



City of Copperas Cove

"The City Built for Family Living"

Finance Department

October 10, 2008

Mayor and City Council Members:

The Finance Department is pleased to submit the Monthly Financial Report for the month of July 2008. The 2007-08 fiscal year is coming to a close. The year end process is underway and should be completed by mid November. City staff are processing final year end payments. The annual audit process will begin in October with City staff preparing year end audit adjustments and gathering information for the external auditors. The fiscal year 2008-09 Budget was adopted by City Council on September 16, 2008. The 2% Cost of Living increase and the annual employee merits that were approved in the budget were processed in the October payroll.

Year-to-date revenues through July 2008 are exceeding expenditures in all of the major funds of the City with the exception of the Golf Course Fund. Expenses at the Golf Course are exceeding the revenues by \$37,021. The annual membership dues have been invoiced and the revenue was primarily received in August and September.

The key economic indicators provide some insight for the financial activity of the City. The sales tax collections, hotel occupancy tax collections, and the number of utility accounts established show an increase from the prior year. The building permits are down from the prior year and the unemployment rate in the Killeen/Fort Hood region has increased slightly from the prior year. City staff will continue to monitor revenues and expenditures 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
July 31, 2008

GENERAL FUND

- July year-to-date revenues are above July year-to-date expenditures by \$1,030,730.
- Property tax revenue for July 2008 is \$35,069 or 45.4% above \$24,119 collected last July. Year-to-date property tax revenue is at \$6,041,362 or 10.8% above prior year-to-date collections.
- Year-to-date sales tax revenue of \$1,935,238 reflects a \$128,660 or 7.1% increase from the prior fiscal year.
- Year-to-date franchise tax revenue of \$497,910 is \$30,855 or 6.6% above prior year-to-date revenue.
- Interest earnings year-to-date of \$146,398 decreased by \$68,736 or 32.0% below the prior fiscal year-to-date earnings.
- General Fund expenditures year-to-date of \$10,598,151 reflect an increase of 5.9% over prior year-to-date expenditures of \$10,011,389.

WATER & SEWER FUND

- Year-to-date revenues are exceeding year-to-date expenses by \$1,460,276.
- Water revenue totaled \$537,873 for the month. This is \$174,240 or 47.9% above July 2007. Year-to-date water revenue is at \$3,790,808 which is above the prior year-to-date revenue by \$268,956 or 7.6%.
- Sewer revenue totaled \$306,950 for the month. This is \$34,060 or 12.5% above July 2007. Year-to-date sewer revenue is at \$2,888,986 which is above the prior year-to-date revenue by \$117,729 or 4.2%.
- Interest earnings year-to-date of \$75,700 decreased by \$56,025 or 42.5% below the prior fiscal year-to-date earnings.
- Connect fees produced revenues of \$5,220 for the month; \$49,665 year-to-date.
- Water tap fees year-to-date are \$71,886; \$20,398 below prior year-to-date. Sewer tap fees year-to-date are \$19,050; \$3,660 below prior year-to-date.
- Expenses year-to-date of \$5,611,410 reflect a slight increase of 0.6% over prior year-to-date expenses of \$5,578,669.

SOLID WASTE FUND

- Year-to-date revenues are exceeding year-to-date expenses by \$343,229.
- Sanitary landfill fees for July 2008 are \$40,926; compared to \$38,738 in July 2007. Year-to-date revenue is at \$331,153 which is below the prior year-to-date revenue by \$5,977 or 1.8%.
- Refuse collection fees are \$202,504 for the month; an increase of \$14,946 over July 2007. Year-to-date revenue is at \$1,960,493 which is above the prior year-to-date revenue by \$106,494 or 5.7%.
- Interest earnings year-to-date of \$22,387 decreased by \$4,274 or 16.0% below the prior fiscal year-to-date earnings.
- Expenses year-to-date of \$2,166,715 reflect an increase of 9.4% above prior year-to-date expenses of \$1,980,990.

DRAINAGE UTILITY FUND

- Year-to-date revenues are exceeding year-to-date expenses by \$183,463.
- Drainage Utility fees for the month of July are \$72,365; an increase of \$10,125 or 16.3 % above July 2007. Year-to-date revenue is at \$699,295 which is above the prior year-to-date revenue by \$29,844 or 4.5%.
- Expenses year-to-date of \$541,567 reflect an increase of 48.8% above prior year-to-date expenses of \$363,998. The expenses for the current year are well within the budget for FY 2007-08.

GOLF COURSE FUND

- Total year-to-date revenues are below year-to-date expenses by \$37,021. In addition, the year-to-date operating revenues include a transfer from the General Fund for \$59,072. Net of the transfer, expenses are exceeding revenues year-to-date by \$96,093.
- Revenues for the month of July totaled \$53,088, compared to revenues for July 2007 of \$59,284. Year-to-date operating revenues are at \$488,771 which is above the prior year-to-date operating revenues by \$52,492 or 12.0%.
- Expenses for the month are \$52,983; \$11,847 below July 2007 expenses. Year-to-date expenses of \$584,864 reflect a decrease of 7.5% below prior year-to-date expenses of \$632,093.

City of Copperas Cove
Economic Indicators Summary
July 31, 2008

Unemployment Rate

- The unemployment rate for the month of July 2008 was 5.2%, which is slightly up from July 2007, recorded at 5.0%.

Sales Tax Collections

- Sales tax collections for July 2008 totaled \$181,205 compared to July 2007 collections of \$172,528. Year to date, sales tax collections are at \$1,935,238 or 7.1% above prior year-to-date collections of \$1,806,578.
- In addition to the City sales tax collected above, \$967,619 year-to-date was paid to the Copperas Cove Economic Development Corporation.

Water Customers

- During the month of July 2008 there were 12,038 active water accounts.
- July 2007 recorded 11,637 water customers, which indicates a 3.4% or 401 increase in water customers from July 2007 to July 2008.

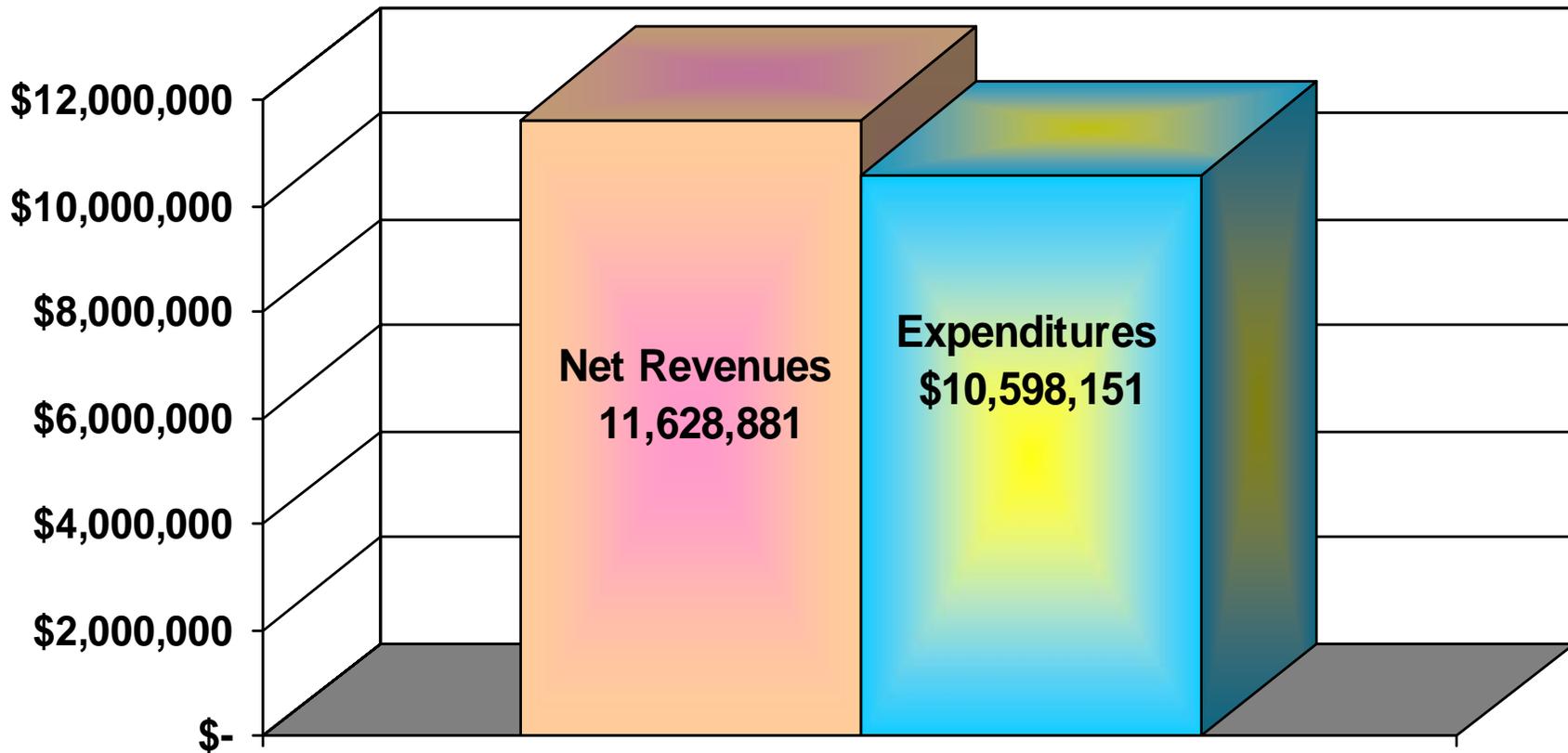
Building Permits

- The total dollar value of building permits issued for July 2008 was \$2,962,093 compared to \$3,958,934 in July 2007.
- 99 building permits were issued in July 2008 which is a decrease of 37 compared to that issued in July 2007.

Hotel Occupancy Tax Revenue

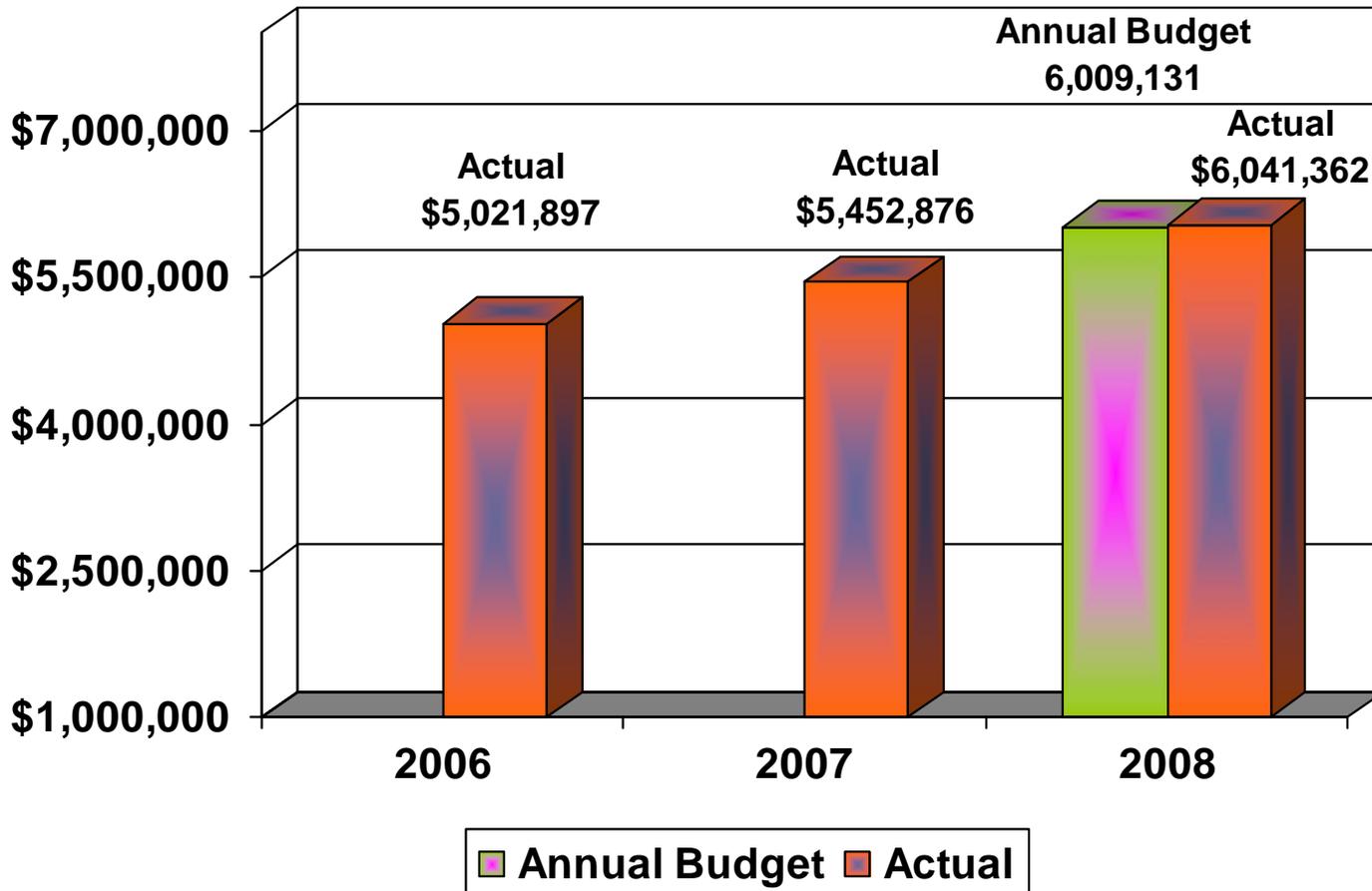
- Hotel occupancy tax collections for July 2008 were \$31,463 compared to \$14,872 collected in July 2007. Year to date, hotel occupancy tax collections are at \$150,540 or 57.0% above prior year-to-date collections of \$95,907.
- The hotel occupancy tax revenue is being reported consistently this fiscal year. Several hotels are reporting quarterly which reflects higher revenue in October, January, April, and July.

