



# City of Copperas Cove

"The City Built for Family Living"

Finance Department

January 25, 2008

Mayor and City Council Members:

The Finance Department is pleased to submit the Monthly Financial Report for the month of October 2007. The 2007-08 Adopted Budget and Plan of Municipal Services was 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 in the near future. The fiscal year 2006-07 annual audit process is ongoing. Lott, Vernon & Company, P.C., the City's auditors, are working with City finance staff to complete the annual audit and the Comprehensive Annual Financial Report.

Revenues are exceeding expenditures in all of the major funds of the City with the exception of the General Fund for the month of October. During the month of October only 2.2% of the ad valorem taxes were collected. The ad valorem taxes are primarily collected in December, January, and February. Operating expenses at the Golf Course did exceed the operating revenues by \$6,378, however, due to a transfer from the General Fund the total Fund revenues exceeded the total Fund expenses.

The key economic indicators provide some insight for the financial activity of the City. The unemployment rate in the Killeen/Fort Hood region shows improvement over FY 2007 as well as the sales tax collections, the number of utility accounts established, and the hotel tax collections. However, the dollar value of building permits issued is lower than October 2006. 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  
October 31, 2007

**GENERAL FUND**

- October year-to-date revenues are below October year-to-date expenditures by \$450,505.
- Property tax revenue for October 2007 is \$9,795 or 7.0% below the revenue collected in October 2006.
- Sales tax revenue increased by \$13,066 or 8.4% above the October 2006 revenue collected.
- October 2007 license and permit revenues are \$774 or 4.0% above October 2006 revenues.
- October 2007 interest earnings increased by \$1,843 or 12.1% over October 2006 earnings.

**WATER & SEWER FUND**

- Year-to-date revenues exceeded year-to-date expenses by \$217,191.
- Water revenues totaled \$395,014 for the month. This is \$34,426 or 8.0% below October 2006.
- Sewer revenues totaled \$279,644 for the month. This is \$4,840 or 1.7% below October 2006.
- October 2007 interest earnings decreased by \$1,585 or 15.3% below October 2006.
- Connect fees produced revenues of \$4,305 for the month.
- Water tap fees for October 2007 are \$6,670; \$7,231 below October 2006.
- Sewer tap fees for October 2007 are \$2,910; \$800 below October 2006.

**SOLID WASTE FUND**

- Year-to-date revenues exceeded year-to-date expenses by \$92,745.
- Sanitary landfill fees for October 2007 are \$35,818; \$1,615 above October 2006.

- Refuse collection fees are \$188,899 for the month; an increase of \$3,103 over October 2006.
- October 2007 interest earnings increased by \$997 or 48.9% over October 2006 earnings.

<b><i>DRAINAGE UTILITY FUND</i></b>
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- Year-to-date revenues exceeded year-to-date expenses by \$36,388.
- Drainage Utility Fees for the month of October 2007 are \$67,727; a decrease of \$284 or less than 1% under October 2006.

<b><i>GOLF COURSE FUND</i></b>
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- Year-to-date revenues exceeded year-to-date expenses by \$52,694. This is due to a budgeted transfer from the General fund for \$59,072. Net of the transfer, expenses exceeded revenues by \$6,378.
- Operating revenues for the month of October totaled \$53,801, compared to operating revenues for October 2006 of \$42,179. This is an increase in operating revenue of \$11,622.
- Expenses for the month are \$60,179; \$3,858 below October 2006 expenses.

City of Copperas Cove  
Economic Indicators Summary  
October 31, 2007

***Unemployment Rate***

- The unemployment rate for the month of October 2007 was 4.3%, which is down from October 2006, recorded at 4.9%.

***Sales Tax Collections***

- Sales tax collections for October 2007 totaled \$169,248, compared to October 2006 at \$156,182.
- In addition to the City sales tax collected above, \$84,624 was paid to the Copperas Cove Economic Development Corporation.

***Water Customers***

- During the month of October 2007 there were 12,788 active water accounts.
- October 2006 recorded 11,104 water customers, which indicates a 15.2% or 1,684 increase in water customers from October 2006 to October 2007.

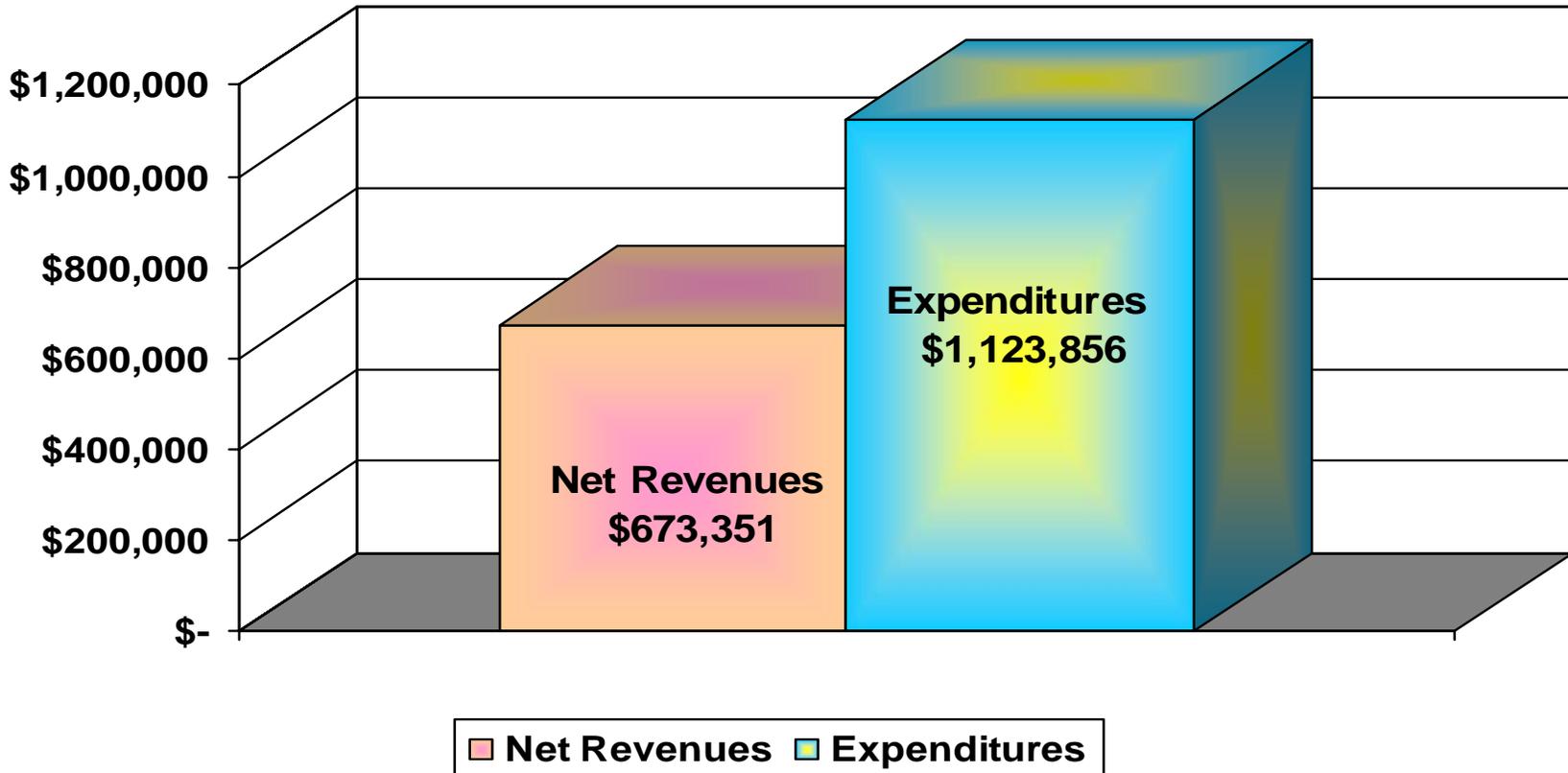
***Building Permits***

- The total dollar value of building permits issued for October 2007 was \$4,572,853 compared to \$6,163,075 in October 2006 and \$2,404,418 in September 2007.
- 152 building permits were issued in October 2007 which is an increase of 18 compared to that issued in October 2006.

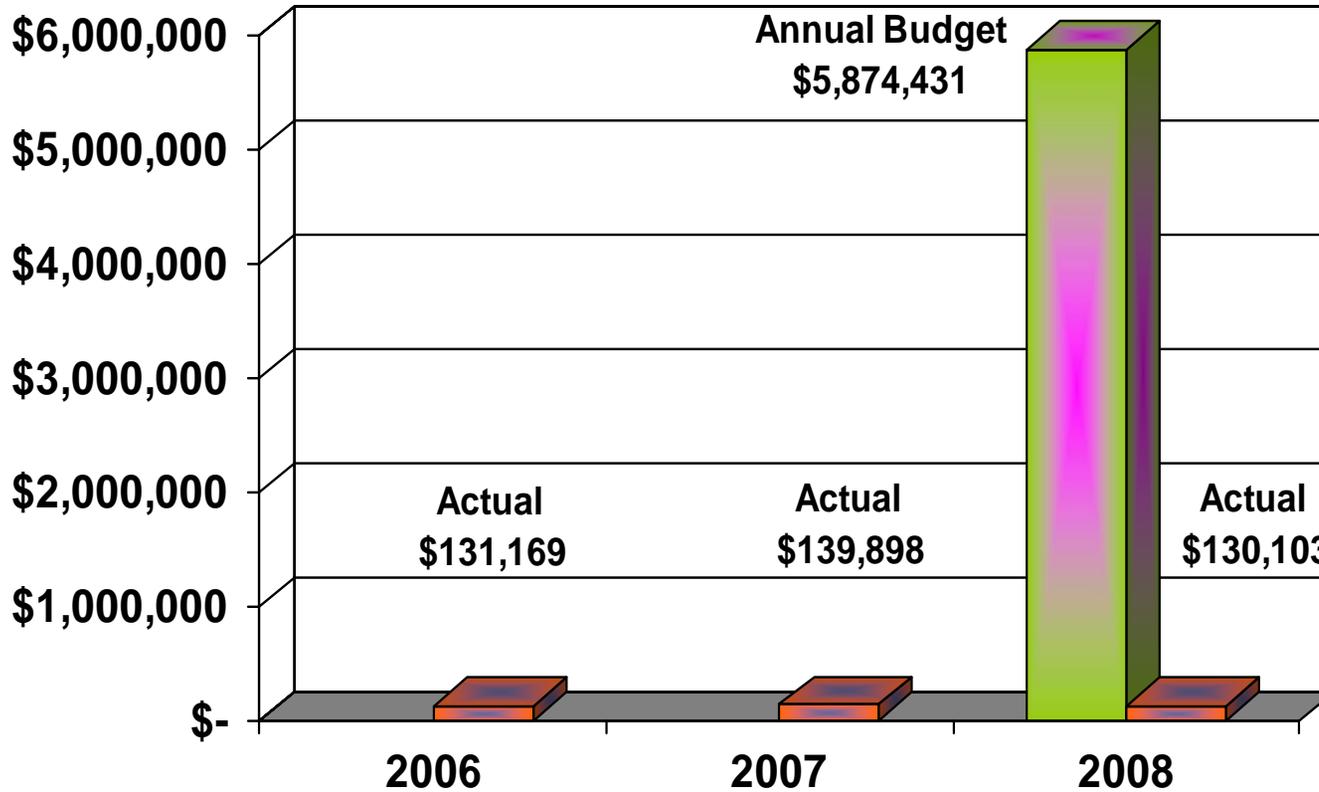
***Hotel Occupancy Tax Revenue***

- Total hotel occupancy tax collections for October 2007 were \$11,607 compared to \$10,341 collected in October 2006.

# City of Copperas Cove General Fund Revenues vs. Expenditures FYTD (October Only)



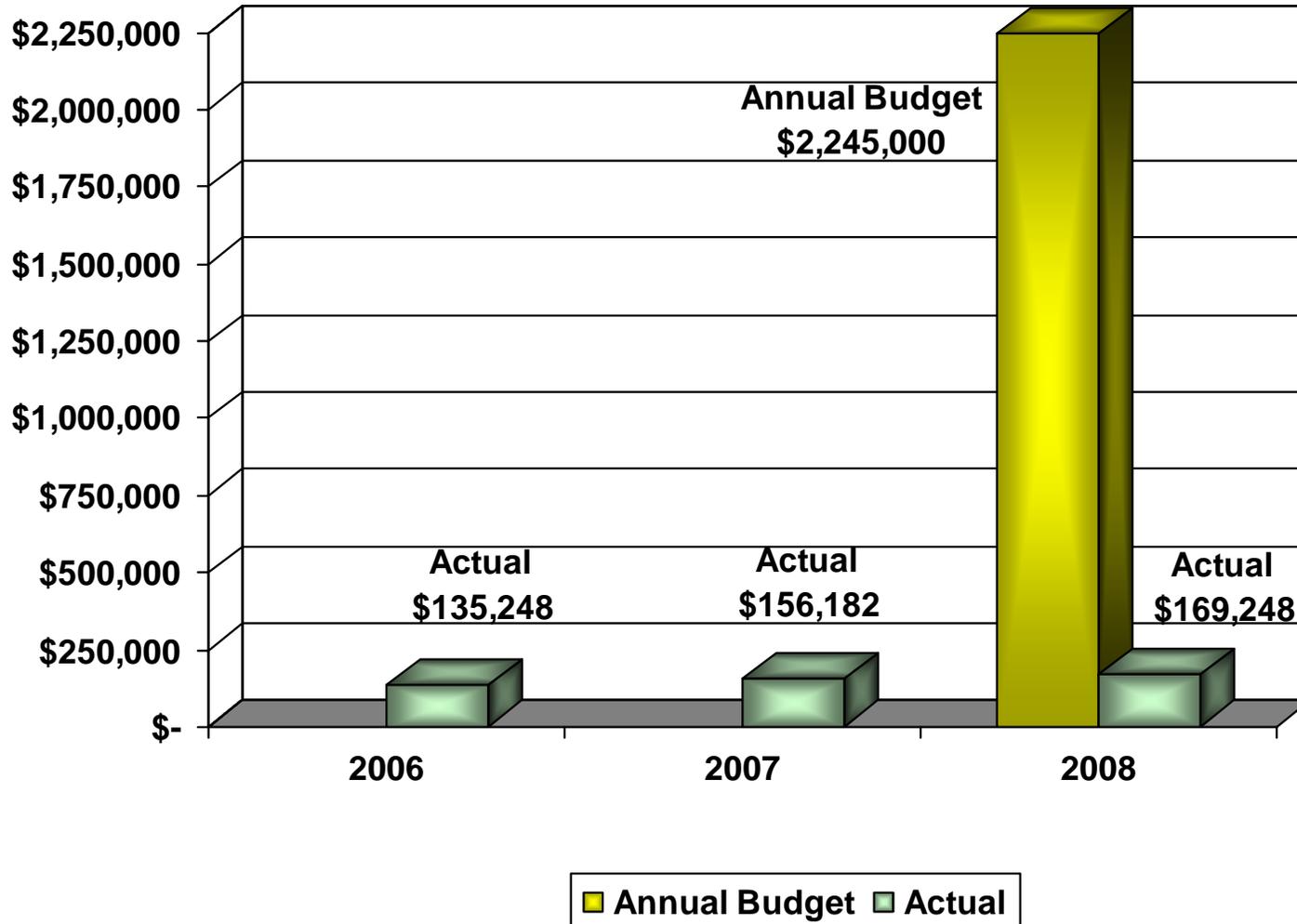
# City of Copperas Cove General Fund Property Tax Revenue Trends FYTD (October Only)



