



City of Copperas Cove

"The City Built for Family Living"

Finance Department

March 24, 2008

Mayor and City Council Members:

The Finance Department is pleased to submit the Monthly Financial Report for the month of February 2008. The fiscal year 2006-07 annual audit by Lott, Vernon & Company, P.C. is complete and the Comprehensive Annual Financial Report will be printed and distributed to City Council soon. The report will be presented to City Council at the March 25, 2008 Council meeting.

Year-to-date revenues through February 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 \$66,468, 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 \$7,396.

The key economic indicators provide some insight for the financial activity of the City. The number 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 down slightly in January 2008, data is not available for February 2008 as of this report date. The hotel occupancy tax collections are 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
February 29, 2008

GENERAL FUND

- January year-to-date revenues are above January year-to-date expenditures by \$3,086,023.
- Property tax revenue for February 2008 is \$557,020 or 7.7% above \$517,152 collected last February. Year-to-date property tax revenue is at \$5,773,530 or 9.2% above prior year-to-date collections.
- Year-to-date sales tax revenue of \$974,470 reflects a \$52,238 or 5.7% increase from the prior fiscal year.
- Year-to-date franchise tax revenue of \$182,117 is \$7,284 or 4.2% above prior year-to-date revenue.
- Interest earnings year-to-date of \$78,999 decreased by \$12,211 or 13.4% below the prior fiscal year-to-date earnings.
- General Fund expenditures year-to-date of \$5,380,930 reflect an increase of 9.1% over prior year-to-date expenditures of \$4,933,797.

WATER & SEWER FUND

- Year-to-date revenues are exceeding year-to-date expenses by \$186,438
- Water revenue totaled \$314,113 for the month. This is \$16,930 or 5.7% above February 2007. Year-to-date water revenue is at \$1,784,817 which is below the prior year-to-date revenue by \$9,506 or 0.5%.
- Sewer revenue totaled \$275,184 for the month. This is \$12,456 or 4.7% above February 2007. Year-to-date sewer revenue is at \$1,405,854 which is above the prior year-to-date revenue by \$19,922 or 1.4%.
- Interest earnings year-to-date of \$45,633 decreased by \$13,570 or 22.9% below the prior fiscal year-to-date earnings.
- Connect fees produced revenues of \$4,590 for the month; \$27,105 year-to-date.
- Water tap fees year-to-date are \$32,357; \$17,734 below prior year-to-date. Sewer tap fees year-to-date are \$9,390; \$2,540 below prior year-to-date.
- Expenses year-to-date of \$3,207,863 reflect an increase of 10.7% over prior year-to-date expenses of \$2,896,657. 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 \$47,294.
- Sanitary landfill fees for February 2008 are \$28,956; compared to \$26,250 in February 2007. Year-to-date revenue is at \$147,549 which is below the prior year-to-date revenue by \$13,669 or 8.5%.
- Refuse collection fees are \$193,309 for the month; an increase of \$9,164 over February 2007. Year-to-date revenue is at \$965,686 which is above the prior year-to-date revenue by \$48,791 or 5.3%.
- Interest earnings year-to-date of \$14,164 increased by \$1,954 or 16.0% above the prior fiscal year-to-date earnings.
- Expenses year-to-date of \$1,174,826 reflect an increase of 26.8% above prior year-to-date expenses of \$926,676.

DRAINAGE UTILITY FUND

- Year-to-date revenues are exceeding year-to-date expenses by \$61,949.
- Drainage Utility fees for the month of February are \$69,145; an increase of \$1,168 or 1.7 % above February 2007. Year-to-date revenue is at \$346,021 which is above the prior year-to-date revenue by \$10,026 or 3.0%.
- Expenses year-to-date of \$300,666 reflect an increase of 61.1% above prior year-to-date expenses of \$186,637. 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 \$7,396. In addition, the year-to-date operating revenues include a transfer from the General Fund for \$59,072. Net of the transfer, expenses are exceeding revenues year-to-date by \$66,468.
- Revenues for the month of February totaled \$54,149, compared to revenues for February 2007 of \$90,608. In February 2007, the revenues included a transfer from the General Fund for \$55,000. Year-to-date operating revenues are at \$207,276 which is above the prior year-to-date operating revenues by \$40,324 or 24.2%.
- Expenses for the month are \$55,417; \$3,938 above February 2007 expenses. Year-to-date expenses of \$273,744 reflect a decrease of 5.9% below prior year-to-date expenses of \$291,005.