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



Net Revenues Expenditures

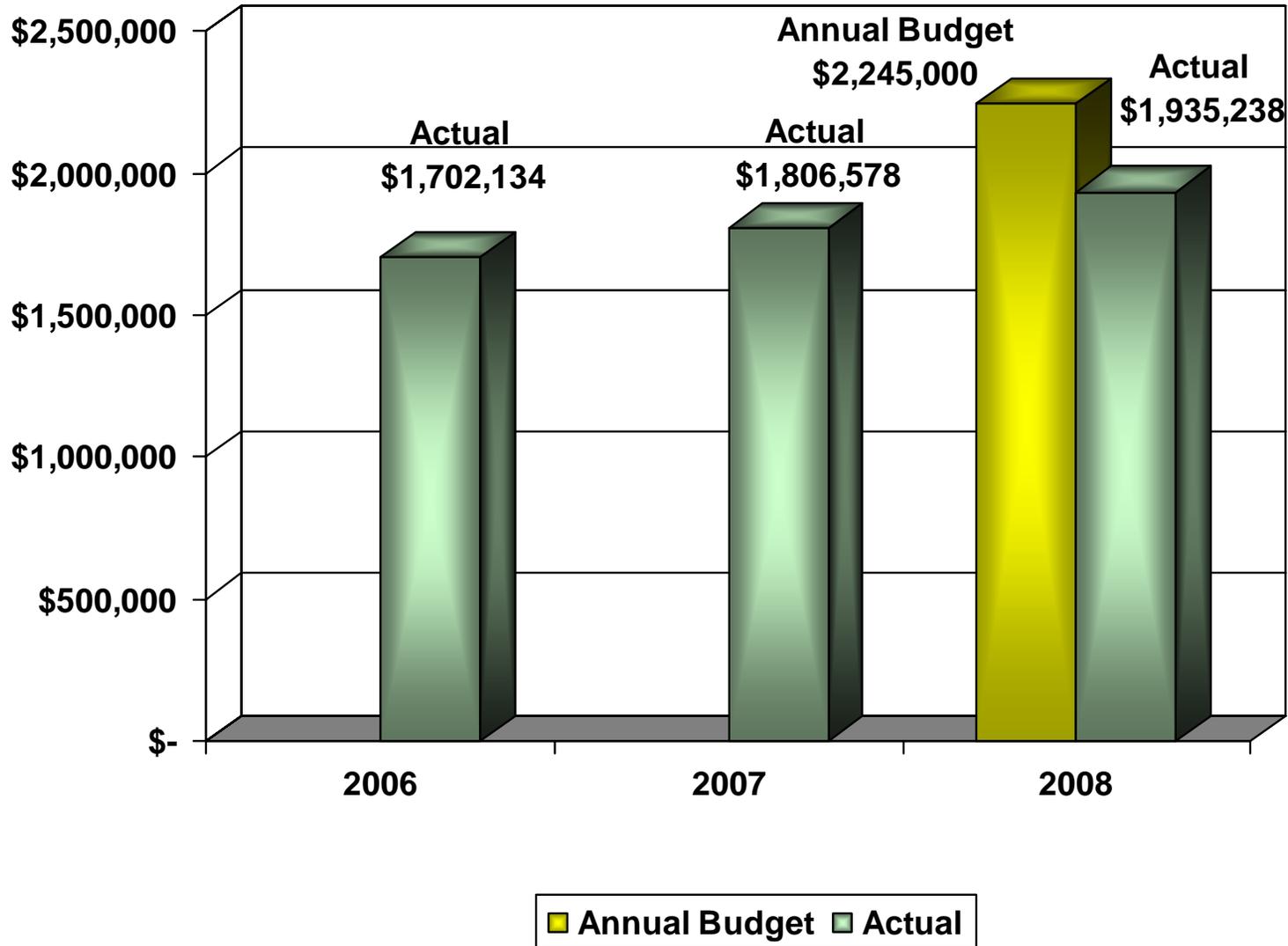
City of Copperas Cove General Fund Property Tax Revenue Trends FYTD (October through July)



➤ Property Tax revenue through 07/31/08 was **\$6,041,362**

➤ **\$588,486** or 10.8% above prior year-to-date revenue

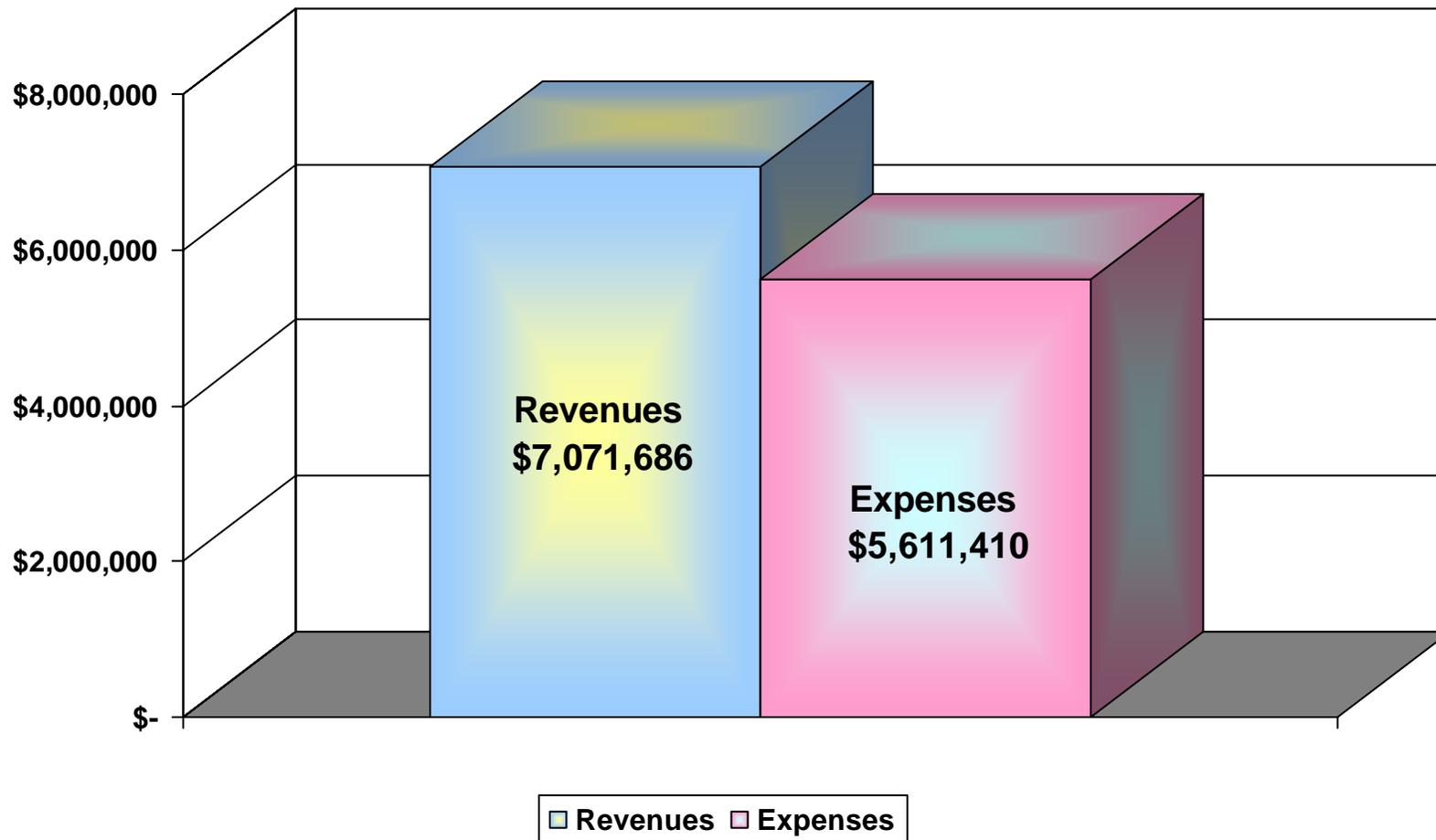
City of Copperas Cove Sales Tax Revenue Trends FYTD (October through July)



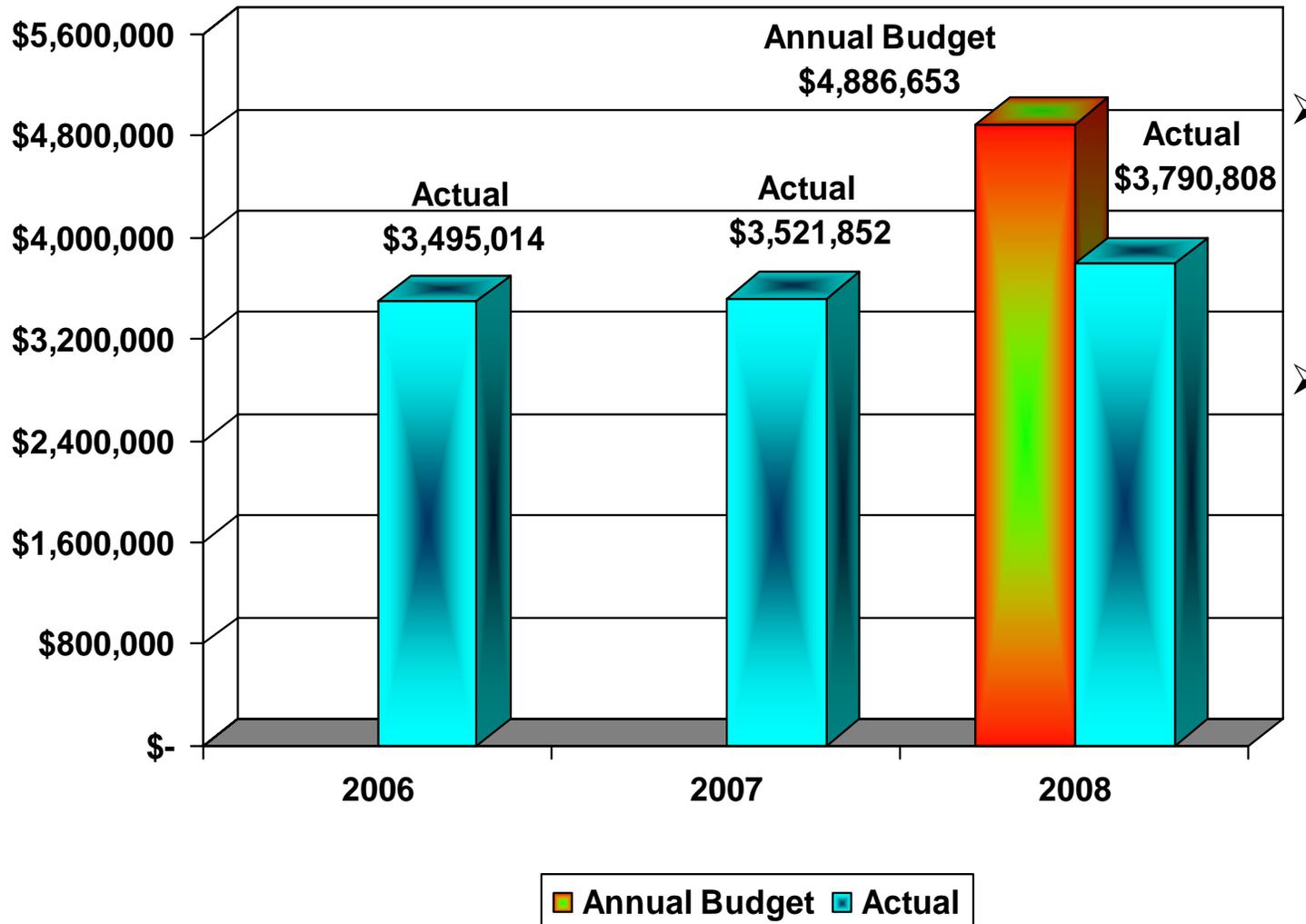
➤ Sales Tax Revenue through 07/31/08 was **\$1,935,238**

➤ **\$128,660** or 7.1% above prior year-to-date Sales Tax Revenue

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



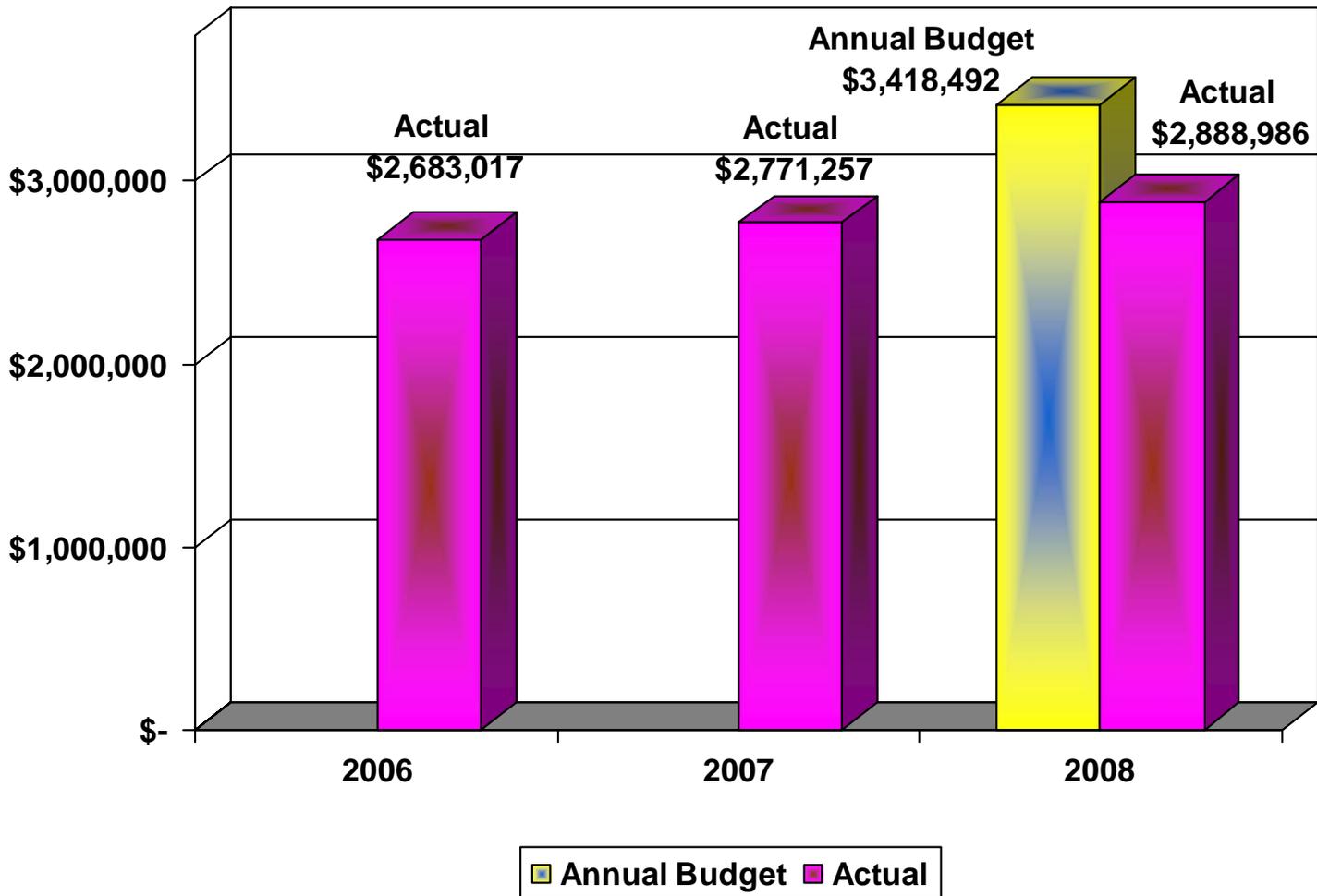
City of Copperas Cove Water Revenue Trends FYTD (October through July)