- Property Tax revenue through 10/31/07 was **\$130,103**
- **\$9,795** or 7.0% below prior year October revenue

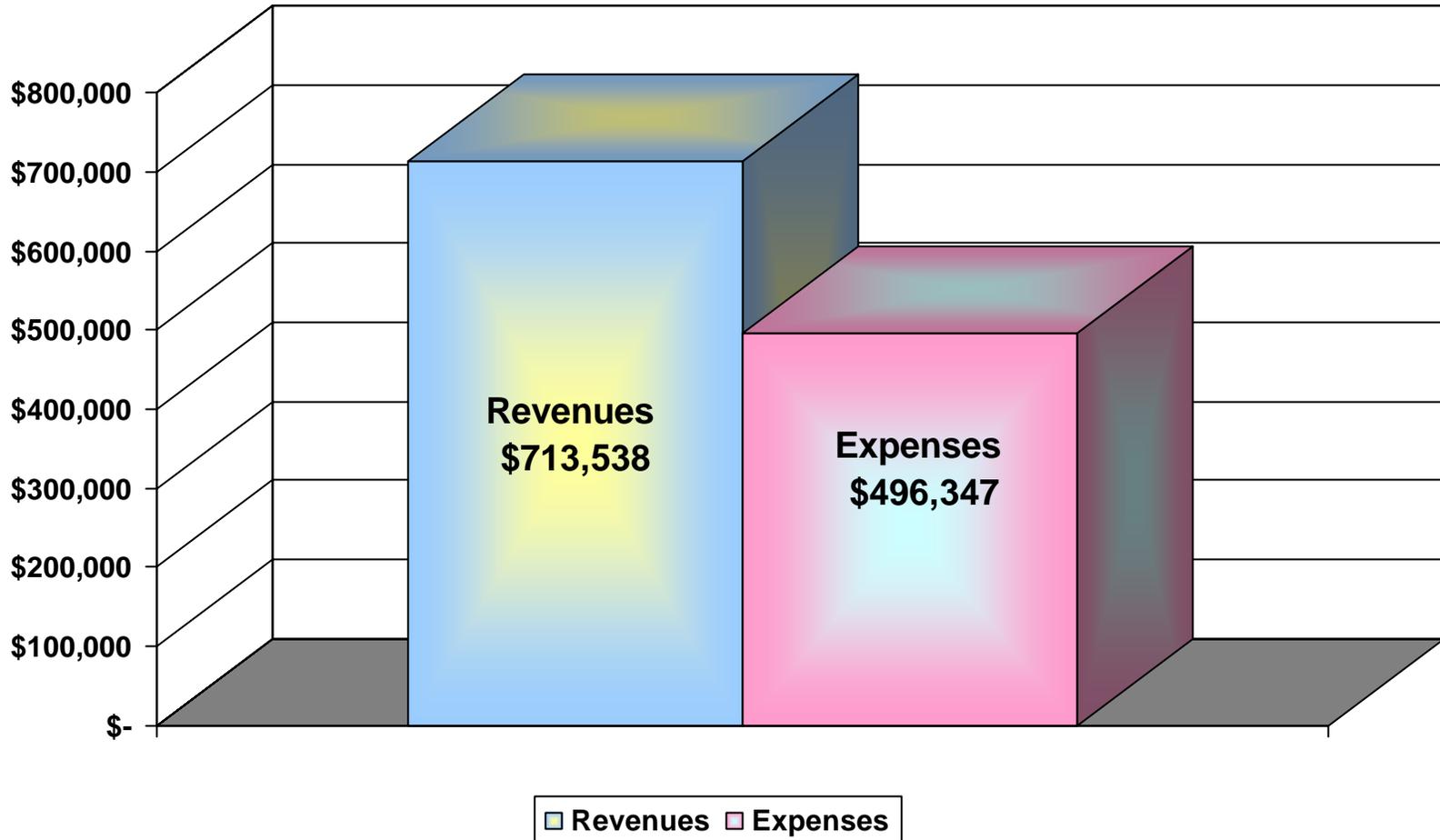
Annual Budget
  Actual

# City of Copperas Cove Sales Tax Revenue Trends FYTD (October Only)

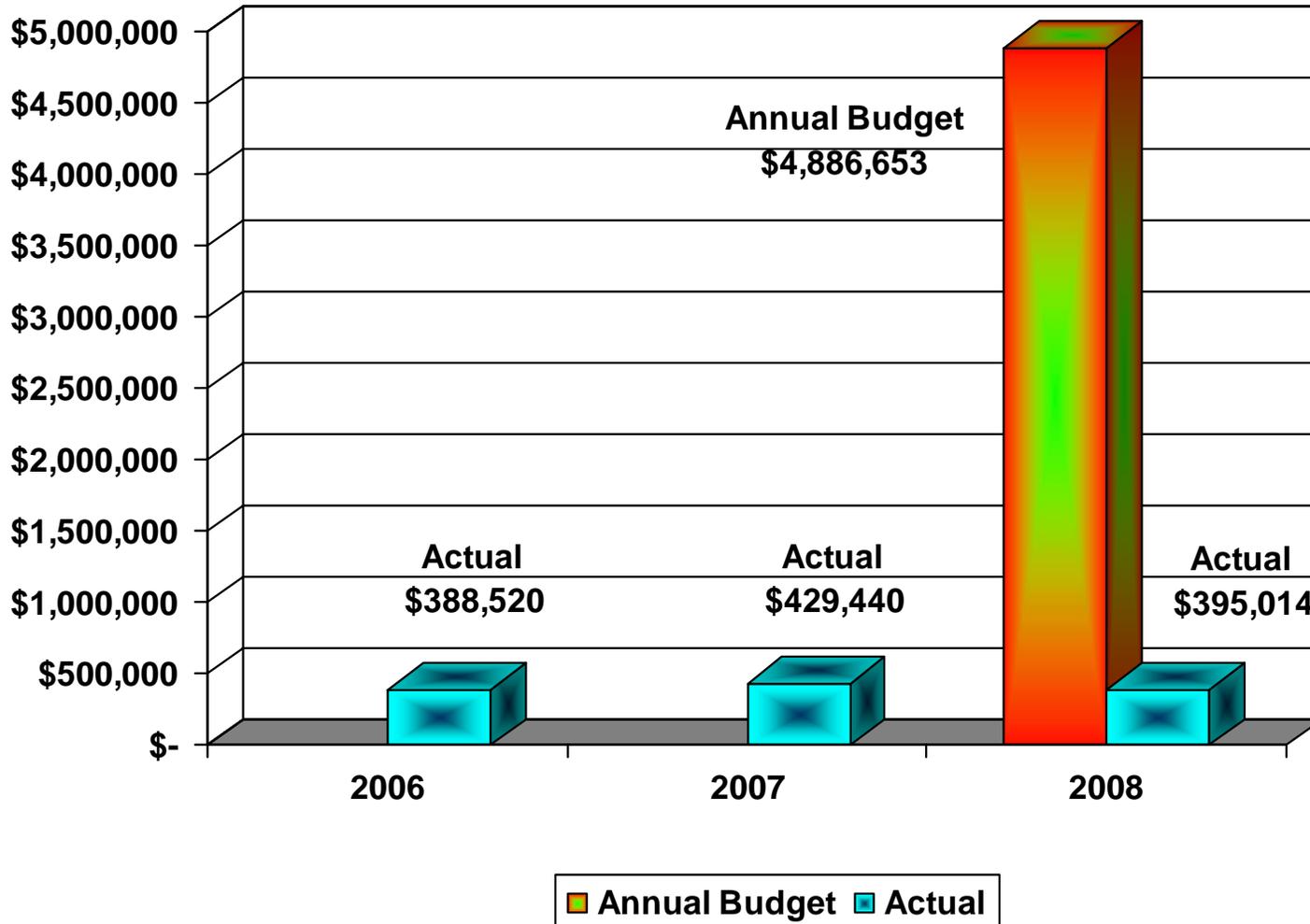


- Sales Tax revenue through 10/31/07 was **\$169,248**
- **\$13,066** or 8.4% above prior year October Sales Tax revenue

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

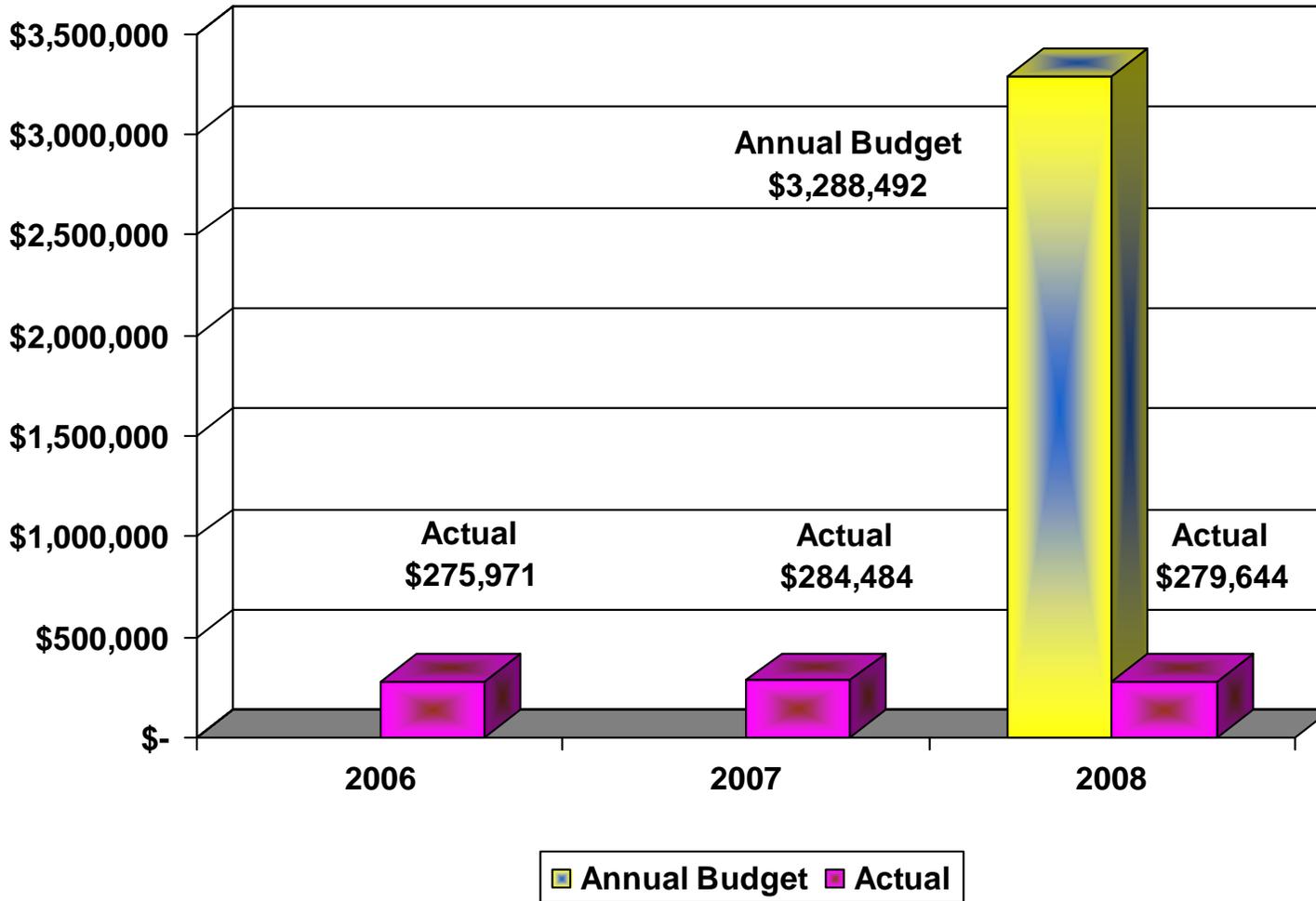


# City of Copperas Cove Water Revenue Trends FYTD (October Only)



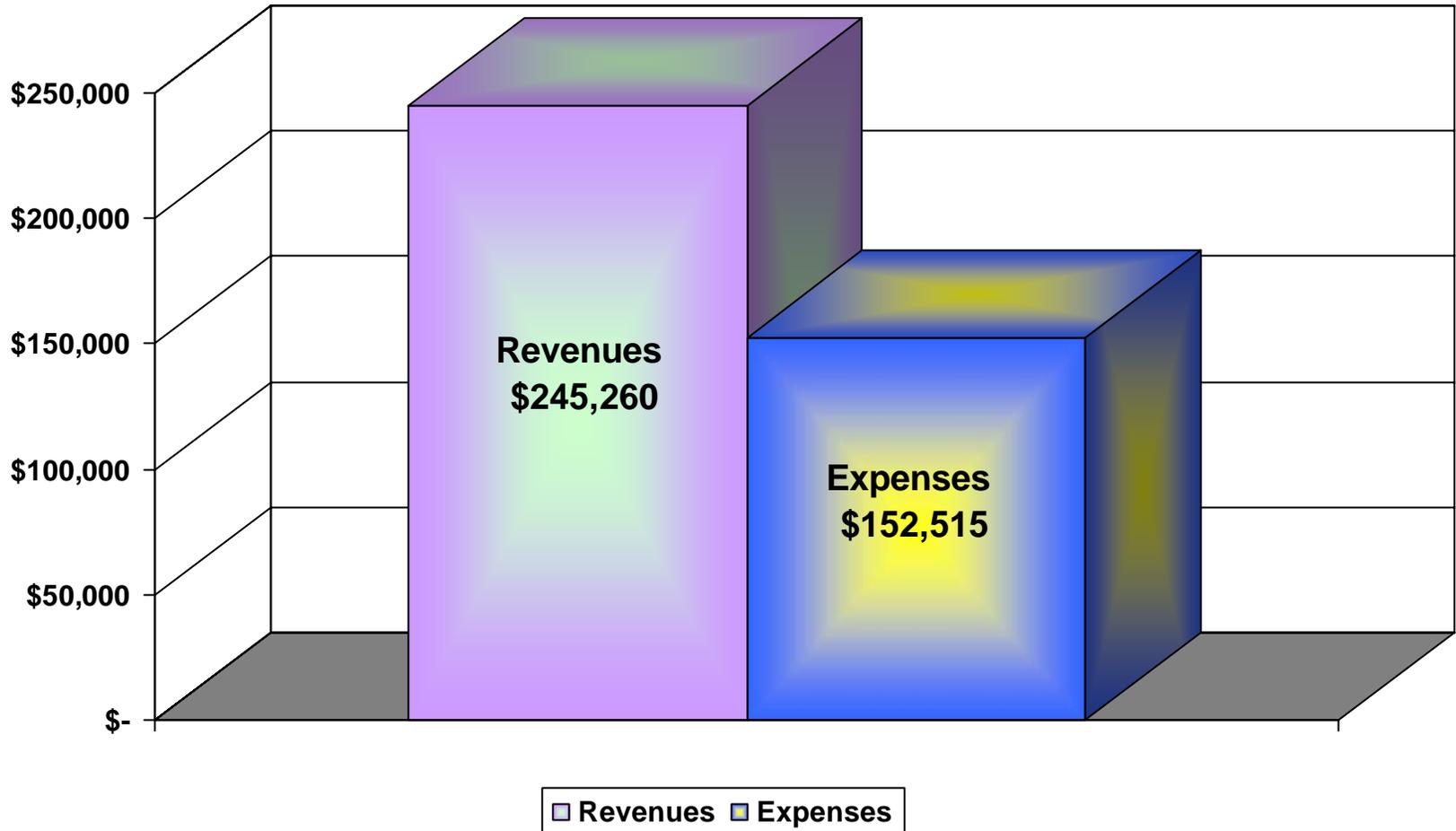
- Water Revenue through 10/31/07 was **\$395,014**
- **\$34,426** or 8.0% below prior year October revenue