City of Copperas Cove
Economic Indicators Summary
February 29, 2008

Unemployment Rate

- The unemployment rate for the month of January 2008 was 4.9%, which is slightly down from January 2007, recorded at 5.0%. February data is not available as of this report date.

Sales Tax Collections

- Sales tax collections for February 2008 totaled \$250,728, compared to February 2007 collections of \$234,097. Year to date, sales tax collections are at \$974,470 or 5.7% above prior year-to-date collections of \$922,232.
- In addition to the City sales tax collected above, \$487,235 year-to-date was paid to the Copperas Cove Economic Development Corporation.

Water Customers

- During the month of February 2008 there were 13,105 active water accounts.
- February 2007 recorded 11,271 water customers, which indicates a 16.3% or 1,834 increase in water customers from February 2007 to February 2008.

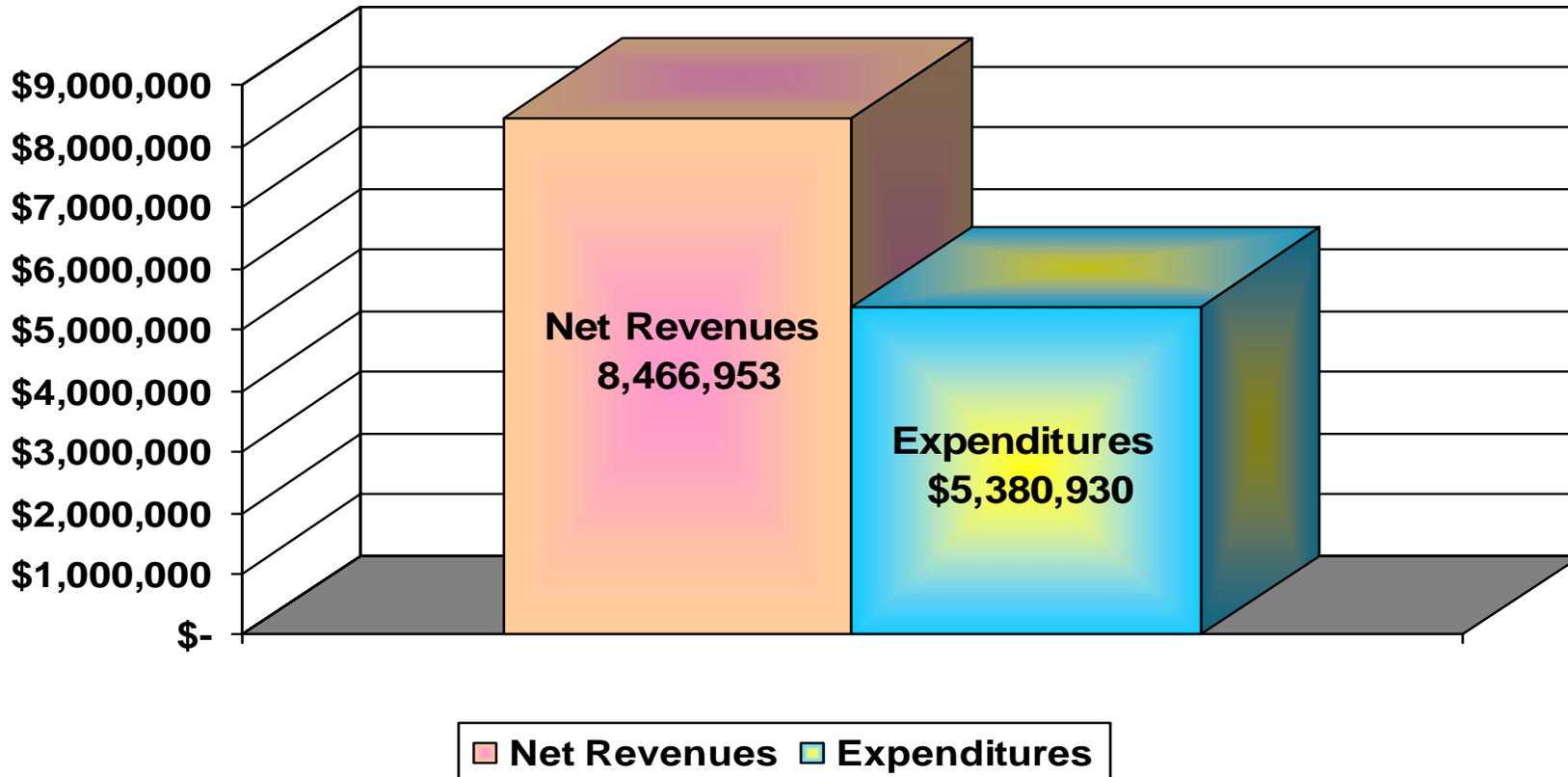
Building Permits

- The total dollar value of building permits issued for February 2008 was \$3,665,365 compared to \$5,579,227 in February 2007.
- 107 building permits were issued in February 2008 which is an increase of 4 compared to that issued in February 2007.