➤ Water Revenue through 07/31/08 was **3,790,808**

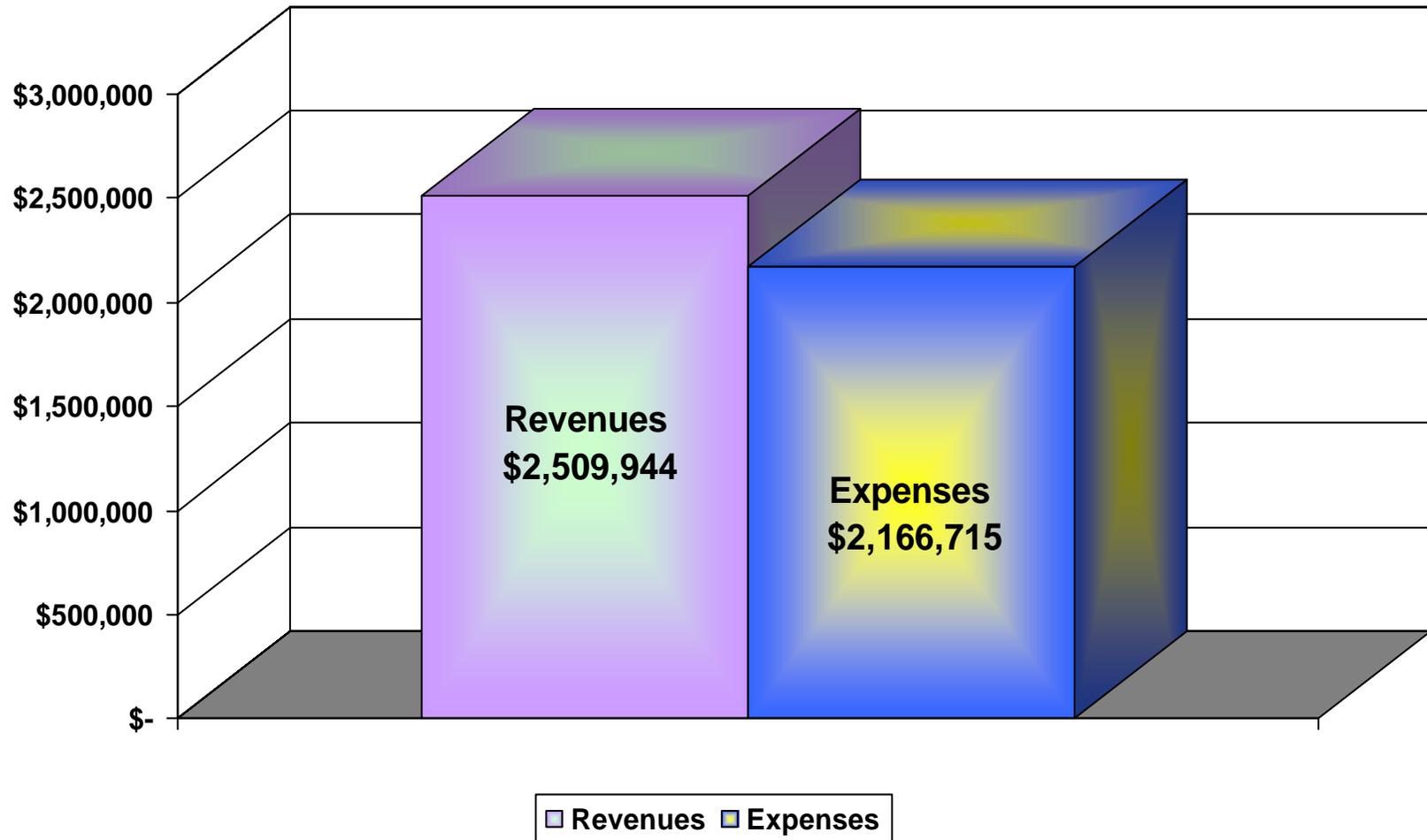
➤ **\$268,956** or 7.6% above prior year-to-date revenue

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

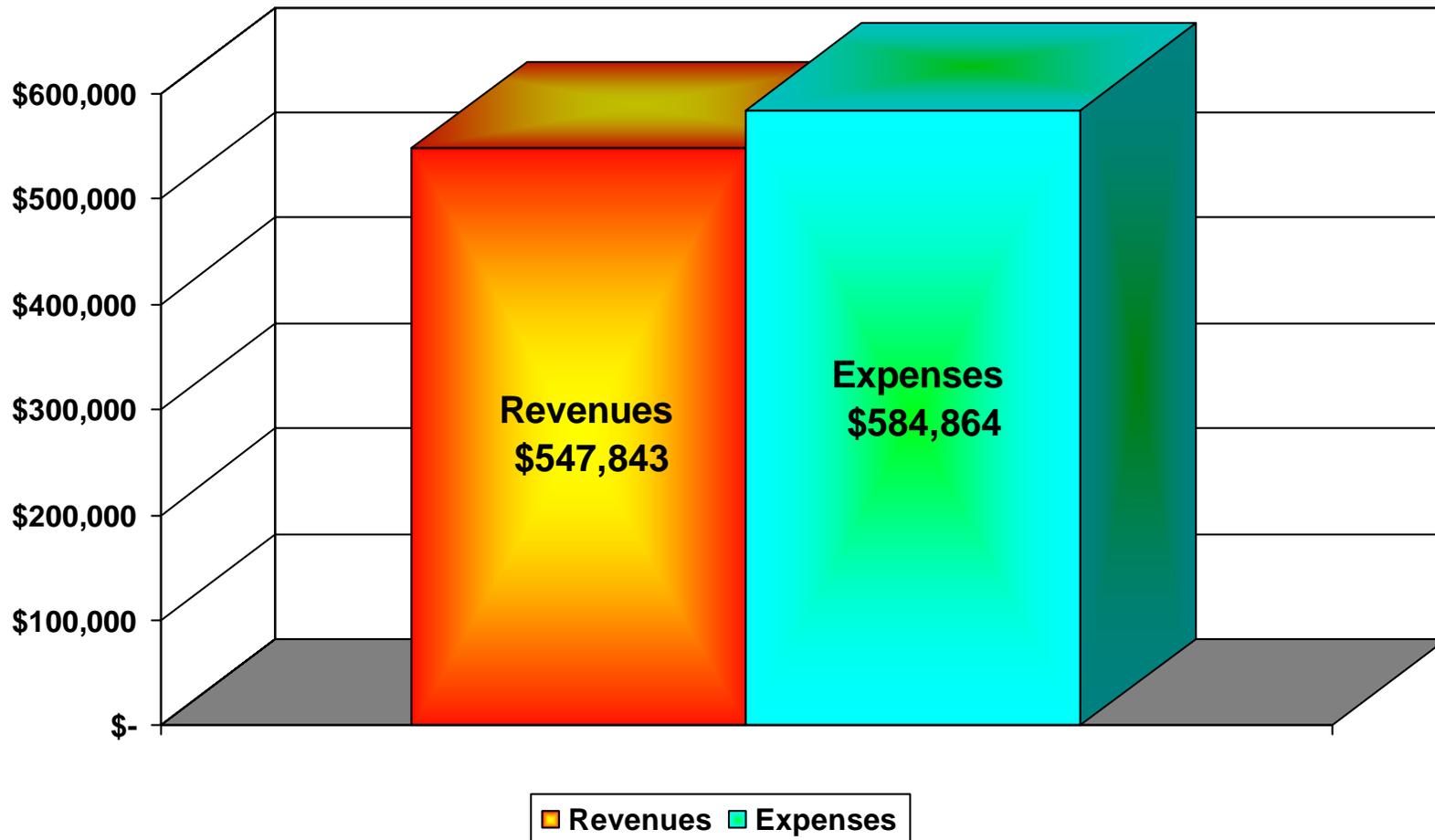


- Sewer Revenue through 07/31/08 was **\$2,888,986**
- **\$117,729** or 4.2% above prior year-to-date revenue

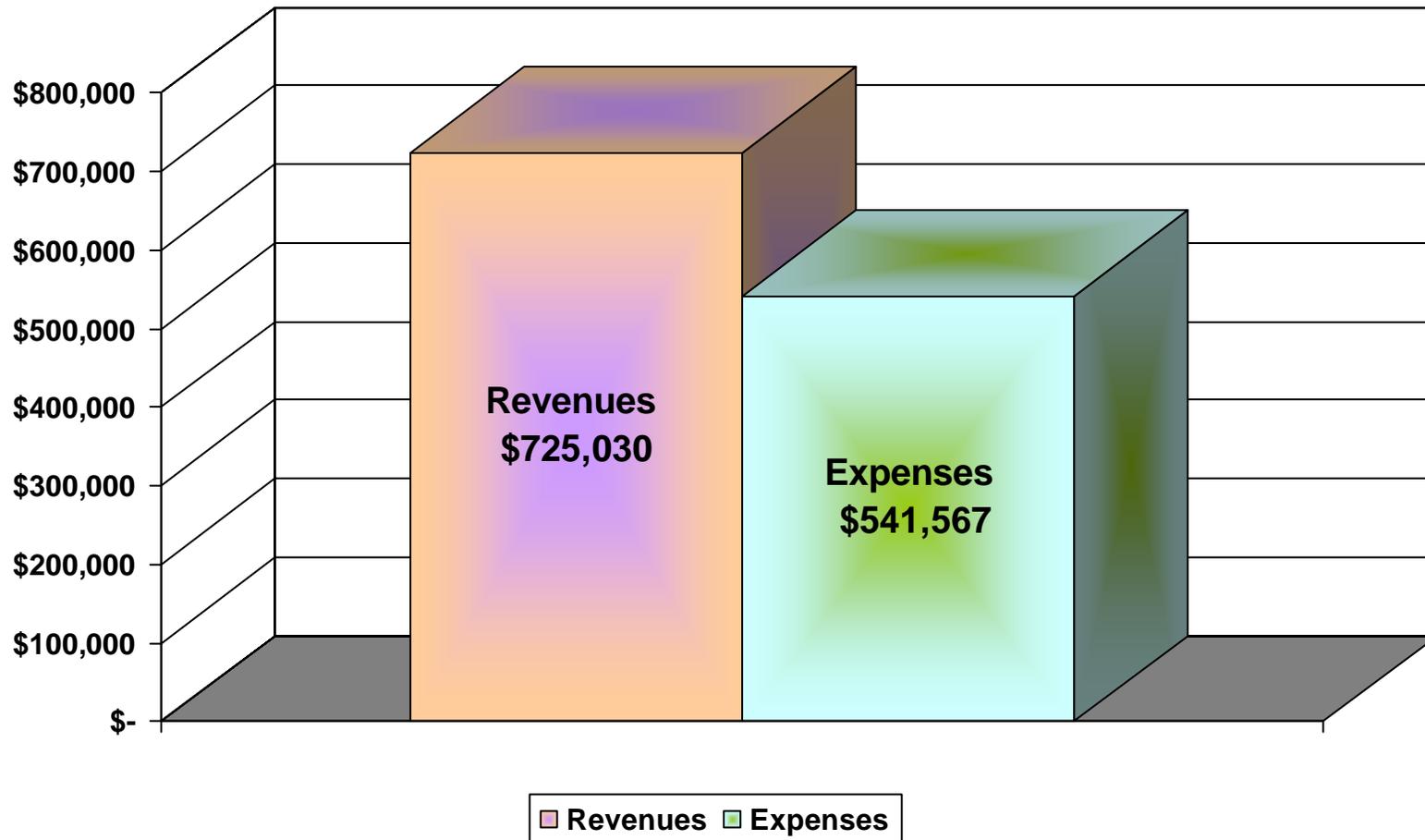
City of Copperas Cove Solid Waste Fund Revenues vs. Expenses FYTD (October through July)



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



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



**CITY OF COPPERAS COVE
MONTHLY COUNCIL REPORT
GENERAL FUND
As of July 31, 2008 (FY 2007-08)**

Description	Adopted Budget*	Current Month July, 2008	Total Year to Date	Percent Year to Date
BEGINNING FUND BALANCE				
Unreserved, Designated	\$ 1,000,000	1,000,000	1,000,000	
Unreserved, Undesignated	2,384,115	3,649,429	2,279,959	
TOTAL BEG. FUND BALANCE	\$ 3,384,115	4,649,429	3,279,959	
GENERAL FUND REVENUE				
Taxes				
Current Ad Valorem Taxes	\$ 6,009,131	35,069	6,041,362	100.5%
Delinquent Ad Valorem Taxes	53,000	1,954	61,188	115.4%
Penalty & Interest	38,000	5,629	46,021	121.1%
Sales Tax	2,245,000	181,205	1,935,238	86.2%
Franchise Tax	1,346,208	98,539	497,910	37.0%
TXU Settlement	35,633	-	35,633	100.0%
Mixed Drink Tax	17,000	3,678	13,702	80.6%
Bingo Tax	110,000	-	67,302	61.2%
Used Oil Revenue-Safety Clean/H&H	700	-	372	53.2%
Subtotal Taxes	\$ 9,854,672	326,073	8,698,727	88.3%
Licenses & Permits				
License-Bicycle	\$ 100	-	8	8.0%
License-Contractors	45,000	1,540	30,485	67.7%
License-Animal	4,000	714	3,794	94.9%
Permits-Building	90,000	4,199	53,302	59.2%
Permits-House Moving	200	-	-	0.0%
Permits - Street Cuts	9,000	2,950	9,811	109.0%
Permits-Electrical	23,000	1,520	14,430	62.7%
Permits-Solicitors	2,500	260	2,975	119.0%
Permits-Natural Gas Lines	2,000	70	1,380	69.0%
Permits-Garage Sales	7,000	1,050	6,510	93.0%
Permits-Plumbing	30,000	2,597	23,416	78.1%
Permits-Mechanical	18,000	1,025	11,120	61.8%
License-Taxicabs	1,000	-	300	30.0%
Permits-Car Wash	500	60	360	72.0%
Permits-Signs	1,500	300	735	49.0%
Permits-Swimming Pools	900	80	365	40.6%
Wrecker License	600	-	510	85.0%
Permit-Certificate of Occupancy	2,000	80	1,720	86.0%
Permits-Alarms	6,200	100	2,940	47.4%
False Alarm Penalties	1,150	600	1,401	121.8%
Permits-Alcohol License	600	-	510	85.0%
Permits-Well/Gas Drilling	3,000	-	5,000	N/A
Subtotal Licenses & Permits	\$ 248,250	17,145	171,072	68.9%

* This budget reflects the budget amendments that were approved by City Council on 05/20/08; 06/17/08 and 7/18/08.

**CITY OF COPPERAS COVE
MONTHLY COUNCIL REPORT
GENERAL FUND
As of July 31, 2008 (FY 2007-08)**

Description	Adopted Budget*	Current Month July, 2008	Total Year to Date	Percent Year to Date
Services & Charges				
Swimming Pool Receipts	\$ 52,400	12,580	45,529	86.9%
Community Building Rental	23,000	2,257	21,673	94.2%
Misc. Library Receipts	14,500	1,238	11,073	76.4%
Animal Shelter Fees	40,000	2,274	24,600	61.5%
Ambulance Fee Revenue ⁽¹⁾	776,818	43,145	491,870	63.3%
Copy Machines	5,200	345	4,059	78.1%
Mowing Revenue	20,000	716	10,149	50.7%
Sale of City Maps	600	8	481	80.2%
Service Charge-NSF Checks	12,000	800	7,950	66.3%
Plat Filing Fee Revenue	6,500	1,000	3,750	57.7%
RV Park Fees	12,000	1,670	10,375	86.5%
Police Overtime Reimbursement	20,000	365	15,115	75.6%
Police Restitution Revenue	3,000	49	2,563	85.4%
Festival Reimbursements	13,094	-	13,843	105.7%
Special Events-Seniors	1,500	-	1,379	91.9%
Library Meeting Room Rental	2,500	105	2,543	101.7%
Open Records Revenue	1,500	69	1,684	112.3%
Senior Games	1,500	-	-	0.0%
Fax Machine Fees	1,200	128	1,011	84.2%
Pool Rental Revenue	4,000	898	3,898	97.5%
Re-Inspection Fees	700	-	475	67.9%
Micro Chip of Animals Revenue	7,175	256	1,639	22.8%
Subtotal Services & Charges	\$ 1,019,187	67,903	675,657	66.3%
⁽¹⁾ Recorded net of billing fees.				
Fines & Forfeitures				
Municipal Court Fines	\$ 161,500	8,506	85,498	52.9%
Traffic Violation Fines	404,600	28,699	272,723	67.4%
Library Fines	16,500	1,687	15,237	92.3%
Arrest Warrant Income	138,500	7,624	76,152	55.0%
Child Safety Fund	12,800	400	8,992	70.2%
City's % of State Court Fines	57,500	13,404	53,665	93.3%
HB 70 Fees	14,000	1,164	9,861	70.4%
Arresting Officer Fees	33,000	2,359	21,134	64.0%
CCISD Liaison Funding	101,508	-	76,131	75.0%
Admin Fee-Teen Court	1,500	30	820	54.7%
Admin Fee-Defensive Driving	8,600	1,060	8,290	96.4%
Rezone Request Fees	3,000	200	1,000	33.3%
Variance Request Fees	300	-	220	73.3%
Subtotal Fines & Forfeitures	\$ 953,308	65,133	629,724	66.1%
Administration Reimb.				
Admin. Reimb.-W & S Fd	\$ 792,500	66,042	660,417	83.3%
Admin. Reimb.-Solid Waste Fd	428,000	35,667	356,667	83.3%
Admin. Reimb.-Drainage Utility Fd	80,000	6,667	66,667	83.3%
Subtotal Admin. Reimb.	\$ 1,300,500	108,375	1,083,750	83.3%

* This budget reflects the budget amendments that were approved by City Council on 05/20/08; 06/17/08 and 7/18/08.