# City of Copperas Cove Sewer Revenues FYTD (October Only)

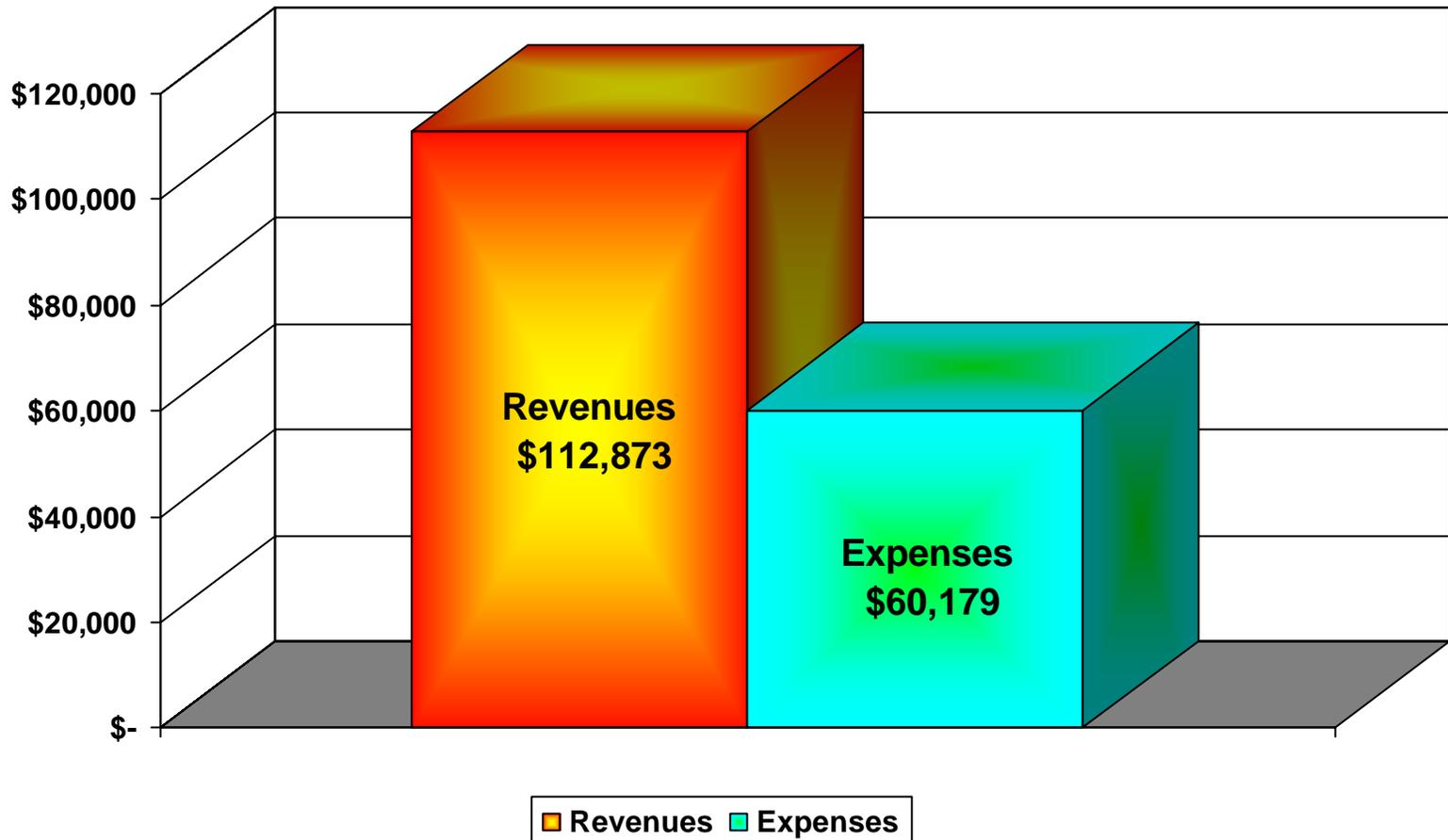


- Sewer Revenue through 10/31/07 was **\$279,644**
- **\$4,840** or 1.7% below prior year October revenue

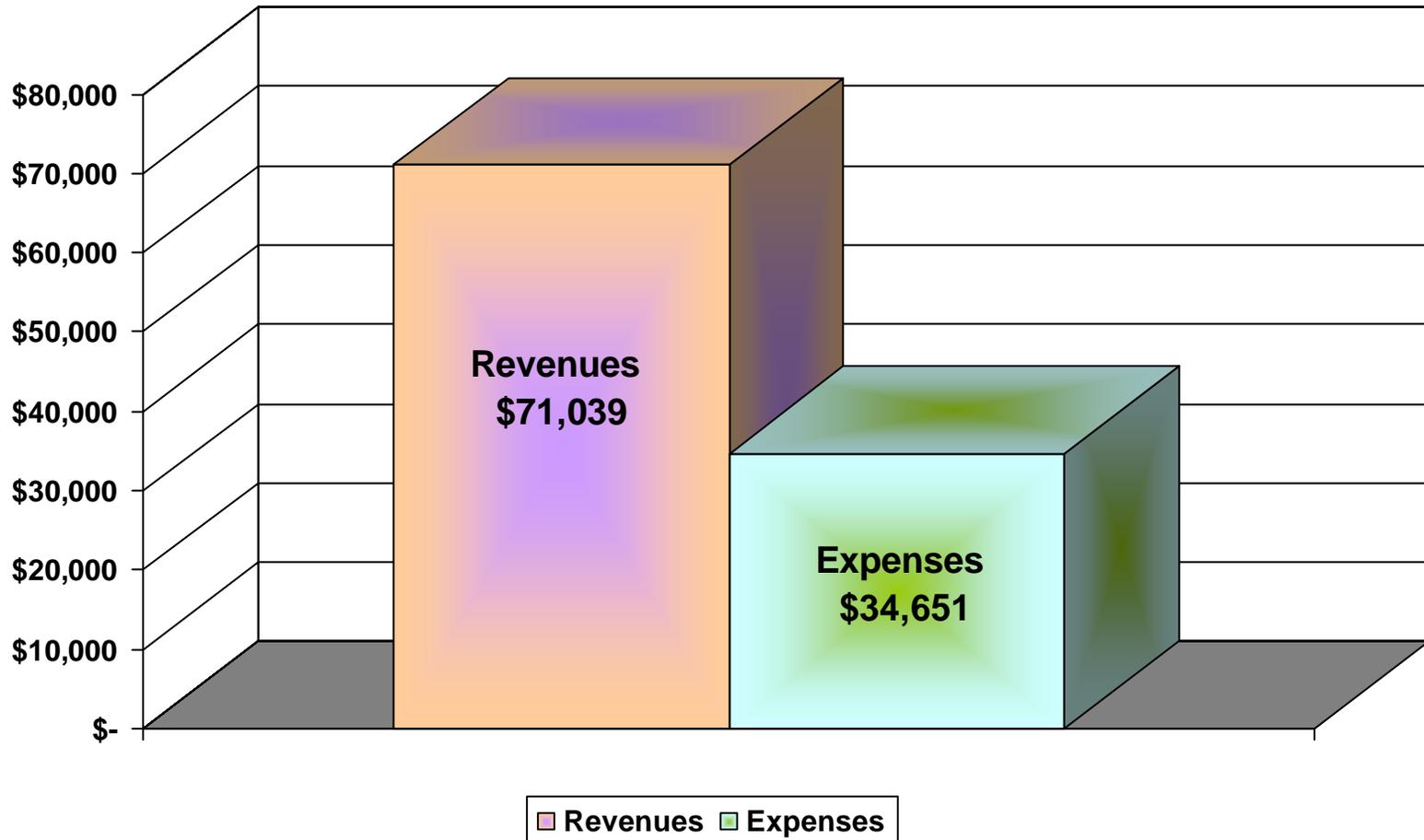
# City of Copperas Cove Solid Waste Fund Revenues vs. Expenses FYTD (October Only)



# City of Copperas Cove Golf Course Fund Revenues vs. Expenses FYTD (October Only)



# City of Copperas Cove Drainage Fund Revenues vs. Expenses FYTD (October Only)



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

Description	Adopted Budget	Current Month Oct. 2007	Total Year to Date	Percent Year to Date
<b>BEGINNING FUND BALANCE</b>				
Unreserved, Designated	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	
Unreserved, Undesignated	2,384,115	2,279,959	2,279,959	
<b>TOTAL BEG. FUND BALANCE</b>	<b>\$ 3,384,115</b>	<b>\$ 3,279,959</b>	<b>\$ 3,279,959</b>	
<b>GENERAL FUND REVENUE</b>				
<b>Taxes</b>				
Current Ad Valorem Taxes	\$ 5,874,431	\$ 130,103	\$ 130,103	2.21%
Delinquent Ad Valorem Taxes	47,000	12,043	12,043	25.62%
Penalty & Interest	38,000	3,265	3,265	8.59%
Sales Tax	2,245,000	169,248	169,248	7.54%
Franchise Tax	1,346,208	75,766	75,766	5.63%
TXU Settlement	35,633	0	0	0.00%
Mixed Drink Tax	17,000	2,872	2,872	16.89%
Bingo Tax	110,000	0	0	0.00%
Wrecker Impound Charges	0	0	0	N/A
Fuel Refund Claim	0	0	0	N/A
Used Oil Revenue-Safety Clean/H&H	700	0	0	0.00%
<b>Subtotal Taxes</b>	<b>\$ 9,713,972</b>	<b>\$ 393,297</b>	<b>\$ 393,297</b>	<b>4.05%</b>
<b>Licenses &amp; Permits</b>				
License-Bicycle	\$ 100	\$ -	\$ -	0.00%
License-Contractors	45,000	1,020	1,020	2.27%
License-Animal	4,000	324	324	8.10%
Permits-Building	90,000	9,776	9,776	10.86%
Permits-House Moving	200	0	0	0.00%
Permits - Street Cuts	9,000	0	0	0.00%
Permits-Electrical	23,000	2,035	2,035	8.85%
Permits-Solicitors	2,500	160	160	6.40%
Permits-Natural Gas Lines	2,000	125	125	6.25%
Permits-Garage Sales	7,000	940	940	13.43%
Permits-Plumbing	30,000	3,392	3,392	11.31%
Permits-Mechanical	18,000	1,375	1,375	7.64%
License-Taxicabs	1,000	0	0	0.00%
Permits-Car Wash	500	15	15	3.00%
Permits-Signs	1,500	0	0	0.00%
Permits-Swimming Pools	900	30	30	3.33%
Permit-Ambulance License	0	0	0	N/A
Wrecker License	600	0	0	0.00%
Permit-Certificate of Occupancy	2,000	120	120	6.00%
Permits-Mobile Home Parks	0	0	0	N/A
Permits-Beverage Cartage	0	0	0	N/A
Permits-Alarms	6,200	20	20	0.32%
False Alarm Penalties	400	700	700	175.00%
Permits-Alcohol License	600	0	0	0.00%
Senior Center Revenue	0	0	0	N/A
Permits-Well/Gas Drilling	0	0	0	N/A
<b>Subtotal Licenses &amp; Permits</b>	<b>\$ 244,500</b>	<b>\$ 20,032</b>	<b>\$ 20,032</b>	<b>8.19%</b>

