

February 27, 2008

Mayor and City Council Members:

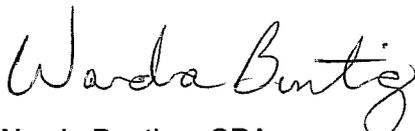
The Finance Department is pleased to submit the Monthly Financial Report for the month of January 2008. A budget in brief summary pamphlet is complete and will be provided to City Council this next week. The pamphlet will also be available at various locations throughout the City while supplies last. 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. The report will be presented to City Council at the second City Council meeting in March.

Year-to-date revenues through January 2008 are exceeding expenditures in all of the major funds of the City with the exception of the Golf Course Fund. Operating expenses at the Golf Course are exceeding the operating revenues by \$45,347, however, due to a transfer from the General Fund in October for \$59,072, the total Fund expenses exceed the total Fund revenues by only \$6,128.

The key economic indicators provide some insight for the financial activity of the City. The dollar value of building permits issued, sales tax collections, and the number of utility accounts established continue to show an increase from the prior year. The unemployment rate in the Killeen/Fort Hood region was slightly up in December 2007, data is not available for January 2008 as of this report date. The hotel occupancy tax collections are slightly below the prior year collections. The hotel occupancy tax collections continue to be evaluated to determine if there is a timing issue with the reporting of revenue from the various hotels. 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  
January 31, 2008

**GENERAL FUND**

- January year-to-date revenues are above January year-to-date expenditures by \$2,800,477.
- Property tax revenue for January 2008 is \$3,724,865 or 55.2% above \$2,399,143 collected last January. Year-to-date property tax revenue is at \$5,216,510 or 9.4% above prior year-to-date collections.
- Year-to-date sales tax revenue of \$723,742 reflects a \$35,607 or 5.2% increase from the prior fiscal year.
- Year-to-date franchise tax revenue of \$167,410 is \$7,079 or 4.4% above prior year-to-date revenue.
- Interest earnings year-to-date of \$60,826 decreased by \$5,313 or 8.0% below the prior fiscal year-to-date earnings.
- General Fund expenditures year-to-date of \$4,436,614 reflect an increase of 12.2% over prior year-to-date expenditures of \$3,952,634. This is partially due to SAFER grant expenditures originally recorded in the general fund that will be shown as an adjustment in February 2008.

**WATER & SEWER FUND**

- Year-to-date revenues are exceeding year-to-date expenses by \$657,089.
- Water revenue totaled \$349,271 for the month. This is \$21,585 or 6.6% above January 2007. Year-to-date water revenue is at \$1,470,705 which is below the prior year-to-date revenue by \$26,435 or 1.8%.
- Sewer revenue totaled \$287,565 for the month. This is \$12,869 or 4.7% above January 2007. Year-to-date sewer revenue is at \$1,130,670 which is above the prior year-to-date revenue by \$7,467 or 0.7%.
- Interest earnings year-to-date of \$38,535 decreased by \$9,002 or 18.9% below the prior fiscal year-to-date earnings.
- Connect fees produced revenues of \$7,215 for the month; \$22,515 year-to-date.
- Water tap fees year-to-date are \$25,392; \$10,312 below prior year-to-date. Sewer tap fees year-to-date are \$7,310; \$560 below prior year-to-date.
- Expenses year-to-date of \$2,107,633 reflect an increase of 22.9% over prior year-to-date expenses of \$1,714,428. The expenses for the current year are well within the budget for FY 2007-08.

### **SOLID WASTE FUND**

- Year-to-date revenues are exceeding year-to-date expenses by \$253,923.
- Sanitary landfill fees for January 2008 are \$25,719; compared to \$34,050 in January 2007. Year-to-date revenue is at \$118,592 which is below the prior year-to-date revenue by \$16,376 or 12.1%.
- Refuse collection fees are \$193,572 for the month; an increase of \$12,242 over January 2007. Year-to-date revenue is at \$772,376 which is above the prior year-to-date revenue by \$39,626 or 5.4%.
- Interest earnings year-to-date of \$12,018 increased by \$2,334 or 24.1% above the prior fiscal year-to-date earnings.
- Expenses year-to-date of \$725,277 reflect a decrease of 5.1% below prior year-to-date expenses of \$764,173.

### **DRAINAGE UTILITY FUND**

- Year-to-date revenues are exceeding year-to-date expenses by \$82,526.
- Drainage Utility fees for the month of January are \$69,380; an increase of \$2,885 or 4.3 % above January 2007. Year-to-date revenue is at \$276,876 which is above the prior year-to-date revenue by \$8,858 or 3.3%.
- Expenses year-to-date of \$208,452 reflect an increase of 76.0% above prior year-to-date expenses of \$90,013. 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 \$6,128. In addition, the year-to-date operating revenues include a budget transfer from the General Fund for \$59,072. Net of the transfer, expenses are exceeding revenues year-to-date by \$45,347.
- Revenues for the month of January totaled \$26,225, compared to revenues for January 2007 of \$21,760. Year-to-date operating revenues are at \$153,127 which is above the prior year-to-date operating revenues by \$21,783 or 16.6%.
- Expenses for the month are \$46,079; \$3,106 below January 2007 expenses. Year-to-date expenses of \$218,327 reflect a decrease of 8.9% below prior year-to-date expenses of \$239,525.

City of Copperas Cove  
Economic Indicators Summary  
January 31, 2008

***Unemployment Rate***

- The unemployment rate for the month of December 2007 was 4.7%, which is slightly up from December 2006, recorded at 4.5%. January data is not available as of this report date.

***Sales Tax Collections***

- Sales tax collections for January 2008 totaled \$174,107, compared to January 2007 collections of \$154,062. Year to date, sales tax collections are at \$723,742 or 5.2% above prior year-to-date collections of \$688,135.
- In addition to the City sales tax collected above, \$361,871 year-to-date was paid to the Copperas Cove Economic Development Corporation.

***Water Customers***

- During the month of January 2008 there were 12,979 active water accounts.
- January 2007 recorded 11,237 water customers, which indicates a 15.5% or 1,742 increase in water customers from January 2007 to January 2008.

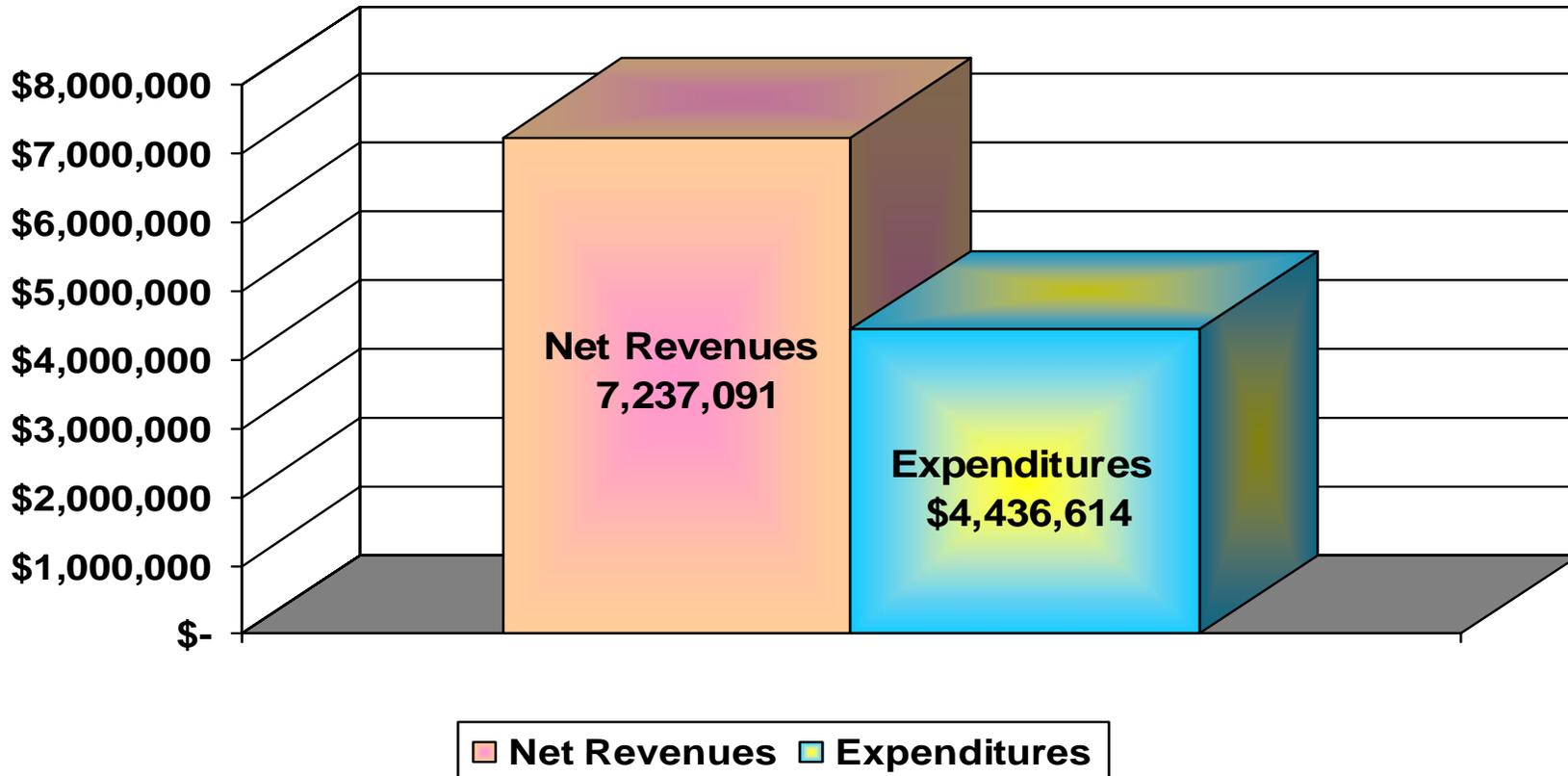
***Building Permits***

- The total dollar value of building permits issued for January 2008 was \$3,264,687 compared to \$2,993,057 in January 2007.
- 92 building permits were issued in January 2008 which is an increase of 5 compared to that issued in January 2007.

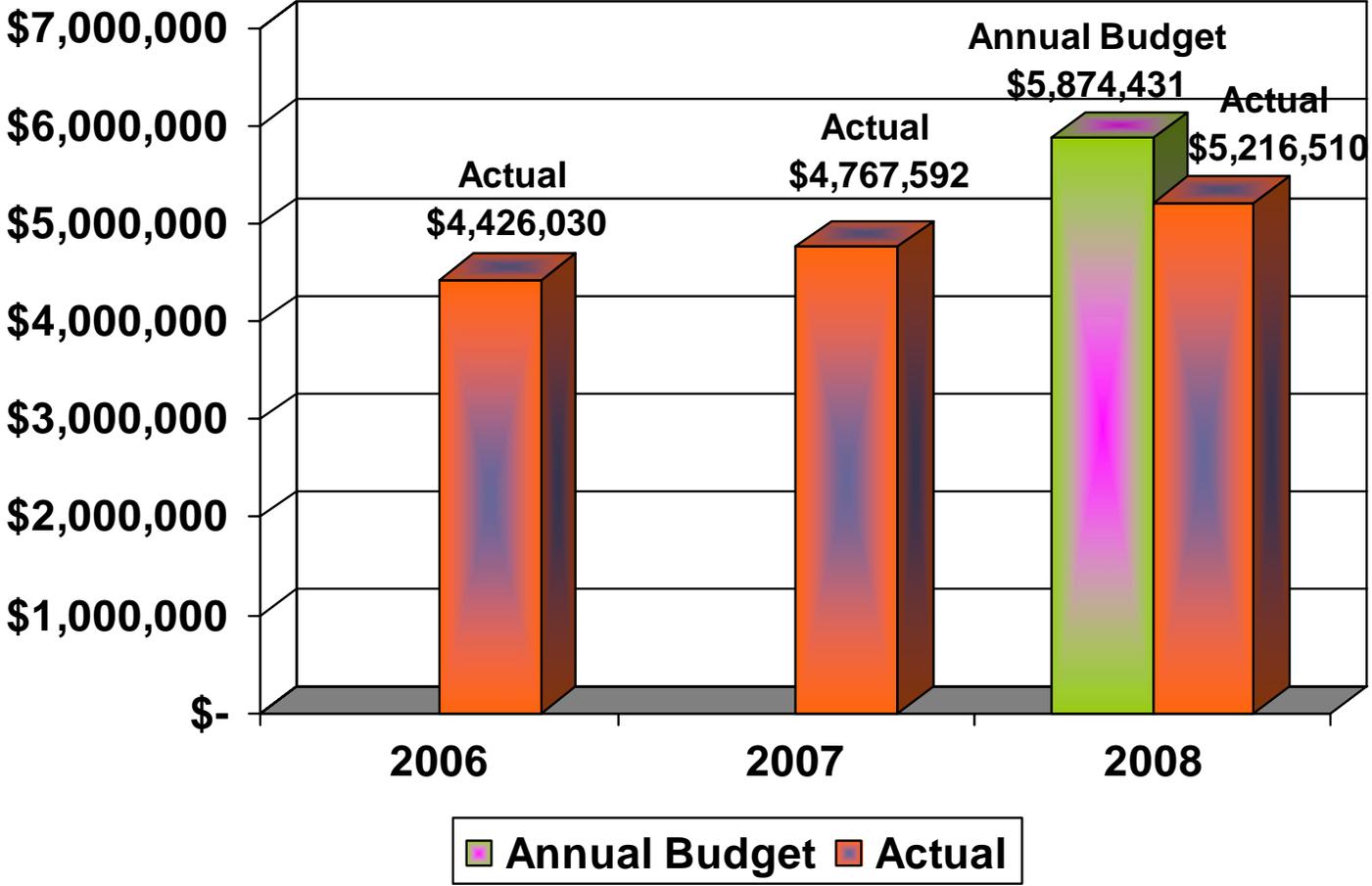
***Hotel Occupancy Tax Revenue***

- Hotel occupancy tax collections for January 2008 were \$18,608 compared to \$10,428 collected in January 2007. Year to date, hotel occupancy tax collections are at \$39,658 or 3.5% below prior year-to-date collections of \$41,097.
- The hotel occupancy tax revenue is being researched in Finance and will be monitored closely throughout the year. Hotels that report quarterly will report revenue in October, January, April, and July.