**CITY OF COPPERAS COVE
MONTHLY COUNCIL REPORT
GENERAL FUND
As of July 31, 2008 (FY 2007-08)**

Description	Adopted Budget*	Current Month July, 2008	Total Year to Date	Percent Year to Date
Miscellaneous Revenue				
Interest Earned Revenue	\$ 235,000	10,629	146,398	62.3%
Rental Income	20,000	1,584	14,832	74.2%
Miscellaneous Police Revenue	3,000	402	3,498	116.6%
Miscellaneous Grant Revenue	1,500	-	-	0.0%
Miscellaneous Revenues	159,300	641	171,413	107.6%
Insurance Proceeds	3,000	-	2,445	81.5%
Credit Bureau Collection	0	12	12	N/A
Food Workers' Permit	13,000	1,327	12,259	94.3%
Food Establishment Licenses	11,000	750	8,235	74.9%
Maintenance & Landscape Revenue	2,100	-	3,150	150.0%
Street Sign Revenue	2,400	-	595	24.8%
Auction Proceeds	7,115	-	7,115	100.0%
Subtotal Miscellaneous Rev.	\$ 457,415	15,345	369,951	80.9%
TOTAL G. F. REVENUE	\$ 13,833,332	599,974	11,628,881	84.1%

* This budget reflects the budget amendments that were approved by City Council on 05/20/08; 06/17/08 and 7/18/08.

**CITY OF COPPERAS COVE
MONTHLY COUNCIL REPORT
GENERAL FUND
As of July 31, 2008 (FY 2007-08)**

Description	Adopted Budget*	Current Month July. 2008	Total Year to Date	Percent Year to Date
GENERAL FUND EXPENDITURES				
City Council	\$ 42,700	1,734	30,262	70.9%
City Manager	210,331	15,208	169,355	80.5%
City Secretary/Elections	145,239	8,989	112,840	77.7%
City Attorney	135,180	11,145	103,989	76.9%
Finance	559,137	31,129	452,541	80.9%
Human Resources	182,396	12,233	149,915	82.2%
Information Systems	212,499	20,578	161,786	76.1%
Municipal Court	361,583	20,603	277,656	76.8%
Police	4,304,725	281,221	3,344,015	77.7%
Public Information Office	54,990	4,233	44,397	80.7%
Animal Control	226,705	13,353	151,163	66.7%
Fire/EMS	3,041,232	225,269	2,588,879	85.1%
Emergency Management	31,539	11	5,877	18.6%
Engineering	166,629	8,867	91,594	55.0%
Building & Development Services	299,977	28,234	244,863	81.6%
Streets	1,042,545	33,117	534,069	51.2%
Parks and Recreation	950,423	85,488	703,246	74.0%
Fleet Services	237,231	16,775	213,777	90.1%
Public Works	40,386	2,934	32,723	81.0%
Facility Maintenance	174,984	11,453	141,798	81.0%
Planning	162,676	13,721	117,095	72.0%
Library	526,563	32,682	429,181	81.5%
Code & Health	156,939	12,675	130,512	83.2%
Non-Departmental	461,718	47,065	366,620	79.4%
TOTAL GENERAL FUND EXPENDITURES				
	\$ 13,728,327	938,715	10,598,151	77.2%
ENDING FUND BALANCE				
Unreserved, Designated	\$ 1,000,000	1,000,000	1,000,000	
Unreserved, Undesignated	\$ 2,489,120	3,310,688	3,310,688	
TOTAL ENDING FUND BALANCE				
	\$ 3,489,120	4,310,688	4,310,688	
IDEAL RESERVE FUND BALANCE				
	\$ 3,432,082	3,432,082	3,432,082	
OVER (UNDER) IDEAL RESERVE FUND BALANCE				
	\$ 57,038	878,606	878,606	

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**MONTHLY COUNCIL REPORT
WATER & SEWER FUND
As of July 31, 2008 (FY 2007-08)**

Description	Adopted Budget*	Current Month July, 2008	Total Year to Date	Percent Year to Date
BEGINNING FUND BALANCE				
Unreserved, Undesignated	\$ 2,029,827	2,796,915	1,730,982	
TOTAL BEGINNING FUND BALANCE	\$ 2,029,827	2,796,915	1,730,982	
W & S FUND REVENUES				
Operating Revenues				
Water Revenue	\$ 4,886,653	537,873	3,790,808	77.6%
Sewer Revenue	3,418,492	306,950	2,888,986	84.5%
Senior Discount	(140,300)	(15,131)	(109,829)	78.3%
Water Tap Fees	122,000	7,375	71,886	58.9%
Sewer Tap Fees	30,000	2,670	19,050	63.5%
Connect Fee	55,000	5,220	49,665	90.3%
Meter Box Reset Fee	0	-	300	N/A
Composting Sales Revenue	15,000	1,209	10,229	68.2%
Subtotal Operating Revenues	\$ 8,386,845	846,165	6,721,094	80.1%
Other Revenues				
Admin Reimb--Drainage	20,000	1,667	16,667	83.3%
Transfer from 1998 CO Bond	0	3,873	3,873	N/A
Interest Revenue	140,000	6,356	75,700	54.1%
Late Charge For Billing	262,000	22,497	210,275	80.3%
Riser Forfeiture Revenue	3,000	-	740	24.7%
Auction Proceeds	1,000	-	-	0.0%
Insurance Proceeds	500	-	-	0.0%
Miscellaneous Revenues	50,000	5,827	43,337	86.7%
Subtotal Other Revenues	\$ 476,500	40,220	350,592	73.6%
TOTAL W & S FD REVENUES	\$ 8,863,345	886,385	7,071,686	79.8%
W & S FUND EXPENDITURES				
Water & Sewer Administration	\$ 163,350	12,198	133,078	81.5%
Utility Administration	547,313	37,572	449,600	82.1%
Water Distribution	1,214,190	69,840	906,639	74.7%
Sewer Collection	502,259	29,195	352,987	70.3%
Wastewater Treatment	1,125,291	85,214	913,066	81.1%
Composting	163,253	10,594	130,046	79.7%
Non-Departmental	5,096,367	247,430	2,725,995	53.5%
TOTAL W & S FUND EXPENDITURES	\$ 8,812,023	492,042	5,611,410	63.7%
ENDING FUND BALANCE				
Unreserved, Undesignated	\$ 2,081,149	3,191,258	3,191,258	
TOTAL ENDING FUND BALANCE	\$ 2,081,149	3,191,258	3,191,258	
IDEAL RESERVE FUND BALANCE	\$ 2,203,006	2,203,006	2,203,006	
OVER (UNDER) IDEAL RESERVE FUND BALANCE	\$ (121,857)	988,252	988,252	

* This budget reflects the budget amendments that were approved by City Council on 05/20/08; 06/17/08 and 7/18/08.

**CITY OF COPPERAS COVE
MONTHLY COUNCIL REPORT
SOLID WASTE FUND
As of July 31, 2008 (FY 2007-08)**

Description	Adopted Budget*	Current Month July, 2008	Total Year to Date	Percent Year to Date
BEGINNING FUND BALANCE				
Unreserved, Undesignated	\$ 653,725	999,340	769,842	
Unreserved, Designated	0	-	-	
TOTAL BEGINNING FUND BALANCE	\$ 653,725	999,340	769,842	
SOLID WASTE FUND REVENUE				
Operating Revenue				
Refuse Collection Fees	\$ 2,361,767	202,504	1,960,493	83.0%
Sanitary Landfill Fees	425,000	40,926	331,153	77.9%
Senior Discount	(38,325)	(3,174)	(31,586)	82.4%
Recycling Proceeds	45,000	5,612	39,778	88.4%
Sale of Scrap Metal	18,000	744	11,586	64.4%
Sale of Kraft Bags	10,500	387	8,200	78.1%
Container Reload Fees	13,500	1,727	7,020	52.0%
Return Service/Overload Container	1,000	217	413	41.3%
Roll-Off Rental Income	55,000	4,011	43,702	79.5%
Rear Load Dumpster Rental	2,800	396	3,362	120.1%
Auto Lid Locks	1,250	75	826	66.0%
Subtotal Operating Revenue	\$ 2,895,492	253,425	2,374,947	82.0%
Other Revenue				
Transfer from 1999 CO SW	\$ -	4,222	4,222	
Interest Revenue	33,000	1,593	22,387	67.8%
Late Charge For Billing	120,000	11,249	105,138	87.6%
Auction Proceeds	1,000	-	-	0.0%
Miscellaneous Revenues	2,700	100	3,250	120.4%
Subtotal Other Revenue	\$ 156,700	17,164	134,996	86.1%
TOTAL SOLID WASTE REVENUE	\$ 3,052,192	270,589	2,509,944	82.2%
SOLID WASTE FUND EXPENDITURES				
Solid Waste Administration	\$ 205,723	15,494	174,318	84.7%
Solid Waste Collection - Residential	335,813	23,557	261,087	77.7%
Solid Waste Collection - Recycling	131,631	10,109	81,345	61.8%
Solid Waste Collection - Brush	145,262	9,918	126,760	87.3%
Solid Waste Collection - Commercial	346,178	29,046	288,650	83.4%
Solid Waste Disposal - Transfer Station	1,272,381	15,472	793,036	62.3%
Solid Waste Recycling - KCCB	22,200	2,739	15,546	70.0%
Non-Departmental	505,595	50,525	425,974	84.3%
TOTAL SOLID WASTE FUND EXPENDITURES	\$ 2,964,783	156,859	2,166,715	73.1%
ENDING FUND BALANCE				
Unreserved, Undesignated	\$ 741,134	1,113,070	1,113,070	
Unreserved, Designated	-	-	-	
TOTAL ENDING FUND BALANCE	\$ 741,134	1,113,070	1,113,070	
IDEAL RESERVE FUND BALANCE	\$ 741,196	741,196	741,196	
OVER (UNDER) IDEAL RESERVE FUND BALANCE	\$ (62)	371,874	371,874	

* This budget reflects the budget amendments that were approved by City Council on 05/20/08; 06/17/08 and 7/18/08.

**CITY OF COPPERAS COVE
MONTHLY COUNCIL REPORT
DRAINAGE UTILITY FUND
As of July 31, 2008 (FY 2007-08)**

Description	Adopted Budget*	Current Month July. 2008	Total Year to Date	Percent Year to Date
BEGINNING FUND BALANCE				
Unreserved, Undesignated	\$ 385,402	464,382	324,584	
TOTAL BEGINNING FUND BALANCE	\$ 385,402	464,382	324,584	
DRAINAGE UTILITY FUND REVENUE				
Drainage Utility Fee	\$ 842,539	72,365	699,295	83.0%
Maintenance Revenue	923	-	0	0.0%
Subtotal Drainage Utility Revenue	\$ 843,462	72,365	699,295	82.9%
Other Revenue				
Miscellaneous Revenue	\$ 2,626	-	929	35.4%
Interest Revenue	37,000	1,824	24,775	67.0%
Insurance Proceeds	30	-	30	
Subtotal Other Revenue	\$ 39,656	1,824	25,735	64.9%
TOTAL DRAINAGE UTILITY REVENUE	\$ 883,118	74,189	725,030	82.1%
DRAINAGE UTILITY FUND EXPENDITURES				
Drainage	\$ 779,580	30,263	512,547	65.7%
Administration	277,952	260	29,020	10.4%
TOTAL DRAINAGE UTILITY FUND EXPENDITURES	\$ 1,057,532	\$ 30,524	\$ 541,567	51.2%
Unreserved, Undesignated	\$ 210,988	508,047	508,047	
TOTAL ENDING FUND BALANCE	\$ 210,988	508,047	508,047	
IDEAL RESERVE FUND BALANCE	\$ 264,383	264,383	264,383	
OVER (UNDER) IDEAL RESERVE FUND BALANCE	\$ (53,395)	243,664	243,664	

* This budget reflects the budget amendments that were approved by City Council on 05/20/08; 06/17/08 and 7/18/08.

**CITY OF COPPERAS COVE
MONTHLY COUNCIL REPORT
GOLF COURSE FUND
As of July 31, 2008 (FY 2007-08)**

Description	Adopted Budget	Current Month July. 2008	Total Year to Date	Percent Year to Date
BEGINNING FUND BALANCE				
Unreserved, Undesignated	\$ 3,113	(59,461)	(22,335)	
TOTAL BEGINNING FUND BALANCE	\$ 3,113	(59,461)	(22,335)	
GOLF COURSE FUND REVENUE				
Green Fees	\$ 198,735	15,356	134,444	67.6%
Cart Rental Fees	172,000	14,048	125,147	72.8%
Membership Dues	107,425	6,185	25,075	23.3%
Cart Storage Fees	22,100	-	1,242	5.6%
Trail Fees	15,300	396	2,614	17.1%
Pro Shop Sales	101,000	5,518	61,010	60.4%
Handicap Fees	300	-	450	150.0%
Driving Range Fees	36,500	2,473	26,337	72.2%
Snack Bar Revenue F&B	62,000	5,853	54,272	87.5%
Snack Bar Revenue-Beer & Wine	25,000	1,798	19,116	76.5%
Transfer From General Fund	59,072	-	59,072	100.0%
Facility Rental Income	500	-	795	159.0%
Swimming Pool Receipts	500	270	538	107.6%
Interest Revenue	100	0	5	5.4%
Special Green Fees	0	264	6,508	N/A
Special Lunch	0	310	3,253	N/A
Revenue Food & Beverages	0	-	1,830	N/A
Tournament Green Fees	18,000	276	16,837	93.5%
Tournament Cart Fees	14,500	239	8,955	61.8%
Auction Proceeds	5,000	-	-	0.0%
Miscellaneous Receipts	260	89	148	57.0%
Golf Lesson Revenue	0	13	195	N/A
TOTAL G. C. FD REVENUE	\$ 838,292	\$ 53,088	\$ 547,843	65.4%
GOLF COURSE FUND EXPENDITURES				
Golf Course Administration	\$ 302,039	19,263	256,757	85.0%
Golf Course Concessions	105,588	12,801	90,310	85.5%
Golf Course Maintenance	356,552	20,919	237,798	66.7%
TOTAL GOLF COURSE FUND EXPENDITURES	\$ 764,179	52,983	584,864	76.5%
ENDING FUND BALANCE				
Unreserved, Undesignated	\$ 77,226	(59,356)	(59,356)	
TOTAL ENDING FUND BALANCE	\$ 77,226	(59,356)	(59,356)	
IDEAL RESERVE FUND BALANCE	\$ 191,045	191,045	191,045	
OVER (UNDER) IDEAL RESERVE FUND BALANCE	\$ (113,819)	(250,401)	(250,401)	

* This budget reflects the budget amendments that were approved by City Council on 05/20/08; 06/17/08 and 7/18/08.

