.77%
Solid Waste Collection - Residential	297,239	11,939	279,849	94.15%
Solid Waste Collection - Recycling	122,621	9,500	110,601	90.20%
Solid Waste Collection - Brush	135,504	9,129	127,633	94.19%
Solid Waste Collection - Commercial	320,831	13,331	271,902	84.75%
Solid Waste Disposal - Transfer Station	1,071,531	85,773	1,051,020	98.09%
Solid Waste Recycling - KCCB	22,200	858	12,754	57.45%
Non-Departmental	438,846	56,128	438,633	99.95%
TOTAL SOLID WASTE FUND EXPENDITURES	\$ 2,613,189	\$ 206,884	\$ 2,492,256	95.37%
ENDING FUND BALANCE				
Unreserved, Undesignated	\$ 663,471	\$ 769,842	\$ 784,108	
Unreserved, Designated	0	0	0	
TOTAL ENDING FUND BALANCE	\$ 663,471	\$ 769,842	\$ 784,108	
IDEAL RESERVE FUND BALANCE	\$ 653,297	\$ 653,297	\$ 653,297	
OVER (UNDER) IDEAL RESERVE FUND BALANCE	\$ 10,174	\$ 116,545	\$ 130,811	

*Includes YE encumbrances of \$4,582.08.

**CITY OF COPPERAS COVE
MONTHLY COUNCIL REPORT
DRAINAGE UTILITY FUND**

As of September 30, 2007 (FY 2006-07)

Description	Adopted Budget	Current Month Sept. 2007	Total Year to Date	Percent Year to Date
BEGINNING FUND BALANCE				
Unreserved, Undesignated	358,352	476,987	358,352	
TOTAL BEGINNING FUND BALANCE				
	\$ 358,352	\$ 476,987	\$ 358,352	
DRAINAGE UTILITY FUND REVENUE				
Drainage Utility Fee	\$ 800,000	\$ 66,854	\$ 805,892	100.74%
Subtotal Drainage Utility Revenue	\$ 800,000	\$ 66,854	\$ 805,892	100.74%
Other Revenue				
Miscellaneous Revenue	4,000	50	434	10.85%
Interest Revenue	26,800	3,352	44,436	165.81%
Subtotal Other Revenue	\$ 30,800	\$ 3,402	\$ 44,870	145.68%
TOTAL DRAINAGE UTILITY REVENUE	\$ 830,800	\$ 70,256	\$ 850,762	102.40%
DRAINAGE UTILITY FUND EXPENDITURES				
Drainage Utility Fund	\$ 924,897	\$ 222,659	\$ 881,159	95.27%
TOTAL DRAINAGE UTILITY FUND EXPENDITURES	\$924,897	\$222,659	\$881,159	95.27%
ENDING FUND BALANCE				
Unreserved, Undesignated	264,255	324,584	327,955	
TOTAL ENDING FUND BALANCE	\$ 264,255	\$ 324,584	\$ 327,955	
IDEAL RESERVE FUND BALANCE	\$ 231,224	\$ 231,224	\$ 231,224	
OVER (UNDER) IDEAL RESERVE FUND BALANCE	\$ 33,031	\$ 93,360	\$ 96,731	

*Includes YE encumbrances of \$172,456.63

**CITY OF COPPERAS COVE
MONTHLY COUNCIL REPORT
GOLF COURSE FUND**

As of September 30, 2007 (FY 2006-07)

Description	Adopted Budget	Current Month Sept. 2007	Total Year to Date	Percent Year to Date
BEGINNING FUND BALANCE				
Unreserved, Undesignated	\$ 59,500	\$ (49,061)	\$ 59,500	
TOTAL BEGINNING FUND BALANCE	\$ 59,500	\$ (49,061)	\$ 59,500	
GOLF COURSE FUND REVENUE				
Green Fees	\$ 172,000	\$ 14,068	\$ 132,385	76.97%
Cart Rental Fees	172,000	14,580	129,729	75.42%
Membership Dues	100,000	32,228	97,707	97.71%
Cart Storage Fees	20,000	5,750	18,800	94.00%
Trail Fees	14,000	4,961	15,434	110.24%
Pro Shop Sales	101,000	6,463	84,854	84.01%
Handicap Fees	300	150	390	130.00%
Driving Range Fees	33,000	2,073	25,925	78.56%
Snack Bar Revenue F&B	65,000	4,323	54,920	84.49%
Snack Bar Revenue-Beer & Wine	25,000	1,431	19,685	78.74%
Transfer From General Fund	55,000	0	55,000	100.00%
Facility Rental Income	500	0	1,025	205.00%
Swimming Pool Receipts	500	0	619	123.80%
Interest Revenue	100	0	61	60.61%
Sale of City Property & Equipment	0	0	0	N/A
Winter Special Green Fees	0	0	10,344	N/A
Winter Special Cart Fees	0	0	9,585	N/A
Winter Special Lunch	0	0	4,795	N/A
Tournament Green Fees	18,000	10	12,296	68.31%
Tournament Cart Fees	14,000	14	9,460	67.57%
Contributions	0	0	0	N/A
Auction Proceeds	300	0	114	37.89%
Miscellaneous Receipts	1,200	(1)	1,654	137.83%
TOTAL G. C. FD REVENUE	\$ 791,900	\$ 86,049	\$ 684,783	86.47%
GOLF COURSE FUND EXPENDITURES				
Golf Course	\$ 791,535	\$ 59,323	\$ 768,006	97.03%
TOTAL GOLF COURSE FUND EXPENDITURES	\$ 791,535	\$ 59,323	\$ 768,006	97.03%
ENDING FUND BALANCE				
Unreserved, Undesignated	\$ 59,865	\$ (22,335)	\$ (23,722)	
TOTAL ENDING FUND BALANCE	\$ 59,865	\$ (22,335)	\$ (23,722)	
IDEAL RESERVE FUND BALANCE	\$ 197,884	\$ 197,884	\$ 197,884	
OVER (UNDER) IDEAL RESERVE FUND BALANCE	\$ (138,019)	\$ (220,218)	\$ (221,606)	

**CITY OF COPPERAS COVE
MONTHLY COUNCIL REPORT
OTHER FUNDS**

As of September 30, 2007 (FY 2006-07)

Fund Description	Beginning Fund Balance	Revenues	Expenditures	Ending Fund Balance
Special Revenue Funds:				
Recreation Activities Fund	\$ 84,911	\$ 211,321	\$ 208,048	\$ 88,185
Municipal Cemetery Fund	23,075	11,756	21,966	\$ 12,865
Library Gifts and Memorials	9,469	960	1,535	\$ 8,894
Small Business Revolving Loan Fund	194,567	2,954	-	\$ 197,521
Hotel/Motel Fund	80,510	119,395	143,500	\$ 56,405
Animal Shelter Donation Fund	2,531	29,474	10,445	\$ 21,560
City-Wide Donation Fund	-	63,402	22,607	\$ 40,795
Municipal Court Fund	175,644	56,442	56,449	\$ 175,638
Sub-Total Special Revenue Fund	\$ 570,707	\$ 495,703	\$ 464,549	\$ 601,861
Debt Service Fund:				
G. O. Interest & Sinking Fund	\$ 84,040	\$ 1,253,703	\$ 1,194,250	\$ 143,493
Sub-Total Debt Service Fund:	\$ 84,040	\$ 1,253,703	\$ 1,194,250	\$ 143,493
Capital Projects Funds:				
2001 C.O. (Capital Equip./Improvement)	\$ 271,435	\$ 16,094	\$ 1,547	\$ 285,982
2001 C.O. (Water/Wastewater Phase I)	709,081	32,512	306,944	\$ 434,649
2003 C.O. (CIP)	1,326,009	66,360	921,122	\$ 471,247
2003 C.O. (W/WW Phase III)	2,435,876	276,573	1,180,293	\$ 1,532,156
2005 C.O. (Water Infrastructure Project)	2,402,283	126,161	299,553	\$ 2,228,891
2006 Tax Notes (CIP)	1,227,043	58,259	270,245	\$ 1,015,058
2007 C.O. (Police Facility)	-	5,392,974	54,341	\$ 5,338,633
Sub-Total C.I.P. Funds:	\$ 8,371,727	\$ 5,968,931	\$ 3,034,043	\$11,306,616
CIP includes year-end encumbrances totaling \$1,082,979.85				
Total Other Funds	\$ 9,026,474	\$ 7,718,338	\$ 4,692,842	\$12,051,970

**City of Copperas Cove, Texas
2001 Certificates of Obligation
(Capital Equipment/Improvements)
As of September 30, 2007**