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

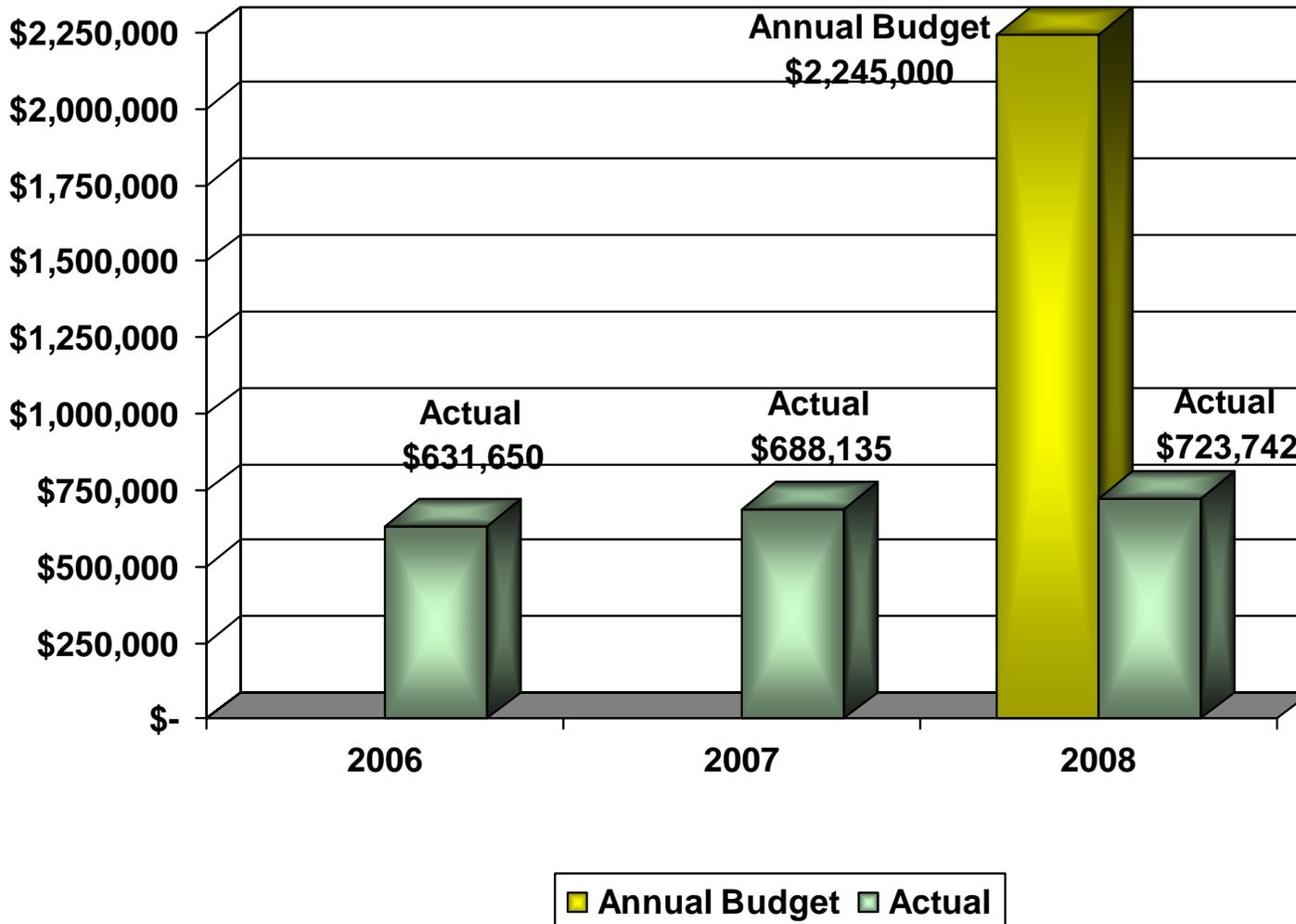


# City of Copperas Cove General Fund Property Tax Revenue Trends FYTD (October through January)



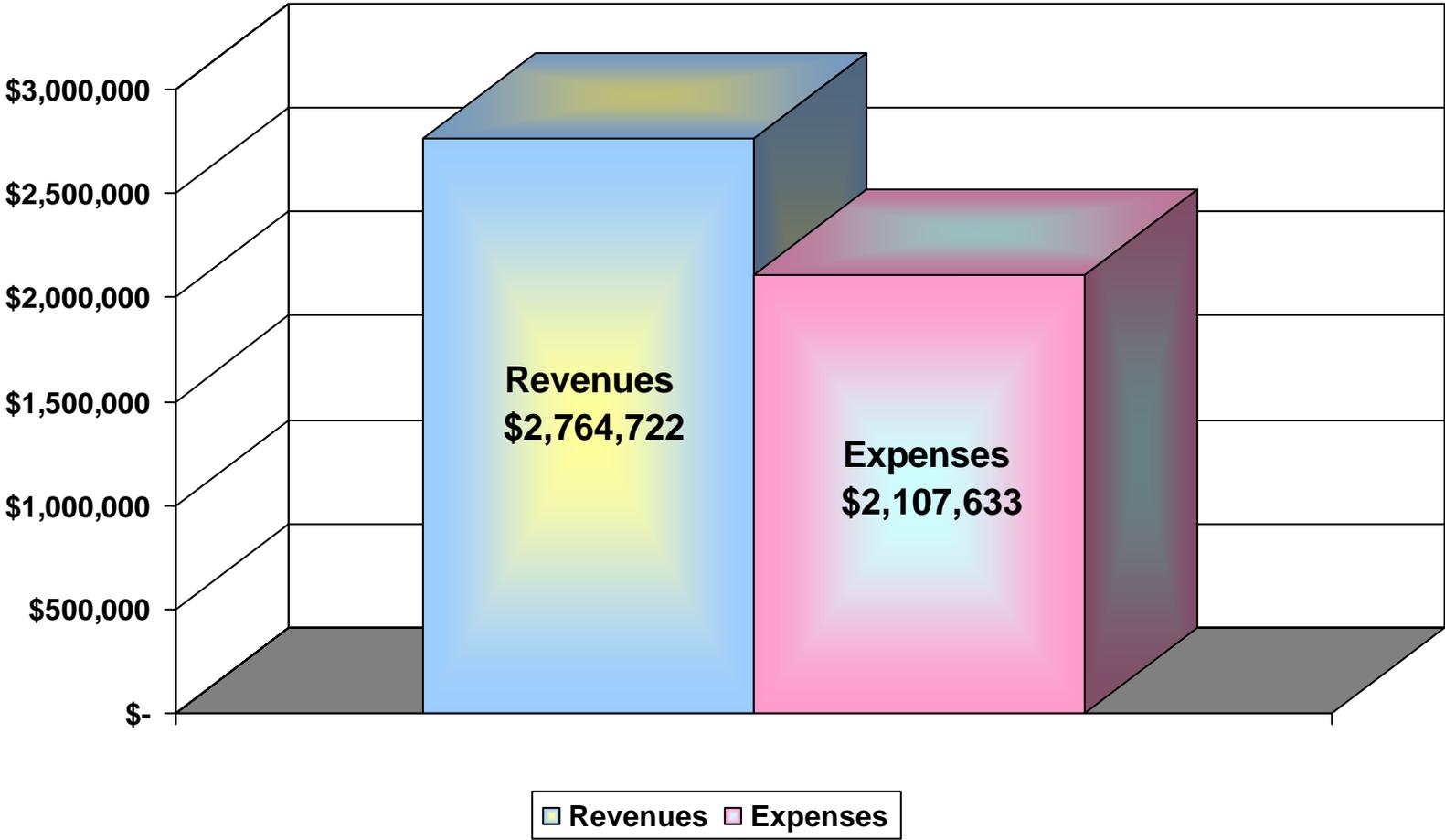
- Property Tax revenue through 01/31/08 was **\$5,216,510**
- **\$448,918** or 9.4% above prior year-to-date revenue

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

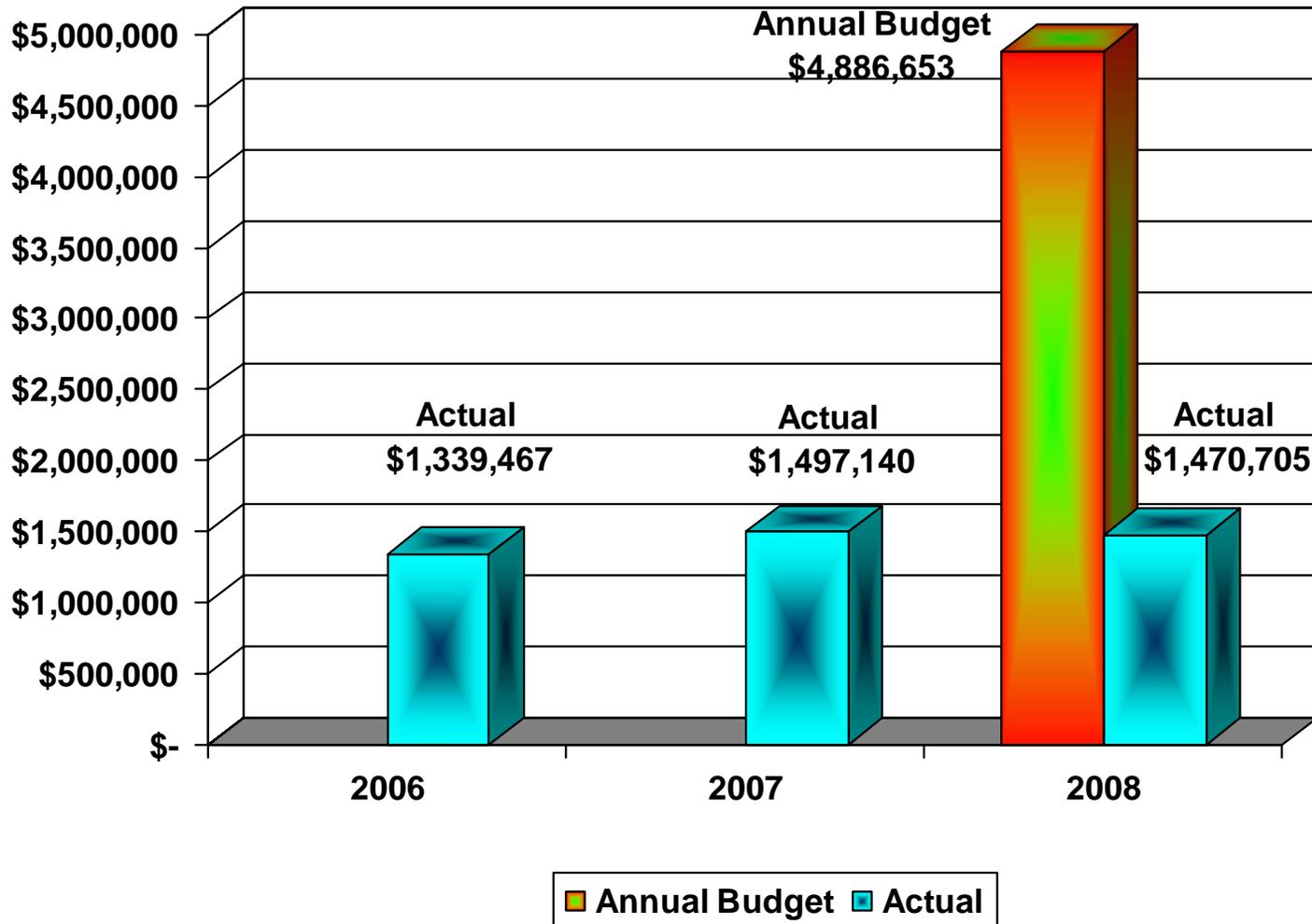


- Sales Tax Revenue through 01/31/08 was **\$723,742**
- **\$35,607** or 5.2% above prior year-to-date Sales Tax Revenue