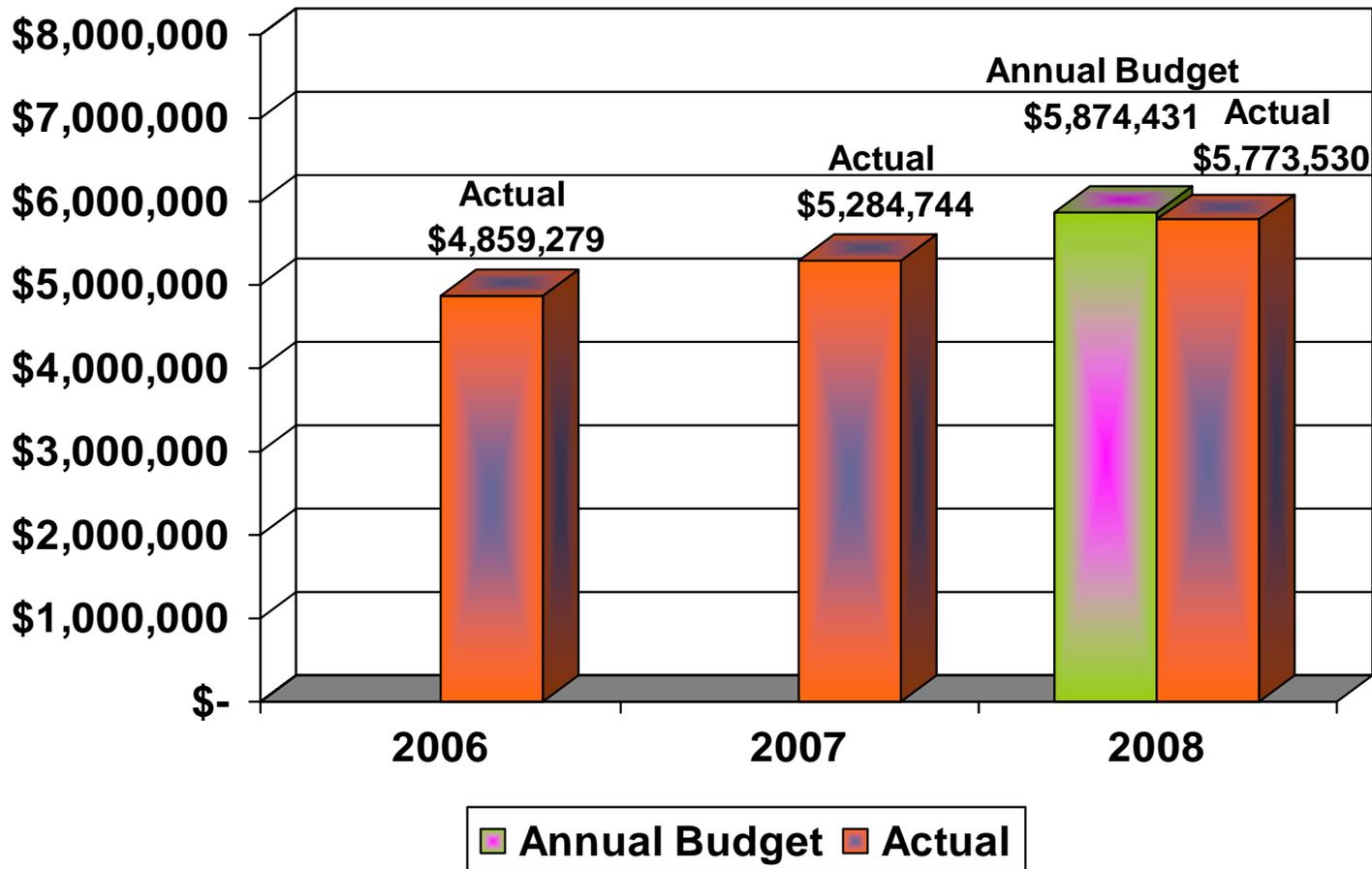
Hotel Occupancy Tax Revenue

- Hotel occupancy tax collections for February 2008 were \$2,198 compared to \$7,122 collected in February 2007. Year to date, hotel occupancy tax collections are at \$41,856 or 13.2% below