Account	Description	Budget	As of	
			FY 2005-06	FY 2006-07
Beginning Fund Balance				
90-300-0001	Fund Balance	\$ -	\$ -	\$ 271,435
Revenues				
90-390-1001	Bond Proceeds	\$ 1,915,000	\$ 1,914,227	\$ -
90-370-6001	Interest Income	-	67,912	14,594
90-370-6005	Miscellaneous Revenue	-	-	1,500
Total Revenues		<u>\$ 1,915,000</u>	<u>\$ 1,982,139</u>	<u>\$ 16,094</u>
Expenditures				
90-4606-9000-8600	Bond Issuance Costs	\$ 43,832	\$ 56,766	\$ -
90-4606-9000-6050	Inspection Services	-	3,263	-
90-4606-3500-xxxx	City-Wide Network	148,700	147,076	1,547
90-4606-4100-8500	Municipal Court	182,594	196,778	-
90-4606-4300-xxxx	Animal Control Facility	60,147	60,119	-
90-4606-4400-8500	Fire Station No. 3	179,509	215,496	-
90-4606-4400-8300	Fire Equipment	250,000	248,856	-
90-4606-5300-8400	Street Equipment	126,170	126,170	-
90-4606-5300-8400	Reliever Route ROW Acquisition	400,000	148,455	-
90-4606-5400-8505	Ogletree Improvements	364,548	394,604	-
90-4606-5600-8500	Public Works Facility (1/2)	159,500	113,119	-
Total Expenditures		<u>\$ 1,915,000</u>	<u>\$ 1,710,703</u>	<u>\$ 1,547</u>
Ending Fund Balance				
90-300-0001	Fund Balance	<u>\$ -</u>	<u>\$ 271,435</u>	<u>\$ 285,983</u>

City of Copperas Cove, Texas
2001 Certificates of Obligation
(Phase II of Water/Wastewater CIP)
As of September 30, 2007

Account	Description	Budget	As of	
			FY 2005-06	FY 2006-07
Beginning Fund Balance				
91-300-0001	Fund Balance	\$ -	\$ -	\$ 709,081
Revenues				
91-390-1001	Bond Proceeds	\$ 6,485,000	\$ 6,482,383	\$ -
91-370-6001	Interest Income	-	292,271	32,512
91-370-6005	Miscellaneous Revenue	-	-	-
Total Revenues		<u>\$6,485,000</u>	<u>\$ 6,774,653</u>	<u>\$ 32,512</u>
Expenditures				
91-4607-9100-8600	Bond Issuance Costs	\$ 162,800	\$ 165,380	\$ -
91-4607-9100-6100	Advertising	-	191	-
91-4607-5600-6800	Professional Services	-	23,867	-
91-4607-9100-9032	Public Works Facility (1/2)	159,500	132,784	-
91-4607-9100-9034	Turkey Run Pumps & Tank	439,000	443,736	-
91-4607-9100-9036	Hogg Mt. Pumps & Tank	819,000	96,455	(9,693)
91-4607-9100-9038	Killeen/CC Water Line	3,073,700	3,211,692	-
91-4607-9100-9040	Turkey Run Tank Rehab.	180,000	275,763	-
91-4607-9100-xxxx	W. Hwy 190 Sewer Ext.	-	-	-
91-4607-9100-9042	Joint Pump Station	700,000	754,487	-
91-4607-9100-9044	Grimes Crossing Water Line	701,000	440,409	67,559
91-4607-9100-9046	Joes Road Water Line	50,000	68,981	-
91-4607-9100-9047	Wolfe Road	-	75,855	-
91-4607-9100-9048	Taylor Mountain Pump Stn	200,000	243,276	-
91-4607-9100-0952	Mickan Mountain Rehab	-	-	214,078
91-4607-9100-9054	Hughes Mountain Rehab	-	-	35,000
91-4607-9100-9050	South Wastewater Plant	-	93,380	-
91-4607-5100-xxxx	Salaries/Related Expense	-	37,041	-
91-4607-5600-6800	Professional Services	-	2,276	-
Total Expenditures		<u>\$ 6,485,000</u>	<u>\$ 6,065,572</u>	<u>\$ 306,944</u>
Ending Fund Balance				
91-300-0001	Fund Balance	<u>\$ -</u>	<u>\$ 709,081</u>	<u>\$ 434,649</u>

Includes year-end encumbrances of \$36,074.15

**City of Copperas Cove, Texas
2003 Certificates of Obligation
Tax Supported Capital Projects
As of September 30, 2007**

Account	Description	Budget	As of	
			FY 2005-06	FY 2006-07
Beginning Fund Balance				
70-300-0001	Fund Balance	\$ -	\$ -	\$ 1,326,009
Revenues				
70-390-1003	Bond Proceeds	\$ 4,190,000	\$ 4,190,000	\$ -
70-370-6001	Interest Income	-	150,045	64,407
70-370-6005	Miscellaneous Revenue	-	-	1,953
Total Revenues		<u>\$ 4,190,000</u>	<u>\$ 4,340,045</u>	<u>\$ 66,360</u>
Expenditures				
70-231-0920	Bond Issuance Costs	\$ -	\$ 82,539	\$ 4
70-231-0922	Unamortized Bond Discount	-	20,061	-
70-4615-4400-9021	Communications System	1,645,140	1,610,535	25,701
70-4615-4400-9023	Fire Department Pumper Truck	250,000	245,630	1,434
70-4615-5100-xxxx	Salary/Benefits	-	5,344	-
70-4615-4200-9039	Police Department Bldg. Repairs	20,000	37	22,500
70-4615-5300-9029	Improvements to FM 1113	320,000	362,342	1,056
70-4615-5400-9025	Renovation of Civic Center	75,000	132,266	425
70-4615-5400-9027	Construction of Skate Park	25,000	24,750	-
70-4615-5400-9033	Feeder Road	600,000	95,021	-
70-4615-5400-9035	City Hall Roof Repairs	20,000	1,853	9,588
70-4615-5400-9037	Human Resources Bldg. Repairs	150,000	92,661	0
70-4615-8500-9019	Construction of Big Divide	579,000	90,939	860,414
70-4615-8500-9043	Street Reconstruction	400,000	250,058	-
Total Expenditures		<u>\$ 4,084,140</u>	<u>\$ 3,014,035</u>	<u>\$ 921,122</u>
Ending Fund Balance				
70-300-0001	Fund Balance	<u>\$ 105,860</u>	<u>\$ 1,326,009</u>	<u>\$ 471,247</u>

Includes year-end encumbrances of \$323,125.05

**City of Copperas Cove, Texas
2003 Certificates of Obligation
(Phase III of Water/Wastewater CIP)
As of September 30, 2007**

Account	Description	Budget	As of	
			FY 2005-06	FY 2006-07
Beginning Fund Balance				
71-300-0001	Fund Balance	\$ -	\$ -	\$ 2,435,876
Revenues				
71-390-1003	Bond Proceeds	\$9,580,204	\$ 9,820,000	\$ -
71-370-6001	Interest Income	95,676	379,446	112,085
71-390-1001	Developer Contributions	-	21,086	-
71-370-6005	Miscellaneous Revenue	-	3,477	164,487
Total Revenues		<u>\$9,675,880</u>	<u>\$ 10,224,009</u>	<u>\$ 276,573</u>
Expenditures				
71-4615-xxxx-xxxx	Bond Issuance Costs	\$ -	\$ 192,591	\$ 10
71-4615-xxxx-xxxx	Bond Discount	-	46,809	-
71-4615-4400-9021	Communications System	195,680	181,613	-
71-4615-5100-xxxx	Salaries/Benefits	-	86,829	-
71-4615-8500-9001	Transfer To General Funds	-	-	65
71-4615-8500-9003	Meadow Brook Sewer Project	235,714	158,996	-
71-4615-8500-9005	Hwy 190 Sewer Project	71,430	177,948	-
71-4615-8500-9007	Mountain Top Water Project	646,380	34,256	499,677
71-4615-8500-9009	Big Divide (Sewer)	484,000	91,427	534,524
71-4615-8500-9011	Big Divide (Water)	1,710,000	899,475	(75,260)
71-4615-8500-9013	NE WW Plant Expansion	4,020,000	4,359,165	-
	Add'l Engineering-NE WW Plant	-	60,889	-
71-4615-8100-9041	Utility Admin. Bldg. Repairs	20,000	18,931	150
71-4615-8500-9014	South Plant-Fine Screens	-	101,500	-
71-4615-8500-xxxx	NE and NW Change Orders	-	-	-
71-4615-8500-9015	NW WW Plant Expansion	1,330,000	1,134,003	-
71-4615-8500-9017	4th Year Sewer Improvement	685,000	52,089	216,680
71-4615-8500-9021	Water Model Study	60,000	79,678	4,448
71-4615-8500-9029	FM 1113 Improvement (Sidewalk)	-	(10,066)	-
71-4615-8500-9031	Expansion of Constitution	122,000	122,000	-
Total Expenditures		<u>\$ 9,580,204</u>	<u>\$ 7,788,133</u>	<u>\$ 1,180,293</u>
Ending Fund Balance				
71-300-0001		<u>\$ 95,676</u>	<u>\$ 2,435,876</u>	<u>\$ 1,532,156</u>