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



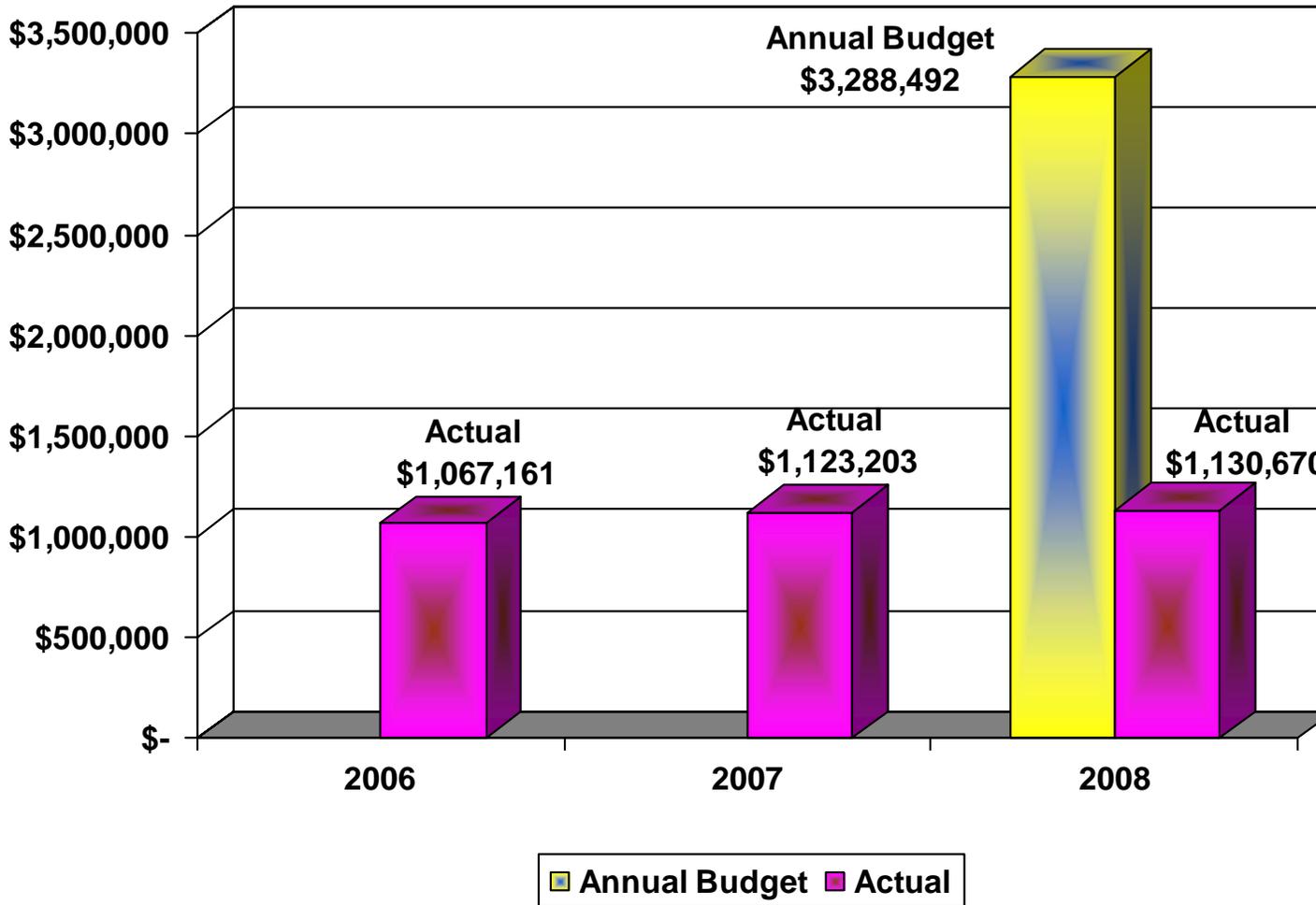
# City of Copperas Cove Water Revenue Trends FYTD (October through January)



➤ Water Revenue through 01/31/08 was **\$1,470,705**

➤ **\$26,435** or 1.8% below prior year-to-date revenue

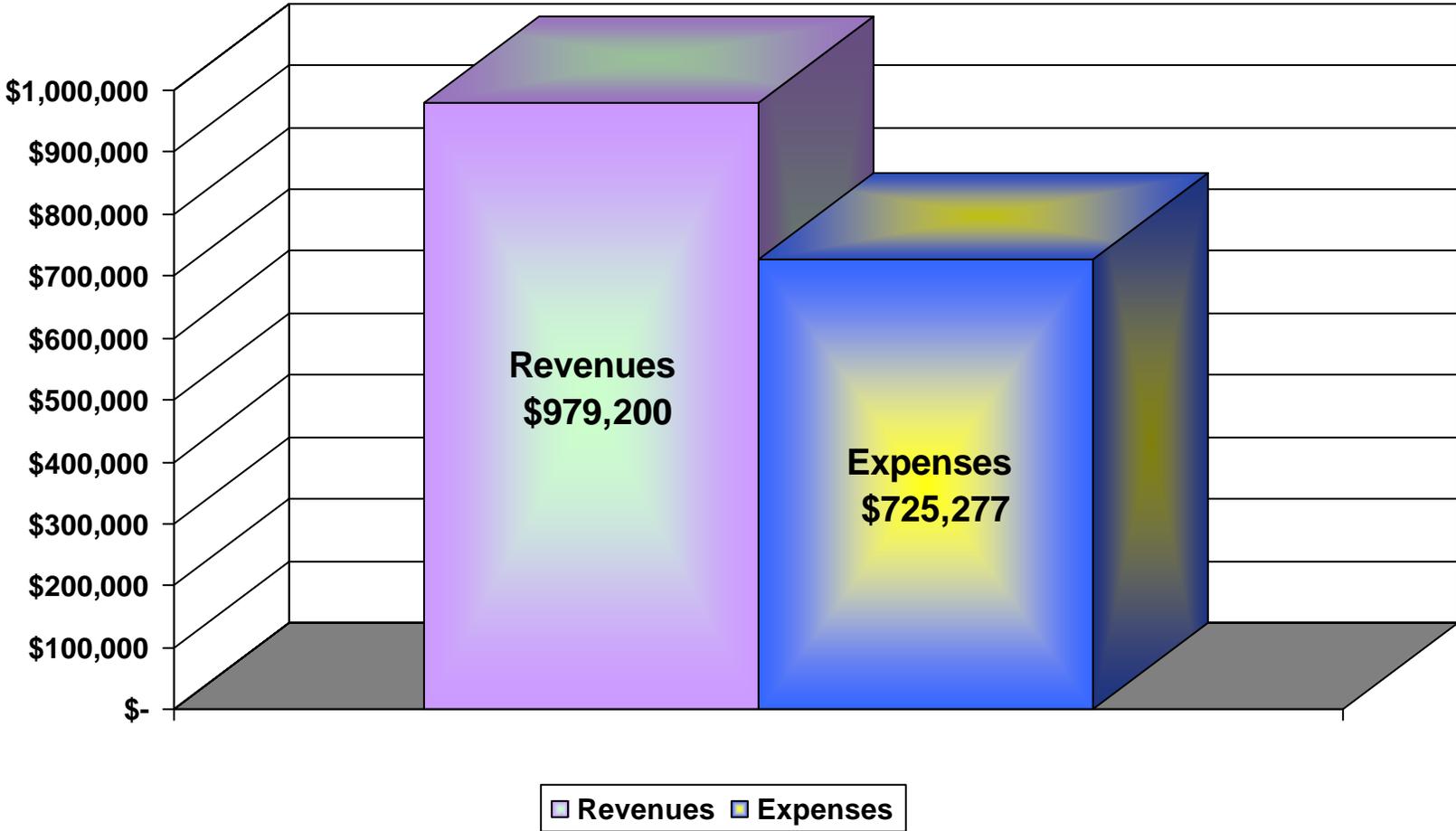
# City of Copperas Cove Sewer Revenues FYTD (October through January)



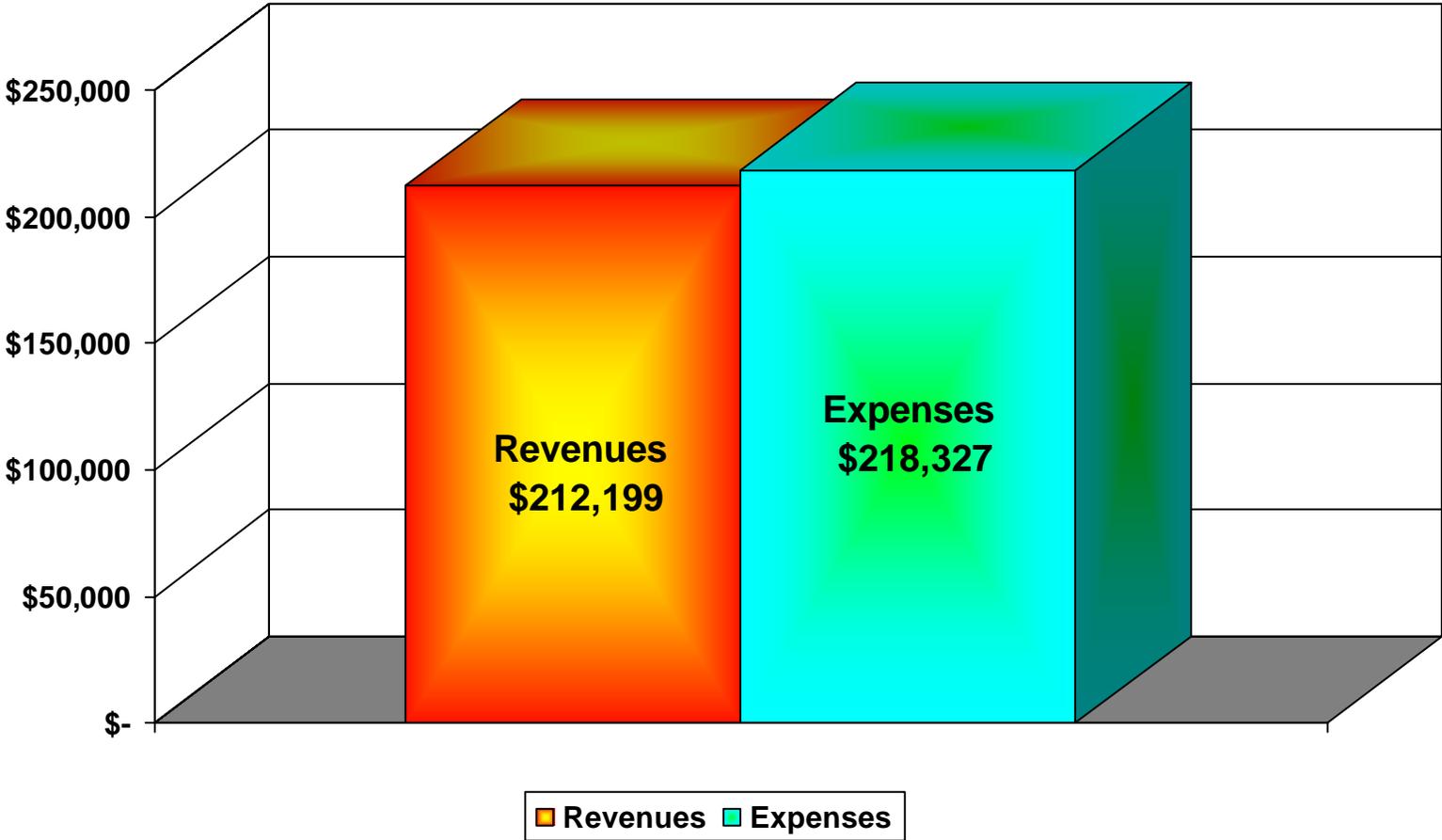
➤ Sewer Revenue through 01/31/08 was **\$1,130,670**

➤ **\$7,467** or 0.7% above prior year-to-date revenue

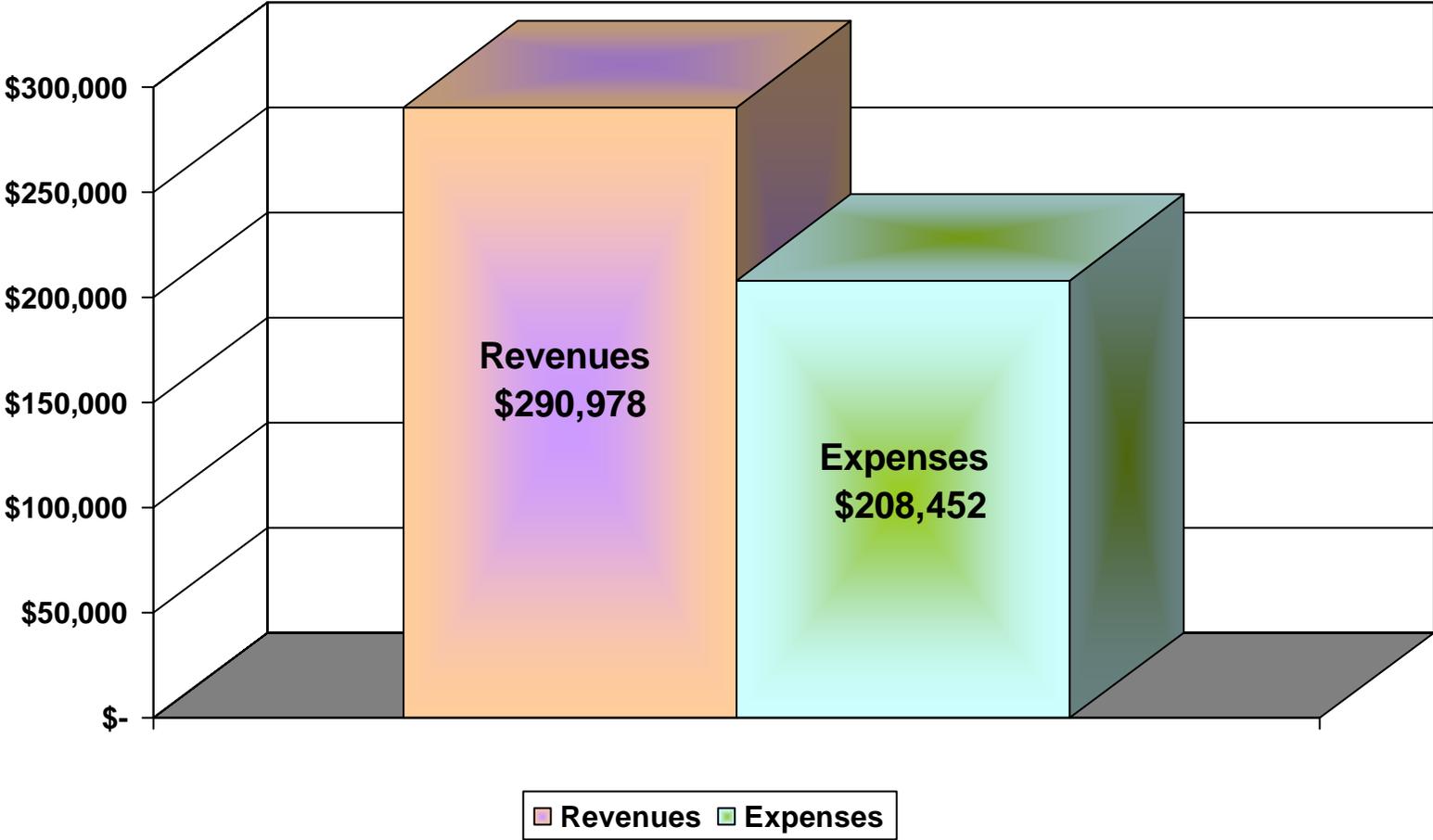
**City of Copperas Cove  
Solid Waste Fund  
Revenues vs. Expenses  
FYTD (October through January)**