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

Description	Adopted Budget	Current Month Oct. 2007	Total Year to Date	Percent Year to Date
<b>Services &amp; Charges</b>				
Swimming Pool Receipts	\$ 52,400	\$ -	\$ -	0.00%
Community Building Rental	21,000	5,020	5,020	23.90%
Misc. Library Receipts	14,500	1,170	1,170	8.07%
Animal Shelter Fees	40,000	2,773	2,773	6.93%
Ambulance Fee Revenue <sup>(1)</sup>	776,818	42,693	42,693	5.50%
Copy Machines	5,200	528	528	10.15%
Mowing Revenue	20,000	2,942	2,942	14.71%
Sale of City Maps	600	88	88	14.67%
Service Charge-NSF Checks	12,000	850	850	7.08%
Plat Filing Fee Revenue	6,500	0	0	0.00%
RV Park Fees	12,000	855	855	7.13%
Police Auction	0	0	0	N/A
Contract Fire Revenue	0	0	0	N/A
Police Overtime Reimbursement	20,000	4,200	4,200	21.00%
Police Restitution Revenue	3,000	338	338	11.25%
Festival Reimbursements	13,094	0	0	0.00%
Special Events-Seniors	1,500	250	250	16.67%
Library Meeting Room Rental	1,500	930	930	62.00%
Open Records Revenue	1,000	45	45	4.51%
Senior Games	1,500	0	0	N/A
Fax Machine Fees	700	100	100	14.27%
Pool Rental Revenue	4,000	0	0	0.00%
Contract EMS Revenue	0	0	0	N/A
Re-Inspection Fees	700	0	0	N/A
Micro Chip of Animals Revenue	7,175	215	215	3.00%
<b>Subtotal Services &amp; Charges</b>	<b>\$ 1,015,187</b>	<b>\$ 62,997</b>	<b>\$ 62,997</b>	<b>6.21%</b>
<sup>(1)</sup> Recorded net of billing fees.				
<b>Fines &amp; Forfeitures</b>				
Municipal Court Fines	\$ 161,500	\$ 7,250	\$ 7,250	4.49%
Traffic Violation Fines	404,600	22,481	22,481	5.56%
Library Fines	16,500	1,574	1,574	9.54%
Arrest Warrant Income	138,500	6,599	6,599	4.76%
Child Safety Fund	12,800	762	762	5.95%
City's % of State Court Fines	57,500	13,110	13,110	22.80%
HB 70 Fees	14,000	891	891	6.36%
Arresting Officer Fees	33,000	1,919	1,919	5.82%
CCISD Liaison Funding	101,508	0	0	0.00%
Admin Fee-Teen Court	1,500	130	130	8.67%
Admin Fee-Defensive Driving	8,600	840	840	9.77%
Rezone Request Fees	3,000	200	200	6.67%
Variance Request Fees	300	110	110	36.67%
<b>Subtotal Fines &amp; Forfeitures</b>	<b>\$ 953,308</b>	<b>\$ 55,865</b>	<b>\$ 55,865</b>	<b>5.86%</b>
<b>Administration Reimb.</b>				
Admin. Reimb.-W & S Fd	\$ 792,500	\$ 66,042	\$ 66,042	8.33%
Admin. Reimb.-Solid Waste Fd	428,000	35,667	35,667	8.33%
Admin. Reimb.-Drainage Utility Fd	80,000	6,667	6,667	8.33%
<b>Subtotal Admin. Reimb.</b>	<b>\$ 1,300,500</b>	<b>\$ 108,375</b>	<b>\$ 108,375</b>	<b>8.33%</b>

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

Description	Adopted Budget	Current Month Oct. 2007	Total Year to Date	Percent Year to Date
<b>Miscellaneous Revenue</b>				
Interest Earned Revenue	\$ 235,000	\$ 17,086	\$ 17,086	7.27%
Rental Income	20,000	1,440	1,440	7.20%
Sale of City Prop. & Equip.	0	0	0	N/A
Miscellaneous Police Revenue	3,000	440	440	14.65%
Miscellaneous Grant Revenue	1,500	0	0	0.00%
Miscellaneous Revenues	75,300	10,740	10,740	14.26%
Insurance Proceeds	3,000	0	0	0.00%
Food Workers' Permit	12,000	1,804	1,804	15.03%
Food Establishment Licenses	11,000	1,275	1,275	11.59%
Attorney Fees Revenue	0	0	0	N/A
Court Cost Revenue	0	0	0	N/A
Council Signage Donation	0	0	0	N/A
Maintenance & Landscape Revenue	2,100	0	0	N/A
Street Sign Revenue	2,400	0	0	
Auction Proceeds	5,000	0	0	0.00%
<b>Subtotal Miscellaneous Rev.</b>	<b>\$ 370,300</b>	<b>\$ 32,785</b>	<b>\$ 32,785</b>	<b>8.85%</b>
<b>TOTAL G. F. REVENUE</b>	<b>\$ 13,597,767</b>	<b>\$ 673,351</b>	<b>\$ 673,351</b>	<b>4.95%</b>

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

Description	Adopted Budget	Current Month Oct. 2007	Total Year to Date	Percent Year to Date
<b>GENERAL FUND EXPENDITURES</b>				
City Council	\$ 42,700	\$ 4,596	\$ 4,596	10.76%
City Manager	270,334	17,768	17,768	6.57%
City Secretary/Elections	147,339	9,436	9,436	6.40%
City Attorney	105,080	7,318	7,318	6.96%
Finance	506,924	50,285	50,285	9.92%
Grants Administration	62,546	(542)	(542)	-0.87%
Human Resources	176,796	13,308	13,308	7.53%
Information Systems	197,219	13,662	13,662	6.93%
Municipal Court	361,583	46,132	46,132	12.76%
Police	4,378,484	304,152	304,152	6.95%
Public Information Office	0	1,146	1,146	N/A
Animal Control	213,593	12,679	12,679	5.94%
Fire/EMS	3,000,931	267,362	267,362	8.91%
Emergency Management	65,496	5,180	5,180	7.91%
Engineering	166,629	4,358	4,358	2.62%
Building & Development Services	281,485	22,096	22,096	7.85%
Streets	985,565	58,803	58,803	5.97%
Parks and Recreation	929,962	60,146	60,146	6.47%
Fleet Services	235,422	18,371	18,371	7.80%
Public Works	39,418	3,226	3,226	8.18%
Facility Maintenance	172,390	14,390	14,390	8.35%
Planning	188,868	15,990	15,990	8.47%
Library	519,730	39,751	39,751	7.65%
Code & Health	155,289	12,713	12,713	8.19%
Non-Departmental	371,815	121,531	121,531	32.69%
<b>TOTAL GENERAL FUND EXPENDITURES</b>	<b>\$ 13,575,598</b>	<b>\$ 1,123,856</b>	<b>\$ 1,123,856</b>	<b>8.28%</b>
<b>ENDING FUND BALANCE</b>				
Unreserved, Designated	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	
Unreserved, Undesignated	\$ 2,406,284	\$ 1,829,454	\$ 1,829,454	
<b>TOTAL ENDING FUND BALANCE</b>	<b>\$ 3,406,284</b>	<b>\$ 2,829,454</b>	<b>\$ 2,829,454</b>	
<b>IDEAL RESERVE FUND BALANCE</b>	<b>\$ 3,393,900</b>	<b>\$ 3,393,900</b>	<b>\$ 3,393,900</b>	
<b>OVER (UNDER) IDEAL RESERVE FUND BALANCE</b>	<b>\$ 12,384</b>	<b>\$ (564,446)</b>	<b>\$ (564,446)</b>	

**CITY OF COPPERAS COVE  
MONTHLY COUNCIL REPORT  
WATER & SEWER FUND  
As of October 31, 2007 (FY 2007-08)**

Description	Adopted Budget	Current Month Oct. 2007	Total Year to Date	Percent Year to Date
<b>BEGINNING FUND BALANCE</b>				
Unreserved, Undesignated	\$ 2,029,827	\$ 1,730,982	\$ 1,730,982	
<b>TOTAL BEGINNING FUND BALANCE</b>	\$ 2,029,827	\$ 1,730,982	\$ 1,730,982	
<b>W &amp; S FUND REVENUES</b>				
<b>Operating Revenues</b>				
Water Revenue	\$ 4,886,653	\$ 395,014	\$ 395,014	8.08%
Sewer Revenue	3,288,492	279,644	279,644	8.50%
Senior Discount	(140,300)	(11,540)	(11,540)	8.23%
Water Tap Fees	122,000	6,670	6,670	5.47%
Sewer Tap Fees	30,000	2,910	2,910	9.70%
Connect Fee	55,000	4,305	4,305	7.83%
Meter Box Reset Fee	0	0	0	N/A
<b>Subtotal Operating Revenues</b>	\$ 8,241,845	\$ 677,003	\$ 677,003	8.21%
<b>Other Revenues</b>				
Composting Sales Revenue	\$ 15,000	\$ 1,195	\$ 1,195	7.97%
Admin Reimb--Drainage	20,000	1,667	1,667	8.33%
Interest Revenue	140,000	8,804	8,804	6.29%
Sale of City Property	0	0	0	N/A
Late Charge For Billing	250,000	21,172	21,172	8.47%
Riser Forfeiture Revenue	3,000	0	0	N/A
Auction Proceeds	1,000	0	0	0.00%
Insurance Proceeds	500	0	0	0.00%
Miscellaneous Revenues	50,000	3,698	3,698	7.40%
<b>Subtotal Other Revenues</b>	\$ 479,500	\$ 36,536	\$ 36,536	7.62%
<b>TOTAL W &amp; S FD REVENUES</b>	\$ 8,721,345	\$ 713,538	\$ 713,538	8.18%
<b>W &amp; S FUND EXPENDITURES</b>				
Water & Sewer Administration	\$ 152,025	\$ 12,190	\$ 12,190	8.02%
Utility Administration	517,891	47,222	47,222	9.12%
Water Distribution	1,126,698	96,580	96,580	8.57%
Sewer Collection	497,329	31,550	31,550	6.34%
Wastewater Treatment	1,013,042	74,672	74,672	7.37%
Composting	161,262	11,753	11,753	7.29%
Non-Departmental	4,714,017	222,379	222,379	4.72%
<b>TOTAL W &amp; S FUND EXPENDITURES</b>	\$ 8,182,264	\$ 496,347	\$ 496,347	6.07%
<b>ENDING FUND BALANCE</b>				
Unreserved, Undesignated	\$ 2,568,908	\$ 1,948,174	\$ 1,948,174	
<b>TOTAL ENDING FUND BALANCE</b>	\$ 2,568,908	\$ 1,948,174	\$ 1,948,174	
<b>IDEAL RESERVE FUND BALANCE</b>	\$ 2,045,566	\$ 2,045,566	\$ 2,045,566	
<b>OVER (UNDER) IDEAL RESERVE FUND BALANCE</b>	\$ 523,342	\$ (97,392)	\$ (97,392)	

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

Description	Adopted Budget	Current Month Oct. 2007	Total Year to Date	Percent Year to Date
<b>BEGINNING FUND BALANCE</b>				
Unreserved, Undesignated	\$ 653,725	\$ 769,842	\$ 769,842	
Unreserved, Designated	0	0	0	
<b>TOTAL BEGINNING FUND BALANCE</b>	\$ 653,725	\$ 769,842	\$ 769,842	
<b>SOLID WASTE FUND REVENUE</b>				
<b>Operating Revenue</b>				
Refuse Collection Fees	\$ 2,211,872	\$ 188,899	\$ 188,899	8.54%
Sanitary Landfill Fees	425,000	35,818	35,818	8.43%
Senior Discount	(38,325)	(3,157)	(3,157)	8.24%
Recycling Proceeds	35,000	4,046	4,046	11.56%
Sale of Scrap Metal	18,000	3,293	3,293	18.29%
Sale of Kraft Bags	9,500	639	639	6.73%
Container Reload Fees	13,500	193	193	1.43%
Return Service/Overload Container	1,000	29	29	2.85%
Roll-Off Rental Income	40,000	1,411	1,411	3.53%
Rear Load Dumpster Rental	800	243	243	30.38%
Auto Lid Locks	750	145	145	19.27%
<b>Subtotal Operating Revenue</b>	\$ 2,717,097	\$ 231,558	\$ 231,558	8.52%
<b>Other Revenue</b>				
Interest Revenue	\$ 33,000	\$ 3,035	\$ 3,035	9.20%
Late Charge For Billing	116,000	10,586	10,586	9.13%
Auction Proceeds	1,000	0	0	0.00%
Sale of City Property & Equip.	0	0	0	N/A
Miscellaneous Revenues	2,000	81	81	4.07%
<b>Subtotal Other Revenue</b>	\$ 152,000	\$ 13,702	\$ 13,702	9.01%
<b>TOTAL SOLID WASTE REVENUE</b>	\$ 2,869,097	\$ 245,260	\$ 245,260	8.55%
<b>SOLID WASTE FUND EXPENDITURES</b>				
Solid Waste Administration	\$ 205,723	\$ 19,716	\$ 19,716	9.58%
Solid Waste Collection - Residential	330,012	17,910	17,910	5.43%
Solid Waste Collection - Recycling	159,375	6,509	6,509	4.08%
Solid Waste Collection - Brush	117,174	9,391	9,391	8.01%
Solid Waste Collection - Commercial	379,273	31,057	31,057	8.19%
Solid Waste Disposal - Transfer Station	1,100,536	18,564	18,564	1.69%
Solid Waste Recycling - KCCB	22,200	1,040	1,040	4.69%
Non-Departmental	503,095	48,327	48,327	9.61%
<b>TOTAL SOLID WASTE FUND EXPENDITURES</b>	\$ 2,817,388	\$ 152,515	\$ 152,515	5.41%
<b>ENDING FUND BALANCE</b>				
Unreserved, Undesignated	\$ 705,434	\$ 862,588	\$ 862,588	
Unreserved, Designated	0	0	0	
<b>TOTAL ENDING FUND BALANCE</b>	\$ 705,434	\$ 862,588	\$ 862,588	
<b>IDEAL RESERVE FUND BALANCE</b>	\$ 704,347	\$ 704,347	\$ 704,347	
<b>OVER (UNDER) IDEAL RESERVE FUND BALANCE</b>	\$ 1,087	\$ 158,241	\$ 158,241	

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

Description	Adopted Budget	Current Month Oct. 2007	Total Year to Date	Percent Year to Date
<b>BEGINNING FUND BALANCE</b>				
Unreserved, Undesignated	385,402	324,584	324,584	
<b>TOTAL BEGINNING FUND BALANCE</b>				
	\$ 385,402	\$ 324,584	\$ 324,584	
<b>DRAINAGE UTILITY FUND REVENUE</b>				
Drainage Utility Fee	\$ 841,839	\$ 67,727	\$ 67,727	8.05%
Maintenance Revenue	500	50	50	10.00%
<b>Subtotal Drainage Utility Revenue</b>	\$ 842,339	\$ 67,777	\$ 67,777	8.05%
<b>Other Revenue</b>				
Miscellaneous Revenue	\$ 1,900	\$ -	\$ -	0.00%
Interest Revenue	37,000	3,312	3,312	8.95%
<b>Subtotal Other Revenue</b>	\$ 38,900	\$ 3,312	\$ 3,312	8.51%
<b>TOTAL DRAINAGE UTILITY REVENUE</b>	\$ 881,239	\$ 71,089	\$ 71,089	8.07%
<b>DRAINAGE UTILITY FUND EXPENDITURES</b>				
Drainage Utility Fund	\$ 1,051,485	\$ 34,651	\$ 34,651	3.30%
<b>TOTAL DRAINAGE UTILITY FUND EXPENDITURES</b>	\$1,051,485	\$34,651	\$34,651	3.30%
<b>ENDING FUND BALANCE</b>				
Unreserved, Undesignated	215,156	361,022	361,022	
<b>TOTAL ENDING FUND BALANCE</b>	\$ 215,156	\$ 361,022	\$ 361,022	
<b>IDEAL RESERVE FUND BALANCE</b>	\$ 262,871	\$ 262,871	\$ 262,871	
<b>OVER (UNDER) IDEAL RESERVE FUND BALANCE</b>	\$ (47,715)	\$ 98,151	\$ 98,151	