**CITY OF COPPERAS COVE
MONTHLY COUNCIL REPORT
OTHER FUNDS
As of July 31, 2008 (FY 2007-08)**

Fund Description	Beginning Fund Balance	Revenues	Expenditures	Ending Fund Balance
Special Revenue Funds:				
Recreation Activities Fund	\$ 88,185	172,382	156,533	\$ 104,034
Cemetery Fund	12,865	15,703	29,092	\$ (524)
Library Gifts and Memorials	8,894	536	224	\$ 9,207
Small Business Revolving Loan Fund *	197,521	1,414	-	\$ 198,935
Hotel Occupancy Tax Fund	56,405	154,984	107,560	\$ 103,829
Animal Shelter Fund	21,560	608	5,488	\$ 16,680
City-Wide Donation Fund	40,795	45,986	28,060	\$ 58,721
Municipal Court Fund	175,638	46,640	69,087	\$ 153,191
Sub-Total Special Revenue Funds	\$ 601,863	\$ 438,253	\$ 396,043	\$ 644,073
** Beginning fund balance includes \$140,949 in notes receivables.				
Debt Service Fund:				
Tax Interest & Sinking Fund	\$ 143,493	1,545,661	341,954	\$ 1,347,200
Sub-Total Debt Service Fund:	\$ 143,493	1,545,661	341,954	\$ 1,347,200
Capital Projects Funds:				
2001 C.O. (Capital Equip./Improvement)	\$ 285,983	7,962	29,953	\$ 263,992
2001 C.O. (Water/Wastewater Phase II)	466,009	13,112	25,874	453,247
2003 C.O. (CIP)	819,122	15,710	341,560	493,272
2003 C.O. (W/WW Phase III)	1,855,330	47,942	564,385	1,338,887
2005 C.O. (Water Infrastructure Project)	2,407,973	65,049	783,077	1,689,944
2006 Tax Notes (CIP)	1,021,460	21,852	515,029	528,283
2007 C.O. (Police Facility)	5,338,633	158,090	254	5,496,470
2008 Tax Supported Note	-	1,493,271	53,022	1,440,249
2008 Tax Supported Note (W&S)	-	1,141,367	21,285	1,120,083
2008 Tax Supported Note (Golf)	-	80,457	-	80,457
2008 Tax Supported Note (Drainage)	-	155,857	5,143	150,714
Sub-Total C.I.P. Funds:	\$ 12,194,510	\$ 3,200,669	\$ 2,339,581	\$ 13,055,598
Total Other Funds	\$ 12,939,866	5,184,583	3,077,579	\$ 15,046,870

**City of Copperas Cove, Texas
2001 Certificates of Obligation
(Capital Equipment/Improvements)
As of July 31, 2008**

Account	Description	Total Project Budget	As of FY 2006-07	FY 2007-08
Beginning Fund Balance				
90-300-0001	Fund Balance	\$ -	\$ -	\$ 285,983
Revenues				
90-390-1001	Bond Proceeds	\$ 1,915,000	\$ 1,914,227	\$ -
90-370-6001	Interest Income	-	82,505	7,962
90-370-6005	Miscellaneous Revenue	-	1,500	-
Total Revenues		<u>\$ 1,915,000</u>	<u>\$ 1,998,233</u>	<u>\$ 7,962</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	148,622	-
90-4606-4100-8500	Municipal Court	182,594	196,779	-
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	248,855	-
90-4606-5300-8400	Street Equipment	126,170	126,170	-
90-4606-5300-8500	Reliever Route ROW Acquisition	400,000	148,455	23,700
90-4606-5400-8505	Ogletree Improvements	364,548	394,604	-
90-4606-5600-8500	Public Works Facility (1/2)	159,500	113,119	-
90-4606-9000-6014	Arbitrage Rebate Service	-	-	6,253
Total Expenditures		<u>\$ 1,915,000</u>	<u>\$ 1,712,250</u>	<u>\$ 29,953</u>
Ending Fund Balance				
90-300-0001	Fund Balance	<u>\$ -</u>	<u>\$ 285,983</u>	<u>\$ 263,992</u>

* Prior year expenditures have been reconciled to the fund cash balance.

City of Copperas Cove, Texas
2001 Certificates of Obligation
(Phase II of Water/Wastewater CIP)
As of July 31, 2008

Account	Description	Total Project Budget	As of FY 2006-07	FY 2007-08
Beginning Fund Balance				
91-300-0001	Fund Balance	\$ -	\$ -	\$ 466,009
Revenues				
91-390-1001	Bond Proceeds	\$ 6,485,000	\$ 6,482,383	\$ -
91-370-6001	Interest Income	-	324,782	13,112
91-370-6005	Miscellaneous Revenue	-	-	-
Total Revenues		<u>\$ 6,485,000</u>	<u>\$ 6,807,165</u>	<u>\$ 13,112</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	-	28,743	-
91-4607-9100-9032	Public Works Facility (1/2)	159,500	130,184	-
91-4607-9100-9034	Turkey Run Pumps & Tank	439,000	443,736	-
91-4607-9100-9036	Hogg Mt. Pumps & Tank	819,000	135,545	-
91-4607-9100-9038	Killeen/CC Water Line	3,073,700	3,206,692	-
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	753,512	-
91-4607-9100-9044	Grimes Crossing Water Line	701,000	503,837	-
91-4607-9100-9046	Joes Road Water Line	50,000	68,981	-
91-4607-9100-9047	Wolfe Road	75,000	75,855	-
91-4607-9100-9048	Taylor Mountain Pump Stn	-	220,606	-
91-4607-9100-9052	Mickan Mountain Rehab	-	200,704	13,374
91-4607-9100-9054	Hughes Mountain Rehab	-	-	12,500
91-4607-9100-9050	South Wastewater Plant	-	93,380	-
91-4607-5100-xxxx	Salaries/Related Expense	125,000	38,048	-
Total Expenditures		<u>\$ 6,485,000</u>	<u>\$ 6,341,156</u>	<u>\$ 25,874</u>
Ending Fund Balance				
91-300-0001	Fund Balance	<u>\$ -</u>	<u>\$ 466,009</u>	<u>\$ 453,247</u>

* Prior year expenditures have been reconciled to the fund cash balance.

**City of Copperas Cove, Texas
2003 Certificates of Obligation
Tax Supported Capital Projects
As of July 31, 2008**

Account	Description	Total Project Budget	As of	
			FY 2006-07	FY 2007-08
Beginning Fund Balance				
70-300-0001	Fund Balance	\$ -	\$ -	\$ 819,122
Revenues				
70-390-1003	Bond Proceeds	\$ 4,190,000	\$ 4,190,000	\$ -
70-370-6001	Interest Income	-	214,451	15,710
70-370-6005	Miscellaneous Revenue	-	1,953	-
Total Revenues		<u>\$ 4,190,000</u>	<u>\$ 4,406,404</u>	<u>\$ 15,710</u>
Expenditures				
70-231-0920	Bond Issuance Costs	\$ 82,539	\$ 82,543	\$ -
70-231-0922	Unamortized Bond Discount	20,061	20,061	-
70-4615-4400-9021	Communications System	1,645,140	1,611,545	-
70-4615-4400-9023	Fire Department Pumper Truck	250,000	247,064	-
70-4615-5100-xxxx	Salary/Benefits	-	5,344	-
70-4615-4200-9039	Police Department Bldg. Repairs	20,000	22,537	-
70-4615-5300-9029	Improvements to FM 1113	320,000	365,610	11,331
70-4615-5400-9025	Renovation of Civic Center	130,000	132,691	-
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	11,441	-
70-4615-5400-9037	Human Resources Bldg. Repairs	95,000	94,312	-
70-4615-8500-9019	Construction of Big Divide	579,000	624,305	330,230
70-4615-8500-9043	Street Reconstruction	400,000	250,058	-
Total Expenditures		<u>\$ 4,186,740</u>	<u>\$ 3,587,282</u>	<u>\$ 341,560</u>
Ending Fund Balance				
70-300-0001	Fund Balance	<u>\$ 3,260</u>	<u>\$ 819,122</u>	<u>\$ 493,272</u>

* Prior year expenditures have been reconciled to the fund cash balance.

City of Copperas Cove, Texas
2003 Certificates of Obligation
(Phase III of Water/Wastewater CIP)
As of July 31, 2008

Account	Description	Total Project Budget	As of	
			FY 2006-07	FY 2007-08
Beginning Fund Balance				
71-300-0001	Fund Balance	\$ -	\$ -	\$ 1,855,330
Revenues				
71-390-1003	Bond Proceeds	\$ 9,820,000	\$ 9,820,000	\$ -
71-370-6001	Interest Income	-	491,532	47,942
71-390-1001	Developer Contributions	-	21,085	-
71-370-6005	Miscellaneous Revenue	-	167,965	-
Total Revenues		<u>\$ 9,820,000</u>	<u>\$ 10,500,582</u>	<u>\$ 47,942</u>
Expenditures*				
71-4615-xxxx-xxxx	Bond Issuance Costs	192,591	192,601	-
71-4615-xxxx-xxxx	Bond Discount	46,809	46,809	-
71-4615-4400-9021	Communications System	195,680	181,613	-
71-4615-5100-xxxx	Salaries/Benefits	60,000	87,689	-
71-4615-8500-9003	Meadow Brook Sewer Project	235,714	158,996	-
71-4615-8500-9005	Hwy 190 Sewer Project	162,430	181,203	-
71-4615-8500-9007	Mountain Top Water Project	460,000	43,335	521,797
71-4615-8500-9009	Big Divide (Sewer)	484,000	630,650	-
71-4615-8500-9011	Big Divide (Water)	1,710,000	982,358	-
71-4615-8500-9013	NE WW Plant Expansion	4,138,389	4,399,837	-
71-4615-8100-9041	Utility Admin. Bldg. Repairs	20,000	19,526	-
71-4615-8500-9014	South Plant-Fine Screens	101,500	101,500	-
71-4615-8500-xxxx	NE and NW Change Orders	48,231	-	-
71-4615-8500-9015	NW WW Plant Expansion	1,104,456	1,134,003	-
71-4615-8500-9017	4th Year Sewer Improvement	594,000	262,769	42,588
71-4615-8500-9021	Water Model Study	60,000	84,196	-
71-4615-8500-9029	FM 1113 Improvement (Sidewalk)	-	10,066	-
71-4615-8500-9031	Expansion of Constitution	122,000	128,100	-
Total Expenditures		<u>\$ 9,735,800</u>	<u>\$ 8,645,250</u>	<u>\$ 564,385</u>
Ending Fund Balance				
71-300-0001		<u>\$ 84,200</u>	<u>\$ 1,855,330</u>	<u>\$ 1,338,887</u>

* Prior year expenditures have been reconciled to the fund cash balance.

City of Copperas Cove, Texas
2005 Certificates of Obligation
Water Projects
As of July 31, 2008

Account	Description	Total Project Budget	As of FY 2006-07	FY 2007-08
Beginning Fund Balance				
93-300-0001	Fund Balance	\$ -	\$ -	\$ 2,407,973
Revenues				
93-390-1003	Bond Proceeds	\$ 3,080,000	\$ 3,050,000	\$ -
93-340-2001	Miscellaneous Revenue	-	-	-
93-370-6001	Interest Revenue	-	250,372	65,048
Total Revenues		<u>\$ 3,080,000</u>	<u>\$ 3,300,372</u>	<u>\$ 65,048</u>
Expenditures*				
93-4616-5100-xxxx	Salary/Benefits	\$ -	\$ 458	\$ -
93-4615-8500-6100	Contractual Services	-	-	244
93-4616-8500-8600	Issuance Costs	89,000	62,050	-
93-4616-8500-9032	East Pump Station	1,380,000	101,500	700,855
93-4616-8500-9034	Turkey Run Pump Station	868,000	4,445	81,978
93-4616-8500-9036	Hogg Mountain Water Tank	743,000	723,946	-
Total Expenditures		<u>\$ 3,080,000</u>	<u>\$ 892,399</u>	<u>\$ 783,077</u>
Ending Fund Balance				
93-253-0001		<u>\$ -</u>	<u>\$ 2,407,973</u>	<u>\$ 1,689,944</u>

* Prior year expenditures have been reconciled to the fund cash balance.

City of Copperas Cove, Texas
2006 Limited Tax Notes
Capital Equipment/Land & Professional Services
As of July 31, 2008

Account	Description	Total Project Budget	As of FY 2006-07	FY 2007-08
Beginning Fund Balance				
73-300-0001	Fund Balance	\$ -	\$ -	\$ 1,021,460
Revenues				
73-390-1003	Bond Proceeds	\$ 1,260,000	\$ 1,260,000	\$ -
73-340-2001	Miscellaneous Revenue	-	-	-
73-370-6001	Interest Revenue	-	59,154	21,852
Total Revenues		<u>\$ 1,260,000</u>	<u>\$ 1,319,154</u>	<u>\$ 21,852</u>
Expenditures*				
73-4617-9900-9500	Bond Issuance Costs	\$ -	\$ 25,796	\$ -
73-4617-4200-2200	Postage	-	-	20
73-4617-4200-6800	Professional Services	600,000	8,929	317,875
73-4617-4200-8600	Land	400,000	-	197,134
73-4617-4400-8300	Ambulance	100,000	97,525	-
73-4617-5300-8300	Street Sweeper	160,000	165,445	-
Total Expenditures		<u>\$ 1,260,000</u>	<u>\$ 297,695</u>	<u>\$ 515,029</u>
Ending Fund Balance				
73-253-0001		<u>\$ -</u>	<u>\$ 1,021,460</u>	<u>\$ 528,283</u>

* Prior year expenditures have been reconciled to the fund cash balance.

City of Copperas Cove, Texas
2007 Certificates of Obligation
Police Facility
As of July 31, 2008

Account	Description	Total Project Budget	As of FY 2006-07	FY 2007-08
Beginning Fund Balance				
74-300-0001	Fund Balance	\$ -	\$ -	\$ 5,338,633
Revenues				
74-390-1001	Bond Proceeds	\$ 5,300,000	\$ 5,300,000	\$ -
74-370-6001	Interest Revenue	50,000	92,974	158,090
Total Revenues		<u>\$ 5,350,000</u>	<u>\$ 5,392,974</u>	<u>\$ 158,090</u>
Expenditures*				
74-4618-4200-8600	Bond Issuance Costs	\$ 50,000	\$ 54,030	\$ -
74-4618-4200-2200	Postage	-	23	-
74-4618-4200-6100	Advertising	-	287	254
74-4617-4200-8500	Police Facility	5,300,000	-	-
Total Expenditures		<u>\$ 5,300,000</u>	<u>\$ 54,340</u>	<u>\$ 254</u>
Ending Fund Balance				
74-253-0001		<u>\$ 50,000</u>	<u>\$ 5,338,633</u>	<u>\$ 5,496,470</u>

* Prior year expenditures have been reconciled to the fund cash balance.