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



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



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

Description	Adopted Budget	Current Month Jan. 2008	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	1,916,222	2,279,959	
<b>TOTAL BEG. FUND BALANCE</b>	<b>\$ 3,384,115</b>	<b>\$ 2,916,222</b>	<b>\$ 3,279,959</b>	
<b>GENERAL FUND REVENUE</b>				
<b>Taxes</b>				
Current Ad Valorem Taxes	\$ 5,874,431	\$ 3,724,865	\$ 5,216,510	89%
Delinquent Ad Valorem Taxes	47,000	6,409	38,244	81%
Penalty & Interest	38,000	1,926	58,669	154%
Sales Tax	2,245,000	174,107	723,742	32%
Franchise Tax	1,346,208	77,427	167,410	12%
TXU Settlement	35,633	-	-	0%
Mixed Drink Tax	17,000	3,022	5,894	35%
Bingo Tax	110,000	-	22,717	21%
Used Oil Revenue-Safety Clean/H&H	700	-	95	14%
<b>Subtotal Taxes</b>	<b>\$ 9,713,972</b>	<b>\$ 3,987,756</b>	<b>\$ 6,233,280</b>	<b>64%</b>
<b>Licenses &amp; Permits</b>				
License-Bicycle	\$ 100	\$ -	\$ 2	2%
License-Contractors	45,000	4,190	19,705	44%
License-Animal	4,000	545	1,640	41%
Permits-Building	90,000	5,775	23,971	27%
Permits-House Moving	200	-	-	0%
Permits - Street Cuts	9,000	-	1,640	18%
Permits-Electrical	23,000	1,495	6,055	26%
Permits-Solicitors	2,500	270	1,100	44%
Permits-Natural Gas Lines	2,000	90	645	32%
Permits-Garage Sales	7,000	250	1,970	28%
Permits-Plumbing	30,000	1,907	8,523	28%
Permits-Mechanical	18,000	995	3,955	22%
License-Taxicabs	1,000	-	300	30%
Permits-Car Wash	500	15	45	9%
Permits-Signs	1,500	100	205	14%
Permits-Swimming Pools	900	-	85	9%
Wrecker License	600	-	510	85%
Permit-Certificate of Occupancy	2,000	200	600	30%
Permits-Alarms	6,200	380	880	14%
False Alarm Penalties	400	1	801	200%
Permits-Alcohol License	600	240	510	85%
Permits-Well/Gas Drilling	0	-	2,000	N/A
<b>Subtotal Licenses &amp; Permits</b>	<b>\$ 244,500</b>	<b>\$ 16,452</b>	<b>\$ 75,141</b>	<b>31%</b>

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

Description	Adopted Budget	Current Month Jan. 2008	Total Year to Date	Percent Year to Date
<b>Services &amp; Charges</b>				
Swimming Pool Receipts	\$ 52,400	\$ -	\$ -	0%
Community Building Rental	21,000	(200)	7,785	37%
Misc. Library Receipts	14,500	1,246	4,206	29%
Animal Shelter Fees	40,000	2,261	9,268	23%
Ambulance Fee Revenue <sup>(1)</sup>	776,818	57,506	217,921	28%
Copy Machines	5,200	317	1,528	29%
Mowing Revenue	20,000	784	11,246	56%
Sale of City Maps	600	50	299	50%
Service Charge-NSF Checks	12,000	900	3,825	32%
Plat Filing Fee Revenue	6,500	-	1,100	17%
RV Park Fees	12,000	865	3,130	26%
Police Overtime Reimbursement	20,000	2,473	11,240	56%
Police Restitution Revenue	3,000	464	1,393	46%
Festival Reimbursements	13,094	-	203	2%
Special Events-Seniors	1,500	-	596	40%
Library Meeting Room Rental	1,500	-	2,153	144%
Open Records Revenue	1,000	62	216	22%
Senior Games	1,500	-	-	0%
Fax Machine Fees	700	151	400	57%
Pool Rental Revenue	4,000	-	-	0%
Re-Inspection Fees	700	-	50	7%
Micro Chip of Animals Revenue	7,175	190	579	8%
<b>Subtotal Services &amp; Charges</b>	<b>\$ 1,015,187</b>	<b>\$ 67,067</b>	<b>\$ 277,138</b>	<b>27%</b>
<sup>(1)</sup> Recorded net of billing fees.				
<b>Fines &amp; Forfeitures</b>				
Municipal Court Fines	\$ 161,500	\$ 9,018	\$ 32,133	20%
Traffic Violation Fines	404,600	26,160	95,383	24%
Library Fines	16,500	1,262	5,313	32%
Arrest Warrant Income	138,500	7,044	27,052	20%
Child Safety Fund	12,800	1,046	3,306	26%
City's % of State Court Fines	57,500	12,402	25,512	44%
HB 70 Fees	14,000	954	3,581	26%
Arresting Officer Fees	33,000	2,094	7,673	23%
CCISD Liaison Funding	101,508	-	25,377	25%
Admin Fee-Teen Court	1,500	80	330	22%
Admin Fee-Defensive Driving	8,600	830	3,080	36%
Rezone Request Fees	3,000	-	400	13%
Variance Request Fees	300	-	110	37%
<b>Subtotal Fines &amp; Forfeitures</b>	<b>\$ 953,308</b>	<b>\$ 60,890</b>	<b>\$ 229,249</b>	<b>24%</b>
<b>Administration Reimb.</b>				
Admin. Reimb.-W & S Fd	\$ 792,500	\$ -	\$ 198,125	25%
Admin. Reimb.-Solid Waste Fd	428,000	-	107,000	25%
Admin. Reimb.-Drainage Utility Fd	80,000	-	20,000	25%
<b>Subtotal Admin. Reimb.</b>	<b>\$ 1,300,500</b>	<b>\$ -</b>	<b>\$ 325,125</b>	<b>25%</b>

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

Description	Adopted Budget	Current Month Jan. 2008	Total Year to Date	Percent Year to Date
<b>Miscellaneous Revenue</b>				
Interest Earned Revenue	\$ 235,000	\$ 17,306	\$ 60,826	26%
Rental Income	20,000	1,440	5,760	29%
Miscellaneous Police Revenue	3,000	287	1,447	48%
Miscellaneous Grant Revenue	1,500	-	-	0%
Miscellaneous Revenues	75,300	427	13,264	18%
Insurance Proceeds	3,000	-	-	0%
Food Workers' Permit	12,000	294	4,563	38%
Food Establishment Licenses	11,000	375	3,135	29%
Maintenance & Landscape Revenue	2,100	-	1,050	50%
Street Sign Revenue	2,400	-	-	0%
Auction Proceeds	5,000	7,115	7,115	142%
<b>Subtotal Miscellaneous Rev.</b>	<b>\$ 370,300</b>	<b>\$ 27,244</b>	<b>\$ 97,159</b>	<b>26%</b>
<b>TOTAL G. F. REVENUE</b>	<b>\$ 13,597,767</b>	<b>\$ 4,159,409</b>	<b>\$ 7,237,091</b>	<b>53%</b>

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

Description	Adopted Budget	Current Month Jan. 2008	Total Year to Date	Percent Year to Date
<b>GENERAL FUND EXPENDITURES</b>				
City Council	\$ 42,700	\$ 4,271	\$ 14,733	35%
City Manager	270,334	16,390	72,033	27%
City Secretary/Elections	147,339	9,145	35,746	24%
City Attorney	105,080	9,262	31,589	30%
Finance	506,924	30,811	177,495	35%
Grants Administration	62,546	-	-	0%
Human Resources	176,796	13,220	63,210	36%
Information Systems	197,219	12,807	63,034	32%
Municipal Court	361,583	25,504	125,031	35%
Police	4,378,484	313,539	1,357,454	31%
Public Information Office	0	4,201	15,289	N/A
Animal Control	213,593	14,629	62,930	29%
Fire/EMS	3,000,931	257,099	1,146,821	38%
Emergency Management	65,496	98	5,327	8%
Engineering	166,629	13,380	39,747	24%
Building & Development Services	281,485	21,871	97,110	34%
Streets	985,565	52,211	220,202	22%
Parks and Recreation	929,962	59,944	265,069	29%
Fleet Services	235,422	21,496	84,651	36%
Public Works	39,418	3,162	13,372	34%
Facility Maintenance	172,390	12,964	58,687	34%
Planning	188,868	6,222	54,307	29%
Library	519,730	38,095	173,242	33%
Code & Health	155,289	12,991	52,635	34%
Non-Departmental	371,815	41,884	206,902	56%
<b>TOTAL GENERAL FUND EXPENDITURES</b>				
	\$ 13,575,598	\$ 995,195	\$ 4,436,614	33%
<b>ENDING FUND BALANCE</b>				
Unreserved, Designated	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	
Unreserved, Undesignated	\$ 2,406,284	\$ 5,080,436	\$ 5,080,435	
<b>TOTAL ENDING FUND BALANCE</b>				
	\$ 3,406,284	\$ 6,080,436	\$ 6,080,435	
<b>IDEAL RESERVE FUND BALANCE</b>				
	\$ 3,393,900	\$ 3,393,900	\$ 3,393,900	
<b>OVER (UNDER) IDEAL RESERVE FUND BALANCE</b>				
	\$ 12,384	\$ 2,686,536	\$ 2,686,535	

**CITY OF COPPERAS COVE  
MONTHLY COUNCIL REPORT  
WATER & SEWER FUND  
As of January 31, 2008 (FY 2007-08)**

Description	Adopted Budget	Current Month Jan. 2007	Total Year to Date	Percent Year to Date
<b>BEGINNING FUND BALANCE</b>				
Unreserved, Undesignated	\$ 2,029,827	\$ 2,261,026	\$ 1,730,982	
<b>TOTAL BEGINNING FUND BALANCE</b>	\$ 2,029,827	\$ 2,261,026	\$ 1,730,982	
<b>W &amp; S FUND REVENUES</b>				
<b>Operating Revenues</b>				
Water Revenue	\$ 4,886,653	\$ 349,271	\$ 1,470,705	30%
Sewer Revenue	3,288,492	287,565	1,130,670	34%
Senior Discount	(140,300)	(9,851)	(42,892)	31%
Water Tap Fees	122,000	9,722	25,392	21%
Sewer Tap Fees	30,000	1,760	7,310	24%
Connect Fee	55,000	7,215	22,515	41%
Meter Box Reset Fee	0	-	300	N/A
<b>Subtotal Operating Revenues</b>	\$ 8,241,845	\$ 645,682	\$ 2,614,000	32%
<b>Other Revenues</b>				
Composting Sales Revenue	\$ 15,000	\$ 418	\$ 3,326	22%
Admin Reimb--Drainage	20,000	-	5,000	25%
Interest Revenue	140,000	10,245	38,535	28%
Late Charge For Billing	250,000	19,366	86,428	35%
Riser Forfeiture Revenue	3,000	-	230	8%
Auction Proceeds	1,000	-	(45)	-4%
Insurance Proceeds	500	-	-	0%
Miscellaneous Revenues	50,000	5,294	17,249	34%
<b>Subtotal Other Revenues</b>	\$ 479,500	35,323	150,723	31%
<b>TOTAL W &amp; S FD REVENUES</b>	\$ 8,721,345	\$ 681,005	\$ 2,764,722	32%
<b>W &amp; S FUND EXPENDITURES</b>				
Water & Sewer Administration	\$ 152,025	\$ 12,127	\$ 53,328	35%
Utility Administration	517,891	41,467	183,612	35%
Water Distribution	1,126,698	71,374	352,740	31%
Sewer Collection	497,329	35,296	142,736	29%
Wastewater Treatment	1,013,042	93,391	408,200	40%
Composting	161,262	11,434	51,322	32%
Non-Departmental	4,714,017	288,870	915,695	19%
<b>TOTAL W &amp; S FUND EXPENDITURES</b>	\$ 8,182,264	\$ 553,960	\$ 2,107,633	26%
<b>ENDING FUND BALANCE</b>				
Unreserved, Undesignated	\$ 2,568,908	\$ 2,388,072	\$ 2,388,072	
<b>TOTAL ENDING FUND BALANCE</b>	\$ 2,568,908	\$ 2,388,072	\$ 2,388,072	
<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	\$ 342,505	\$ 342,505	