"Sewer (Skyline Valley Lift Station)" is now "Big Divide (Sewer)"
"Water (Ogletree Pass to Colorado)" is now "Big Divide (Water)"

Includes year-end encumbrances of \$408,500.93

**City of Copperas Cove, Texas
2005 Certificates of Obligation
Water Projects
As of September 30, 2007**

Account	Description	Budget	As of	
			FY 2005-06	FY 2006-07
Beginning Fund Balance				
93-300-0001	Fund Balance	\$ -	\$ -	\$ 2,402,283
Revenues				
93-390-1003	Bond Proceeds	\$ 3,080,000	\$ 3,050,000	\$ -
93-340-2001	Miscellaneous Revenue	-	-	-
93-370-6001	Interest Revenue	-	124,211	126,161
Total Revenues		<u>\$ 3,080,000</u>	<u>\$ 3,174,211</u>	<u>\$ 126,161</u>
Expenditures				
93-4616-5100-xxxx	Salary/Benefits	\$ -	\$ 458	\$ -
93-4616-8500-8600	Issuance Costs	89,000	62,050	-
93-4616-8500-9032	East Pump Station	1,380,000	-	178,500
93-4616-8500-9034	Turkey Run Pump Station	868,000	-	132,000
93-4616-8500-9036	Hogg Mountain Water Tank	743,000	709,420	(10,947)
Total Expenditures		<u>\$ 3,080,000</u>	<u>\$ 771,928</u>	<u>\$ 299,553</u>
Ending Fund Balance				
93-253-0001		<u>\$ -</u>	<u>\$ 2,402,283</u>	<u>\$ 2,228,891</u>

Includes year-end encumbrances of \$190,029.30

City of Copperas Cove, Texas
2006 Limited Tax Notes
Capital Equipment/Land & Professional Services
As of September 30, 2007

Account	Description	Budget	As of	
			FY 2005-06	FY 2006-07
Beginning Fund Balance				
73-300-0001	Fund Balance	\$ -	\$ -	\$ 1,227,043
Revenues				
73-390-1003	Bond Proceeds	\$ 1,260,000	\$ 1,260,000	\$ -
73-340-2001	Miscellaneous Revenue	-	-	-
73-370-6001	Interest Revenue	-	895	58,259
Total Revenues		<u>\$ 1,260,000</u>	<u>\$ 1,260,895</u>	<u>\$ 58,259</u>
Expenditures				
73-4617-4200-6800	Professional Services	\$ 600,000	\$ -	\$ 15,331
73-4617-4200-8600	Land	400,000	-	-
73-4617-4400-8300	Ambulance	100,000	-	97,525
73-4617-5300-8300	Street Sweeper	160,000	33,853	165,445
73-4617-9900-9500	Bond Issuance Costs	-	-	(8,056.74)
Total Expenditures		<u>\$ 1,260,000</u>	<u>\$ 33,853</u>	<u>\$ 270,245</u>
Ending Fund Balance				
73-253-0001		<u>\$ -</u>	<u>\$ 1,227,043</u>	<u>\$ 1,015,057</u>

Includes year-end encumbrances of (\$6,403.75)

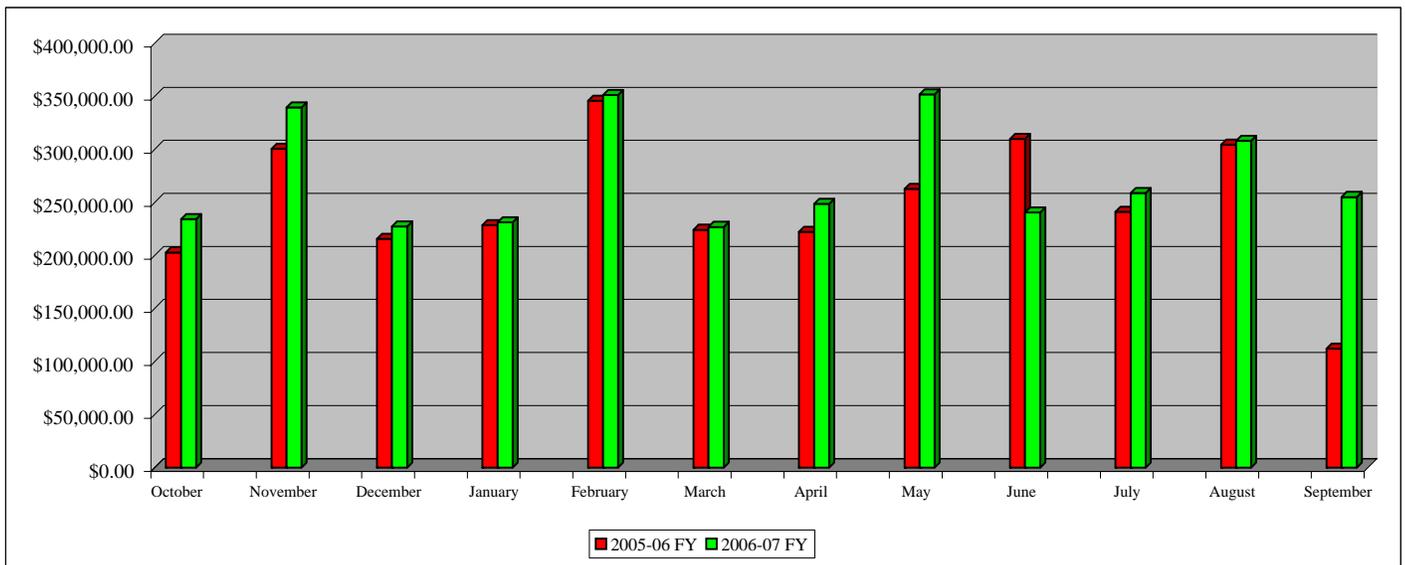
City of Copperas Cove, Texas
2007 Certificates of Obligation
Police Facility
As of September 30, 2007

Account	Description	Budget	As of	
			FY 2005-06	FY 2006-07
Beginning Fund Balance				
74-300-0001	Fund Balance	\$ -	\$ -	\$ -
Revenues				
74-390-1001	Bond Proceeds	\$ 5,242,550	\$ -	\$ 5,300,000
74-340-2001	Miscellaneous Revenue	-	-	-
74-370-6001	Interest Revenue	-	-	92,974
Total Revenues		<u>\$ 5,242,550</u>	<u>\$ -</u>	<u>\$ 5,392,974</u>
Expenditures				
74-4618-4200-2200	Postage			\$ 23
74-4618-4200-8600	Bond Issuance Costs	\$ -	\$ -	\$ 54,318
74-4617-4200-8500	Facilities	5,242,000	-	-
Total Expenditures		<u>\$ 5,242,000</u>	<u>\$ -</u>	<u>\$ 54,341</u>
Ending Fund Balance				
74-253-0001		<u>\$ 550</u>	<u>\$ -</u>	<u>\$ 5,338,633</u>

**CITY OF COPPERAS COVE
MONTHLY COUNCIL REPORT
SCHEDULE OF SALES TAX COLLECTIONS
(WITH COMPARATIVE COLLECTIONS IN FY 2005-06)
As of September 30, 2007 (FY 2006-07)**

Fiscal Year 2005-06	City's Revenue	EDC's Revenue	Total Sales Tax	Fiscal Year 2006-07	City's Revenue	EDC's Revenue	Total Sales Tax
October	\$135,247.73	\$67,623.87	\$202,871.60	October	\$156,182.25	\$78,091.13	\$234,273.38
November	\$200,388.35	\$100,194.18	\$300,582.53	November	\$226,324.55	\$113,162.28	\$339,486.83
December	\$143,751.05	\$71,875.53	\$215,626.58	December	\$151,566.28	\$75,783.14	\$227,349.42
January	\$152,262.52	\$76,131.26	\$228,393.78	January	\$154,062.22	\$77,031.11	\$231,093.33
February	\$230,595.81	\$115,297.91	\$345,893.72	February	\$234,096.96	\$117,048.48	\$351,145.44
March	\$149,432.10	\$74,716.05	\$224,148.15	March	\$151,231.18	\$75,615.59	\$226,846.77
April	\$148,140.56	\$74,070.28	\$222,210.84	April	\$165,791.41	\$82,895.71	\$248,687.12
May	\$175,068.83	\$87,534.42	\$262,603.25	May	\$234,485.52	\$117,242.76	\$351,728.28
June	\$206,483.90	\$103,241.95	\$309,725.85	June	\$160,309.35	\$80,154.68	\$240,464.03
July	\$160,762.84	\$80,381.42	\$241,144.26	July	\$172,527.88	\$86,263.94	\$258,791.82
August	\$202,859.59	\$101,429.80	\$304,289.40	August	\$205,359.88	\$102,679.94	\$308,039.82
September	\$74,726.44	\$37,363.22	\$112,089.66	September	\$170,015.51	\$85,007.76	\$255,023.27
Total	\$1,979,719.72	\$989,859.86	\$2,969,579.59	Total	\$2,181,952.99	\$1,090,976.50	\$3,272,929.49

NOTE 1 - Total revenues collected for sales tax by the month ending September 30, 2007, in FY 2006-07 was \$3,272,929.49 (\$2,181,952.99 City's revenues and \$1,090,976.50 EDC's revenues); total revenues collected for sales tax by the month ending September 30, 2006 in FY 2005-06 was \$2,969,579.58 (\$1,979,719.72 City's revenues and \$989,859.86 EDC's revenues).