City of Copperas Cove, Texas
2008 Tax Supported Note
As of July 31, 2008

Account	Description	Total Project Budget	As of FY 2006-07	FY 2007-08
Beginning Fund Balance				
75-300-0001	Fund Balance	\$ -		\$ -
Revenues				
75-390-1001	Bond Proceeds	\$ 1,485,000		\$ 1,485,000
75-370-6001	Interest Revenue	-		8,271
Total Revenues		<u>\$ 1,485,000</u>	\$ -	<u>\$ 1,493,271</u>
Expenditures*				
75-4190-7500-9500	Bond Issuance Costs	\$ 25,000	\$ -	\$ 26,428
75-4190-7500-9032	Baseball Field Lightning	58,230	-	-
75-4190-7500-9033	Camp Liveoak Renovation	20,000	-	-
75-4190-7500-9034	Cash Receipts - City Wide	17,270	-	-
75-4190-7500-9035	Fire Station Reloc. Land	125,000	-	-
75-4190-7500-9036	Playscape - City Park	35,000	-	-
75-4190-7500-9037	Playscape - Kate Street	35,000	-	-
75-4190-7500-9038	Recreation Center	500,000	-	6,095
75-4190-7500-9039	Park renovations	34,500	-	-
75-4190-7500-9040	Library Renovations	50,000	-	-
75-4190-7500-9041	Soccer Field Lightning	70,000	-	-
75-4190-7500-9042	Active Software (Parks)	15,000	-	-
75-4190-7500-9043	Summers Rd/Street Reconstructi	500,000	-	20,500
		-		-
Total Expenditures		<u>\$ 1,485,000</u>	\$ -	<u>\$ 53,022</u>
Ending Fund Balance				
75-253-0001		<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,440,249</u>

City of Copperas Cove, Texas
2008 Tax Supported Note
Water & Sewer Fund (Phase III)
As of July 31, 2008

Account	Description	Total Project Budget	As of FY 2006-07	FY 2007-08
Beginning Fund Balance				
76-300-001	Fund Balance	\$ -		\$ -
Revenues				
76-390-1001	Bond Proceeds	\$ 1,135,000		\$ 1,135,000
76-370-6001	Interest Revenue	-		6,367
Total Revenues		<u>\$ 1,135,000</u>	<u>\$ -</u>	<u>\$ 1,141,367</u>
Expenditures*				
76-4615-8500-9500	Bond Issuance Costs	\$ 20,000	\$ -	\$ 21,285
76-4615-8500-9034	Turkey Run	493,500	-	-
76-4615-8500-9036	Mesa Verde II-380 Agreement	620,750	-	-
		-	-	-
Total Expenditures		<u>\$ 1,134,250</u>	<u>\$ -</u>	<u>\$ 21,285</u>
Ending Fund Balance				
76-253-0001		<u>\$ 750</u>	<u>\$ -</u>	<u>\$ 1,120,083</u>

City of Copperas Cove, Texas
2008 Tax Supported Note
Golf
As of July 31, 2008

Account	Description	Total Project Budget	As of FY 2006-07	FY 2007-08
Beginning Fund Balance				
77-300-001	Fund Balance	\$ -		\$ -
Revenues				
77-390-1001	Bond Proceeds	\$ 80,000		\$ 80,000
77-370-6001	Interest Revenue	-		457
Total Revenues		<u>\$ 80,000</u>	<u>\$ -</u>	<u>\$ 80,457</u>
Expenditures*				
77-4310-7400-9044	Golf Cart Storage	\$ 80,000	\$ -	\$ -
Total Expenditures		<u>\$ 80,000</u>	<u>\$ -</u>	<u>\$ -</u>
Ending Fund Balance				
77-253-0001		<u>\$ -</u>	<u>\$ -</u>	<u>\$ 80,457</u>

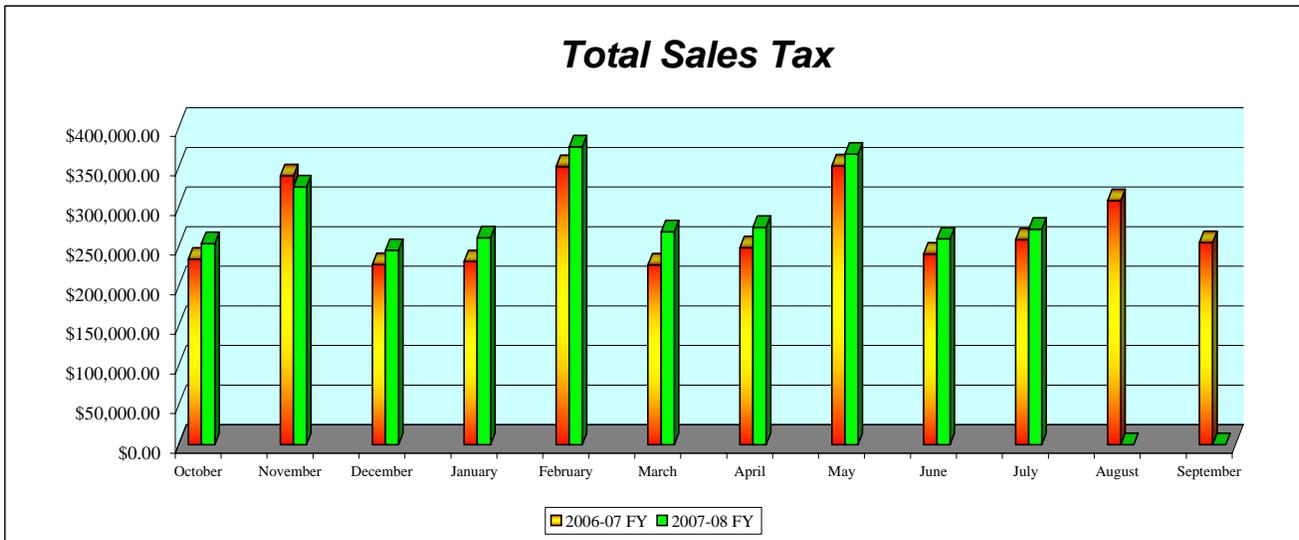
City of Copperas Cove, Texas
2008 Tax Supported Note
Drainage
As of July 31, 2008

Account	Description	Total Project Budget	As of FY 2006-07	FY 2007-08
Beginning Fund Balance				
78-300-001	Fund Balance	\$ -		\$ -
Revenues				
78-390-1001	Bond Proceeds	\$ 155,000		\$ 155,000
78-370-6001	Interest Revenue	-		857
Total Revenues		<u>\$ 155,000</u>	<u>\$ -</u>	<u>\$ 155,857</u>
Expenditures*				
78-4410-7600-9500	Bond Issuance Cost	\$ 5,000	\$ -	\$ 5,143
78-4410-7600-9037	Rolling Heights Project	150,000		-
Total Expenditures		<u>\$ 155,000</u>	<u>\$ -</u>	<u>\$ 5,143</u>
Ending Fund Balance				
78-253-0001		<u>\$ -</u>	<u>\$ -</u>	<u>\$ 150,714</u>

**CITY OF COPPERAS COVE
MONTHLY COUNCIL REPORT
SCHEDULE OF SALES TAX COLLECTIONS
(WITH COMPARATIVE COLLECTIONS IN FY 2006-07)
As of July 31, 2008 (FY 2007-08)**

Fiscal Year 2006-07	City's Revenue	EDC's Revenue	Total Sales Tax	Fiscal Year 2007-08	City's Revenue	EDC's Revenue	Total Sales Tax
October	\$156,182.25	\$78,091.13	\$234,273.38	October	\$169,247.52	\$84,623.76	\$253,871.28
November	\$226,324.55	\$113,162.28	\$339,486.83	November	\$216,891.12	\$108,445.56	\$325,336.68
December	\$151,566.28	\$75,783.14	\$227,349.42	December	\$163,496.24	\$81,748.12	\$245,244.36
January	\$154,062.22	\$77,031.11	\$231,093.33	January	\$174,106.89	\$87,053.45	\$261,160.34
February	\$234,096.96	\$117,048.48	\$351,145.44	February	\$250,728.06	\$125,364.03	\$376,092.09
March	\$151,231.18	\$75,615.59	\$226,846.77	March	\$179,172.98	\$89,586.49	\$268,759.47
April	\$165,791.41	\$82,895.71	\$248,687.12	April	\$182,831.28	\$91,415.64	\$274,246.92
May	\$234,485.52	\$117,242.76	\$351,728.28	May	\$244,460.54	\$122,230.27	\$366,690.81
June	\$160,309.35	\$80,154.68	\$240,464.03	June	\$173,098.07	\$86,549.04	\$259,647.11
July	\$172,527.88	\$86,263.94	\$258,791.82	July	\$181,204.83	\$90,602.42	\$271,807.25
August	\$205,359.88	\$102,679.94	\$308,039.82	August			\$0.00
September	\$170,015.51	\$85,007.76	\$255,023.27	September			\$0.00
Total	\$2,181,952.99	\$1,090,976.50	\$3,272,929.49	Total	\$1,935,237.53	\$967,618.77	\$2,902,856.30

NOTE 1 - Total revenues collected for sales tax by the month ending July 31, 2008, in FY 2007-08 was \$2,902,856.30 (\$1,935,237.53 City's revenues and \$967,618.77 EDC's revenues); total revenues collected for sales tax by the month ending July 31, 2007 in FY 2006-07 was \$2,709,866.40 (\$1,806,577.60 City's revenues and \$903,288.80 EDC's revenues).



CITY OF COPPERAS COVE
MONTHLY COUNCIL REPORT
SCHEDULE OF CASH ACCOUNTS AND INVESTMENTS (By Account)
As of July 31, 2008 (FY 2007-08)

FUNDS IN INVESTMENT POOLS	
TEXSTAR	\$ 4,087,815.87
TEXPOOL	21,720,131.50
DISCOUNT NOTES	0.00
Subtotal on Funds in Investment Pools	<u>\$ 25,807,947.37</u>
 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 Master Account	990,415.65
Payroll	4,946.73
Rental Rehab	15,165.75
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	10,352.78
Certificate of Obligations Series 1997	0.00
Solid Waste Interest & Sinking	0.00
Library Retainage	0.00
Pending Forfeitures	16,314.04
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	0.00
Subtotal Checking Accounts	<u>\$1,037,194.95</u>
 SAVINGS ACCOUNTS (Per Quarterly Stmt)	
Subdivision Escrow	2,534.68
Subtotal Savings Accounts	<u>\$2,534.68</u>
 TOTAL INVESTMENTS & CASH ACCOUNTS	 <u><u>\$26,847,677.00</u></u>

CITY OF COPPERAS COVE
MONTHLY COUNCIL REPORT
SCHEDULE OF CASH ACCOUNTS AND INVESTMENTS (By Fund)
As of July 31, 2008 (FY 2007-08)

FUND	TOTAL CASH & INVESTMENTS
General Fund	\$5,463,635.05
Water & Sewer Fund	\$3,657,243.48
Solid Waste Fund	\$959,609.33
Youth Activity Fund	\$129,827.42
Drainage Utility Fund	\$998,375.65
Cemetery Fund	(\$6,340.48)
General Obligation Interest & Sinking Fund	\$1,360,637.61
Curb & Gutter Assessment Fund	\$0.00
Municipal Golf Course Fund	(\$50,486.79)
Small Business Revolving Loan Fund	\$60,519.81
Library Gifts & Memorials Fund	\$8,603.35
Hotel/Motel Tax Fund	\$201,512.43
Animal Shelter Donations Fund	\$19,298.07
Police Court Order Fund	\$63,289.35
City-Wide Donations Fund	\$0.00
Abandoned Vehicle Auction Fund	\$0.00
City Wide Grants	\$101,658.33
FEMA Grant Funds	\$123,026.92
Fire Special Revenue Fund	\$10,803.94
Tirz	(\$2,890.00)
Mesa Verde II	(\$2,425.00)
457 Deferred cmp	\$0.00
Joint Image Campaign	\$23,272.29
Tx. Parks & Wildlife Grant	\$0.00
Municipal Court Fund	\$186,428.98
Police Restricted Fund	\$16,314.04
Police Federal Seizure Fund	\$2,104.23
Fire/EMS Loan	\$0.00
County Mutual Aid Agreement	\$65,968.23
1997 Combination Tax & Revenue C/O's (Golf Course; Library)	\$0.00
1997 CO's Golf Course Phase 1	\$0.00
Law Enforcement Block Grant Fund	\$10,352.78
Fire Department Grant Fund	\$7,220.41
Library Grant Fund	\$26,844.41
Step Grant	\$3,306.65
Tobacco Grant	\$1,025.55
FM 1113 Grant	\$50,178.66
2006 Limited Tax Notes	\$528,284.06
2008 Tax Note	\$1,443,248.61
2008 Tax Note (W/S)	\$1,120,082.57
2008 Tax Note (Drainage)	\$80,457.31
2008 Tax Note (Golf)	\$150,713.96
1994 WW/SS Revenue Bonds	\$0.00
EDA Industrial Park	\$4,642.44
Reliever Route	\$262,674.44
2005 Certificates of Obligation (Water Projects)	\$1,723,042.49
1998 Park Improvements G.O.	\$0.00
1998 Combination Tax & Revenue C/O's (Street; Compost)	\$0.00
1999 Combination Tax & Revenue C/O's (Golf Course)	\$0.00
1999 Combination Tax & Revenue C/O's (Animal Control; Municipal Court)	\$0.00
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.)	\$0.00
2001 Combination Tax & Revenue C/O's (Capital Equip. & Improvements)	\$263,892.25
2001 Combination Tax & Revenue C/O's (Water/Wastewater Phase II CIP)	\$453,247.58
2003 Combination Tax & Revenue C/O's (Capital Equip. & Improvements)	\$493,407.19
2003 Combination Tax & Revenue C/O's (Water/Wastewater Phase III CIP)	\$1,340,300.18
2007 Combination Tax & Revenue C/O's (Police Facility)	\$5,496,469.21
TOTAL CASH & INVESTMENTS	<u>\$26,847,677.00</u>

RECAP OF CASH & INVESTMENTS:

INVESTMENTS IN TEXPOOL	\$ 21,720,131.50
INVESTMENTS IN TEXSTAR	4,087,615.87
DISCOUNT NOTES	-
CASH IN BANK	\$1,039,729.63
TOTAL CASH & INVESTMENTS	<u>\$ 26,847,677.00</u>

**CITY OF COPPERAS COVE
INVESTMENT SCHEDULE
As of July 31, 2008 (FY 2007-08)**

As of July 31, 2008, the City of Copperas Cove's investment portfolio was made up of investments in TEXPOOL, TEXSTAR, Discount Note and bank deposits with the City's local depository. This portfolio accomplishes the objective of maintaining liquidity while earning a modest yield on invested taxpayers dollars.

TEXPOOL Investments	Market Value 07/01/08	Investments	Redemptions	Accrued Interest	Book Value 07/31/08	Market Value 07/31/08
General Fund	\$ 5,809,941.55	\$ 300,278.24	\$ 600,278.24	\$ 10,623.20	\$ 5,520,564.75	\$ 5,520,564.75
Water & Sewer Fund	3,116,957.43	220,476.60	-	6,285.10	3,343,719.13	3,343,719.13
Solid Waste Fund	773,847.35	54,221.92	-	1,564.33	829,633.60	829,633.60
Drainage Utility Fund	930,519.43	26,594.00	-	1,815.80	958,929.23	958,929.23
Interest & Sinking Fund	1,283,630.71	3,600.20	-	2,454.82	1,289,685.73	1,289,685.73
Youth Activities Fund	99,466.18	-	2,400.00	186.04	97,252.22	97,252.22
Cemetery Fund	-	-	-	-	-	-
Golf Course Interest & Sinking	39.72	-	-	0.04	39.76	39.76
Small Business Revolving Loan Fund	57,025.05	850.00	-	110.08	57,985.13	57,985.13
Hotel/Motel Fund	167,825.38	4,418.88	-	326.92	172,571.18	172,571.18
Municipal Court Special Revenue Fund	182,439.56	-	-	348.02	182,787.58	182,787.58
1997 C/O Fund	1,326.55	-	1,326.55	-	-	-
2008 Tax Supported Note	1,438,551.71	-	-	2,744.15	1,441,295.86	1,441,295.86
2008 Tax Supported Note/ W&S	1,117,949.99	-	-	2,132.58	1,120,082.57	1,120,082.57
2008 Tax Supported Note/ Golf	80,304.15	-	-	153.16	80,457.31	80,457.31
2008 Tax Supported Note/ Drainage	150,427.01	-	-	286.95	150,713.96	150,713.96
1998 G.O. Bond Fund	462.29	-	462.29	-	-	-
1998 C/O Bond Fund	3,872.60	-	3,872.60	-	-	-
1999 C/O Bond Fund (Animal Control, etc.)	246.01	-	246.23	0.22	-	-
1999 C/O Bond Fund (Golf Course)	2,231.13	-	2,233.17	2.04	-	-
1999 C/O Bond Fund (Solid Waste)	7,997.02	-	7,997.02	-	-	-
2001 C/O Bond Fund (Governmental)	269,736.40	-	6,252.50	508.35	263,992.25	263,992.25
2001 C/O Bond Fund (W&S Phase II)	464,879.94	-	12,500.00	867.65	453,247.59	453,247.59
2007 C/O Police Facility	4,974,552.71	510,000.00	-	9,746.50	5,494,299.21	5,494,299.21
Reliever Route	262,373.93	-	-	500.51	262,874.44	262,874.44
Total TEXPOOL Investments	\$ 21,196,603.80	\$ 1,120,439.84	\$ 637,568.60	\$ 40,656.46	\$ 21,720,131.50	\$ 21,720,131.50

TEXSTAR Investments	Market Value 07/01/08	Investments	Redemptions	Accrued Interest	Book Value 07/31/08	Market Value 07/31/08
2003 C/O Project Fund (Governmental)	\$ 481,935.06	\$ -	\$ -	\$ 895.33	\$ 482,830.39	\$ 482,830.39
2003 C/O Project Fund (W&S Phase III)	1,341,549.95	-	2,738.00	2,488.23	1,341,300.18	1,341,300.18
EDA Grant	-	-	-	-	-	-
2005 C/O Project Fund (Water Projects)	1,732,183.23	-	-	3,218.01	1,735,401.24	1,735,401.24
2006 Tax Notes - Police Building Project	544,550.42	-	17,252.40	986.04	528,284.06	528,284.06
Total TEXSTAR Investments	\$ 4,100,218.66	\$ -	\$ 19,990.40	\$ 7,587.61	\$ 4,087,815.87	\$ 4,087,815.87

Discount Notes	Market Value 07/01/08	Investments	Redemptions	Interest	Book Value 07/31/08	Market Value 07/31/08
2007 C/O Police Facility	\$ 501,957.78	\$ -	\$ 510,000.00	\$ 8,042.22	\$ -	\$ -
Total Discount Notes	\$ 501,957.78	\$ -	\$ 510,000.00	\$ 8,042.22	\$ -	\$ -

Total Investments	\$ 25,798,780.24	\$ 1,120,439.84	\$ 1,167,559.00	\$ 56,286.29	\$ 25,807,947.37	\$ 25,807,947.37
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This report is in compliance with the investment strategies as approved and the Public Funds Investment Act.