prior year-to-date collections of \$48,218.
- 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 February)



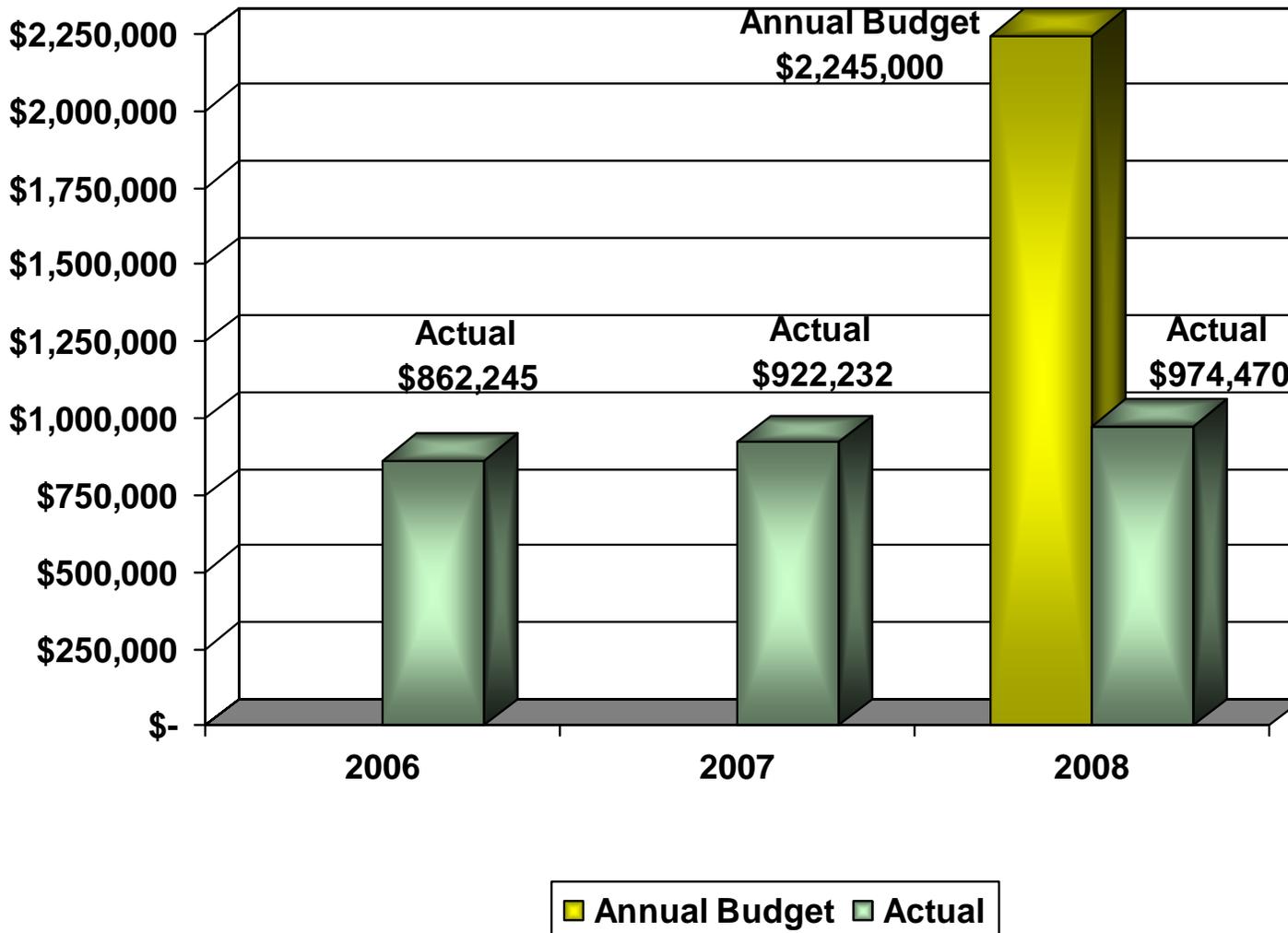
City of Copperas Cove General Fund Property Tax Revenue Trends FYTD (October through February)