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

Description	Adopted Budget	Current Month Jan. 2008	Total Year to Date	Percent Year to Date
<b>BEGINNING FUND BALANCE</b>				
Unreserved, Undesignated	\$ 653,725	\$ 903,314	\$ 769,842	
Unreserved, Designated	0	-	-	
<b>TOTAL BEGINNING FUND BALANCE</b>	\$ 653,725	\$ 903,314	\$ 769,842	
<b>SOLID WASTE FUND REVENUE</b>				
<b>Operating Revenue</b>				
Refuse Collection Fees	\$ 2,211,872	\$ 193,572	\$ 772,376	35%
Sanitary Landfill Fees	425,000	25,719	118,592	28%
Senior Discount	(38,325)	(3,156)	(12,633)	33%
Recycling Proceeds	35,000	2,670	14,289	41%
Sale of Scrap Metal	18,000	1,055	6,656	37%
Sale of Kraft Bags	9,500	764	3,418	36%
Container Reload Fees	13,500	123	923	7%
Return Service/Overload Container	1,000	-	29	3%
Roll-Off Rental Income	40,000	7,080	18,869	47%
Rear Load Dumpster Rental	800	262	672	84%
Auto Lid Locks	750	122	458	61%
<b>Subtotal Operating Revenue</b>	\$ 2,717,097	\$ 228,212	\$ 923,648	34%
<b>Other Revenue</b>				
Interest Revenue	\$ 33,000	\$ 3,042	\$ 12,018	36%
Late Charge For Billing	116,000	9,683	43,214	37%
Auction Proceeds	1,000	-	-	0%
Miscellaneous Revenues	2,000	94	321	16%
<b>Subtotal Other Revenue</b>	\$ 152,000	\$ 12,819	\$ 55,553	37%
<b>TOTAL SOLID WASTE REVENUE</b>	\$ 2,869,097	\$ 241,031	\$ 979,200	34%
<b>SOLID WASTE FUND EXPENDITURES</b>				
Solid Waste Administration	\$ 205,723	\$ 15,331	\$ 72,626	35%
Solid Waste Collection - Residential	330,012	24,842	90,218	27%
Solid Waste Collection - Recycling	159,375	7,086	27,962	18%
Solid Waste Collection - Brush	117,174	9,548	37,302	32%
Solid Waste Collection - Commercial	379,273	25,664	105,475	28%
Solid Waste Disposal - Transfer Station	1,100,536	22,460	248,447	23%
Solid Waste Recycling - KCCB	22,200	570	4,203	19%
Non-Departmental	503,095	15,078	139,044	28%
<b>TOTAL SOLID WASTE FUND EXPENDITURES</b>	\$ 2,817,388	\$ 120,580	\$ 725,277	26%
<b>ENDING FUND BALANCE</b>				
Unreserved, Undesignated	\$ 705,434	\$ 1,023,765	\$ 1,023,765	
Unreserved, Designated	0	-	-	
<b>TOTAL ENDING FUND BALANCE</b>	\$ 705,434	\$ 1,023,765	\$ 1,023,765	
<b>IDEAL RESERVE FUND BALANCE</b>	\$ 704,347	\$ 704,347	\$ 704,347	
<b>OVER (UNDER) IDEAL RESERVE FUND BALANCE</b>	\$ 1,087	\$ 319,418	\$ 319,418	

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

Description	Adopted Budget	Current Month Jan. 2008	Total Year to Date	Percent Year to Date
<b>BEGINNING FUND BALANCE</b>				
Unreserved, Undesignated	\$ 385,402	\$ 542,075	\$ 324,584	
<b>TOTAL BEGINNING FUND BALANCE</b>				
	\$ 385,402	\$ 542,075	\$ 324,584	
<b>DRAINAGE UTILITY FUND REVENUE</b>				
Drainage Utility Fee	\$ 841,839	\$ 69,380	\$ 276,876	33%
Maintenance Revenue	500	44	194	39%
<b>Subtotal Drainage Utility Revenue</b>	\$ 842,339	\$ 69,424	\$ 277,070	33%
<b>Other Revenue</b>				
Miscellaneous Revenue	\$ 1,900	\$ 929	\$ 929	49%
Interest Revenue	37,000	3,133	12,979	35%
<b>Subtotal Other Revenue</b>	\$ 38,900	\$4,063	\$13,908	36%
<b>TOTAL DRAINAGE UTILITY REVENUE</b>	\$ 881,239	\$ 73,486	\$290,978	33%
<b>DRAINAGE UTILITY FUND EXPENDITURES</b>				
Drainage	\$ 1,051,485	\$ 42,636	\$ 207,365	20%
Administration	1,668	335	1,087	65%
<b>TOTAL DRAINAGE UTILITY FUND EXPENDITURES</b>	\$ 1,053,153	\$ 42,971	\$ 208,452	20%
Unreserved, Undesignated	\$ 213,488	\$ 572,591	\$ 407,110	
<b>TOTAL ENDING FUND BALANCE</b>	\$ 213,488	\$ 572,591	\$ 407,110	
<b>IDEAL RESERVE FUND BALANCE</b>	\$ 263,288	\$ 263,288	\$ 263,288	
<b>OVER (UNDER) IDEAL RESERVE FUND BALANCE</b>	\$ (49,800)	\$ 309,303	\$ 143,822	

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

Description	Adopted Budget	Current Month Jan. 2008	Total Year to Date	Percent Year to Date
<b>BEGINNING FUND BALANCE</b>				
Unreserved, Undesignated	\$ 3,113	\$ (8,609)	\$ (22,335)	
<b>TOTAL BEGINNING FUND BALANCE</b>	\$ 3,113	\$ (8,609)	\$ (22,335)	
<b>GOLF COURSE FUND REVENUE</b>				
Green Fees	\$ 198,735	\$ 7,573	\$ 46,708	24%
Cart Rental Fees	172,000	6,908	42,511	25%
Membership Dues	107,425	1,257	6,802	6%
Cart Storage Fees	22,100	-	1,075	5%
Trail Fees	15,300	199	972	6%
Pro Shop Sales	101,000	3,140	18,157	18%
Handicap Fees	300	-	-	0%
Driving Range Fees	36,500	1,326	8,450	23%
Snack Bar Revenue F&B	62,000	3,687	16,585	27%
Snack Bar Revenue-Beer & Wine	25,000	742	5,122	20%
Transfer From General Fund	59,072	-	59,072	100%
Facility Rental Income	500	200	700	140%
Swimming Pool Receipts	500	-	-	0%
Interest Revenue	100	-	5	5%
Winter Special Green Fees	0	252	525	N/A
Winter Special Lunch	0	176	320	N/A
Revenue Food & Beverages	0	165	415	N/A
Tournament Green Fees	18,000	264	2,752	15%
Tournament Cart Fees	14,500	311	2,018	14%
Auction Proceeds	5,000	-	-	0%
Miscellaneous Receipts	260	26	10	4%
<b>TOTAL G. C. FD REVENUE</b>	\$ 838,292	\$ 26,225	\$ 212,199	25%
<b>GOLF COURSE FUND EXPENDITURES</b>				
Golf Course Administration	\$ 286,492	\$ 16,773	\$ 101,355	35%
Golf Course Concessions	89,953	6,521	29,601	33%
Golf Course Maintenance	387,734	22,785	87,371	23%
<b>TOTAL GOLF COURSE FUND EXPENDITURES</b>	\$ 764,179	\$ 46,079	\$ 218,327	29%
<b>ENDING FUND BALANCE</b>				
Unreserved, Undesignated	\$ 77,226	\$ (28,463)	\$ (28,463)	
<b>TOTAL ENDING FUND BALANCE</b>	\$ 77,226	\$ (28,463)	\$ (28,463)	
<b>IDEAL RESERVE FUND BALANCE</b>	\$ 191,045	\$ 191,045	\$ 191,045	
<b>OVER (UNDER) IDEAL RESERVE FUND BALANCE</b>	\$ (113,819)	\$ (219,508)	\$ (219,508)	

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

Fund Description	Beginning Fund Balance	Revenues	Expenditures	Ending Fund Balance
<b>Special Revenue Funds:</b>				
Recreation Activities Fund	\$ 88,185	\$ 34,427	\$ 46,421	\$ 76,192
Cemetery Fund	12,865	4,140	12,401	4,604
Library Gifts and Memorials	8,894	282	116	9,060
Small Business Revolving Loan Fund *	197,521	722	-	198,243
Hotel Occupancy Tax Fund	56,405	41,972	36,229	62,148
Animal Shelter Fund	21,560	129	3,031	18,658
City-Wide Donation Fund	40,795	14,507	15,748	39,553
Municipal Court Fund	175,638	18,682	42,555	151,765
<b>Sub-Total Special Revenue Funds:</b>	<b>\$ 601,863</b>	<b>\$ 114,862</b>	<b>\$ 156,502</b>	<b>\$ 560,223</b>
** Beginning fund balance includes \$150,274 in notes receivables.				
<b>Debt Service Fund:</b>				
Tax Interest & Sinking Fund	\$ 143,493	\$ 1,266,789	\$ 375	\$ 1,409,907
<b>Sub-Total Debt Service Fund:</b>	<b>\$ 143,493</b>	<b>\$ 1,266,789</b>	<b>\$ 375</b>	<b>\$ 1,409,907</b>
<b>Capital Projects Funds:</b>				
2001 C.O. (Capital Equip./Improvement)	\$ 285,983	\$ 4,457	\$ -	\$ 290,440
2001 C.O. (Water/Wastewater Phase I)	434,649	7,134	13,374	428,409
2003 C.O. (CIP)	471,247	9,554	352,137	128,664
2003 C.O. (W/WW Phase III)	1,532,155	28,726	82,139	1,478,742
2005 C.O. (Water Infrastructure Project)	2,228,891	37,259	27,329	2,238,822
2006 Tax Notes (CIP)	1,015,058	13,146	214,231	813,973
2007 C.O. (Police Facility)	5,338,633	(413,305)	-	4,925,328
<b>Sub-Total C.I.P. Funds:</b>	<b>\$ 11,306,616</b>	<b>\$ (313,029)</b>	<b>\$ 689,210</b>	<b>\$ 10,304,378</b>
<b>Total Other Funds</b>	<b>\$ 12,051,972</b>	<b>\$ 1,068,621</b>	<b>\$ 846,087</b>	<b>\$ 12,274,508</b>

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

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	4,457
90-370-6005	Miscellaneous Revenue	-	1,500	-
<b>Total Revenues</b>		\$ 1,915,000	\$ 1,998,233	\$ 4,457
<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>		\$ 1,915,000	\$ 1,712,250	\$ -
<b>Ending Fund Balance</b>				
90-300-0001	Fund Balance	\$ -	\$ 285,983	\$ 290,440

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

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	7,134
91-370-6005	Miscellaneous Revenue	-	-	-
<b>Total Revenues</b>		<u>\$ 6,485,000</u>	<u>\$ 6,807,165</u>	<u>\$ 7,134</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>\$ 428,409</u>

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

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	9,554
70-370-6005	Miscellaneous Revenue	-	1,953	-
<b>Total Revenues</b>		<u>\$ 4,190,000</u>	<u>\$ 4,406,404</u>	<u>\$ 9,554</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	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	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>\$ 352,137</u>
<b>Ending Fund Balance</b>				
70-300-0001	Fund Balance	<u>\$ 3,260</u>	<u>\$ 471,247</u>	<u>\$ 128,664</u>

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

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	28,726
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>\$ 28,726</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	58,824
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	23,315
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>\$ 82,139</u>
<b>Ending Fund Balance</b>				
71-300-0001		<u>\$ 28,331</u>	<u>\$ 1,532,155</u>	<u>\$ 1,478,742</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 January 31, 2008**

<b>Account</b>	<b>Description</b>	<b>Budget</b>	<b>As of</b>	
			<b>FY 2006-07</b>	<b>FY 2007-08</b>
<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	37,259
<b>Total Revenues</b>		<u>\$ 3,080,000</u>	<u>\$ 3,300,372</u>	<u>\$ 37,259</u>
<b>Expenditures</b>				
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	178,500	7,000
93-4616-8500-9034	Turkey Run Pump Station	868,000	132,000	20,085
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>\$ 27,329</u>
<b>Ending Fund Balance</b>				
93-253-0001		<u>\$ -</u>	<u>\$ 2,228,891</u>	<u>\$ 2,238,822</u>

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

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	13,146
<b>Total Revenues</b>		<u>\$ 1,260,000</u>	<u>\$ 1,319,154</u>	<u>\$ 13,146</u>
<b>Expenditures</b>				
73-4617-4200-6800	Professional Services	\$ 600,000	\$ 15,331	\$ 17,097
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>\$ 214,231</u>
<b>Ending Fund Balance</b>				
73-253-0001		<u>\$ -</u>	<u>\$ 1,015,058</u>	<u>\$ 813,973</u>