CITY OF COPPERAS COVE
MONTHLY COUNCIL REPORT
SCHEDULE OF CASH ACCOUNTS AND INVESTMENTS (By Account)
As of September 30, 2007 (FY 2006-07)

FUNDS IN INVESTMENT POOLS

TEXSTAR	\$ 6,143,100.68
TEXPOOL	<u>14,464,099.20</u>

Subtotal on Funds in Investment Pools

\$ 20,607,199.88

CHECKING ACCOUNTS

1988 W&S Bond	\$0.00
1994 Fire G.O. Bond Issue	0.00
1994 Fire Station Retainage	0.00
1994 Landfill C O's	0.00
Caddy Shack - Pool Account	0.00
Drainage Utility Reserve	0.00
G.O. Bonds Interest & Sinking	0.00
Master Account	1,184,819.87
Payroll	3,965.57
Rental Rehab	14,983.66
Golf Course	0.00
State Revolving Fund 1994	0.00
State Revolving Fund 1994 - Cash in Escrow	0.00
W & S Interest & Sinking	0.00
Water & Sewer Revenue	0.00
Law Enforcement Block Grant	10,122.87
Certificate of Obligations Series 1997	0.00
Solid Waste Interest & Sinking	0.00
Library Retainage	0.00
Pending Forfeitures	15,631.23
Small Business Revolving Loan Fund	0.00
1998 G.O. Bond Issue	0.00
1998 G.O. Bond Issue Retainage	0.00
1998 C.O. Bond Issue Retainage	0.00
Community Development	<u>0.00</u>

Subtotal Checking Accounts

\$1,229,523.20

SAVINGS ACCOUNTS (Per Quarterly Strmts)

Subdivision Escrow	<u>2,525.86</u>
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Subtotal Savings Accounts

\$2,525.86

TOTAL INVESTMENTS & CASH ACCOUNTS

\$21,839,248.94

**CITY OF COPPERAS COVE
MONTHLY COUNCIL REPORT
SCHEDULE OF CASH ACCOUNTS AND INVESTMENTS (By Fund)
As of September 30, 2007 (FY 2006-07)**

FUND	TOTAL CASH & INVESTMENTS
General Fund	\$4,375,239.18
Water & Sewer Fund	\$2,253,089.19
Solid Waste Fund	\$717,958.22
Youth Activity Fund	\$114,245.91
Drainage Utility Fund	\$826,719.93
Cemetery Fund	\$6,538.82
General Obligation Interest & Sinking Fund	\$156,930.54
Curb & Gutter Assessment Fund	\$0.00
Municipal Golf Course Fund	(\$22,471.37)
Small Business Revolving Loan Fund	\$45,546.18
Library Gifts & Memorials Fund	\$8,290.41
Hotel/Motel Tax Fund	\$157,802.49
Animal Shelter Donations Fund	\$24,178.03
Police Court Order Fund	\$0.00
City-Wide Donations Fund	\$44,886.64
Abandoned Vehicle Auction Fund	\$0.00
FEMA Grant Funds	\$125,979.03
Fire Special Revenue Fund	\$12,302.22
Joint Image Campaign	\$7,057.43
Tx. Parks & Wildlife Grant	\$0.00
Municipal Court Fund	\$204,765.44
Police Restricted Fund	\$17,631.87
Police Federal Seizure Fund	\$2,104.23
Fire/EMS Loan	\$37,853.05
County Mutual Aid Agreement	\$32,760.90
1997 Combination Tax & Revenue C/O's (Golf Course; Library)	\$26,833.68
1997 CO's Golf Course Phase 1	\$1,291.74
Law Enforcement Block Grant Fund	\$12,122.87
Fire Department Grant Fund	(\$32,724.76)
Library Grant Fund	\$35,316.11
Step Grant	\$3,306.65
Tobacco Grant	\$3,296.17
FM 1113 Grant	\$50,178.66
2006 Limited Tax Notes	\$1,021,461.12
1994 WW/SS Revenue Bonds	\$0.00
EDA Industrial Park	\$4,642.44
Reliever Route	\$312,310.41
2005 Certificates of Obligation (Water Projects)	\$2,407,972.94
1998 Park Improvements G.O.	\$450.12
1998 Combination Tax & Revenue C/O's (Street; Compost)	\$3,771.10
1999 Combination Tax & Revenue C/O's (Golf Course)	\$2,172.68
1999 Combination Tax & Revenue C/O's (Animal Control; Municipal Court)	\$239.56
1999 Combination Tax & Revenue C/O's (Water/Wastewater Phase I CIP)	\$0.00
1999 Combination Tax & Revenue C/O's (Solid Waste Vehicles & Equip.)	\$7,787.48
2001 Combination Tax & Revenue C/O's (Capital Equip. & Improvements)	\$284,482.57
2001 Combination Tax & Revenue C/O's (Water/Wastewater Phase II CIP)	\$484,572.69
2003 Combination Tax & Revenue C/O's (Capital Equip. & Improvements)	\$845,560.41
2003 Combination Tax & Revenue C/O's (Water/Wastewater Phase III CIP)	\$1,876,162.95
2007 Combination Tax & Revenue C/O's (Police Facility)	\$5,338,633.01
TOTAL CASH & INVESTMENTS	<u>\$21,839,248.94</u>

RECAP OF CASH & INVESTMENTS:

INVESTMENTS IN TEXPOOL	\$14,464,099.20
INVESTMENTS IN TEXSTAR	6,143,100.68
CASH IN BANK	<u>\$1,232,049.06</u>
TOTAL CASH & INVESTMENTS	<u>\$21,839,248.94</u>

**CITY OF COPPERAS COVE
INVESTMENT SCHEDULE
As of September 30, 2007 (FY 2006-07)**

As of September 30, 2007, the City of Copperas Cove's investment portfolio was made up of investments in TEXPOOL, TEXSTAR and bank deposits with the City local depository. This portfolio accomplishes the objective of maintaining liquidity while earning a modest yield on invested taxpayers dollars

TEXPOOL Investments	Market Value 08/31/07	Investments	Redemptions	Accrued Interest	Book Value 09/30/07	Market Value 09/30/07
General Fund	\$ 4,499,950.66	\$ 83,416.15	\$ 583,416.15	\$ 18,652.33	\$ 4,018,602.99	\$ 4,018,602.99
Water & Sewer Fund	2,002,770.05	-	100,000.00	8,407.35	\$ 1,911,177.40	1,911,177.40
Solid Waste Fund	710,150.69	75,000.00	100,000.00	3,076.89	\$ 688,227.58	688,227.58
Drainage Utility Fund	793,530.75	-	50,000.00	3,326.76	\$ 746,857.51	746,857.51
Interest & Sinking Fund	154,482.52	1,794.40	-	653.62	\$ 156,930.54	156,930.54
Youth Activities Fund	116,267.58	-	6,000.00	487.99	\$ 110,755.57	110,755.57
Cemetery Fund	8,730.26	-	3,500.00	32.92	\$ 5,263.18	5,263.18
Golf Course Interest & Sinking	38.61	-	-	0.25	\$ 38.86	38.86
Small Business Revolving Loan Fund	44,930.92	425.00	-	190.26	\$ 45,546.18	45,546.18
Hotel/Motel Fund	150,018.14	2,196.75	-	636.52	\$ 152,851.41	152,851.41
Municipal Court Special Revenue Fund	202,695.23	4,000.00	2,000.00	856.02	\$ 205,551.25	205,551.25
1997 C/O Fund	1,286.33	-	-	5.41	\$ 1,291.74	1,291.74
1998 G.O. Bond Fund	448.23	-	-	1.89	\$ 450.12	450.12
1998 C/O Bond Fund	3,755.23	-	-	15.87	\$ 3,771.10	3,771.10
1999 C/O Bond Fund (Animal Control, et	238.59	-	-	0.97	\$ 239.56	239.56
1999 C/O Bond Fund (Golf Course)	2,163.58	-	-	9.10	\$ 2,172.68	2,172.68
1999 C/O Bond Fund (Solid Waste)	7,754.75	-	-	32.73	\$ 7,787.48	7,787.48
2001 C/O Bond Fund (Governmental)	283,287.41	-	-	1,195.16	\$ 284,482.57	284,482.57
2001 C/O Bond Fund (W&S Phase II)	527,670.97	-	45,250.33	2,152.05	\$ 484,572.69	484,572.69
2007 C/O Police Facility	5,302,846.13	-	-	22,372.25	\$ 5,325,218.38	5,325,218.38
Reliever Route	310,998.32	-	-	1,312.09	\$ 312,310.41	312,310.41
Total TEXPOOL Investments	\$ 15,124,014.95	\$ 166,832.30	\$ 890,166.48	\$ 63,418.43	\$ 14,464,099.20	\$ 14,464,099.20