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

Description	Adopted Budget	Current Month Oct. 2007	Total Year to Date	Percent Year to Date
<b>BEGINNING FUND BALANCE</b>				
Unreserved, Undesignated	\$ 3,113	\$ (22,335)	\$ (22,335)	
<b>TOTAL BEGINNING FUND BALANCE</b>	\$ 3,113	\$ (22,335)	\$ (22,335)	
<b>GOLF COURSE FUND REVENUE</b>				
Green Fees	\$ 198,735	\$ 15,855	\$ 15,855	7.98%
Cart Rental Fees	172,000	13,862	13,862	8.06%
Membership Dues	107,425	956	956	0.89%
Cart Storage Fees	22,100	1,075	1,075	4.86%
Trail Fees	15,300	512	512	3.35%
Pro Shop Sales	101,000	5,847	5,847	5.79%
Handicap Fees	300	0	0	0.00%
Driving Range Fees	36,500	3,678	3,678	10.08%
Snack Bar Revenue F&B	62,000	5,775	5,775	9.31%
Snack Bar Revenue-Beer & Wine	25,000	2,026	2,026	8.10%
Transfer From General Fund	59,072	59,072	59,072	100.00%
Facility Rental Income	500	0	0	0.00%
Swimming Pool Receipts	500	0	0	0.00%
Interest Revenue	100	0	0	0.26%
Sale of City Property & Equipment	0	0	0	N/A
Winter Special Green Fees	0	0	0	N/A
Winter Special Cart Fees	0	0	0	N/A
Winter Special Lunch	0	0	0	N/A
Tournament Green Fees	18,000	2,488	2,488	13.82%
Tournament Cart Fees	14,500	1,708	1,708	11.78%
Contributions	0	0	0	N/A
Auction Proceeds	5,000	0	0	0.00%
Miscellaneous Receipts	260	19	19	7.27%
<b>TOTAL G. C. FD REVENUE</b>	\$ 838,292	\$ 112,873	\$ 112,873	13.46%
<b>GOLF COURSE FUND EXPENDITURES</b>				
Golf Course	\$ 764,179	\$ 60,179	\$ 60,179	7.87%
<b>TOTAL GOLF COURSE FUND EXPENDITURES</b>	\$ 764,179	\$ 60,179	\$ 60,179	7.87%
<b>ENDING FUND BALANCE</b>				
Unreserved, Undesignated	\$ 77,226	\$ 30,359	\$ 30,359	
<b>TOTAL ENDING FUND BALANCE</b>	\$ 77,226	\$ 30,359	\$ 30,359	
<b>IDEAL RESERVE FUND BALANCE</b>	\$ 191,045	\$ 191,045	\$ 191,045	
<b>OVER (UNDER) IDEAL RESERVE FUND BALANCE</b>	\$ (113,819)	\$ (160,686)	\$ (160,686)	

**CITY OF COPPERAS COVE  
MONTHLY COUNCIL REPORT  
OTHER FUNDS  
As of October 31, 2007 (FY 2006-07)**

Fund Description	Beginning Fund Balance	Revenues	Expenditures	Ending Fund Balance
<b>Special Revenue Funds:</b>				
Recreation Activities Fund	\$ 88,185	\$ 7,417	\$ 18,160	\$ 77,442
Cemetery Fund	12,865	139	3,980	9,024
Library Gifts and Memorials	8,894	4	-	8,898
Small Business Revolving Loan Fund	197,521	192	-	197,713
Hotel Occupancy Tax Fund	56,405	12,252	8,000	60,657
Animal Shelter Fund	21,560	21	-	21,581
City-Wide Donation Fund	40,795	1,087	-	41,882
Municipal Court Fund	175,638	5,448	9,088	171,997
<b>Sub-Total Special Revenue Fund:</b>	<b>\$ 601,863</b>	<b>\$ 26,558</b>	<b>\$ 39,228</b>	<b>\$ 547,311</b>
** Beginning fund balance includes \$151,549 in notes receivables.				
<b>Debt Service Fund:</b>				
Tax Interest & Sinking Fund	\$ 143,493	\$ 35,195	\$ -	\$ 178,688
<b>Sub-Total Debt Service Fund:</b>	<b>\$ 143,493</b>	<b>\$ 35,195</b>	<b>\$ -</b>	<b>\$ 178,688</b>
<b>Capital Projects Funds:</b>				
2001 C.O. (Capital Equip./Improvement)	\$ 285,983	\$ 1,191	\$ -	\$ 287,174
2001 C.O. (Water/Wastewater Phase I)	434,649	1,955	13,374	423,230
2003 C.O. (CIP)	471,247	3,465	342,307	132,405
2003 C.O. (W/WW Phase III)	1,532,155	7,809	418	1,539,545
2005 C.O. (Water Infrastructure Project)	2,228,891	10,020	7,688	2,231,224
2006 Tax Notes (CIP)	1,015,058	3,876	203,538	815,396
2007 C.O. (Police Facility)	5,338,633	(479,607)	-	4,859,026
<b>Sub-Total C.I.P. Funds:</b>	<b>\$ 11,306,616</b>	<b>\$ (451,292)</b>	<b>\$ 567,325</b>	<b>\$10,287,999</b>
<b>Total Other Funds</b>	<b>\$ 12,051,972</b>	<b>\$ (389,538)</b>	<b>\$ 606,553</b>	<b>\$11,013,999</b>

**City of Copperas Cove, Texas  
2001 Certificates of Obligation  
(Capital Equipment/Improvements)  
As of October 31, 2007**

Account	Description	Budget	As of	
			FY 2006-07	FY 2007-08
<b>Beginning Fund Balance</b>				
90-300-0001	Fund Balance	\$ -	\$ -	\$ 285,983
<b>Revenues</b>				
90-390-1001	Bond Proceeds	\$ 1,915,000	\$ 1,914,227	\$ -
90-370-6001	Interest Income	-	82,505	1,191
90-370-6005	Miscellaneous Revenue	-	1,500	-
<b>Total Revenues</b>		<u>\$ 1,915,000</u>	<u>\$ 1,998,233</u>	<u>\$ 1,191</u>
<b>Expenditures</b>				
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	148,623	-
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	-
<b>Total Expenditures</b>		<u>\$ 1,915,000</u>	<u>\$ 1,712,250</u>	<u>\$ -</u>
<b>Ending Fund Balance</b>				
90-300-0001	Fund Balance	<u>\$ -</u>	<u>\$ 285,983</u>	<u>\$ 287,173</u>

**City of Copperas Cove, Texas**  
**2001 Certificates of Obligation**  
**(Phase II of Water/Wastewater CIP)**  
**As of October 31, 2007**

Account	Description	Budget	As of	
			FY 2006-07	FY 2007-08
<b>Beginning Fund Balance</b>				
91-300-0001	Fund Balance	\$ -	\$ -	\$ 434,649
<b>Revenues</b>				
91-390-1001	Bond Proceeds	\$ 6,485,000	\$ 6,482,383	\$ -
91-370-6001	Interest Income	-	324,782	1,955
91-370-6005	Miscellaneous Revenue	-	-	-
<b>Total Revenues</b>		<u>\$ 6,485,000</u>	<u>\$ 6,807,165</u>	<u>\$ 1,955</u>
<b>Expenditures</b>				
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	86,762	-
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	507,968	-
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	-	243,276	-
91-4607-9100-0952	Mickan Mountain Rehab	-	214,078	13,374
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	125,000	37,041	-
91-4607-5600-6800	Professional Services	-	2,276	-
<b>Total Expenditures</b>		<u>\$ 6,485,000</u>	<u>\$ 6,372,516</u>	<u>\$ 13,374</u>
<b>Ending Fund Balance</b>				
91-300-0001	Fund Balance	<u>\$ -</u>	<u>\$ 434,649</u>	<u>\$ 423,230</u>

**City of Copperas Cove, Texas  
2003 Certificates of Obligation  
Tax Supported Capital Projects  
As of October 31, 2007**

Account	Description	Budget	As of	
			FY 2006-07	FY 2007-08
<b>Beginning Fund Balance</b>				
70-300-0001	Fund Balance	\$ -	\$ -	\$ 471,247
<b>Revenues</b>				
70-390-1003	Bond Proceeds	\$ 4,190,000	\$ 4,190,000	\$ -
70-370-6001	Interest Income	-	214,451	3,465
70-370-6005	Miscellaneous Revenue	-	1,953	-
<b>Total Revenues</b>		<u>\$ 4,190,000</u>	<u>\$ 4,406,404</u>	<u>\$ 3,465</u>
<b>Expenditures</b>				
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	1,636,236	-
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	363,398	1,500
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	92,661	-
70-4615-8500-9019	Construction of Big Divide	579,000	951,353	340,807
70-4615-8500-9043	Street Reconstruction	400,000	250,058	-
<b>Total Expenditures</b>		<u>\$ 4,186,740</u>	<u>\$ 3,935,157</u>	<u>\$ 342,307</u>
<b>Ending Fund Balance</b>				
70-300-0001	Fund Balance	<u>\$ 3,260</u>	<u>\$ 471,247</u>	<u>\$ 132,405</u>

**City of Copperas Cove, Texas  
2003 Certificates of Obligation  
(Phase III of Water/Wastewater CIP)  
As of October 31, 2007**

Account	Description	Budget	As of	
			FY 2006-07	FY 2007-08
<b>Beginning Fund Balance</b>				
71-300-0001	Fund Balance	\$ -	\$ -	\$ 1,532,155
<b>Revenues</b>				
71-390-1003	Bond Proceeds	\$9,820,000	\$ 9,820,000	\$ -
71-370-6001	Interest Income	-	491,531	7,809
71-390-1001	Developer Contributions	-	21,086	-
71-370-6005	Miscellaneous Revenue	-	167,965	-
<b>Total Revenues</b>		<u>\$9,820,000</u>	<u>\$ 10,500,581</u>	<u>\$ 7,809</u>
<b>Expenditures</b>				
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	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	162,430	177,948	-
71-4615-8500-9007	Mountain Top Water Project	460,000	533,933	-
71-4615-8500-9009	Big Divide (Sewer)	484,000	625,951	-
71-4615-8500-9011	Big Divide (Water)	1,710,000	824,215	-
71-4615-8500-9013	NE WW Plant Expansion	4,138,389	4,359,165	-
	Add'l Engineering-NE WW Plant	55,869	60,889	-
71-4615-8100-9041	Utility Admin. Bldg. Repairs	20,000	19,081	-
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	268,769	418
71-4615-8500-9021	Water Model Study	60,000	84,126	-
71-4615-8500-9029	FM 1113 Improvement (Sidewalk)	-	(10,066)	-
71-4615-8500-9031	Expansion of Constitution	122,000	122,000	-
<b>Total Expenditures</b>		<u>\$ 9,791,669</u>	<u>\$ 8,968,427</u>	<u>\$ 418</u>
<b>Ending Fund Balance</b>				
71-300-0001		<u>\$ 28,331</u>	<u>\$ 1,532,155</u>	<u>\$ 1,539,545</u>

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

**City of Copperas Cove, Texas**  
**2005 Certificates of Obligation**  
**Water Projects**  
**As of October 31, 2007**

Account	Description	Budget	As of	
			FY 2006-07	FY 2007-08
<b>Beginning Fund Balance</b>				
93-300-0001	Fund Balance	\$ -	\$ -	\$ 2,228,891
<b>Revenues</b>				
93-390-1003	Bond Proceeds	\$ 3,080,000	\$ 3,050,000	\$ -
93-340-2001	Miscellaneous Revenue	-	-	-
93-370-6001	Interest Revenue	-	250,372	10,020
<b>Total Revenues</b>		<u>\$ 3,080,000</u>	<u>\$ 3,300,372</u>	<u>\$ 10,020</u>
<b>Expenditures</b>				
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	7,688
93-4616-8500-9036	Hogg Mountain Water Tank	743,000	698,473	-
<b>Total Expenditures</b>		<u>\$ 3,080,000</u>	<u>\$ 1,071,481</u>	<u>\$ 7,688</u>
<b>Ending Fund Balance</b>				
93-253-0001		<u>\$ -</u>	<u>\$ 2,228,891</u>	<u>\$ 2,231,224</u>

**City of Copperas Cove, Texas**  
**2006 Limited Tax Notes**  
**Capital Equipment/Land & Professional Services**  
**As of October 31, 2007**

Account	Description	Budget	As of	
			FY 2006-07	FY 2007-08
<b>Beginning Fund Balance</b>				
73-300-0001	Fund Balance	\$ -	\$ -	\$ 1,015,058
<b>Revenues</b>				
73-390-1003	Bond Proceeds	\$ 1,260,000	\$ 1,260,000	\$ -
73-340-2001	Miscellaneous Revenue	-	-	-
73-370-6001	Interest Revenue	-	59,154	3,876
<b>Total Revenues</b>		<u>\$ 1,260,000</u>	<u>\$ 1,319,154</u>	<u>\$ 3,876</u>
<b>Expenditures</b>				
73-4617-4200-6800	Professional Services	\$ 600,000	\$ 15,331	\$ 6,404
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	199,298	-
73-4617-9900-9500	Bond Issuance Costs	-	(8,057)	-
<b>Total Expenditures</b>		<u>\$ 1,260,000</u>	<u>\$ 304,097</u>	<u>\$ 203,538</u>
<b>Ending Fund Balance</b>				
73-253-0001		<u>\$ -</u>	<u>\$ 1,015,058</u>	<u>\$ 815,396</u>