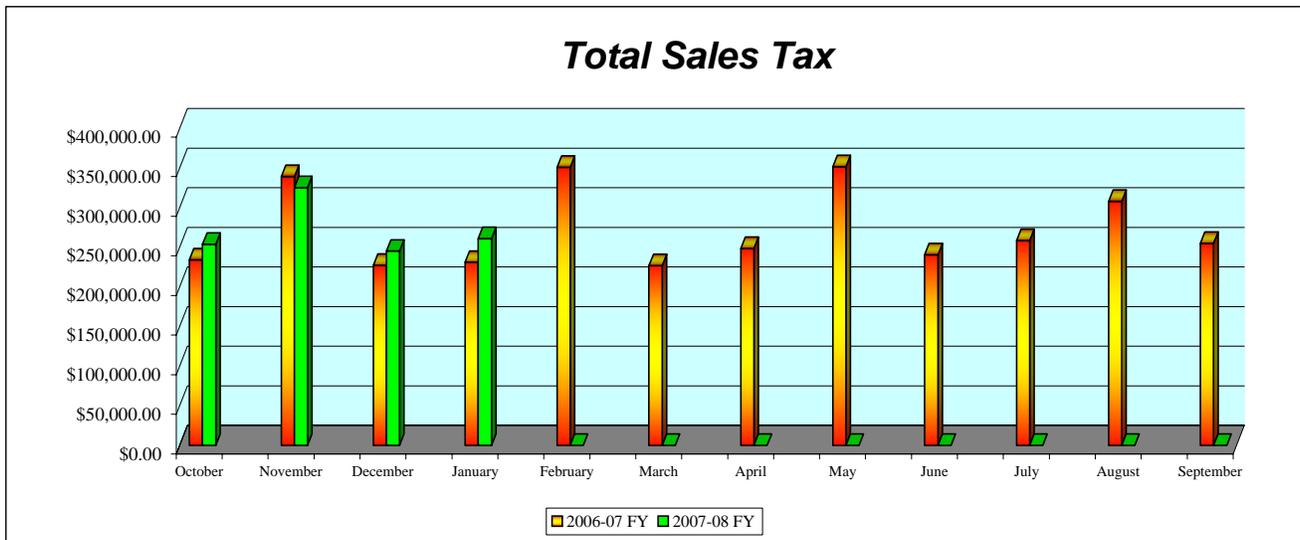
**City of Copperas Cove, Texas**  
**2007 Certificates of Obligation**  
**Police Facility**  
**As of January 31, 2008**

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	86,695
74-390-1002	Discount Note Proceeds	-	-	(500,000)
<b>Total Revenues</b>		<u>\$ 5,350,000</u>	<u>\$ 5,392,974</u>	<u>\$ (413,305)</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>\$ 4,925,328</u>

**CITY OF COPPERAS COVE  
MONTHLY COUNCIL REPORT  
SCHEDULE OF SALES TAX COLLECTIONS  
(WITH COMPARATIVE COLLECTIONS IN FY 2006-07)  
As of January 31, 2008 (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	\$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			\$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>\$723,741.77</b>	<b>\$361,870.89</b>	<b>\$1,085,612.66</b>

NOTE 1 - Total revenues collected for sales tax by the month ending January 31, 2008, in FY 2007-08 was \$1,085,612.66 (\$723,741.77 City's revenues and \$361,870.89 EDC's revenues); total revenues collected for sales tax by the month ending January 31, 2006 in FY 2006-07 was \$1,032,202.96 (\$688,135.30 City's revenues and \$344,067.66 EDC's revenues).



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

FUNDS IN INVESTMENT POOLS	
TEXSTAR	\$ 5,540,450.86
TEXPOOL	18,143,414.71
DISCOUNT NOTES	501,031.08
<b>Subtotal on Funds in Investment Pools</b>	<b><u>\$ 24,184,896.65</u></b>
CHECKING ACCOUNTS	
1988 W&S Bond	\$0.00
1994 Fire G.O. Bond Issue	0.00
1994 Fire Station Retainage	0.00
1994 Landfill C O's	0.00
Caddy Shack - Pool Account	0.00
Drainage Utility Reserve	0.00
G.O. Bonds Interest & Sinking	0.00
Master Account	2,530,761.61
Payroll	4,299.99
Rental Rehab	15,082.21
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	13,424.43
Certificate of Obligations Series 1997	0.00
Solid Waste Interest & Sinking	0.00
Library Retainage	0.00
Pending Forfeitures	17,653.71
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><u>\$2,581,221.95</u></b>
SAVINGS ACCOUNTS (Per Quarterly Stmt)	
Subdivision Escrow	2,529.04
<b>Subtotal Savings Accounts</b>	<b><u>\$2,529.04</u></b>
<b>TOTAL INVESTMENTS &amp; CASH ACCOUNTS</b>	<b><u><u>\$26,768,647.64</u></u></b>

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

FUND	TOTAL CASH & INVESTMENTS
General Fund	\$7,254,657.03
Water & Sewer Fund	\$2,946,628.38
Solid Waste Fund	\$958,822.94
Youth Activity Fund	\$101,659.87
Drainage Utility Fund	\$900,084.29
Cemetery Fund	(\$1,181.70)
General Obligation Interest & Sinking Fund	\$1,423,344.33
Curb & Gutter Assessment Fund	\$39.49
Municipal Golf Course Fund	\$27,545.67
Small Business Revolving Loan Fund	\$2,954.04
Library Gifts & Memorials Fund	\$8,456.53
Hotel/Motel Tax Fund	\$159,831.26
Animal Shelter Donations Fund	\$21,276.21
Police Court Order Fund	\$0.00
City-Wide Donations Fund	\$44,121.64
Abandoned Vehicle Auction Fund	\$0.00
City Wide Grants	\$287,628.00
FEMA Grant Funds	\$135,401.36
Fire Special Revenue Fund	\$11,103.55
Joint Image Campaign	\$28,887.04
Tx. Parks & Wildlife Grant	\$0.00
Municipal Court Fund	\$187,036.25
Police Restricted Fund	\$18,965.67
Police Federal Seizure Fund	\$2,104.23
Fire/EMS Loan	\$37,853.05
County Mutual Aid Agreement	\$48,247.03
1997 Combination Tax & Revenue C/O's (Golf Course; Library)	\$26,879.91
1997 CO's Golf Course Phase 1	\$0.00
Law Enforcement Block Grant Fund	\$13,424.43
Fire Department Grant Fund	\$22,038.60
Library Grant Fund	\$40,645.97
Step Grant	\$3,306.65
Tobacco Grant	\$2,577.73
FM 1113 Grant	\$50,178.66
2006 Limited Tax Notes	\$820,376.45
1994 WW/SS Revenue Bonds	\$0.00
EDA Industrial Park	\$4,642.44
Reliever Route	\$270,809.51
2005 Certificates of Obligation (Water Projects)	\$2,418,360.81
1998 Park Improvements G.O.	\$0.00
1998 Combination Tax & Revenue C/O's (Street; Compost)	\$3,830.00
1999 Combination Tax & Revenue C/O's (Golf Course)	\$2,206.60
1999 Combination Tax & Revenue C/O's (Animal Control; Municipal Court)	\$243.26
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.)	\$7,909.14
2001 Combination Tax & Revenue C/O's (Capital Equip. & Improvements)	\$290,439.97
2001 Combination Tax & Revenue C/O's (Water/Wastewater Phase II CIP)	\$459,770.38
2003 Combination Tax & Revenue C/O's (Capital Equip. & Improvements)	\$476,674.69
2003 Combination Tax & Revenue C/O's (Water/Wastewater Phase III CIP)	\$1,825,496.16
2007 Combination Tax & Revenue C/O's (Police Facility)	\$5,423,370.12
<b>TOTAL CASH &amp; INVESTMENTS</b>	<b><u>\$26,768,647.64</u></b>

RECAP OF CASH & INVESTMENTS:

INVESTMENTS IN TEXPOOL	\$ 18,143,414.71
INVESTMENTS IN TEXSTAR	5,540,450.86
DISCOUNT NOTES	501,031.08
CASH IN BANK	2,583,750.99
<b>TOTAL CASH &amp; INVESTMENTS</b>	<b><u>\$ 26,768,647.64</u></b>

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

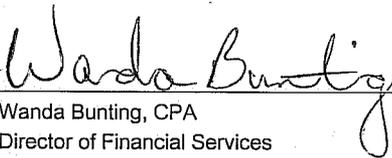
As of December 31, 2007, the City of Copperas Cove's investment portfolio was made up of investments in TEXPOOL, TEXSTAR, Discount Note and bank deposits with the City's local depository. This portfolio accomplishes the objective of maintaining liquidity while earning a modest yield on invested taxpayers dollars.

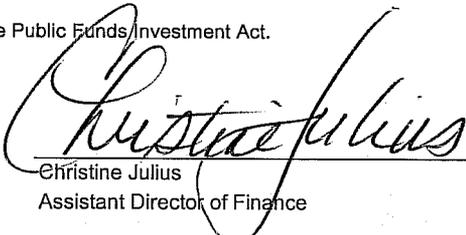
TEXPOOL Investments	Market Value 11/30/07	Investments	Redemptions	Accrued Interest	Book Value 12/31/07	Market Value 12/31/07
General Fund	\$ 3,451,471.66	\$ 4,252,593.71	\$ 1,752,368.71	\$ 16,816.19	\$ 5,968,512.85	\$ 5,968,512.85
Water & Sewer Fund	2,702,400.06	566,604.00	500,000.00	10,180.55	2,779,184.61	2,779,184.61
Solid Waste Fund	777,102.26	100,000.00	-	3,012.40	880,114.66	880,114.66
Drainage Utility Fund	841,856.93	83,594.00	55,000.00	3,123.46	873,574.39	873,574.39
Interest & Sinking Fund	392,665.03	815,010.22	-	2,889.22	1,210,564.47	1,210,564.47
Youth Activities Fund	92,462.81	11,000.00	6,000.00	332.63	97,795.44	97,795.44
Cemetery Fund	-	-	-	1.81	-	-
Golf Course Interest & Sinking	39.44	-	-	0.05	39.49	39.49
Small Business Revolving Loan Fund	46,947.79	425.00	-	170.73	47,543.52	47,543.52
Hotel/Motel Fund	146,686.94	5,235.49	-	533.36	152,455.79	152,455.79
Municipal Court Special Revenue Fund	189,144.11	5,500.00	11,000.00	668.27	184,312.38	184,312.38
1997 C/O Fund	1,307.24	-	-	4.72	1,311.96	1,311.96
1998 G.O. Bond Fund	455.57	-	-	1.68	457.25	457.25
1998 C/O Bond Fund	3,816.24	-	-	13.76	3,830.00	3,830.00
1999 C/O Bond Fund (Animal Control, etc.)	242.36	-	-	0.90	243.26	243.26
1999 C/O Bond Fund (Golf Course)	2,198.67	-	-	7.93	2,206.60	2,206.60
1999 C/O Bond Fund (Solid Waste)	7,880.73	-	-	28.41	7,909.14	7,909.14
2001 C/O Bond Fund (Governmental)	289,396.38	-	-	1,043.59	290,439.97	290,439.97
2001 C/O Bond Fund (W&S Phase II)	458,118.34	-	-	1,652.04	459,770.38	459,770.38
2007 C/O Police Facility	4,894,687.99	-	-	17,651.05	4,912,339.04	4,912,339.04
Reliever Route	311,056.07	-	41,326.89	1,080.33	270,809.51	270,809.51
<b>Total TEXPOOL Investments</b>	<b>\$ 14,609,936.62</b>	<b>\$ 5,839,962.42</b>	<b>\$ 2,365,695.60</b>	<b>\$ 59,213.08</b>	<b>\$ 18,143,414.71</b>	<b>\$ 18,143,414.71</b>

TEXSTAR Investments	Market Value 11/30/07	Investments	Redemptions	Accrued Interest	Book Value 12/31/07	Market Value 12/31/07
2003 C/O Project Fund (Governmental)	\$ 518,285.67	\$ -	\$ 43,343.47	\$ 1,732.49	\$ 476,674.69	\$ 476,674.69
2003 C/O Project Fund (W&S Phase III)	1,833,838.00	-	14,850.00	6,508.16	1,825,496.16	1,825,496.16
EDA Grant	-	-	-	-	-	-
2005 C/O Project Fund (Water Projects)	2,414,888.09	-	5,735.00	8,615.47	2,417,768.56	2,417,768.56
2006 Tax Notes - Police Building Project	822,198.85	-	4,618.32	2,930.92	820,511.45	820,511.45
<b>Total TEXSTAR Investments</b>	<b>\$ 5,589,210.61</b>	<b>\$ -</b>	<b>\$ 68,546.79</b>	<b>\$ 19,787.04</b>	<b>\$ 5,540,450.86</b>	<b>\$ 5,540,450.86</b>

Discount Notes	Market Value 11/30/07	Investments	Redemptions	Accrued Interest	Book Value 12/31/07	Market Value 12/31/07
2007 C/O Police Facility	\$ -	\$ 500,000.00	\$ -	\$ 1,031.08	\$ 501,031.08	\$ 500,000.00
<b>Total Discount Notes</b>	<b>\$ -</b>	<b>\$ 500,000.00</b>	<b>\$ -</b>	<b>\$ 1,031.08</b>	<b>\$ 501,031.08</b>	<b>\$ 500,000.00</b>
<b>Total Investments</b>	<b>\$ 20,199,147.23</b>	<b>\$ 6,339,962.42</b>	<b>\$ 2,434,242.39</b>	<b>\$ 80,031.20</b>	<b>\$ 24,184,896.65</b>	<b>\$ 24,183,865.57</b>

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

February 2008

## PERFORMANCE

<i>As of January 31, 2008</i>	<i>TexPool</i>	<i>TexPool Prime</i>
Current Invested Balance	\$21,650,423,226.92	\$1,789,196,384.93
Weighted Average Maturity (1)*	28 Days	22 Days
Weighted Average Maturity (2)*	78 Days	24 Days
Net Asset Value	1.00060	1.00028
Total Number of Participants	2,070	86
Management Fee on Invested Balance	0.0485%	0.065%
Interest Distributed	\$73,275,099.36	\$5,964,241.03
Management Fee Collected	\$830,421.07	\$86,803.90
Standard & Poor's Current Rating	AAAm	AAAm
<b>January Averages</b>		
Average Invested Balance	\$20,370,680,025.12	\$1,602,253,359.41
Average Monthly Yield, on a simple basis (3)*	4.2460%	4.4056%
Average Weighted Average Maturity (1)*	30 Days	20 Days
Average Weighted Average Maturity (2)*	78 Days	22 Days

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

## Economic and Market Commentary – January 31, 2008

Racing to get ahead of the gathering economic storm, the Federal Reserve in late January aggressively eased monetary policy, slashing benchmark interest rates on two occasions by a combined 125 basis points. The first reduction, an inter-meeting cut of 75 bps, took investors by surprise and followed a sharp sell-off in most international equity markets. By the end of the month, the federal funds rate had fallen to 3% and futures contracts assigned a nearly 70% chance that the central bank would cut rates by another half-percentage point at its March FOMC meeting.