➤ Property Tax revenue through 02/29/08 was **\$5,773,530**

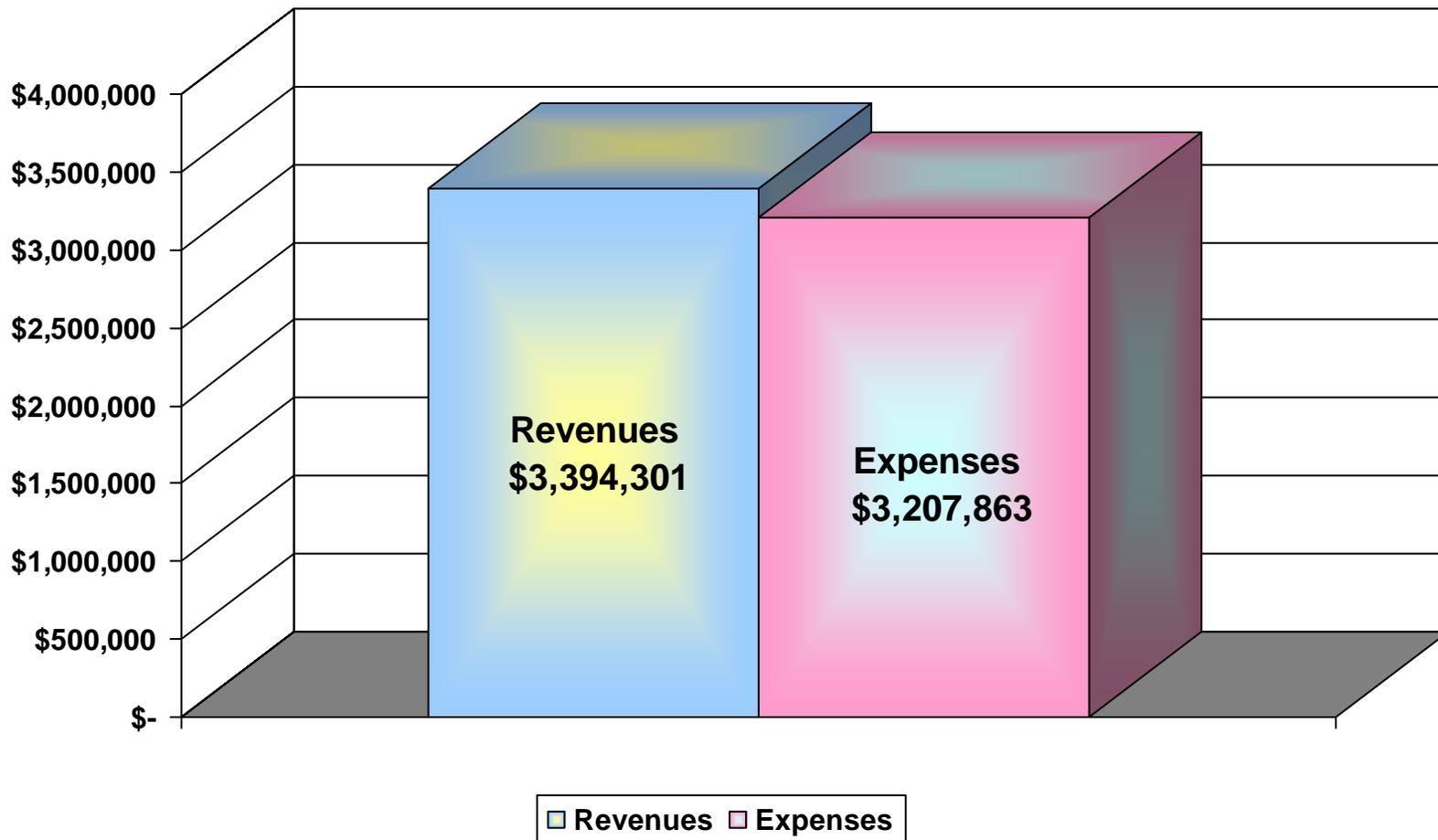
➤ **\$488,786** or 9.2% above prior year-to-date revenue