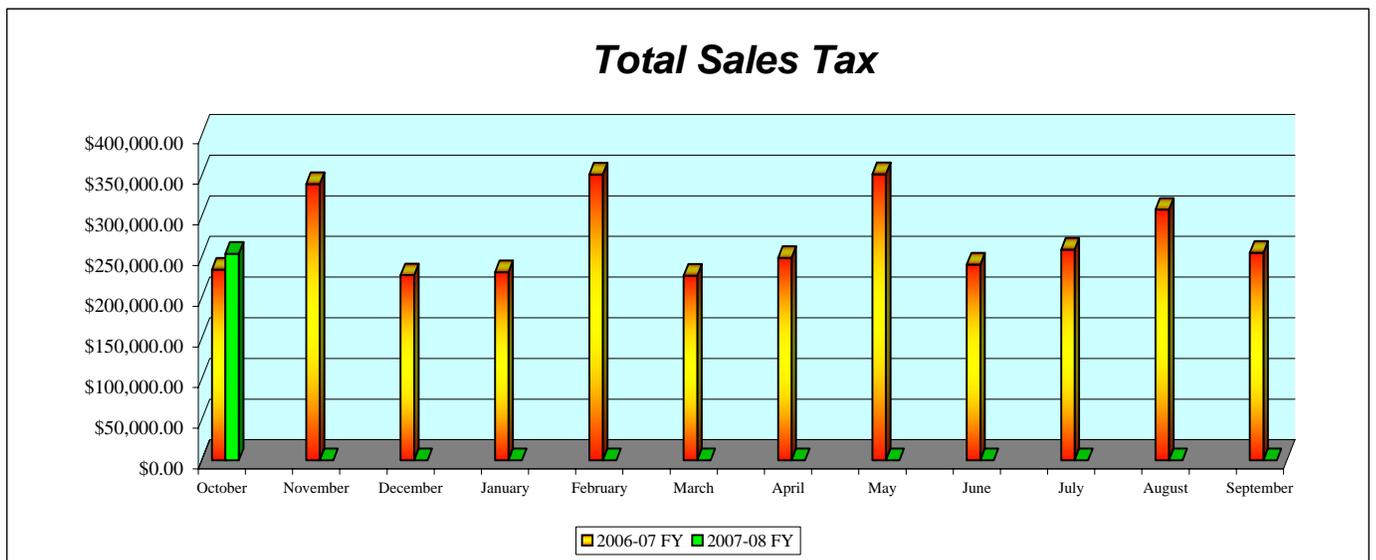
**City of Copperas Cove, Texas**  
**2007 Certificates of Obligation**  
**Police Facility**  
**As of October 31, 2007**

Account	Description	Budget	As of	
			FY 2006-07	FY 2007-08
<b>Beginning Fund Balance</b>				
74-300-0001	Fund Balance	\$ -	\$ -	\$ 5,338,633
<b>Revenues</b>				
74-390-1001	Bond Proceeds	\$ 5,300,000	\$ 5,300,000	\$ -
74-370-6001	Interest Revenue	50,000	92,974	20,393
74-390-1002	Discount Note Proceeds	-	-	(500,000)
<b>Total Revenues</b>		<u>\$ 5,350,000</u>	<u>\$ 5,392,974</u>	<u>\$ (479,607)</u>
<b>Expenditures</b>				
74-4618-4200-2200	Postage	\$ -	\$ 23	\$ -
74-4618-4200-8600	Bond Issuance Costs	50,000	54,318	-
74-4617-4200-8500	Police Facility	5,300,000	-	-
<b>Total Expenditures</b>		<u>\$ 5,350,000</u>	<u>\$ 54,341</u>	<u>\$ -</u>
<b>Ending Fund Balance</b>				
74-253-0001		<u>\$ -</u>	<u>\$ 5,338,633</u>	<u>\$ 4,859,026</u>

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

<b>Fiscal Year 2006-07</b>	<b>City's Revenue</b>	<b>EDC's Revenue</b>	<b>Total Sales Tax</b>	<b>Fiscal Year 2007-08</b>	<b>City's Revenue</b>	<b>EDC's Revenue</b>	<b>Total Sales Tax</b>
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			\$0.00
December	\$151,566.28	\$75,783.14	\$227,349.42	December			\$0.00
January	\$154,062.22	\$77,031.11	\$231,093.33	January			\$0.00
February	\$234,096.96	\$117,048.48	\$351,145.44	February			\$0.00
March	\$151,231.18	\$75,615.59	\$226,846.77	March			\$0.00
April	\$165,791.41	\$82,895.71	\$248,687.12	April			\$0.00
May	\$234,485.52	\$117,242.76	\$351,728.28	May			\$0.00
June	\$160,309.35	\$80,154.68	\$240,464.03	June			\$0.00
July	\$172,527.88	\$86,263.94	\$258,791.82	July			\$0.00
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
<b>Total</b>	<b>\$2,181,952.99</b>	<b>\$1,090,976.50</b>	<b>\$3,272,929.49</b>	<b>Total</b>	<b>\$169,247.52</b>	<b>\$84,623.76</b>	<b>\$253,871.28</b>

NOTE 1 - Total revenues collected for sales tax by the month ending October 31, 2007, in FY 2007-08 was \$253,871.28 (\$169,247.52 City's revenues and \$84,623.76 EDC's revenues); total revenues collected for sales tax by the month ending October 31, 2006 in FY 2006-07 was \$234,273.38 (\$156,182.25 City's revenues and \$78,091.13 EDC's revenues).



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

<b>FUNDS IN INVESTMENT POOLS</b>	
TEXSTAR	\$ 5,940,779.23
TEXPOOL	13,990,071.69
DISCOUNT NOTES	500,257.77
<b>Subtotal on Funds in Investment Pools</b>	<b>\$ 20,431,108.69</b>
 <b>CHECKING ACCOUNTS</b>	
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	515,342.52
Payroll	288,661.07
Rental Rehab	15,008.86
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	18,671.14
Certificate of Obligations Series 1997	0.00
Solid Waste Interest & Sinking	0.00
Library Retainage	0.00
Pending Forfeitures	17,631.87
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
 <b>Subtotal Checking Accounts</b>	 <b>\$855,315.46</b>
 <b>SAVINGS ACCOUNTS (Per Quarterly Stmt)</b>	
Subdivision Escrow	0.00
 <b>Subtotal Savings Accounts</b>	 <b>\$0.00</b>
 <b>TOTAL INVESTMENTS &amp; CASH ACCOUNTS</b>	 <b>\$21,286,424.15</b>

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

FUND	TOTAL CASH & INVESTMENTS
General Fund	\$3,993,579.97
Water & Sewer Fund	\$2,472,868.48
Solid Waste Fund	\$827,902.25
Youth Activity Fund	\$102,854.43
Drainage Utility Fund	\$856,105.91
Cemetery Fund	\$3,209.53
General Obligation Interest & Sinking Fund	\$192,125.99
Curb & Gutter Assessment Fund	\$0.00
Municipal Golf Course Fund	\$34,261.35
Small Business Revolving Loan Fund	\$46,162.78
Library Gifts & Memorials Fund	\$8,294.17
Hotel/Motel Tax Fund	\$158,340.09
Animal Shelter Donations Fund	\$24,198.61
Police Court Order Fund	\$0.00
City-Wide Donations Fund	\$46,450.37
Abandoned Vehicle Auction Fund	\$0.00
City Wide Grants	(\$95,876.00)
FEMA Grant Funds	\$135,401.36
Fire Special Revenue Fund	\$13,409.77
Joint Image Campaign	(\$127.57)
Tx. Parks & Wildlife Grant	\$0.00
Municipal Court Fund	\$201,951.69
Police Restricted Fund	\$17,631.87
Police Federal Seizure Fund	\$2,104.23
Fire/EMS Loan	\$37,853.05
County Mutual Aid Agreement	\$36,160.44
1997 Combination Tax & Revenue C/O's (Golf Course; Library)	\$26,845.84
1997 CO's Golf Course Phase 1	\$1,297.14
Law Enforcement Block Grant Fund	\$18,671.14
Fire Department Grant Fund	(\$35,263.66)
Library Grant Fund	\$36,955.19
Step Grant	\$3,306.65
Tobacco Grant	\$2,728.12
FM 1113 Grant	\$50,178.66
2006 Limited Tax Notes	\$821,799.40
1994 WW/SS Revenue Bonds	\$0.00
EDA Industrial Park	\$4,642.44
Reliever Route	\$310,711.40
2005 Certificates of Obligation (Water Projects)	\$2,410,305.87
1998 Park Improvements G.O.	\$451.98
1998 Combination Tax & Revenue C/O's (Street; Compost)	\$3,786.90
1999 Combination Tax & Revenue C/O's (Golf Course)	\$2,181.75
1999 Combination Tax & Revenue C/O's (Animal Control; Municipal Court)	\$240.53
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.)	\$7,820.07
2001 Combination Tax & Revenue C/O's (Capital Equip. & Improvements)	\$285,673.24
2001 Combination Tax & Revenue C/O's (Water/Wastewater Phase II CIP)	\$454,590.81
2003 Combination Tax & Revenue C/O's (Capital Equip. & Improvements)	\$523,758.98
2003 Combination Tax & Revenue C/O's (Water/Wastewater Phase III CIP)	\$1,883,553.41
2007 Combination Tax & Revenue C/O's (Police Facility)	\$5,357,325.52
TOTAL CASH & INVESTMENTS	<u>\$21,286,424.15</u>

RECAP OF CASH & INVESTMENTS:

INVESTMENTS IN TEXPOOL	\$ 13,990,071.69
INVESTMENTS IN TEXSTAR	5,940,779.23
DISCOUNT NOTES	500,257.77
CASH IN BANK	855,315.46
TOTAL CASH & INVESTMENTS	<u>\$ 21,286,424.15</u>

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

As of October 31, 2007, 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		Investments	Redemptions	Accrued Interest	Book Value		Market Value			
	09/30/07					10/31/07	10/31/07				
General Fund	\$ 4,018,602.99	\$	\$ 528,004.83	\$	928,004.83	\$	16,911.12	\$	3,635,514.11	\$	3,635,514.11
Water & Sewer Fund	1,911,177.40		300,000.00		-		8,687.22		2,219,864.62		2,219,864.62
Solid Waste Fund	688,227.58		50,000.00		-		2,995.20		741,222.78		741,222.78
Drainage Utility Fund	746,857.51		75,000.00		-		3,297.92		825,155.43		825,155.43
Interest & Sinking Fund	156,930.54		1,342.71		-		659.93		158,933.18		158,933.18
Youth Activities Fund	110,755.57		-		12,000.00		450.15		99,205.72		99,205.72
Cemetery Fund	5,263.18		-		2,200.00		21.41		3,084.59		3,084.59
Golf Course Interest & Sinking	38.86		-		-		0.26		39.12		39.12
Small Business Revolving Loan Fund	45,546.18		425.00		-		191.60		46,162.78		46,162.78
Hotel/Motel Fund	152,851.41		1,237.12		241.67		642.53		154,489.39		154,489.39
Municipal Court Special Revenue Fund	205,551.25		-		7,500.00		843.09		198,894.34		198,894.34
1997 C/O Fund	1,291.74		-		-		5.40		1,297.14		1,297.14
1998 G.O. Bond Fund	450.12		-		-		1.86		451.98		451.98
1998 C/O Bond Fund	3,771.10		-		-		15.80		3,786.90		3,786.90
1999 C/O Bond Fund (Animal Control, etc)	239.56		-		-		0.97		240.53		240.53
1999 C/O Bond Fund (Golf Course)	2,172.68		-		-		9.07		2,181.75		2,181.75
1999 C/O Bond Fund (Solid Waste)	7,787.48		-		-		32.59		7,820.07		7,820.07
2001 C/O Bond Fund (Governmental)	284,482.57		-		-		1,190.67		285,673.24		285,673.24
2001 C/O Bond Fund (W&S Phase II)	484,572.69		-		31,936.74		1,954.86		454,590.81		454,590.81
2007 C/O Police Facility	5,325,218.38		-		501,957.78		20,392.52		4,843,653.12		4,843,653.12
Reliever Route	312,310.41		-		5,800.00		1,299.68		307,810.09		307,810.09
<b>Total TEXPOOL Investments</b>	<b>\$ 14,464,099.20</b>	<b>\$</b>	<b>\$ 956,009.66</b>	<b>\$</b>	<b>1,489,641.02</b>	<b>\$</b>	<b>59,603.85</b>	<b>\$</b>	<b>13,990,071.69</b>	<b>\$</b>	<b>13,990,071.69</b>

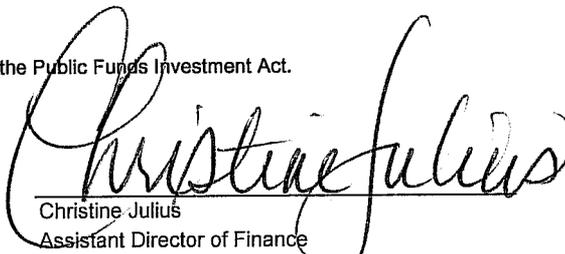
TEXSTAR Investments	Market Value		Investments	Redemptions	Accrued Interest	Book Value		Market Value			
	09/30/07					10/31/07	10/31/07				
2003 C/O Project Fund (Governmental)	\$ 845,560.41	\$	-	\$	23,904.64	\$	3,464.78	\$	825,120.55	\$	825,120.55
2003 C/O Project Fund (W&S Phase III)	1,876,162.95		-		418.44		7,808.90		1,883,553.41		1,883,553.41
EDA Grant	-		-		-		-		-		-
2005 C/O Project Fund (Water Projects)	2,407,972.94		-		7,687.50		10,020.43		2,410,305.87		2,410,305.87
2006 Tax Notes - Police Building Project	1,013,404.38		-		195,480.84		3,875.86		821,799.40		821,799.40
<b>Total TEXSTAR Investments</b>	<b>\$ 6,143,100.68</b>	<b>\$</b>	<b>-</b>	<b>\$</b>	<b>227,491.42</b>	<b>\$</b>	<b>25,169.97</b>	<b>\$</b>	<b>5,940,779.23</b>	<b>\$</b>	<b>5,940,779.23</b>

Discount Notes	Market Value		Investments	Redemptions	Accrued Interest	Book Value		Market Value			
	09/30/07					10/31/07	10/31/07				
2007 C/O Police Facility	\$ -	\$	\$ 500,000.00	\$	-	\$	257.77	\$	500,257.77	\$	500,000.00
<b>Total Discount Notes</b>	<b>\$ -</b>	<b>\$</b>	<b>\$ 500,000.00</b>	<b>\$</b>	<b>-</b>	<b>\$</b>	<b>257.77</b>	<b>\$</b>	<b>500,257.77</b>	<b>\$</b>	<b>500,000.00</b>

**Total Investments**      **\$ 20,607,199.88**    **\$ 1,456,009.66**    **\$ 1,717,132.44**    **\$ 85,031.59**    **\$ 20,431,108.69**    **\$ 20,430,850.92**

This report is in compliance with the investment strategies as approved and the Public Funds Investment Act.