While plunging cash yields reflected a virtually uninterrupted series of tepid economic data, liquidity conditions actually improved markedly during the period. As we noted in our December commentary, we do not expect credit spreads to return to the unrealistically tight levels that prevailed prior to the onset of the subprime mortgage crisis last summer. Still, LIBOR dropped dramatically and Treasury/LIBOR spreads contracted towards what we have characterized as the "new normal" shortly after the clock struck midnight on January 1, suggesting that a significant portion of the recent liquidity shortfall was related to year-end financing needs in the context of extreme economic uncertainty. Though the liquidity crunch has largely abated for most borrowers, some lower-rated credits (SIVs in particular) are still having difficulty securing funding. We welcome this more tiered marketplace, since it tends to reward those managers who diligently perform their credit homework.

We continued to manage the portfolios with an eye towards maximizing relative value in a declining interest rate environment. At various times during the month, we moved to lock-in yields at the longer end of the cash curve, especially on those relatively infrequent occasions when the economic outlook brightened enough to hint at fewer Fed rate cuts down the road. We also added to our floating-rate positions, a sector of the market where buying had been muted and prices remained attractive. Looking ahead, we anticipate that benchmark rates will decline by another 100 basis points. In our view, however, the Bernanke Fed will be reluctant to take rates below 2% for fear of stoking inflation or inflating another asset bubble. As such, we believe that the eventual trough in interest rates will be higher and shorter-lived than was the case during the last monetary easing cycle earlier this decade.

## ANNOUNCEMENTS

### New Participants

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

1. Sienna Plantation Management District
2. Texas State Technical College - Waco
3. Texas State Technical College - Harlingen
4. Valley Ranch MUD
5. Kaufman County Single Appraisal District
6. South Plains Public Health District
7. Montgomery County ESD #5
8. Kent County
9. City of Princeton

### New Participants (Continued)

10. City of Collinsville
11. Tenaha ISD
12. City of Waskom

### Holiday Reminder

In observance of President's Day, TexPool will be closed on Monday, February 18, 2008. ACH transactions placed on Friday, February 15, 2008 will settle Tuesday, February 19, 2008. Please plan accordingly for your liquidity needs.

### Market Updates

For the latest in Market Updates check the TexPool website, [www.texpool.com](http://www.texpool.com).



# TexPool

## PORTFOLIO ASSET SUMMARY AS OF January 31, 2008

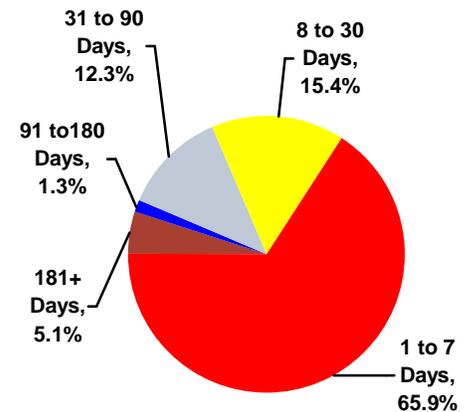
	<b>Book Value</b>	<b>Market Value</b>
Uninvested Balance	\$1,481,512.23	\$1,481,512.23
Accrual of Interest Income	37,998,795.33	37,998,795.33
Interest and Management Fees Payable	(573,269,494.15)	(573,269,494.15)
Payable for Investments Purchased	00.00	00.00
Repurchase Agreements	15,802,291,000.00	15,802,562,913.75
Mutual Fund Investments	0.00	0.00
Government Securities	6,381,921,413.51	6,394,702,251.05
<b>Total</b>	<b>\$21,650,423,226.92</b>	<b>\$21,663,475,978.21</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.

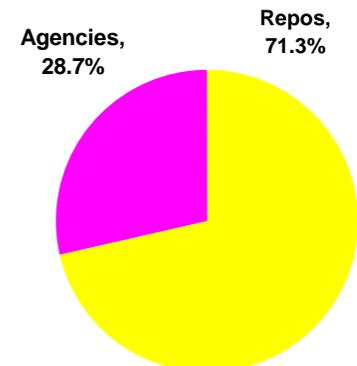
### DAILY SUMMARY

Date	Money Mkt Fund Equiv (SEC Std.)	Daily Allocation Factor	TexPool Invested Balance	Market Value Per Share	WAM Days (1)	WAM Days (2)
01/01	4.4485%	0.000121877	\$18,397,035,467.96	1.00019	34	81
01/02	4.5136%	0.000123660	\$18,630,042,881.91	1.00019	33	80
01/03	4.4668%	0.000122378	\$19,038,492,778.78	1.00022	33	80
01/04	4.4037%	0.000120650	\$19,294,099,741.04	1.00029	33	80
01/05	4.4037%	0.000120650	\$19,294,099,741.04	1.00029	33	80
01/06	4.4037%	0.000120650	\$19,294,099,741.04	1.00029	33	80
01/07	4.3973%	0.000120473	\$19,519,056,398.21	1.00027	31	77
01/08	4.3968%	0.000120460	\$19,741,630,100.31	1.00028	31	76
01/09	4.4145%	0.000120946	\$19,922,157,336.13	1.00031	30	76
01/10	4.4452%	0.000121785	\$20,176,948,056.19	1.00033	30	74
01/11	4.4438%	0.000121749	\$20,397,552,312.31	1.00040	30	74
01/12	4.4438%	0.000121749	\$20,397,552,312.31	1.00040	30	74
01/13	4.4438%	0.000121749	\$20,397,552,312.31	1.00040	30	74
01/14	4.4452%	0.000121787	\$20,443,683,290.01	1.00042	28	76
01/15	4.5179%	0.000123779	\$20,529,587,783.39	1.00045	27	75
01/16	4.4487%	0.000121881	\$20,505,750,396.43	1.00045	27	75
01/17	4.4269%	0.000121286	\$20,616,505,212.74	1.00045	27	75
01/18	4.3691%	0.000119701	\$20,759,932,481.59	1.00044	29	79
01/19	4.3691%	0.000119701	\$20,759,932,481.59	1.00044	29	79
01/20	4.3691%	0.000119701	\$20,759,932,481.59	1.00044	29	79
01/21	4.3691%	0.000119701	\$20,759,932,481.59	1.00044	29	79
01/22	4.0945%	0.000112178	\$20,819,826,565.41	1.00062	27	77
01/23	3.9150%	0.000107260	\$20,924,754,007.97	1.00067	30	82
01/24	3.9595%	0.000108480	\$20,987,476,980.40	1.00066	30	82
01/25	3.9396%	0.000107935	\$21,080,833,313.35	1.00061	31	83
01/26	3.9396%	0.000107935	\$21,080,833,313.35	1.00061	31	83
01/27	3.9396%	0.000107935	\$21,080,833,313.35	1.00061	31	83
01/28	3.8812%	0.000106335	\$21,223,357,268.36	1.00059	29	81
01/29	3.8617%	0.000105801	\$21,429,001,628.14	1.00058	29	80
01/30	3.6844%	0.000100942	\$21,578,165,372.85	1.00057	29	79
01/31	3.4693%	0.000095050	\$21,650,423,226.92	1.00060	28	78
<b>Averages</b>	4.2460%	0.000116328	\$20,370,680,025.12		30	78

**Portfolio By Maturity**  
As of January 31, 2008



**Portfolio By Type of Investment**  
As of January 31, 2008



	<b>Number of Participants</b>	<b>Balance</b>
School District	527	\$8,632,503,459.81
Higher Education	53	\$2,151,116,412.76
Health Care	78	\$898,061,678.39
Utility District	624	\$2,004,552,945.46
City	414	\$5,568,137,762.72
County	161	\$2,020,671,826.33
Other	213	\$366,374,594.33

### 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 January 31, 2008

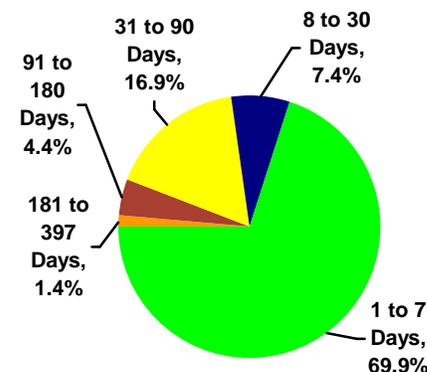
	Book Value	Market Value
Uninvested Balance	\$1,778.41	\$1,778.41
Accrual of Interest Income	403,084.30	403,084.30
Interest and Management Fees Payable	(5,964,241.00)	(5,964,241.00)
Payable for Investments Purchased	00.00	00.00
Repurchase Agreements	983,607,000.00	983,607,000.00
Mutual Fund Investments	50,000,000.00	50,000,000.00
Government Securities	00.00	00.00
Commercial Paper	723,348,763.22	723,862,636.30
Bank Instruments	0.00	0.00
Variable Rate Note	37,800,000.00	37,783,783.80
<b>Total</b>	<b>\$1,789,196,384.93</b>	<b>\$1,789,694,041.81</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.

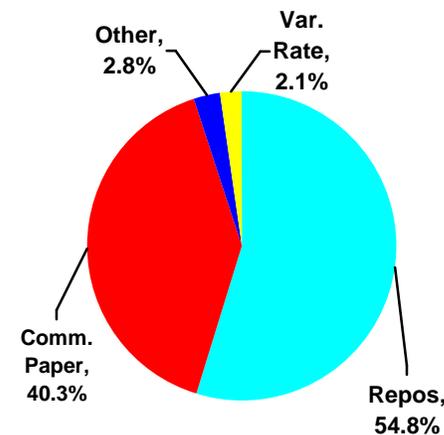
### DAILY SUMMARY

Date	Money Mkt Fund Equiv (SEC Std.)	Daily Allocation Factor	TexPool Invested Balance	Market Value Per Share	WAM Days (1)	WAM Days (2)
01/01	4.8867%	0.000133883	\$1,356,711,581.69	0.99864	20	23
01/02	4.7786%	0.000130920	\$1,361,664,493.01	1.00015	19	22
01/03	4.6558%	0.000127556	\$1,387,832,716.52	1.00003	18	21
01/04	4.6229%	0.000126655	\$1,410,537,173.93	0.99996	18	21
01/05	4.6229%	0.000126655	\$1,410,537,173.93	0.99996	18	21
01/06	4.6229%	0.000126655	\$1,410,537,173.93	0.99996	18	21
01/07	4.6425%	0.000127193	\$1,433,433,724.70	1.00009	16	19
01/08	4.6412%	0.000127156	\$1,452,272,983.08	1.00009	15	18
01/09	4.6543%	0.000127515	\$1,468,640,435.08	1.00010	15	18
01/10	4.6350%	0.000126987	\$1,533,504,773.87	1.00011	15	17
01/11	4.6079%	0.000126245	\$1,608,789,072.27	1.00003	18	21
01/12	4.6079%	0.000126245	\$1,608,789,072.27	1.00003	18	21
01/13	4.6079%	0.000126245	\$1,608,789,072.27	1.00003	18	21
01/14	4.5998%	0.000126023	\$1,596,334,364.00	1.00013	19	22
01/15	4.6646%	0.000127798	\$1,622,629,016.48	1.00010	19	22
01/16	4.5937%	0.000125856	\$1,621,615,336.65	1.00008	20	22
01/17	4.5669%	0.000125120	\$1,642,675,931.00	1.00008	20	23
01/18	4.5039%	0.000123395	\$1,689,831,470.21	0.99991	21	23
01/19	4.5039%	0.000123395	\$1,689,831,470.21	0.99991	21	23
01/20	4.5039%	0.000123395	\$1,689,831,470.21	0.99991	21	23
01/21	4.5039%	0.000123395	\$1,689,831,470.21	0.99991	21	23
01/22	4.2465%	0.000116342	\$1,705,367,733.39	1.00022	19	22
01/23	4.0331%	0.000110495	\$1,752,176,841.14	1.00029	21	23
01/24	4.0490%	0.000110932	\$1,718,333,319.62	1.00031	22	24
01/25	4.0126%	0.000109933	\$1,729,660,228.14	1.00011	24	26
01/26	4.0126%	0.000109933	\$1,729,660,228.14	1.00011	24	26
01/27	4.0126%	0.000109933	\$1,729,660,228.14	1.00011	24	26
01/28	3.9490%	0.000108192	\$1,732,226,290.77	1.00022	22	24
01/29	3.9386%	0.000107907	\$1,744,649,394.88	1.00021	21	23
01/30	3.7497%	0.000102731	\$1,744,303,517.12	1.00021	23	25
01/31	3.5438%	0.000097090	\$1,789,196,384.93	1.00028	22	24
<b>Averages</b>	<b>4.4056%</b>	<b>0.000120702</b>	<b>\$1,602,253,359.41</b>		<b>20</b>	<b>22</b>

Portfolio By Maturity  
As of January 31, 2008



Portfolio By Type of Investment  
As of January 31, 2008



	Number of Participants	Balance
School District	49	\$1,467,064,921.75
Higher Education	4	\$14,473,301.12
Health Care	5	\$7,530,151.78
Utility District	2	\$49,419,201.85
City	13	\$66,985,186.79
County	7	\$183,413,459.88
Other	6	\$308,396.23

\*(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.