TEXSTAR Investments	Market Value 08/31/07	Investments	Redemptions	Accrued Interest	Book Value 09/30/07	Market Value 09/30/07
2003 C/O Project Fund (Governmental)	\$ 1,042,193.21	\$ -	\$ 200,826.48	\$ 4,193.68	\$ 845,560.41	\$ 845,560.41
2003 C/O Project Fund (W&S Phase III)	1,877,259.60	-	8,978.00	7,881.35	1,876,162.95	1,876,162.95
EDA Grant	-	-	-	-	-	-
2005 C/O Project Fund (Water Projects)	2,402,123.57	-	4,252.50	10,101.87	2,407,972.94	2,407,972.94
2006 Tax Notes - Police Building Project	1,009,159.72	-	-	4,244.66	1,013,404.38	1,013,404.38
Total TEXSTAR Investments	\$ 6,330,736.10	\$ -	\$ 214,056.98	\$ 26,421.56	\$ 6,143,100.68	\$ 6,143,100.68

Total Investments	\$ 21,454,751.05	\$ 166,832.30	\$ 1,104,223.46	\$ 89,839.99	\$ 20,607,199.88	\$ 20,607,199.88
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This report is in compliance with the investment strategies as approved and the Public Funds Investment Act.

Andrea Gardner
City Manager/Director of Finance

Christine Julius
Assistant Director of Finance



TEXPOOL

THE TEXAS INVESTMENT SERVICE FOR PUBLIC FUNDS

October 2007

PERFORMANCE

As of September 30, 2007

	TexPool	TexPool Prime
Current Invested Balance	\$16,737,072,454.38	\$1,379,029,532.54
Weighted Average Maturity (1)*	34 Days	21 Days
Weighted Average Maturity (2)*	60 Days	28 Days
Net Asset Value	1.00018	0.99990
Total Number of Participants	2015	81
Management Fee on Invested Balance	0.0485%	0.0650%
Interest Distributed	\$68,505,499.69	\$5,083,849.25
Management Fee Collected	\$644,901.15	\$60,655.64
Standard & Poor's Current Rating	AAAm	AAAm

September Averages

Average Invested Balance	\$16,249,387,389.59	\$1,188,269,590.05
Average Monthly Yield, on a simple basis (3)*	5.1330%	5.1984%
Average Weighted Average Maturity (1)*	33 Days	23 Days
Average Weighted Average Maturity (2)*	54 Days	32 Days

*Definitions for Average Weighted Maturity can be found on Page 2.

Economic and Market Commentary – September 30, 2007

After passing through a period of unusual turbulence that began in late July, a modicum of normalcy gradually returned to the cash market last month, aided by improved investor sentiment and the first reduction in the Federal funds rate in four years. But although commercial paper spreads narrowed from their peak in mid-August, they nonetheless remained significantly wider than normal, especially given the likelihood of additional Federal Reserve rate cuts in coming months. Clearly, the market is still concerned about when — or if — more liquidity problems might develop in the subprime mortgage sector.

Still, most investors were pleasantly surprised by the Fed's 50 basis point reduction in benchmark interest rates on September 18. The unexpectedly bold move was interpreted as an indication that monetary authorities understand the seriousness of the liquidity crunch that froze portions of the cash market last summer. As of this writing, investors are discounting 25 or 50 basis points of additional cuts by the end of the year.

We agree with the consensus view on the outlook for short-term interest rates and thus moved opportunistically to buy longer-dated fixed-rate securities in both TexPool and TexPool Prime. Equally important, however, we detected signs that investors finally are taking a more sober and informed approach to risk. Specifically, the various sectors of the cash market are being valued differently, resulting in "tiered" pricing. We welcome this greater discrimination since it rewards those portfolio managers who do the best job of assessing credit worthiness, an area in which Federated has always taken great pride.

Looking ahead, we believe that lower interest rates are necessary to keep the U.S. economy growing. Given that inflationary pressures appear to have receded meaningfully in recent months, however, we expect that the Federal Reserve will have the scope to accommodate the need for easier credit conditions without stoking inflation or spooking the bond market. As always, we will monitor the situation carefully and act to protect the interest of our clients in what remains an unsettled period in the cash markets.

ANNOUNCEMENTS

New Participants

We would like to recognize and welcome the following entities who joined the TexPool/TexPool Prime program in September 2007:

1. Valley Mills ISD
2. Rockdale ISD
3. Grand Oaks MUD
4. City of Rosebud
5. Harris County FWSD No. 47
6. Montgomery County MUD No. 98
7. Travis County ESD No. 10
8. Fort Bend County MUD No. 167
9. Harris County MUD No 96

Operations Update

In order to better serve you, TexPool has added transaction confirmation numbers to the Settlement Report on TexConnect! This report can also be scheduled to be emailed directly to you for your convenience

Upcoming Events

- 10/10/07 – 10/12/07 GFOAT Fall Conference in Corpus Christi
- 10/15/07 – 10/19/07 CTAT Annual Conference in Lubbock
- 10/16/07 – 10/19/07 TACA Annual Conference in Waco



TexPool

PORTFOLIO ASSET SUMMARY AS OF September 30, 2007

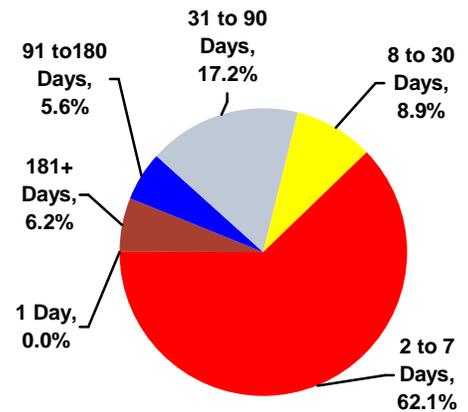
	Book Value	Market Value
Uninvested Balance	\$(1,441.86)	\$(1,441.86)
Accrual of Interest Income	43,676,520.53	43,676,520.53
Interest and Management Fees Payable	(212,625,072.44)	(212,625,072.44)
Payable for Investments Purchased	0.00	0.00
Repurchase Agreements	13,461,823,000.00	13,462,017,177.00
Mutual Fund Investments	0.00	0.00
Government Securities	3,444,199,448.15	3,447,101,935.49
Total	\$16,737,072,454.38	\$16,740,169,118.72

Market value of collateral supporting the Repurchase Agreements is at least 102% of the Book Value. The portfolio is managed by Federated Investors and the assets are safe kept in a separate custodial account at State Street Bank in the name of TexPool. The only source of payment to the Participants is the assets of TexPool. There is no secondary source of payment for the pool such as insurance or State guarantee. Should you require a copy of the portfolio, please contact TexPool Participant Services.