Wanda Bunting, CPA
Director of Financial Services


Andrea Gardner
City Manager



TEXPOOL

THE TEXAS INVESTMENT SERVICE FOR PUBLIC FUNDS

August 2008

PERFORMANCE

<i>As of July 31, 2008</i>	<i>TexPool</i>	<i>TexPool Prime</i>
Current Invested Balance	\$18,449,839,676.36	\$1,349,670,032.80
Weighted Average Maturity (1)*	41 Days	29 Days
Weighted Average Maturity (2)*	82 Days	29 Days
Net Asset Value	0.99986	0.99995
Total Number of Participants	2,117	94
Management Fee on Invested Balance	0.0485%	0.065%
Interest Distributed	\$35,923,310.22	\$3,046,168.82
Management Fee Collected	\$774,549.14	\$80,161.74
Standard & Poor's Current Rating	AAAm	AAAm
July Averages		
Average Invested Balance	\$18,836,463,044.45	\$1,445,757,461.01
Average Monthly Yield, on a simple basis (3)*	2.2460%	2.4811%
Average Weighted Average Maturity (1)*	39 Days	34 Days
Average Weighted Average Maturity (2)*	80 Days	34 Days

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

Economic and Market Commentary – July 31, 2008

The cash yield curve flattened and credit spreads widened late in the month as investors sharply revised their outlooks for the U.S. economy and monetary policy. As of early July, the consensus forecast was for benchmark interest rates to begin rising at the September or October FOMC meetings. Also at that time, the spread between three-month Treasury bills and three-month LIBOR had narrowed to 92 basis points, still much higher than normal, but 36 basis points below the average for the previous year.

However, a series of downbeat economic reports and evidence of continued strains on the financial system caused a shift in consensus expectations over the last two weeks of the month. Specifically, news that the giant mortgage financiers Fannie Mae and Freddie Mac may require an infusion of capital reminded investors that serious credit issues remain unresolved, fully four months after the Fed-engineered rescue of Bear Stearns by JP Morgan Chase. As of this writing, Fed funds futures contracts imply that investors expect the Fed to remain on hold until very late this year. Meanwhile, continued jitters about credit quality have caused the Treasury-LIBOR spread to widen back out to about 110 basis points.

We are pleased to report that it had been our forecast that the onset of tighter money would come later than most investors assumed. Consistent with that view, we had positioned TexPool and TexPool Prime earlier this summer to take advantage of what we perceived as exceptional value in some longer-dated securities. Though the subsequent drop in longer-term cash yields has diminished the luster of the longer end of the curve, we are still finding reasonable value among virtually all maturities.

It is important to emphasize that we remain comfortable with the creditworthiness of the two giant GSEs, Fannie Mae and Freddie Mac. In the current environment, it is natural that investors would have concerns about any financial entity connected to the still-suffering mortgage market. However, the U.S. government has given no indication that it will weaken its long-standing implicit guarantee of GSE debt. On the contrary, the Treasury, the Federal Reserve and the Congress each have moved to supply Fannie and Freddie with an even more implicit guarantee. In that context, the current outsized spreads on agency debt represent an attractive buying opportunity.

ANNOUNCEMENTS

New Participants

We would like to recognize and welcome the following entities who joined the TexPool/TexPool Prime program in July, 2008:

1. La Salle County
2. Fort Bend County LID 19
3. Potter County (Prime)

Upcoming Events

09/15/08 - 09/18/08 CTAT Annual Conference in McAllen
 09/26/08 - 09/28/08 TASA/TASB Joint Convention in Dallas

Holiday Reminder

In observance of Labor Day, TexPool will be closed on Monday, September 1, 2008. ACH transactions placed on Friday, August 29, 2008 will settle on Tuesday, August 2, 2008. Please plan accordingly for your liquidity needs.

Operations Update

TexPool is proud to offer Security Pricing. This is a valuable new service for TexPool and TexPool Prime Participants. This tool is located on the TexPool website, www.texpool.com, under the "Securities Pricing" link. We invite you to explore the potential of this powerful new tool! If you have any questions, please call Participant Services at 1-866-839-7665.



TexPool

PORTFOLIO ASSET SUMMARY AS OF July 31, 2008

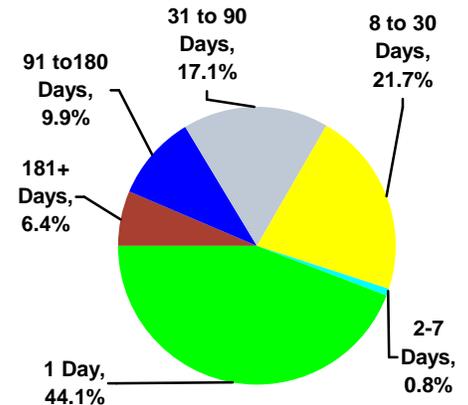
	Book Value	Market Value
Uninvested Balance	\$1,199,863.69	\$1,199,863.69
Accrual of Interest Income	24,268,707.72	24,268,707.72
Interest and Management Fees Payable	(35,923,922.11)	(35,923,922.11)
Payable for Investments Purchased	0.00	0.00
Repurchase Agreements	8,661,505,000.00	8,661,528,735.00
Mutual Fund Investments	0.00	0.00
Government Securities	9,798,790,027.06	9,796,432,384.29
Total	\$18,449,839,676.36	\$18,447,505,768.59

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.

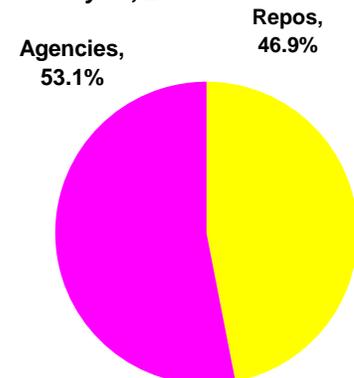
DAILY SUMMARY

Date	Money Mkt Fund Equiv (SEC Std.)	Daily Allocation Factor	TexPool Invested Balance	Market Value Per Share	WAM Days (1)	WAM Days (2)
07/01	2.3272%	0.000063760	\$19,037,193,892.80	0.99988	39	81
07/02	2.3256%	0.000063715	\$19,023,761,459.57	0.99990	38	80
07/03	2.2608%	0.000061941	\$19,011,644,950.23	0.99992	40	81
07/04	2.2608%	0.000061941	\$19,011,644,950.23	0.99992	40	81
07/05	2.2608%	0.000061941	\$19,011,644,950.23	0.99992	40	81
07/06	2.2608%	0.000061941	\$19,011,644,950.23	0.99992	40	81
07/07	2.2654%	0.000062065	\$18,994,148,182.39	0.99995	36	77
07/08	2.2647%	0.000062046	\$18,982,312,753.48	0.99997	37	79
07/09	2.1882%	0.000059951	\$18,953,305,820.83	0.99996	37	78
07/10	2.1883%	0.000059953	\$18,874,134,128.98	0.99995	37	78
07/11	2.1612%	0.000059212	\$18,904,693,138.41	0.99992	37	79
07/12	2.1612%	0.000059212	\$18,904,693,138.41	0.99992	37	79
07/13	2.1612%	0.000059212	\$18,904,693,138.41	0.99992	37	79
07/14	2.1740%	0.000059563	\$18,763,498,749.89	0.99987	37	78
07/15	2.2101%	0.000060551	\$18,652,747,289.28	0.99984	37	78
07/16	2.2258%	0.000060981	\$18,736,040,626.84	0.99981	37	78
07/17	2.2018%	0.000060323	\$18,838,166,769.63	0.99972	40	80
07/18	2.2242%	0.000060937	\$18,672,137,015.35	0.99973	41	82
07/19	2.2242%	0.000060937	\$18,672,137,015.35	0.99973	41	82
07/20	2.2242%	0.000060937	\$18,672,137,015.35	0.99973	41	82
07/21	2.2195%	0.000060808	\$18,683,116,600.78	0.99973	39	79
07/22	2.2046%	0.000060399	\$18,705,383,356.71	0.99970	41	80
07/23	2.2272%	0.000061019	\$18,656,238,978.17	0.99970	42	82
07/24	2.2456%	0.000061522	\$18,693,028,871.65	0.99978	42	83
07/25	2.2875%	0.000062670	\$18,869,893,497.35	0.99979	42	83
07/26	2.2875%	0.000062670	\$18,869,893,497.35	0.99979	42	83
07/27	2.2875%	0.000062670	\$18,869,893,497.35	0.99979	42	83
07/28	2.3284%	0.000063792	\$18,863,773,240.57	0.99983	40	81
07/29	2.3324%	0.000063901	\$18,865,153,956.47	0.99982	40	80
07/30	2.3122%	0.000063347	\$18,771,759,269.42	0.99983	41	81
07/31	2.3236%	0.000063661	\$18,449,839,676.36	0.99986	41	82
Averages	2.2460%	0.000061535	\$18,836,463,044.45		39	80

Portfolio By Maturity
As of July 31, 2008



Portfolio By Type of Investment
As of July 31, 2008



	Number of Participants	Balance
School District	542	\$6,260,327,989.60
Higher Education	53	\$1,930,778,138.54
Health Care	78	\$730,521,725.39
Utility District	640	\$2,017,624,829.97
City	420	\$5,364,363,338.10
County	165	\$1,748,051,090.67
Other	219	\$398,320,671.26

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 July 31, 2008

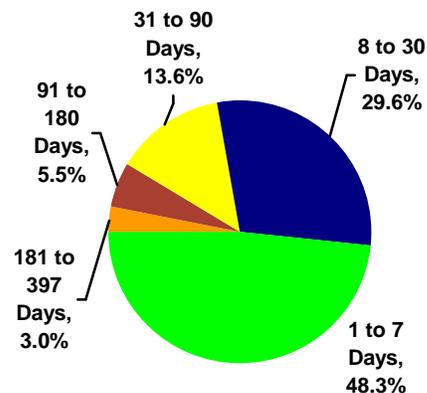
	Book Value	Market Value
Uninvested Balance	\$1,204.46	\$1,204.46
Accrual of Interest Income	205,846.94	205,846.04
Interest and Management Fees Payable	(3,046,168.74)	(3,046,168.74)
Payable for Investments Purchased	0.00	0.00
Repurchase Agreements	578,258,000.00	578,258,000.00
Mutual Fund Investments	50,000,000.00	50,000,000.00
Government Securities	17,000,000.00	17,024,157.00
Commercial Paper	707,251,150.14	707,170,061.14
Bank Instruments	0.00	0.00
Variable Rate Note	0.00	0.00
Total	\$1,349,670,032.80	\$1,349,613,100.80

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.

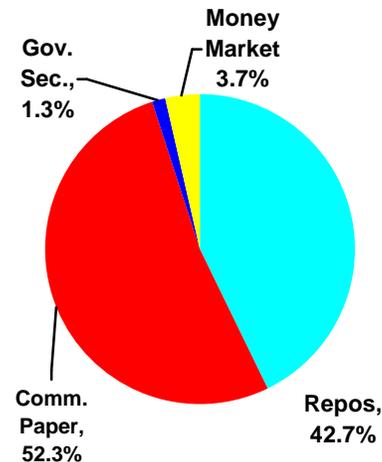
DAILY SUMMARY

Date	Money Mkt Fund Equiv (SEC Std.)	Daily Allocation Factor	TexPool Invested Balance	Market Value Per Share	WAM Days (1)	WAM Days (2)
07/01	2.5642%	0.000070251	\$1,587,131,492.36	0.99989	34	34
07/02	2.5581%	0.000070086	\$1,588,620,917.42	0.99989	33	33
07/03	2.4989%	0.000068463	\$1,584,133,863.40	0.99978	34	34
07/04	2.4989%	0.000068463	\$1,584,133,863.40	0.99978	34	34
07/05	2.4989%	0.000068463	\$1,584,133,863.40	0.99978	34	34
07/06	2.4989%	0.000068463	\$1,584,133,863.40	0.99978	34	34
07/07	2.4959%	0.000068380	\$1,573,915,111.88	0.99991	31	31
07/08	2.4962%	0.000068389	\$1,558,349,002.97	0.99993	31	31
07/09	2.4293%	0.000066555	\$1,518,504,731.21	0.99992	31	31
07/10	2.4240%	0.000066412	\$1,518,366,070.14	0.99995	32	32
07/11	2.4098%	0.000066021	\$1,509,881,318.28	0.99985	34	34
07/12	2.4098%	0.000066021	\$1,509,881,318.28	0.99985	34	34
07/13	2.4098%	0.000066021	\$1,509,881,318.28	0.99985	34	34
07/14	2.4056%	0.000065908	\$1,502,959,215.77	0.99990	34	34
07/15	2.4556%	0.000067278	\$1,474,526,057.69	0.99992	35	35
07/16	2.4706%	0.000067688	\$1,468,903,792.71	0.99994	35	35
07/17	2.4617%	0.000067443	\$1,397,143,977.28	0.99990	36	36
07/18	2.4741%	0.000067784	\$1,338,824,279.09	0.99985	37	37
07/19	2.4741%	0.000067784	\$1,338,824,279.09	0.99985	37	37
07/20	2.4741%	0.000067784	\$1,338,824,279.09	0.99985	37	37
07/21	2.4709%	0.000067697	\$1,333,010,737.07	0.99992	35	35
07/22	2.4537%	0.000067225	\$1,366,203,539.07	0.99992	34	34
07/23	2.4646%	0.000067524	\$1,327,688,953.91	0.99990	34	34
07/24	2.4788%	0.000067912	\$1,310,827,629.79	0.99991	34	34
07/25	2.5060%	0.000068658	\$1,334,702,625.05	0.99982	34	34
07/26	2.5060%	0.000068658	\$1,334,702,625.05	0.99982	34	34
07/27	2.5060%	0.000068658	\$1,334,702,625.05	0.99982	34	34
07/28	2.5398%	0.000069583	\$1,333,492,898.95	0.99993	31	31
07/29	2.5393%	0.000069570	\$1,352,535,442.18	0.99994	30	30
07/30	2.5177%	0.000068978	\$1,369,871,567.31	0.99994	29	29
07/31	2.5215%	0.000069082	\$1,349,670,032.80	0.99995	29	29
Averages	2.4811%	0.000067974	\$1,445,757,461.01		34	34

Portfolio By Maturity
As of July 31, 2008



Portfolio By Type of Investment
As of July 31, 2008



	Number of Participants	Balance
School District	52	\$1,089,695,598.84
Higher Education	4	\$11,422,948.04
Health Care	5	\$7,648,058.65
Utility District	3	\$35,864,298.21
City	15	\$60,488,934.27
County	9	\$144,204,136.55
Other	6	\$352,923.28

*(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.