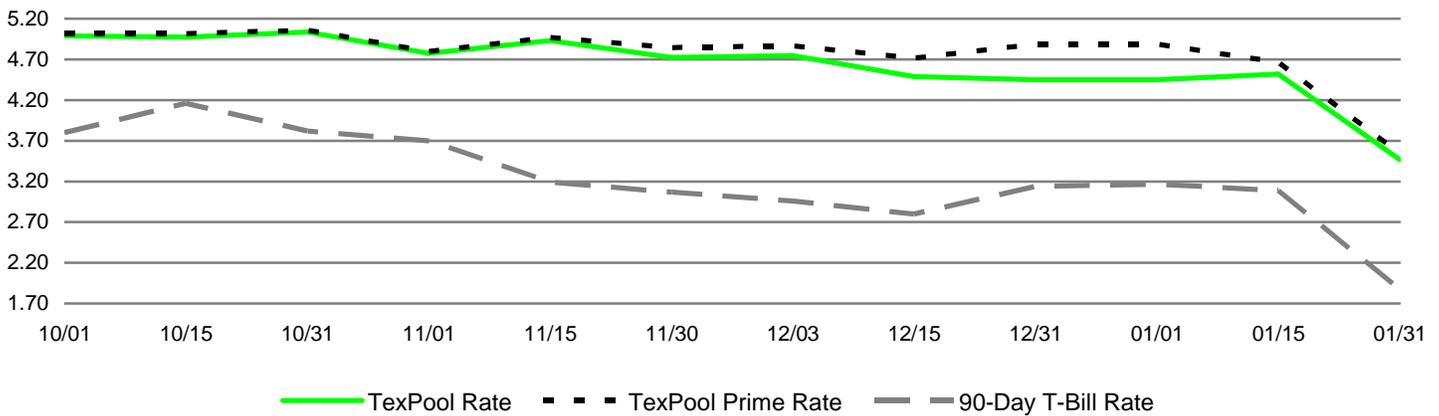


# TEXPOOL

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	Kathy Dubose	Ron Leverett	Clay McPhail
Pati Buchenau	Jose Elizondo, Jr.	LaVonne Mason	Anita Thetford
James L. Cotton	Dan Haggerty	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 - January 2008

### Performance

#### As of January 31, 2008

Current Invested Balance	\$5,919,661,192.90
Weighted Average Maturity (1)	20 Days
Weighted Average Maturity (2)	84 Days
Net Asset Value	1.000714
Total Number of Participants	603
Management Fee on Invested Balance	0.12%*
Interest Distributed	\$20,439,913.95
Management Fee Collected	\$241,194.93
% of Portfolio Invested Beyond 1 Year	11.78%
Standard & Poor's Current Rating	AAAm

#### January Averages

Average Invested Balance	\$5,667,039,740.61
Average Monthly Yield, on a simple basis	4.2033%
Average Weighted Average Maturity (1)*	22 Days
Average Weighted Average Maturity (2)*	80 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 January 2008:

- ★ City of Palmer
- ★ Highland ISD
- ★ Carlisle ISD
- ★ Kleinwood MUD
- ★ Brazoria County MUD 26
- ★ City of Shavano Park
- ★ Collingsworth County Hospital District
- ★ Jarrell Schwertner Water Supply Corp
- ★ Brazoria County MUD 16

### Holiday Reminder

Please note that in observance of the Presidents Day holiday, **TexSTAR will be closed on Monday, February 18, 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

As the first quarter began, it was apparent the economy had lost some momentum. Concerns of an imminent recession grew as the equity markets suffered, residential investment and home sales continued to deteriorate and manufacturing activity moderated. Nonetheless, the labor market showed only limited signs of weakening as the trend in initial jobless claims declined and the unemployment rate edged down to 4.9% from 5.0% in January. The four-week average of initial jobless claims remains at a healthy 325,750. Meanwhile, housing starts plunged 14.2% in December, following a 7.9% drop during the previous month. On a positive note, while still elevated, inventories for both new and existing homes continued to decline in January.

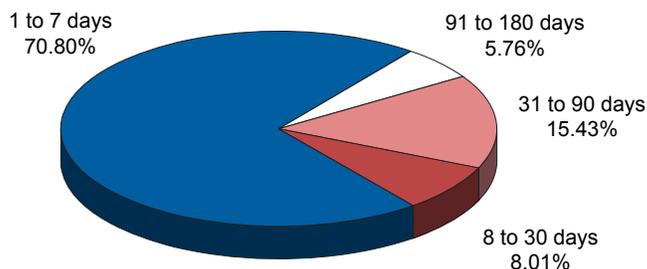
In the markets' continued flight to quality, Treasury yields plummeted further and the curve steepened by 28 bps as the spread between two- and five-year Treasury notes ended January at 67 bps. Two-year yields ended the month down 96 bps at 2.09% and five-year yields ended down 68 bps at 2.76%. Meanwhile LIBOR rates also declined significantly as the Fed eased, with one-month and twelve-month rates sharply lower by 210 bps and 161 bps at 3.14% and 2.85%, respectively.

The Fed is expected to cut rates again at the March 18 FOMC meeting. GDP growth should be around 2.0% in the first quarter, with solid support from trade and government spending offsetting weakness elsewhere. Looking forward, the drag on growth from residential construction should dissipate by the second half of the year. This, combined with monetary and fiscal stimulus in the pipeline, is expected to boost growth significantly in the second half of 2008.

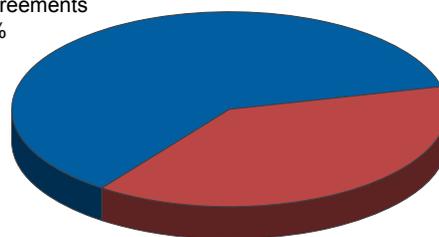
**For more information about TexSTAR, please visit our web site at [www.texstar.org](http://www.texstar.org).**

# Information at a Glance

## Portfolio by Type of Investment As of January 31, 2008

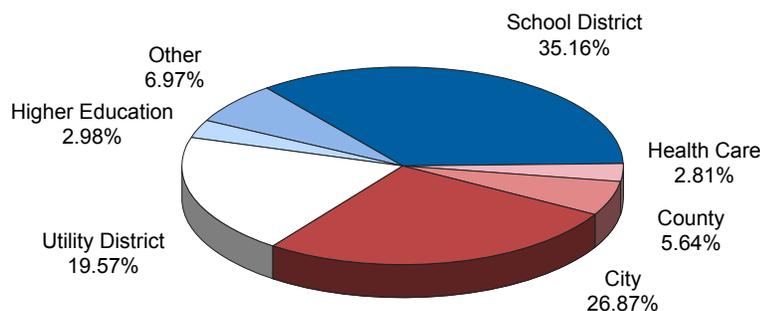


Repurchase Agreements  
61.47%



## Portfolio by Maturity As of January 31, 2008

## Distribution of Participants by Type As of January 31, 2008



## Performance

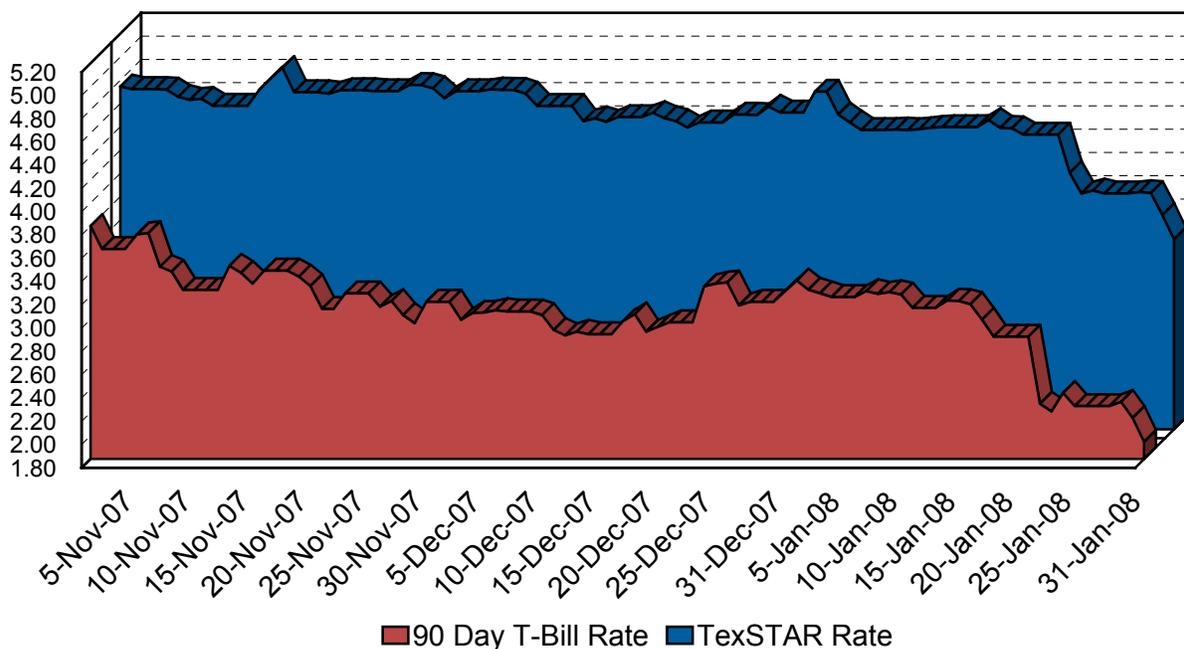
Month	Average Rate	Book Value	Market Value	Net Asset Value	WAM (1)*	WAM (2)*	Number of Participants
Jan 08	4.2033%	\$ 5,919,661,192.90	\$ 5,923,891,294.00	1.000714	22	80	603
Dec 07	4.5430%	5,180,414,831.71	5,181,584,153.60	1.000202	21	79	594
Nov 07	4.6975%	4,999,671,312.52	5,000,767,637.47	1.000190	18	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
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

## Portfolio Asset Summary as of January 31, 2008

	Book Value	Market Value
Uninvested Balance	\$ 28,782.85	\$ 28,782.85
Accrual of Interest Income	7,316,998.20	7,316,998.20
Interest and Management Fees Payable	(20,469,428.67)	(20,469,428.67)
Payable for Investment Purchased	(49,996,000.00)	(49,996,000.00)
Repurchase Agreements	3,681,270,000.00	3,681,270,000.00
Government Securities	2,301,510,840.52	2,305,740,941.62
<b>Total</b>	<b>\$ 5,919,661,192.90</b>	<b>\$ 5,923,891,294.00</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 January 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-Jan-08	4.7004%	0.000128779	5,180,414,831.71	1.000202	20	75
2-Jan-08	4.5042%	0.000123403	5,221,201,152.48	1.000196	20	74
3-Jan-08	4.4357%	0.000121526	5,326,558,467.49	1.000205	19	72
4-Jan-08	4.3710%	0.000119754	5,469,799,305.28	1.000238	24	76
5-Jan-08	4.3710%	0.000119754	5,469,799,305.28	1.000238	24	76
6-Jan-08	4.3710%	0.000119754	5,469,799,305.28	1.000238	24	76
7-Jan-08	4.3757%	0.000119881	5,526,664,157.96	1.000234	23	74
8-Jan-08	4.3697%	0.000119719	5,541,725,007.52	1.000238	23	74
9-Jan-08	4.3779%	0.000119943	5,506,790,568.60	1.000271	23	74
10-Jan-08	4.3903%	0.000120281	5,561,175,825.59	1.000272	24	80
11-Jan-08	4.3953%	0.000120420	5,665,187,842.23	1.000374	25	81
12-Jan-08	4.3953%	0.000120420	5,665,187,842.23	1.000374	25	81
13-Jan-08	4.3953%	0.000120420	5,665,187,842.23	1.000374	25	81
14-Jan-08	4.3965%	0.000120451	5,687,193,381.12	1.000393	24	81
15-Jan-08	4.4562%	0.000122089	5,757,511,234.85	1.000415	24	79
16-Jan-08	4.3897%	0.000120265	5,769,011,016.63	1.000415	23	83
17-Jan-08	4.3855%	0.000120152	5,834,247,633.25	1.000422	23	81
18-Jan-08	4.3315%	0.000118671	5,792,847,997.70	1.000441	22	80
19-Jan-08	4.3315%	0.000118671	5,792,847,997.70	1.000441	22	80
20-Jan-08	4.3315%	0.000118671	5,792,847,997.70	1.000441	22	80
21-Jan-08	4.3315%	0.000118671	5,792,847,997.70	1.000441	22	80
22-Jan-08	4.0019%	0.000109642	5,787,315,351.01	1.000685	22	83
23-Jan-08	3.8262%	0.000104827	5,779,133,031.75	1.000744	22	85
24-Jan-08	3.8509%	0.000105503	5,775,012,923.59	1.000744	22	84
25-Jan-08	3.8257%	0.000104815	5,799,573,665.42	1.000706	21	83
26-Jan-08	3.8257%	0.000104815	5,799,573,665.42	1.000706	21	83
27-Jan-08	3.8257%	0.000104815	5,799,573,665.42	1.000706	21	83
28-Jan-08	3.8379%	0.000105148	5,845,037,622.87	1.000673	21	82
29-Jan-08	3.8296%	0.000104920	5,870,596,901.40	1.000671	20	81
30-Jan-08	3.6401%	0.000099728	5,813,907,228.70	1.000686	20	82
31-Jan-08	3.4327%	0.000094047	5,919,661,192.90	1.000714	20	84
Average	4.2033%	0.000115160	5,667,039,740.61		22	80

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)**