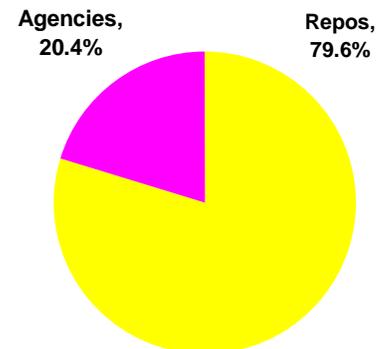
DAILY SUMMARY

Date	Money Mkt Fund Equiv (SEC Std.)	Daily Allocation Factor	TexPool Invested Balance	Market Value Per Share	WAM Days (1)	WAM Days (2)
09/01	5.3658%	0.000147007	\$16,144,992,400.72	1.00005	35	53
09/02	5.3658%	0.000147007	\$16,144,992,400.72	1.00005	35	53
09/03	5.3658%	0.000147007	\$16,144,992,400.72	1.00005	35	53
09/04	5.3443%	0.000146418	\$15,989,269,352.30	0.99992	33	51
09/05	5.3029%	0.000145284	\$15,979,784,206.06	1.00005	33	52
09/06	5.3063%	0.000145378	\$15,968,647,776.41	1.00006	35	54
09/07	5.2411%	0.000143592	\$16,253,251,317.30	1.00014	35	54
09/08	5.2411%	0.000143592	\$16,253,251,317.30	1.00014	35	54
09/09	5.2411%	0.000143592	\$16,253,251,317.30	1.00014	35	54
09/10	5.1542%	0.000141211	\$16,202,585,305.67	1.00016	33	52
09/11	5.1080%	0.000139946	\$16,307,873,235.17	1.00014	32	51
09/12	5.0893%	0.000139434	\$16,273,973,927.68	1.00015	32	51
09/13	5.0638%	0.000138735	\$16,186,291,075.88	1.00014	32	51
09/14	5.1180%	0.000140219	\$16,108,141,678.91	1.00014	33	52
09/15	5.1180%	0.000140219	\$16,108,141,678.91	1.00014	33	52
09/16	5.1180%	0.000140219	\$16,108,141,678.91	1.00014	33	52
09/17	5.3700%	0.000147123	\$16,045,084,686.91	1.00023	31	50
09/18	5.2343%	0.000143405	\$16,270,466,683.93	1.00017	31	49
09/19	4.9252%	0.000134937	\$16,321,979,698.38	1.00020	32	52
09/20	4.8939%	0.000134079	\$16,149,124,064.83	1.00024	33	65
09/21	4.9133%	0.000134610	\$15,996,582,820.79	1.00025	33	59
09/22	4.9133%	0.000134610	\$15,996,582,820.79	1.00025	33	59
09/23	4.9133%	0.000134610	\$15,996,582,820.79	1.00025	33	59
09/24	4.9151%	0.000134661	\$15,837,367,440.60	1.00024	31	58
09/25	4.9174%	0.000134724	\$16,782,106,264.36	1.00022	29	54
09/26	4.9223%	0.000134858	\$16,766,906,655.95	1.00021	29	53
09/27	5.1428%	0.000140899	\$16,680,039,297.37	1.00021	29	56
09/28	5.1287%	0.000140512	\$16,737,072,454.38	1.00018	34	60
09/29	5.1287%	0.000140512	\$16,737,072,454.38	1.00018	34	60
09/30	5.1287%	0.000140512	\$16,737,072,454.38	1.00018	34	60
Averages	5.1330%	0.000140630	\$16,249,387,389.59		33	54

Portfolio By Maturity
As of September 30, 2007



Portfolio By Type of Investment
As of September 30, 2007



	Number of Participants	Balance
School District	519	\$6,658,860,704.83
Higher Education	51	\$1,789,237,610.78
Health Care	77	\$666,708,322.60
Utility District	597	\$1,618,281,366.18
City	409	\$4,308,866,633.90
County	154	\$1,373,053,191.46
Other	208	\$318,862,114.09

Definition of Weighted Average Maturity (1) & (2)

*(1) This weighted average maturity calculation uses the SEC Rule 2A-7 definition for stated maturity for any floating rate instrument held in the portfolio to determine the weighted average maturity for the pool. This rule specifies that a variable rate instrument to be paid in 397 calendar days or less shall be deemed to have a maturity equal to the period remaining until the next readjustment of the interest rate.

*(2) This weighted average maturity calculation uses the final maturity of any floating rate instruments held in the portfolio to calculate the weighted average maturity for the pool.

TexPool Prime

PORTFOLIO ASSET SUMMARY AS OF September 30, 2007

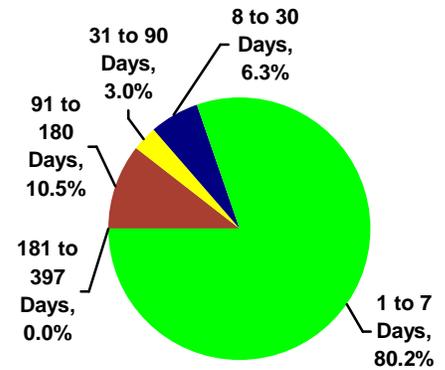
	Book Value	Market Value
Uninvested Balance	\$1,352.35	\$1,352.35
Accrual of Interest Income	1,859,832.55	1,859,832.55
Interest and Management Fees Payable	(5,083,856.63)	(5,083,856.63)
Payable for Investments Purchased	0.00	0.00
Repurchase Agreements	876,078,000.00	876,078,000.00
Mutual Fund Investments	50,000,000.00	50,000,000.00
Government Securities	35,000,000.00	35,005,025.00
Commercial Paper	358,374,204.27	358,268,209.95
Bank Instruments	0.00	0.00
Variable Rate Note	62,800,000.00	62,761,467.80
Total	\$1,379,029,532.54	\$1,378,890,031.02

Market value of collateral supporting the Repurchase Agreements is at least 102% of the Book Value. The portfolio is managed by Federated Investors and the assets are safe kept in a separate custodial account at State Street Bank in the name of TexPool Prime. The assets of TexPool Prime are the only source of payments to the Participants. There is no secondary source of payment for the pool such as insurance or State guarantee. Should you require a copy of the portfolio, please contact TexPool Participant Services.

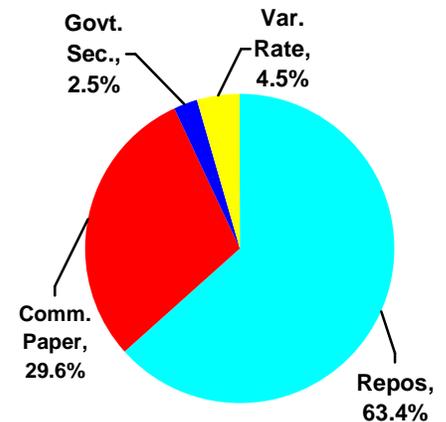
DAILY SUMMARY

Date	Money Mkt Fund Equiv (SEC Std.)	Daily Allocation Factor	TexPool Invested Balance	Market Value Per Share	WAM Days (1)	WAM Days (2)
09/01	5.4896%	0.000150399	\$1,208,782,793.72	0.99987	23	33
09/02	5.4896%	0.000150399	\$1,208,782,793.72	0.99987	23	33
09/03	5.4896%	0.000150399	\$1,208,782,793.72	0.99987	23	33
09/04	5.4428%	0.000149118	\$1,202,257,390.64	0.99979	20	30
09/05	5.4065%	0.000148124	\$1,188,501,989.90	0.99973	20	30
09/06	5.3580%	0.000146794	\$1,179,304,038.27	0.99973	20	30
09/07	5.2766%	0.000144565	\$1,209,840,828.01	0.99976	23	32
09/08	5.2766%	0.000144565	\$1,209,840,828.01	0.99976	23	32
09/09	5.2766%	0.000144565	\$1,209,840,828.01	0.99976	23	32
09/10	5.1775%	0.000141849	\$1,224,394,390.44	0.99976	21	30
09/11	5.1661%	0.000141538	\$1,196,222,490.73	0.99971	22	31
09/12	5.1514%	0.000141133	\$1,175,833,821.13	0.99972	22	31
09/13	5.1444%	0.000140943	\$1,173,810,563.53	0.99973	22	31
09/14	5.1976%	0.000142400	\$1,152,190,686.73	0.99975	23	33
09/15	5.1976%	0.000142400	\$1,152,190,686.73	0.99975	23	33
09/16	5.1976%	0.000142400	\$1,152,190,686.73	0.99975	23	33
09/17	5.4038%	0.000148048	\$1,154,843,967.26	0.99977	21	31
09/18	5.2731%	0.000144468	\$1,151,666,120.77	0.99980	23	32
09/19	4.9896%	0.000136702	\$1,134,015,182.10	0.99987	24	33
09/20	4.9471%	0.000135538	\$1,080,151,743.80	0.99991	25	34
09/21	4.9650%	0.000136028	\$1,030,847,930.75	1.00001	27	37
09/22	4.9650%	0.000136028	\$1,030,847,930.75	1.00001	27	37
09/23	4.9650%	0.000136028	\$1,030,847,930.75	1.00001	27	37
09/24	4.9652%	0.000136032	\$1,024,058,165.87	1.00001	25	35
09/25	4.9542%	0.000135731	\$1,123,541,121.29	1.00001	24	33
09/26	4.9551%	0.000135756	\$1,258,651,995.44	1.00000	21	30
09/27	5.1735%	0.000141739	\$1,438,759,405.07	1.00000	19	26
09/28	5.2187%	0.000142979	\$1,379,029,532.54	0.99990	21	28
09/29	5.2187%	0.000142979	\$1,379,029,532.54	0.99990	21	28
09/30	5.2187%	0.000142979	\$1,379,029,532.54	0.99990	21	28
Averages	5.1984%	0.000142421	\$1,188,269,590.05		23	32

Portfolio By Maturity
As of September 30, 2007



Portfolio By Type of Investment
As of September 30, 2007



	Number of Participants	Balance
School District	46	\$984,320,230.72
Higher Education	4	\$16,635,298.22
Health Care	5	\$3,445,439.54
Utility District	2	\$62,860,887.71
City	13	\$57,339,563.12
County	7	\$253,979,336.29
Other	4	\$445,748.54

*(3) This current yield for TexPool Prime for each date may reflect a waiver of some portion or all of each of the management fees.