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

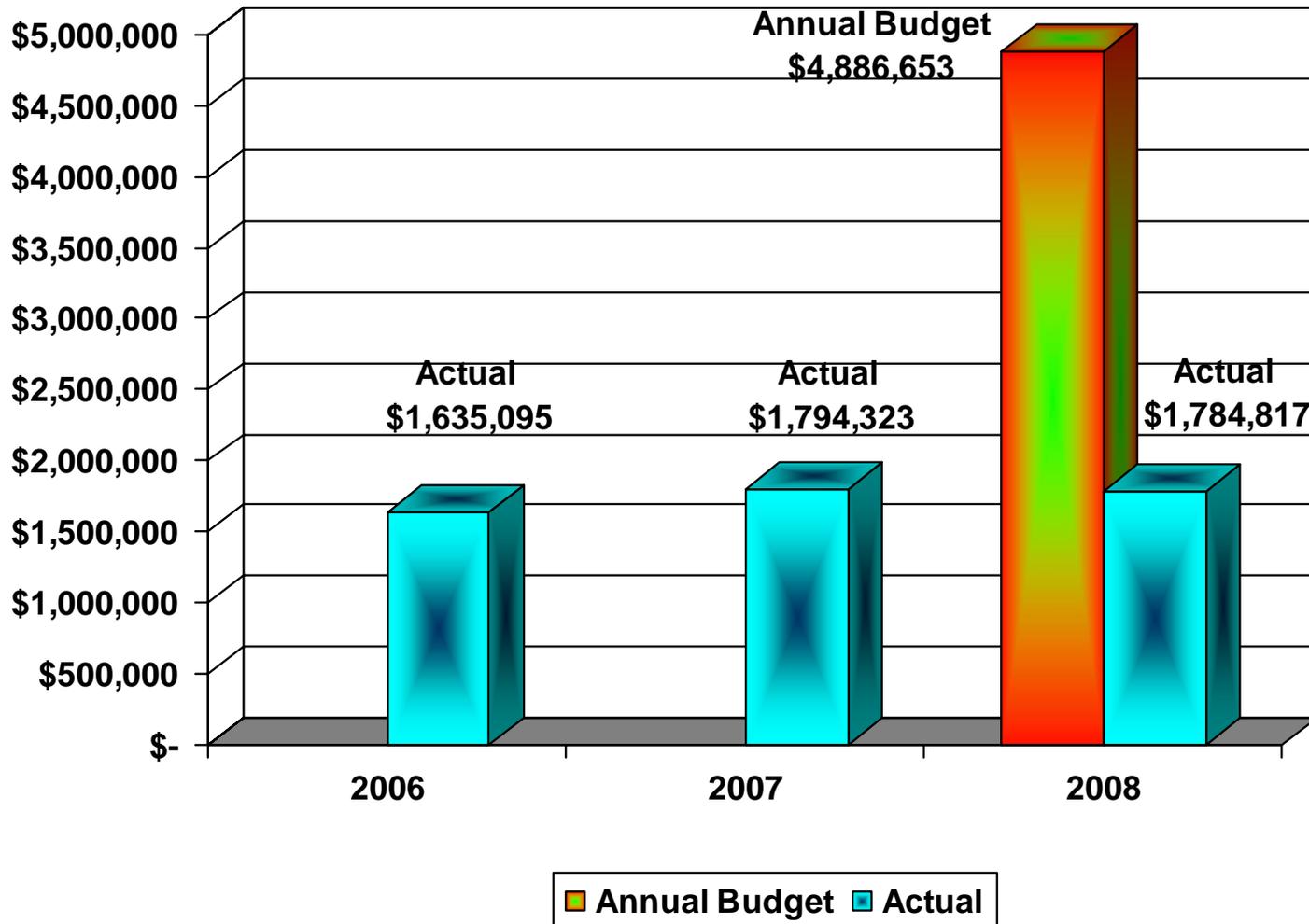


- Sales Tax Revenue through 02/29/08 was **\$974,470**
- **\$52,238** or 5.7% above prior year-to-date Sales Tax Revenue