  
Wanda Bunting, CPA  
Director of Financial Services

  
Christine Julius  
Assistant Director of Finance



# TEXPOOL

THE TEXAS INVESTMENT SERVICE FOR PUBLIC FUNDS

November 2007

## PERFORMANCE

### As of October 31, 2007

	TexPool	TexPool Prime
Current Invested Balance	\$16,867,405,777.34	\$1,425,956,174.29
Weighted Average Maturity (1)*	26 Days	25 Days
Weighted Average Maturity (2)*	56 Days	32 Days
Net Asset Value	1.00018	1.00000
Total Number of Participants	2041	85
Management Fee on Invested Balance	0.0485%	0.0650%
Interest Distributed	\$70,202,311.11	\$5,521,940.80
Management Fee Collected	\$689,647.16	\$65,419.32
Standard & Poor's Current Rating	AAAm	AAAm

### October Averages

Average Invested Balance	\$16,780,142,123.93	\$1,308,825,368.83
Average Monthly Yield, on a simple basis (3)*	4.9280%	4.9660%
Average Weighted Average Maturity (1)*	28 Days	22 Days
Average Weighted Average Maturity (2)*	57 Days	29 Days

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

## Economic and Market Commentary – October 31, 2007

To the surprise of virtually no one, the Federal Reserve cut benchmark interest rates by 25 basis points on the last day of the month, bringing the key Federal funds rate down to 4.5%, its lowest level in almost two years. At the same time, the Fed also cut the discount rate — the interest rate it charges on loans to member banks — by 25 basis points. Along with several injections of liquidity into the financial system, the Fed has now eased monetary policy fairly aggressively since the onset of the global credit crunch in August.

As month began, the odds of a rate cut at the October 30-31 FOMC meeting were well below 100%, thus creating opportunities to lock in relatively attractive yields at the longer-end of the cash curve. We pursued that strategy in both TexPool and TexPool Prime until about the third week in October, when market expectations for a rate cut became so widespread that rates on longer-dated paper had declined to levels that we did not find compelling. However, we did find value late in the month at the two- to three-month portion of curve, where a yield premium often develops on commercial paper that is set to roll over around year-end.

As of this writing, the cash yield curve reflects expectations for one additional 25 basis point rate cut in the funds rate in December, a move that we believe is plausible though not certain. In the statement accompanying its latest reduction in rates, the central bank seemed determined to damp expectations that the easing cycle that began in September will necessarily be ongoing. In fact, the Fed asserted that the risks of higher inflation now are roughly in balance with the risks to economic growth. Since the September FOMC meeting, of course, commodity prices have surged even as the dollar has weakened, a recipe for higher inflation. Meanwhile, third quarter GDP was reported at a robust 3.9%, hardly a sign of impending recession. Still, the Fed statement acknowledged that the housing collapse represents risks to the broader economy and expressed a determination to "forestall" any such damage. The bottom line: Monetary policy will be highly data-dependent in coming months, thus creating an environment in which significant and frequent shifts in the cash yield curve are likely.

## ANNOUNCEMENTS

### New Participants

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

Rusk ISD, Fort Bend County MUD #165, Cameron ISD, Harris County MUD #278, Montgomery County MUD #9, Florence ISD, Erath County Clerk, Paseo del Este MUD #10, Montgomery County MUD #83, Montgomery County MUD #84, Harris Fort Bend County MUD #3, Harris County MUD #370, Harris County MUD #390, Aledo ISD (Prime), Brazoria County Clerk, Harris County MUD #281, Brazoria County District Clerk, City of Junction, Delta Lake Irrigation District, Fort Bend County MUD #162, Fort Bend County MUD #142, Neches and Trinity Valleys Groundwater Conversation District,

### New Participants, Cont.

Travis County MUD #11, Somerville ISD, Titus County, Brazoria County MUD #31 & Galveston County MUD #14

### Holiday Reminder

In observance of Thanksgiving, TexPool will be closed on Thursday, November 22, 2007. All ACH transactions placed on Wednesday, November 21, 2007 will settle on Friday, November 23, 2007. All transactions placed on Thursday, November 22, 2007, will be given a transaction date of Friday, November 23, 2007. Please plan accordingly for your liquidity needs.



# TexPool

## PORTFOLIO ASSET SUMMARY AS OF October 31, 2007

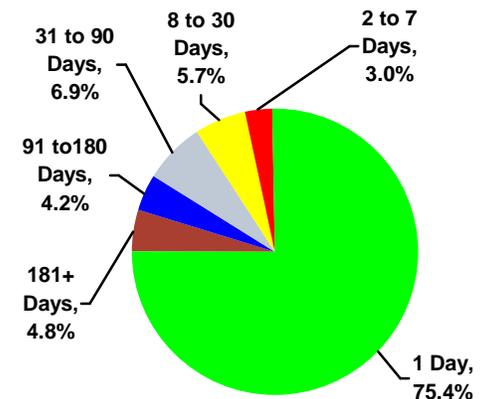
	<i>Book Value</i>	<i>Market Value</i>
Uninvested Balance	\$481.45	\$481.45
Accrual of Interest Income	43,896,537.42	43,896,537.42
Interest and Management Fees Payable	(232,703,189.80)	(232,703,189.80)
Payable for Investments Purchased	0.00	0.00
Repurchase Agreements	13,455,605,000.00	13,455,780,560.00
Mutual Fund Investments	0.00	0.00
Government Securities	3,600,606,948.27	3,603,570,226.41
<b>Total</b>	<b>\$16,867,405,777.34</b>	<b>\$16,870,544,615.48</b>

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.

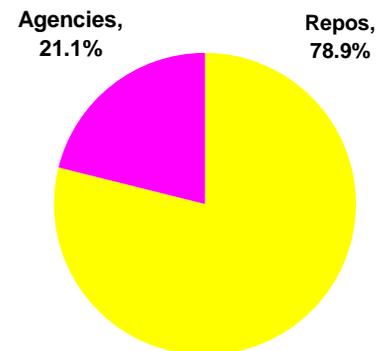
### DAILY SUMMARY

Date	Money Mkt Fund Equiv (SEC Std.)	Daily Allocation Factor	TexPool Invested Balance	Market Value Per Share	WAM Days (1)	WAM Days (2)
10/01	4.9867%	0.000136622	\$16,660,551,741.28	1.00017	32	59
10/02	4.9862%	0.000136609	\$16,709,838,787.55	1.00016	31	58
10/03	4.9551%	0.000135757	\$16,715,114,154.75	1.00016	31	57
10/04	4.9113%	0.000134556	\$16,873,505,644.66	1.00015	31	57
10/05	4.9132%	0.000134608	\$16,839,968,962.73	1.00012	32	59
10/06	4.9132%	0.000134608	\$16,839,968,962.73	1.00012	32	59
10/07	4.9132%	0.000134608	\$16,839,968,962.73	1.00012	32	59
10/08	4.9132%	0.000134608	\$16,839,968,962.73	1.00012	32	59
10/09	4.9229%	0.000134875	\$16,763,499,931.51	1.00012	29	56
10/10	4.9502%	0.000135622	\$16,736,863,203.12	1.00011	29	55
10/11	4.9255%	0.000134945	\$16,752,635,462.97	1.00010	29	57
10/12	4.9160%	0.000134685	\$16,722,950,944.58	1.00010	29	59
10/13	4.9160%	0.000134685	\$16,722,950,944.58	1.00010	29	59
10/14	4.9160%	0.000134685	\$16,722,950,944.58	1.00010	29	59
10/15	4.9738%	0.000136268	\$16,631,864,925.16	1.00011	27	57
10/16	4.9286%	0.000135029	\$16,694,586,610.11	1.00013	26	56
10/17	4.9118%	0.000134571	\$16,672,165,568.55	1.00017	27	54
10/18	4.8834%	0.000133791	\$16,605,146,534.93	1.00021	27	57
10/19	4.8932%	0.000134061	\$16,557,966,701.26	1.00019	28	59
10/20	4.8932%	0.000134061	\$16,557,966,701.26	1.00019	28	59
10/21	4.8932%	0.000134061	\$16,557,966,701.26	1.00019	28	59
10/22	4.9138%	0.000134626	\$16,519,325,050.44	1.00019	26	56
10/23	4.9160%	0.000134684	\$16,536,618,389.43	1.00018	26	56
10/24	4.8880%	0.000133917	\$16,490,213,533.52	1.00022	26	56
10/25	4.8583%	0.000133104	\$17,225,749,556.76	1.00020	24	53
10/26	4.9263%	0.000134968	\$17,162,576,254.63	1.00019	25	54
10/27	4.9263%	0.000134968	\$17,162,576,254.63	1.00019	25	54
10/28	4.9263%	0.000134968	\$17,162,576,254.63	1.00019	25	54
10/29	4.9464%	0.000135518	\$17,051,995,641.79	1.00019	22	52
10/30	5.0154%	0.000137408	\$16,986,967,775.73	1.00018	24	54
10/31	5.0338%	0.000137911	\$16,867,405,777.34	1.00018	26	56
<b>Averages</b>	4.9280%	0.000135012	\$16,780,142,123.93		28	57

*Portfolio By Maturity  
As of October 31, 2007*



*Portfolio By Type of Investment  
As of October 31, 2007*



	<i>Number of Participants</i>	<i>Balance</i>
School District	523	\$6,657,927,203.23
Higher Education	51	\$1,768,400,945.36
Health Care	77	\$624,529,650.79
Utility District	610	\$1,666,346,147.30
City	410	\$4,461,208,778.31
County	160	\$1,363,262,516.45
Other	210	\$325,712,541.21

### 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 October 31, 2007

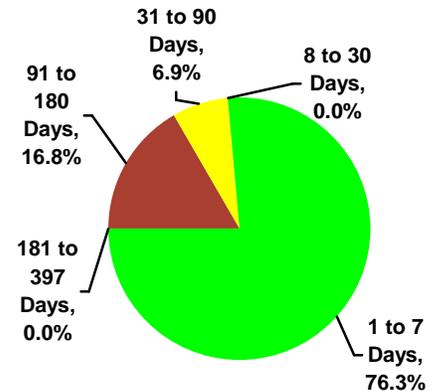
	Book Value	Market Value
Uninvested Balance	\$1,224.09	\$1,224.09
Accrual of Interest Income	1,923,488.16	1,923,488.16
Interest and Management Fees Payable	(5,521,122.22)	(5,521,122.22)
Payable for Investments Purchased	0.00	0.00
Repurchase Agreements	941,517,000.00	941,517,000.00
Mutual Fund Investments	50,000,000.00	50,000,000.00
Government Securities	35,000,000.00	35,003,535.00
Commercial Paper	340,235,584.26	340,266,269.10
Bank Instruments	0.00	0.00
Variable Rate Note	62,800,000.00	62,766,046.80
<b>Total</b>	<b>\$1,425,956,174.29</b>	<b>\$1,425,956,440.93</b>

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.

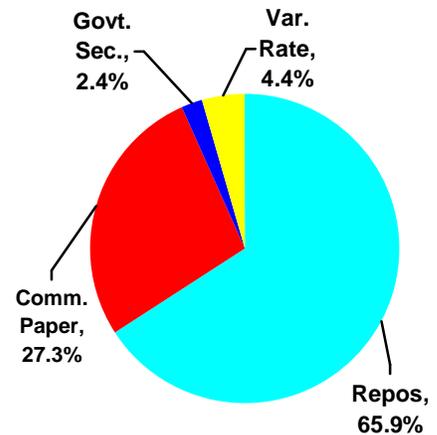
### DAILY SUMMARY

Date	Money Mkt Fund Equiv (SEC Std.)	Daily Allocation Factor	TexPool Invested Balance	Market Value Per Share	WAM Days (1)	WAM Days (2)
10/01	5.0154%	0.000137407	\$1,407,289,976.39	0.99997	18	25
10/02	5.0167%	0.000137443	\$1,395,201,086.46	0.99997	20	27
10/03	4.9887%	0.000136678	\$1,360,799,284.14	0.99997	20	27
10/04	4.9363%	0.000135241	\$1,360,498,639.86	0.99996	20	27
10/05	4.9421%	0.000135399	\$1,355,266,026.33	0.99987	23	31
10/06	4.9421%	0.000135399	\$1,355,266,026.33	0.99987	23	31
10/07	4.9421%	0.000135399	\$1,355,266,026.33	0.99987	23	31
10/08	4.9421%	0.000135399	\$1,355,266,026.33	0.99987	23	31
10/09	4.9789%	0.000136407	\$1,348,528,591.01	0.99994	20	27
10/10	5.0072%	0.000137183	\$1,349,027,420.39	0.99994	20	27
10/11	4.9607%	0.000135910	\$1,348,365,862.46	0.99995	21	28
10/12	4.9600%	0.000135890	\$1,247,245,575.89	0.99988	25	32
10/13	4.9600%	0.000135890	\$1,247,245,575.89	0.99988	25	32
10/14	4.9600%	0.000135890	\$1,247,245,575.89	0.99988	25	32
10/15	5.0176%	0.000137469	\$1,240,612,873.73	0.99992	23	30
10/16	4.9725%	0.000136232	\$1,236,464,385.13	0.99995	22	30
10/17	4.9582%	0.000135842	\$1,237,650,377.89	0.99996	22	29
10/18	4.9399%	0.000135340	\$1,217,822,480.07	0.99997	23	30
10/19	4.9351%	0.000135209	\$1,196,909,045.45	0.99986	25	32
10/20	4.9351%	0.000135209	\$1,196,909,045.45	0.99986	25	32
10/21	4.9351%	0.000135209	\$1,196,909,045.45	0.99986	25	32
10/22	4.9546%	0.000135743	\$1,202,152,666.72	1.00000	22	30
10/23	4.9583%	0.000135844	\$1,188,147,542.35	1.00000	22	30
10/24	4.9210%	0.000134823	\$1,191,507,334.04	1.00001	22	29
10/25	4.8907%	0.000133993	\$1,356,819,991.37	1.00003	21	27
10/26	4.9620%	0.000135945	\$1,370,684,449.00	0.99996	22	28
10/27	4.9620%	0.000135945	\$1,370,684,449.00	0.99996	22	28
10/28	4.9620%	0.000135945	\$1,370,684,449.00	0.99996	22	28
10/29	4.9816%	0.000136483	\$1,417,473,702.20	1.00003	21	29
10/30	5.0497%	0.000138348	\$1,423,686,728.77	1.00001	21	28
10/31	5.0578%	0.000138570	\$1,425,956,174.29	1.00000	25	32
<b>Averages</b>	<b>4.9660%</b>	<b>0.000136054</b>	<b>\$1,308,825,368.83</b>		<b>22</b>	<b>29</b>

Portfolio By Maturity As of October 31, 2007



Portfolio By Type of Investment As of October 31, 2007



	Number of Participants	Balance
School District	48	\$1,174,909,273.13
Higher Education	4	\$11,162,268.48
Health Care	5	\$3,460,160.62
Utility District	2	\$60,333,513.40
City	13	\$59,230,908.29
County	7	\$116,446,343.04
Other	6	\$413,277.62

\*(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.