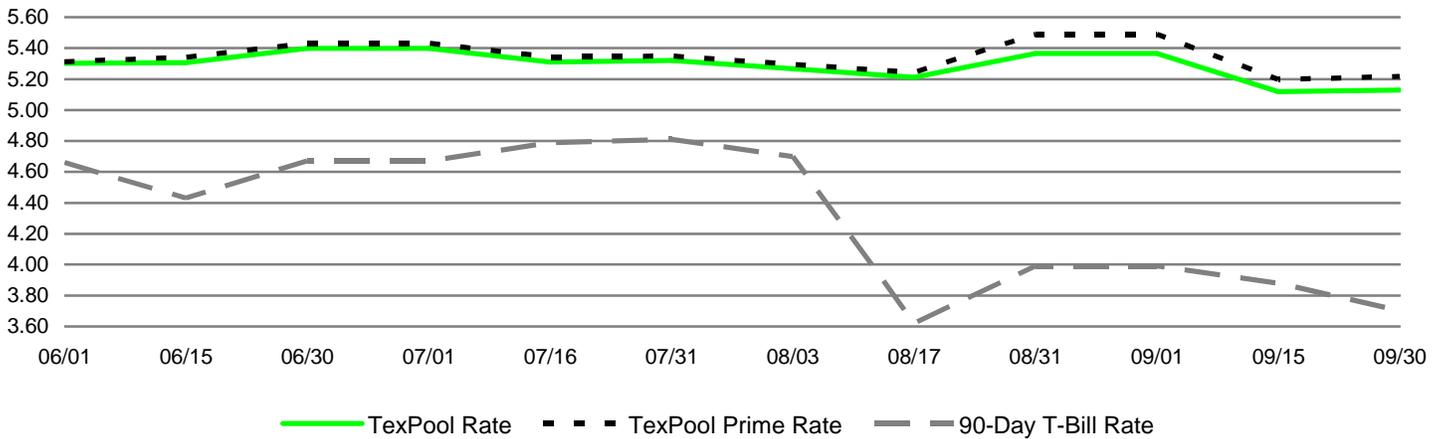


TEXPOOL

THE TEXAS INVESTMENT SERVICE FOR PUBLIC FUNDS

TexPool Participant Services
c/o Lehman Brothers
600 Travis St., Suite 7200
Houston, TX 77002

TEXPOOL & TEXPOOL PRIME VS. 90-DAY TREASURY BILL



TexPool Advisory Board Members

R.C. Allen	Jose Elizondo, Jr.	LaVonne Mason	Clay McPhail
Pati Buchenau	Ron Leverett	John McGrane	Vivian Wood

Additional information regarding TexPool is available upon request:
www.texpool.com • 1-866-839-7665 (1-888-TEX-POOL) • Fax: 866-839-3291



Monthly Newsletter - September 2007

Performance

As of September 30, 2007

Current Invested Balance	\$5,101,146,389.66
Weighted Average Maturity (1)	20 Days
Weighted Average Maturity (2)	79 Days
Net Asset Value	1.000240
Total Number of Participants	573
Management Fee on Invested Balance	0.12%*
Interest Distributed	\$21,505,454.93
Management Fee Collected	\$208,154.52
Standard & Poor's Current Rating	AAAm

September Averages

Average Invested Balance	\$5,065,319,247.80
Average Monthly Yield, on a simple basis	5.1175%
Average Weighted Average Maturity (1)*	20 Days
Average Weighted Average Maturity (2)*	78 Days

Definition of Weighted Average Maturity (1) & (2)

(1) This weighted average maturity calculation uses the SEC Rule 2a-7 definition for stated maturity for any floating rate instrument held in the portfolio to determine the weighted average maturity for the pool. This Rule specifies that a variable rate instrument to be paid in 397 calendar days or less shall be deemed to have a maturity equal to the period remaining until the next readjustment of the interest rate.

(2) This weighted average maturity calculation uses the final maturity of any floating rate instruments held in the portfolio to calculate the weighted average maturity for the pool.

* The maximum management fee authorized for the TexSTAR Cash Reserve Fund is 12 basis points. This fee may be waived in full or in part in the discretion of the TexSTAR co-administrators at any time as provided for in the TexSTAR Information Statement.

Rates reflect historical information and are not an indication of future performance.

New Participants

We would like to welcome the following entities who joined the TexSTAR program in September 2007:

- ★ City of Elgin
- ★ Wharton County
- ★ Rankin ISD
- ★ Village of Briarcliff
- ★ Parmer County Hospital District
- ★ El Paso Academy, Inc.

Holiday Reminder

In observance of the Veterans Day holiday, TexSTAR will be closed on Monday, November 12, 2007. All ACH transactions initiated on Friday, November 9th, will settle on Tuesday, November 13th.

Economic Commentary

During the third quarter, fears that began in the subprime mortgage market moved rapidly across all markets, causing spreads to widen precipitously and liquidity to shrink rapidly, regardless of underlying fundamentals. The impact of investors' reactions was felt most severely within short term fixed income markets, as witnessed by the spread between the fed funds rate and LIBOR (the rate at which banks lend to each other on an unsecured basis). In an unusual move, the Federal Reserve and global central banks reversed their tight monetary policies going into the quarter to intervene in the markets with the hope of averting broader economic concern. While conditions have begun to improve since the Fed's move to lower both the fed funds rate and the discount rate by 50 bps in September, fixed income markets still remain historically wide driven by risk aversion, with pricing still not fully reflecting securities' intrinsic values.

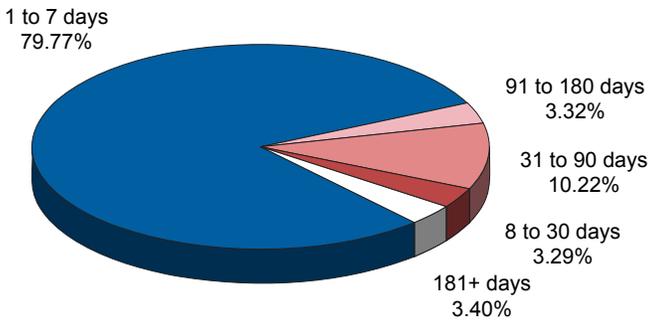
Despite the quarter's financial market turbulence, the economy continued to post strong fundamental results in the face of continued weakness in the housing sector. In addition, strong income growth along with receding gas prices translated into solid growth in consumer spending. Despite soft employment numbers, the unemployment rate remained unchanged and inflation concerns eased.

Following September 18th's 50 bp cut in the fed funds rate to 4.75%, any additional moves by the Federal Reserve are expected to be dependent on the behavior of both labor and financial markets. With a strong payroll number, the Fed would likely stay on the sidelines at the October 31st meeting. However, deterioration in either of these indicators could motivate the Fed to cut rates further. Additionally, the state of the credit and stock markets will also play key roles at the next FOMC meeting, as either of these could affect the Fed's outlook on growth.

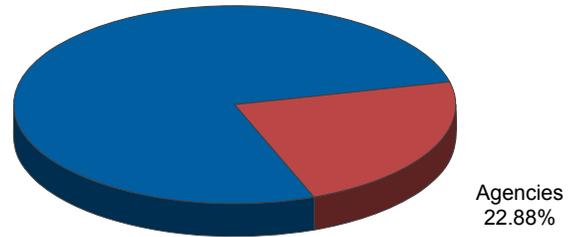
For more information about TexSTAR, please visit our web site at www.texstar.org.

Information at a Glance

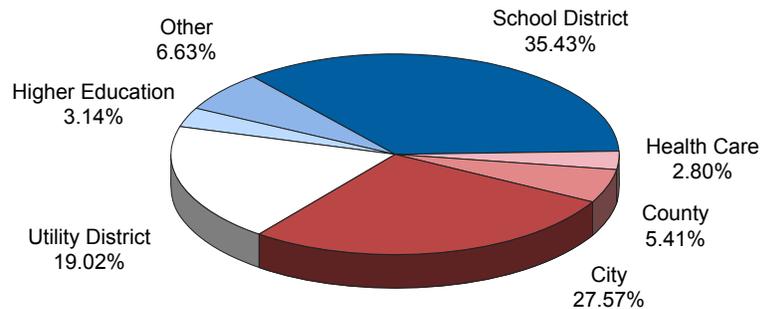
Portfolio by Type of Investment As of September 30, 2007