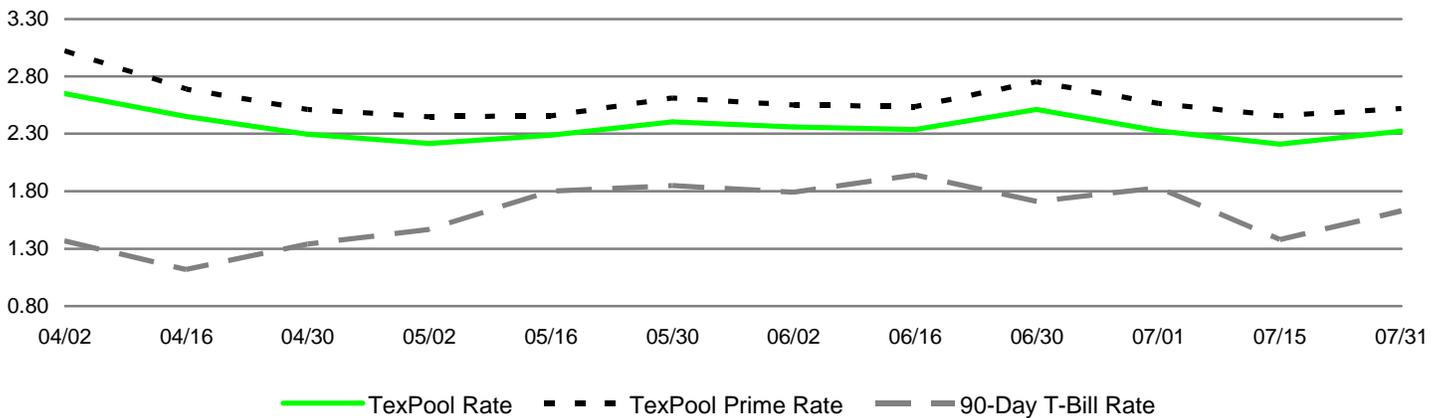


TEXPOOL

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



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Pati Buchenau	Dan Haggerty	John McGrane	LaVonne Mason
James L. Cotton	Ron Leverett		

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 - July 2008

Performance

As of July 31, 2008

Current Invested Balance	\$5,328,247,286.85
Weighted Average Maturity (1)	36 Days
Weighted Average Maturity (2)	88 Days
Net Asset Value	0.999529
Total Number of Participants	643
Management Fee on Invested Balance	0.05%*
Interest Distributed	\$10,426,561.66
Management Fee Collected	\$233,809.69
% of Portfolio Invested Beyond 1 Year	5.70%
Standard & Poor's Current Rating	AAAm

July Averages

Average Invested Balance	\$5,486,840,960.02
Average Monthly Yield, on a simple basis	2.1874%
Average Weighted Average Maturity (1)*	30 Days
Average Weighted Average Maturity (2)*	84 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 July 2008:

- ★ City of Paducah
- ★ Denton County FWSD 6
- ★ Princeton ISD
- ★ Denton County FWSD 7
- ★ Kingsland WSC
- ★ City of Willow Park

Holiday Reminder

Please note that in observance of the Labor Day holiday, **TexSTAR will be closed on Monday, September 1, 2008.** Notification of any early transaction deadlines on the day preceding this holiday will be sent by email to the primary contact on file for all TexSTAR participants.

Economic Commentary

Recent economic data remained mixed, with manufacturing surveys signaling modest growth while employment indicators suggest further weakness. The drop in energy prices could provide a boost to consumer spending, but tighter credit and the continued housing adjustment remain drags on the economy. Home sales have shown some signs of stabilization recently and existing home sales have been basically flat since December 2007 but inventories remain highly elevated and foreclosures are boosting inventories higher.

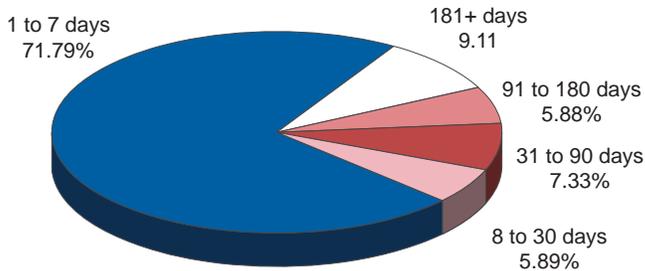
Consumer spending, at 1.5%, was disappointing in the context of the nearly \$80 billion in rebate checks. Surveys suggest the rebates may have already been spent or used for debt service which could result in notable deceleration of consumer spending. A key criterion for sustained expansion once the boost from the fiscal stimulus has eased is income and job growth. Easy monetary policy alone may not suffice to ensure growth should job losses continue. Job losses have been steady for July and quite close to the Q2 average. However, at the same time, the unemployment rate surged 0.2% to 5.7% in July, and has risen by a remarkable 0.7% since April. Treasury yields fell in July as the weak housing market continued to plague the economy. Two-year yields ended down 11 bps at 2.51%, and five-year yields ended down 9 bps at 3.24%.

The Fed will take comfort from the drop in energy prices and pullback in some measures of inflation expectations. At the same time, continued financial market stress and labor market deterioration will be of concern. As the economy goes through the second half of the year, the most important requirement for continued expansion is job growth. The baseline scenario is that the Fed will begin the tightening process at the beginning of 2009, at which time the labor market is expected to add jobs and house prices should stabilize.

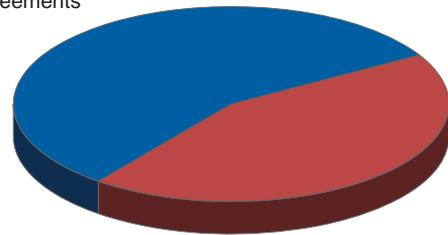
For more information about TexSTAR, please visit our web site at www.texstar.org.

Information at a Glance

Portfolio by Type of Investment As of July 31, 2008

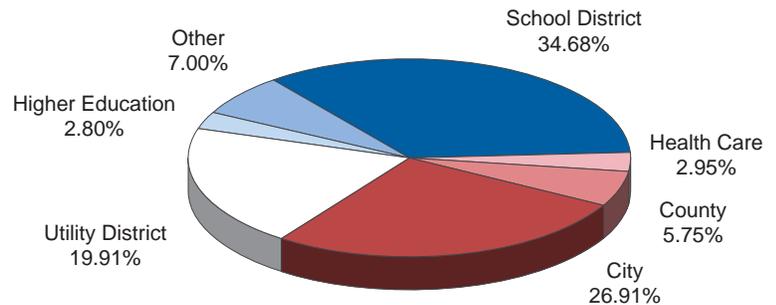


Repurchase Agreements
56.27%



Agencies
43.73%

Portfolio by Maturity As of July 31, 2008



Distribution of Participants by Type As of July 31, 2008

Performance

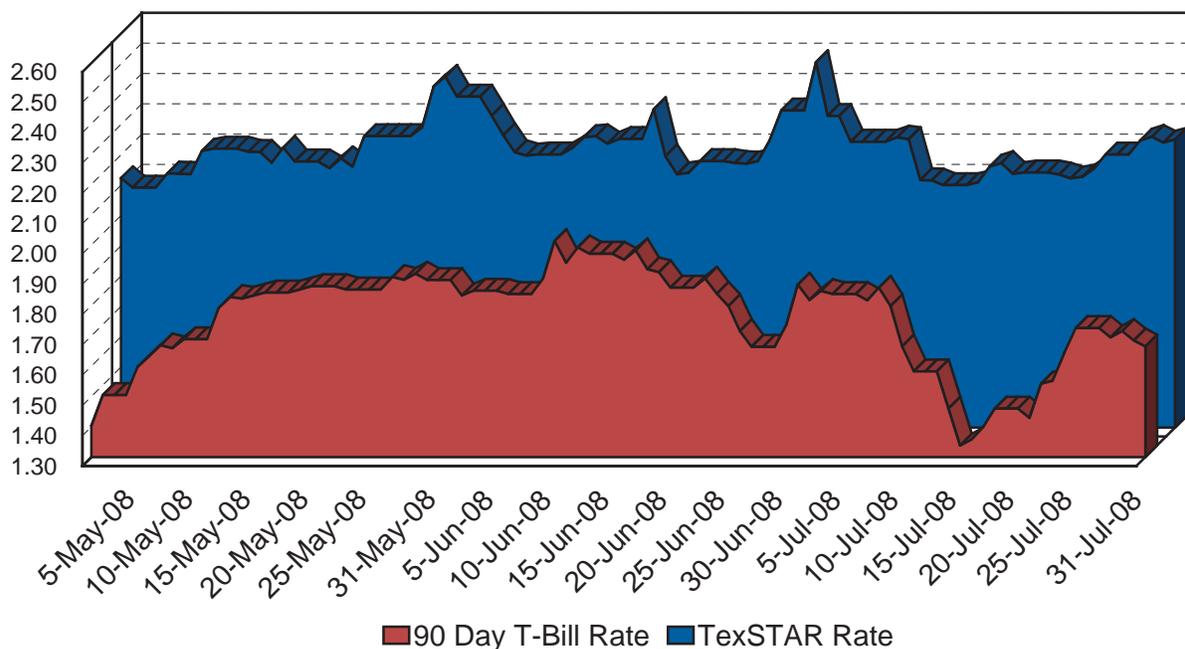
Month	Average Rate	Book Value	Market Value	Net Asset Value	WAM (1)*	WAM (2)*	Number of Participants
Jul 08	2.1874%	\$ 5,328,247,286.85	\$ 5,325,742,811.75	0.999529	30	84	643
Jun 08	2.2467%	5,450,912,795.58	5,448,966,529.06	0.999642	31	86	637
May 08	2.2194%	5,893,819,751.64	5,893,907,633.72	1.000013	28	87	627
Apr 08	2.4396%	6,349,528,618.20	6,349,341,491.76	0.999970	21	82	623
Mar 08	2.9807%	6,635,062,776.30	6,636,736,509.65	1.000252	17	82	616
Feb 08	3.4224%	6,294,186,095.49	6,296,863,425.91	1.000401	17	82	609
Jan 08	4.2033%	5,919,661,192.90	5,923,891,294.00	1.000714	22	80	603
Dec 07	4.5430%	5,180,414,831.71	5,181,584,153.60	1.000202	21	79	594
Nov 07	4.6975%	4,999,671,312.52	5,000,767,637.47	1.000190	18	79	591
Oct 07	4.9007%	4,793,406,663.48	4,794,712,410.18	1.000272	19	84	584
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

Portfolio Asset Summary as of July 31, 2008

	Book Value	Market Value
Uninvested Balance	\$ 276.44	\$ 276.44
Accrual of Interest Income	6,347,349.22	6,347,349.22
Interest and Management Fees Payable	(10,446,247.00)	(10,446,247.00)
Payable for Investment Purchased	(99,292,388.89)	(99,292,388.89)
Repurchase Agreements	3,056,398,000.00	3,056,398,000.00
Government Securities	2,375,240,297.08	2,372,735,821.98
Total	\$ 5,328,247,286.85	\$ 5,325,742,811.75

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 July 2008

Date	Mny Mkt Fund Equiv. [SEC Std.]	Daily Allocation Factor	TexSTAR Invested Balance	Market Value Per Share	WAM Days (1)*	WAM Days (2)*
1-Jul-08	2.3284%	0.0000637910	5,520,174,110.09	0.999655	30	85
2-Jul-08	2.3279%	0.0000637790	5,521,256,757.93	0.999669	30	85
3-Jul-08	2.2430%	0.0000614530	5,540,420,972.95	0.999679	29	82
4-Jul-08	2.2430%	0.0000614530	5,540,420,972.95	0.999679	29	82
5-Jul-08	2.2430%	0.0000614530	5,540,420,972.95	0.999679	29	82
6-Jul-08	2.2430%	0.0000614530	5,540,420,972.95	0.999679	29	82
7-Jul-08	2.2569%	0.0000618340	5,604,407,740.82	0.999724	28	81
8-Jul-08	2.2515%	0.0000616840	5,587,675,162.12	0.999740	28	81
9-Jul-08	2.1165%	0.0000579870	5,602,031,708.90	0.999731	27	80
10-Jul-08	2.1151%	0.0000579480	5,579,287,722.83	0.999718	27	78
11-Jul-08	2.0999%	0.0000575320	5,616,662,663.67	0.999689	30	79
12-Jul-08	2.0999%	0.0000575320	5,616,662,663.67	0.999689	30	79
13-Jul-08	2.0999%	0.0000575320	5,616,662,663.67	0.999689	30	79
14-Jul-08	2.1089%	0.0000577780	5,566,661,246.23	0.999542	30	79
15-Jul-08	2.1609%	0.0000592000	5,499,876,496.17	0.999545	30	87
16-Jul-08	2.1727%	0.0000595250	5,453,208,016.11	0.999522	30	88
17-Jul-08	2.1367%	0.0000585400	5,446,882,860.25	0.999415	29	87
18-Jul-08	2.1418%	0.0000586800	5,403,867,721.78	0.999415	29	87
19-Jul-08	2.1418%	0.0000586800	5,403,867,721.78	0.999415	29	87
20-Jul-08	2.1418%	0.0000586800	5,403,867,721.78	0.999415	29	87
21-Jul-08	2.1347%	0.0000584840	5,394,305,279.54	0.999414	29	87
22-Jul-08	2.1220%	0.0000581360	5,455,795,910.01	0.999385	29	86
23-Jul-08	2.1273%	0.0000582820	5,398,829,921.23	0.999348	30	87
24-Jul-08	2.1534%	0.0000589960	5,403,875,819.42	0.999416	33	87
25-Jul-08	2.2007%	0.0000602930	5,448,861,840.88	0.999438	32	85
26-Jul-08	2.2007%	0.0000602930	5,448,861,840.88	0.999438	32	85
27-Jul-08	2.2007%	0.0000602930	5,448,861,840.88	0.999438	32	85
28-Jul-08	2.2471%	0.0000615640	5,411,107,218.13	0.999499	32	85
29-Jul-08	2.2592%	0.0000618970	5,394,910,857.93	0.999482	33	85
30-Jul-08	2.2402%	0.0000613750	5,353,675,075.13	0.999499	36	88
31-Jul-08	2.2500%	0.0000616450	5,328,247,286.85	0.999529	36	88
Average	2.1874%	0.000059928	5,486,840,960.02		30	84

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



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<i>Nell Lange</i>	<i>City of Frisco</i>	<i>Governing Board Vice President</i>
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For more information contact TexSTAR Participant Services ★ 1-800-TEX-STAR ★ www.texstar.org