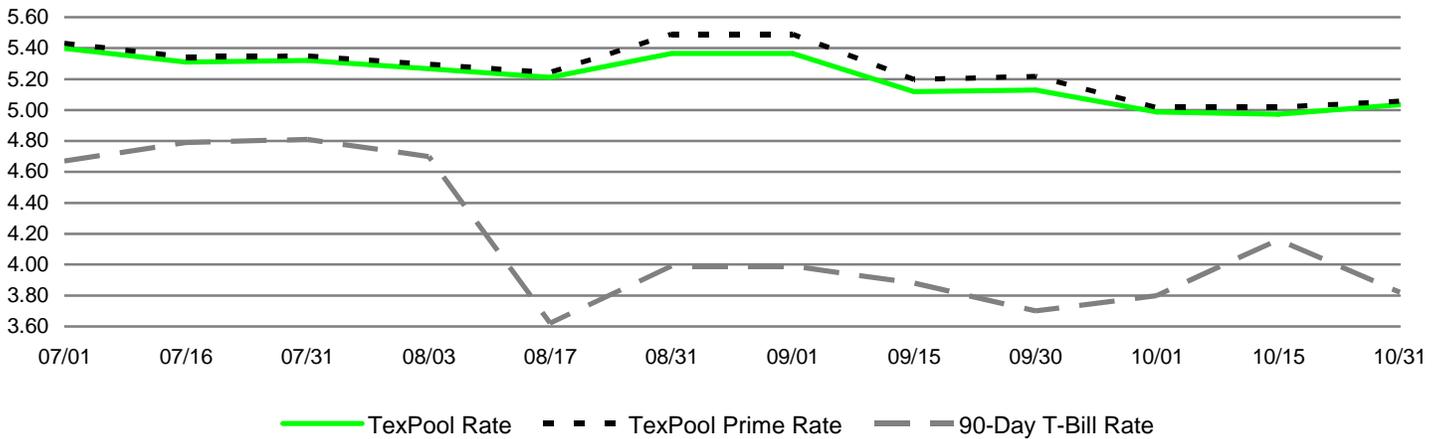


# TEXPOOL

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](http://www.texpool.com) • 1-866-839-7665 (1-888-TEX-POOL) • Fax: 866-839-3291



## Monthly Newsletter - October 2007

### Performance

#### As of October 31, 2007

Current Invested Balance	\$4,793,406,663.48
Weighted Average Maturity (1)	18 Days
Weighted Average Maturity (2)	83 Days
Net Asset Value	1.000272
Total Number of Participants	584
Management Fee on Invested Balance	0.12%*
Interest Distributed	\$20,767,691.03
Management Fee Collected	\$209,749.25
Standard & Poor's Current Rating	AAAm

#### October Averages

Average Invested Balance	\$4,939,485,416.84
Average Monthly Yield, on a simple basis	4.9007%
Average Weighted Average Maturity (1)*	19 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 October 2007:

- ★ DeSoto ISD
- ★ Travis County
- ★ Wylie Northeast SUD
- ★ Seis Lagos Utility District
- ★ IDEA Academy, Inc
- ★ Harris County MUD 188
- ★ Goldenwood West Water Supply Corp
- ★ East Downtown Redevelopment Authority
- ★ Bullard ISD
- ★ Brazoria County MUD 23
- ★ Parker Water Supply Corp

### Holiday Reminder

In observance of the Thanksgiving Day holiday, TexSTAR will be closed on Thursday, November 22, 2007. All ACH transactions initiated on Wednesday, November 21st, will settle on Friday, November 23rd. Any early transaction deadline notification on the business day preceding the holiday will be sent by email to the primary contact on file for all TexSTAR participants.

### Economic Commentary

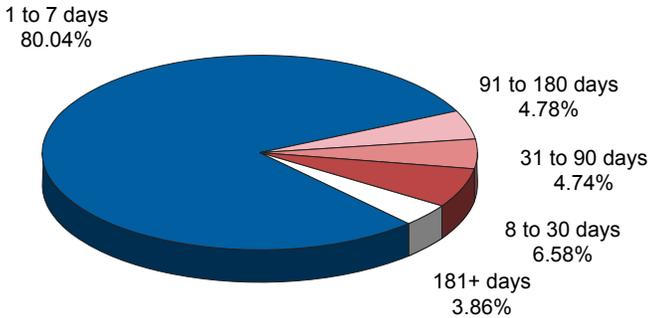
Economic data released at the beginning of the fourth quarter supported the prospect of softer but still solid growth through the quarter despite recent financial market turbulence. Labor market conditions remained tight with payrolls up a solid 110,000 in September. Housing data continued to point to further weakness in that sector. Housing starts plunged 10.2% and existing home sales fell for a seventh consecutive month, dropping a cumulative 12.9% in the third quarter. Consumer confidence also deteriorated in October, likely the result of negative news related to financial market turmoil and record high oil prices. Inflation data released during the month remained tame, with the core CPI rising another 0.2% for the month, and the year-on-year increase holding steady at 2.1%. The U.S. Treasury yield curve inverted slightly over the month, as the spread between two- and five-year Treasury notes ended October at +22 basis points (bps), lower by 4 bps at September end.

After growing at a solid pace of 3.9% in the third quarter, the economy looks poised to grow at a 2.0% annualized pace in the fourth quarter. As demonstrated by consumer confidence measures, a steady rise in gasoline prices is expected to have an impact on consumer spending in the fourth quarter, with consumption growth slowing to a still-respectable 2.2% pace. Residential investment is anticipated to decline an additional 20.0%, subtracting 1.0% from growth. However, net exports should partly offset the drag from housing. With regard to monetary policy, the Federal Reserve is expected to stay on the sidelines through the end of the year. Economic data released through the December FOMC meeting would have to deteriorate significantly in order to trigger another Fed ease.

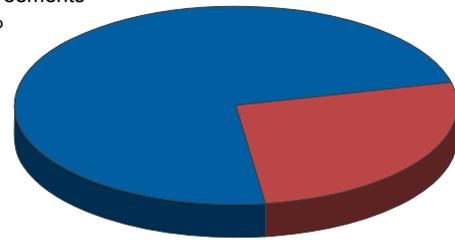
*For more information about TexSTAR, please visit our web site at [www.texstar.org](http://www.texstar.org).*

# Information at a Glance

## Portfolio by Type of Investment As of October 31, 2007

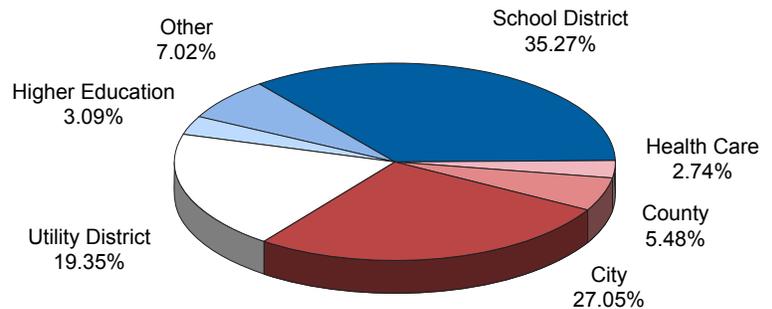


Repurchase Agreements  
73.44%



Agencies  
26.56%

## Portfolio by Maturity As of October 31, 2007



## Distribution of Participants by Type As of October 31, 2007

# Performance

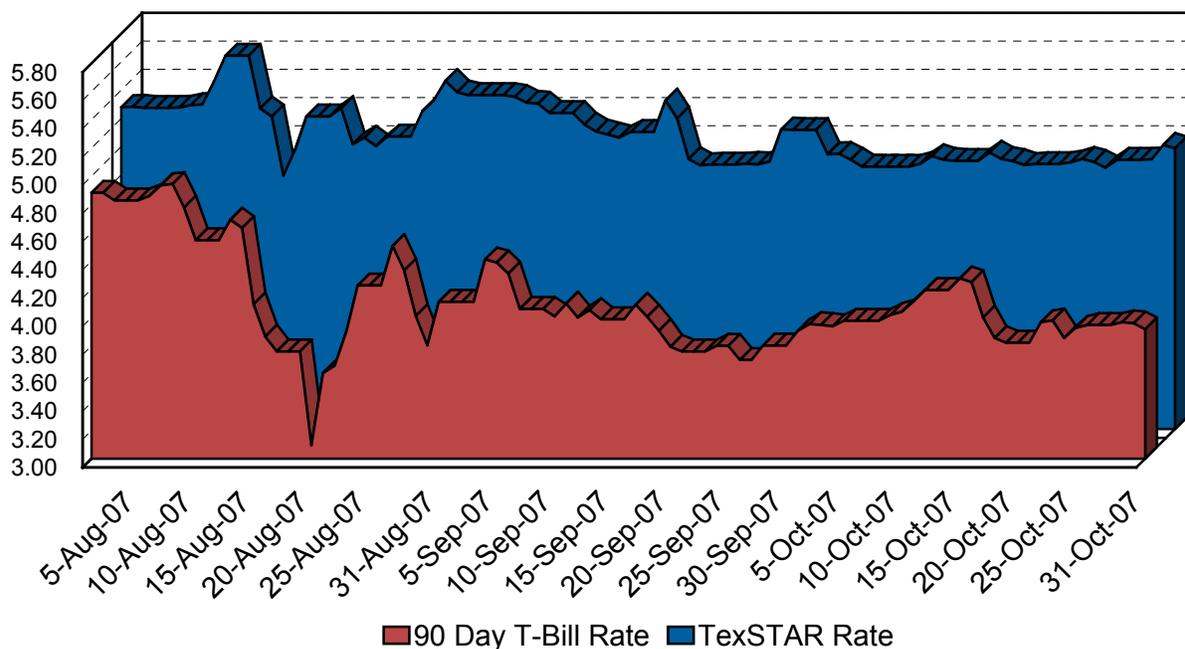
Month	Average Rate	Book Value	Market Value	Net Asset Value	WAM (1)*	WAM (2)*	Number of Participants
Oct 07	4.9007%	\$ 4,793,406,663.48	\$ 4,794,712,410.18	1.000272	19	84	584
Sep 07	5.1175%	5,101,146,389.66	5,102,374,857.54	1.000240	20	78	573
Aug 07	5.2540%	5,117,776,256.51	5,118,532,127.32	1.000118	16	42	567
Jul 07	5.2829%	5,037,425,646.08	5,037,616,062.72	1.000037	18	22	554
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

## Portfolio Asset Summary as of October 31, 2007

	Book Value	Market Value
Uninvested Balance	\$ 2,322.99	\$ 2,322.99
Accrual of Interest Income	8,668,313.46	8,668,313.46
Interest and Management Fees Payable	(20,766,807.08)	(20,766,807.08)
Payable for Investment Purchased	(39,542,555.56)	(39,542,555.56)
Repurchase Agreements	3,563,470,000.00	3,563,470,000.00
Government Securities	1,281,575,389.67	1,282,881,136.37
<b>Total</b>	<b>\$ 4,793,406,663.48</b>	<b>\$ 4,794,712,410.18</b>

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 October 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-Oct-07	4.9450%	0.000135479	5,148,042,567.65	0.000241	20	79
2-Oct-07	4.9476%	0.000135552	5,090,968,696.95	0.000230	20	80
3-Oct-07	4.9070%	0.000134438	5,131,168,946.40	0.000219	20	80
4-Oct-07	4.8567%	0.000133061	5,117,947,831.58	1.000175	21	85
5-Oct-07	4.8567%	0.000133061	5,138,412,799.07	1.000175	20	83
6-Oct-07	4.8567%	0.000133061	5,138,412,799.07	1.000175	20	83
7-Oct-07	4.8567%	0.000133061	5,138,412,799.07	1.000175	20	83
8-Oct-07	4.8567%	0.000133061	5,138,412,799.07	1.000175	20	83
9-Oct-07	4.8772%	0.000133623	4,980,257,663.66	1.000178	20	86
10-Oct-07	4.9321%	0.000135126	4,935,979,007.80	1.000169	20	87
11-Oct-07	4.9059%	0.000134409	4,936,528,423.64	1.000170	20	86
12-Oct-07	4.8984%	0.000134204	4,927,645,566.18	1.000159	20	86
13-Oct-07	4.8984%	0.000134204	4,927,645,566.18	1.000159	20	86
14-Oct-07	4.8984%	0.000134204	4,927,645,566.18	1.000159	20	86
15-Oct-07	4.9568%	0.000135803	4,887,936,289.11	1.000166	20	86
16-Oct-07	4.9116%	0.000134564	4,897,057,042.81	1.000174	19	86
17-Oct-07	4.8966%	0.000134154	4,878,491,846.25	1.000190	19	86
18-Oct-07	4.8690%	0.000133397	4,868,971,793.14	1.000220	19	86
19-Oct-07	4.8757%	0.000133580	4,852,495,366.87	1.000254	19	85
20-Oct-07	4.8757%	0.000133580	4,852,495,366.87	1.000254	19	85
21-Oct-07	4.8757%	0.000133580	4,852,495,366.87	1.000254	19	85
22-Oct-07	4.8879%	0.000133914	4,799,675,730.58	1.000262	19	86
23-Oct-07	4.9120%	0.000134575	4,784,126,400.03	1.000251	18	86
24-Oct-07	4.8910%	0.000134001	4,758,625,437.63	1.000280	18	86
25-Oct-07	4.8504%	0.000132889	4,952,987,695.52	1.000275	18	82
26-Oct-07	4.9057%	0.000134402	4,869,894,364.82	1.000273	18	83
27-Oct-07	4.9057%	0.000134402	4,869,894,364.82	1.000273	18	83
28-Oct-07	4.9057%	0.000134402	4,869,894,364.82	1.000273	18	83
29-Oct-07	4.9097%	0.000134513	4,849,459,318.62	1.000269	18	83
30-Oct-07	5.0117%	0.000137307	4,808,659,477.42	1.000270	18	83
31-Oct-07	4.9867%	0.000136623	4,793,406,663.48	1.000272	18	83
Average	4.9007%	0.000134265	4,939,485,416.84		19	84

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>
<i>Hardy Browder</i>	<i>City of Cedar Hill</i>	<i>Advisory Board</i>
<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>
<i>Stephen Fortenberry</i>	<i>McKinney ISD</i>	<i>Advisory Board</i>
<i>Monte Mercer</i>	<i>North Central TX Council of Government</i>	<i>Advisory Board</i>
<i>Len Santow</i>	<i>Griggs &amp; Santow</i>	<i>Advisory Board</i>
<i>S. Renee Tidwell</i>	<i>Tarrant County</i>	<i>Advisory Board</i>

**For more information contact TexSTAR Participant Services ★ 1-800-TEX-STAR ★ [www.texstar.org](http://www.texstar.org)**