Repurchase Agreements
77.12%



Portfolio by Maturity As of September 30, 2007



Distribution of Participants by Type As of September 30, 2007

Performance

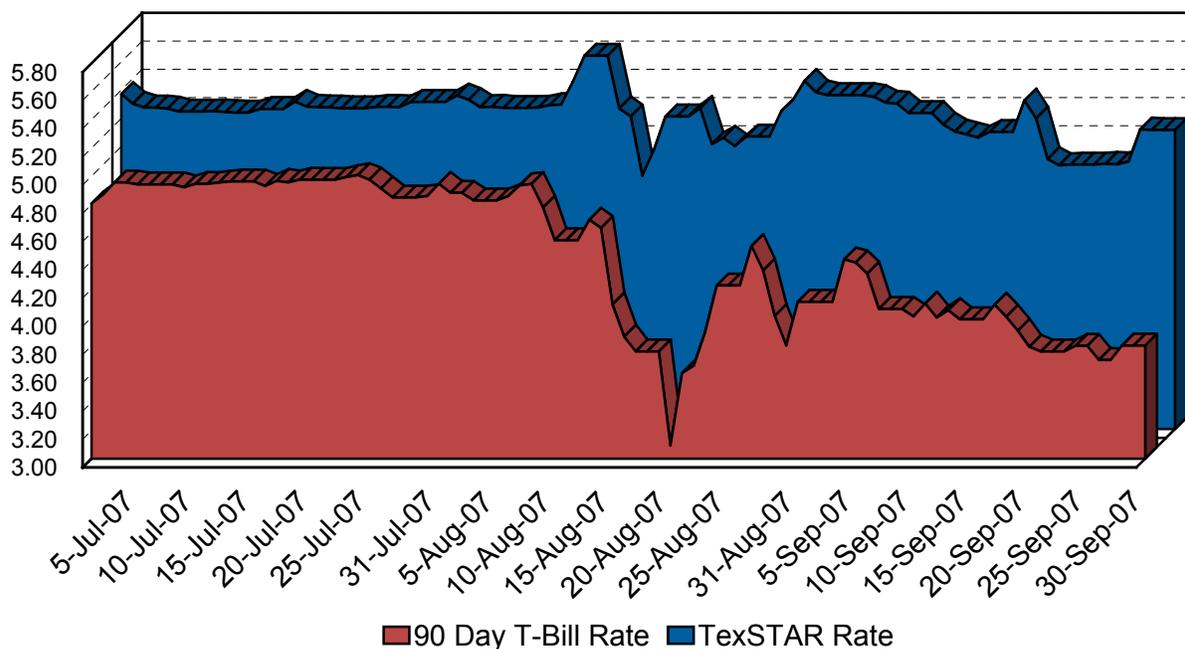
Month	Average Rate	Book Value	Market Value	Net Asset Value	WAM (1)*	WAM (2)*	Number of Participants
Sep 07	5.1175%	\$ 5,101,146,389.66	\$ 5,102,374,857.54	1.000240	20	78	573
Aug 07	5.2540%	5,117,776,256.51	5,118,532,127.32	1.000118	16	42	567
Jul 07	5.2829%	5,037,425,646.08	5,037,616,062.72	1.000037	18	22	554
Jun 07	5.2883%	4,850,271,396.79	4,850,377,392.01	1.000014	18	25	543
May 07	5.2613%	4,809,313,042.18	4,809,314,578.92	1.000000	11	20	531
Apr 07	5.2803%	5,032,146,136.61	5,031,747,141.26	0.999920	13	23	523
Mar 07	5.2999%	5,200,629,725.85	5,200,442,100.26	0.999957	11	26	513
Feb 07	5.2903%	5,608,621,555.72	5,608,663,678.19	1.000007	12	31	505
Jan 07	5.2920%	4,939,413,083.56	4,939,578,732.47	1.000033	17	40	501
Dec 06	5.2991%	4,277,003,031.52	4,276,711,759.92	0.999923	15	49	493
Nov 06	5.2785%	3,929,299,527.54	3,928,963,502.14	0.999914	22	63	488
Oct 06	5.2903%	3,782,690,698.30	3,782,682,727.03	0.999997	30	75	484
Sep 06	5.2742%	3,711,282,274.72	3,712,264,237.96	1.000249	24	81	472

Portfolio Asset Summary as of September 30, 2007

	Book Value	Market Value
Uninvested Balance	\$ 2,173,122.64	\$ 2,173,122.64
Accrual of Interest Income	5,720,263.97	5,720,263.97
Interest and Management Fees Payable	(21,527,017.16)	(21,527,017.16)
Payable for Investment Purchased	(49,991,920.00)	(49,991,920.00)
Repurchase Agreements	3,989,667,000.00	3,989,667,000.00
Government Securities	1,175,104,940.21	1,176,333,408.09
Total	\$ 5,101,146,389.66	\$ 5,102,374,857.54

Market value of collateral supporting the Repurchase Agreements is at least 102% of the Book Value. The portfolio is managed by J.P. Morgan Chase & Co. and the assets are safekept in a separate custodial account at the Federal Reserve Bank in the name of TexSTAR. The only source of payment to the Participants are the assets of TexSTAR. There is no secondary source of payment for the pool such as insurance or guarantee. Should you require a copy of the portfolio, please contact TexSTAR Participant Services.

TexSTAR versus 90-Day Treasury Bill



Daily Summary for September 2007

Date	Mny Mkt Fund Equiv. [SEC Std.]	Daily Allocation Factor	TexSTAR Invested Balance	Market Value Per Share	WAM Days (1)*	WAM Days (2)*
1-Sep-07	5.3641%	0.000146962	5,117,776,256.51	1.000118	19	72
2-Sep-07	5.3641%	0.000146962	5,117,776,256.51	1.000118	19	72
3-Sep-07	5.3641%	0.000146962	5,117,776,256.51	1.000118	19	72
4-Sep-07	5.3510%	0.000146603	5,022,739,575.19	1.000060	21	75
5-Sep-07	5.3106%	0.000145497	4,901,880,501.99	1.000092	21	82
6-Sep-07	5.3033%	0.000145295	4,898,072,880.44	1.000093	21	83
7-Sep-07	5.2372%	0.000143485	5,016,982,644.74	1.000155	20	80
8-Sep-07	5.2372%	0.000143485	5,016,982,644.74	1.000155	20	80
9-Sep-07	5.2372%	0.000143485	5,016,982,644.74	1.000155	20	80
10-Sep-07	5.1552%	0.000141239	4,979,814,606.92	1.000197	19	80
11-Sep-07	5.1059%	0.000139889	4,981,787,016.92	1.000178	19	80
12-Sep-07	5.0854%	0.000139327	4,958,147,272.44	1.000176	19	80
13-Sep-07	5.0631%	0.000138715	4,940,538,272.00	1.000168	20	81
14-Sep-07	5.1032%	0.000139813	4,932,490,613.78	1.000164	20	80
15-Sep-07	5.1032%	0.000139813	4,932,490,613.78	1.000164	20	80
16-Sep-07	5.1032%	0.000139813	4,932,490,613.78	1.000164	20	80
17-Sep-07	5.3262%	0.000145922	5,018,842,965.66	1.000151	21	79
18-Sep-07	5.1983%	0.000142418	5,026,185,170.50	1.000168	21	78
19-Sep-07	4.9109%	0.000134545	5,013,928,918.40	1.000269	21	78
20-Sep-07	4.8669%	0.000133339	5,161,933,463.00	1.000288	20	76
21-Sep-07	4.8722%	0.000133485	5,175,710,425.51	1.000243	20	75
22-Sep-07	4.8722%	0.000133485	5,175,710,425.51	1.000243	20	75
23-Sep-07	4.8722%	0.000133485	5,175,710,425.51	1.000243	20	75
24-Sep-07	4.8777%	0.000133636	5,148,863,000.39	1.000245	20	75
25-Sep-07	4.8739%	0.000133531	5,382,789,815.44	1.000232	18	77
26-Sep-07	4.8944%	0.000134092	5,303,804,725.23	1.000235	18	78
27-Sep-07	5.1214%	0.000140313	5,187,930,258.73	1.000242	19	79
28-Sep-07	5.1165%	0.000140178	5,101,146,389.66	1.000240	20	79
29-Sep-07	5.1165%	0.000140178	5,101,146,389.66	1.000240	20	79
30-Sep-07	5.1165%	0.000140178	5,101,146,389.66	1.000240	20	79
Average	5.1175%	0.000140204	5,065,319,247.80		20	78

TexSTAR Participant Services
First Southwest Asset Management, Inc.
325 North St. Paul Street, Suite 800
Dallas, Texas 75201



TexSTAR Board Members

<i>William Chapman</i>	<i>Central Texas Regional Mobility Authority</i>	<i>Governing Board President</i>
<i>Nell Lange</i>	<i>City of Frisco</i>	<i>Governing Board Vice President</i>
<i>Melinda Garrett</i>	<i>Houston ISD</i>	<i>Governing Board Treasurer</i>
<i>Michael Bartolotta</i>	<i>First Southwest Company</i>	<i>Governing Board Secretary</i>
<i>Will Williams</i>	<i>JP Morgan Chase</i>	<i>Governing Board Asst. Sec./Treas.</i>
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<i>Oscar Cardenas</i>	<i>Northside ISD</i>	<i>Advisory Board</i>
<i>Scott Christensen</i>	<i>Reid Road MUD No. 1</i>	<i>Advisory Board</i>
<i>Ramiro Flores</i>	<i>Harlingen CISD</i>	<i>Advisory Board</i>
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<i>Monte Mercer</i>	<i>North Central TX Council of Government</i>	<i>Advisory Board</i>
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<i>S. Renee Tidwell</i>	<i>Tarrant County</i>	<i>Advisory Board</i>
<i>Charles Wall</i>	<i>Texas Tech University</i>	<i>Advisory Board</i>

For more information contact TexSTAR Participant Services ★ 1-800-TEX-STAR ★ www.texstar.org