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



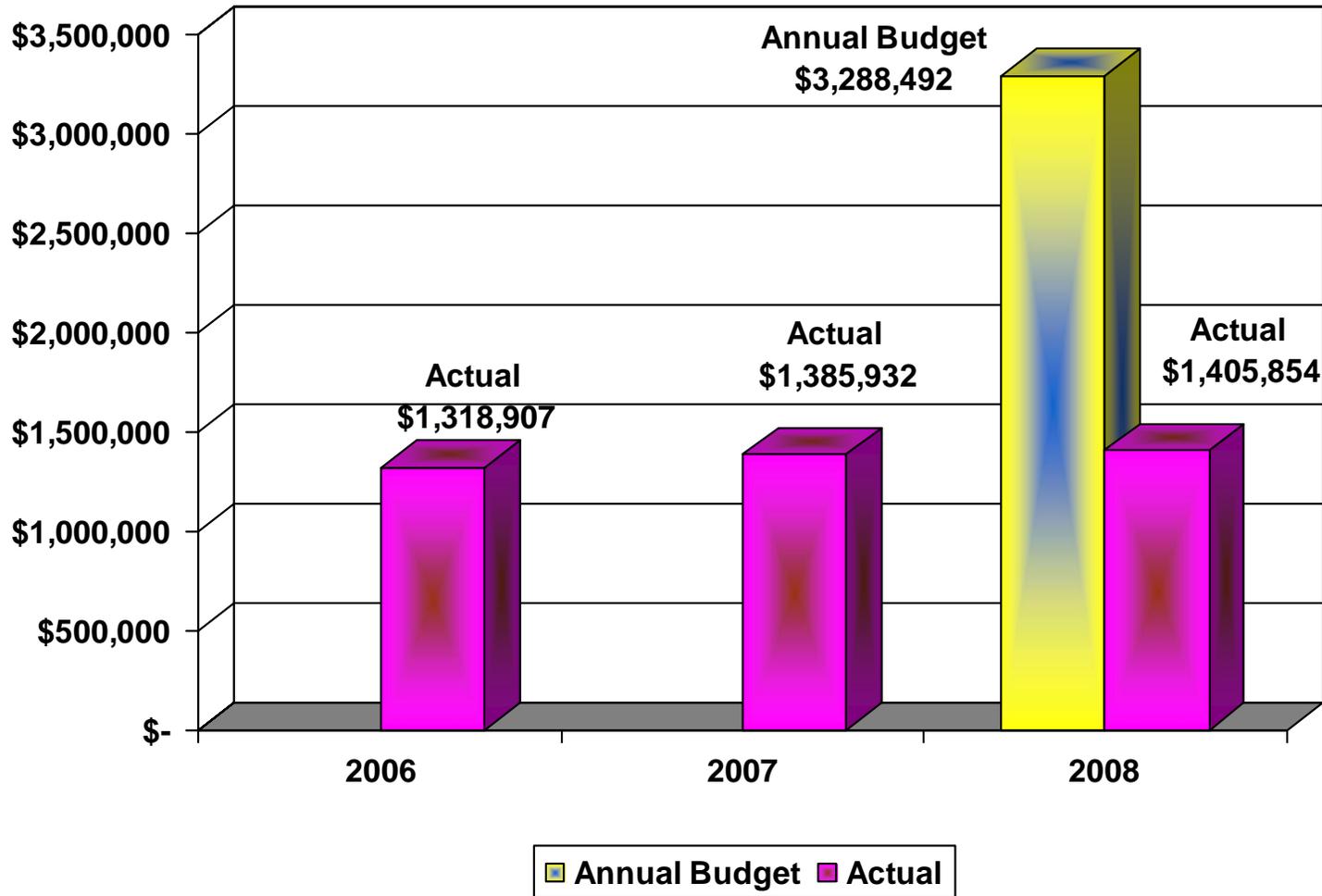
City of Copperas Cove Water Revenue Trends FYTD (October through February)



➤ Water Revenue through 02/29/08 was **\$1,784,817**

➤ **\$9,506** or 0.5% below prior year-to-date revenue

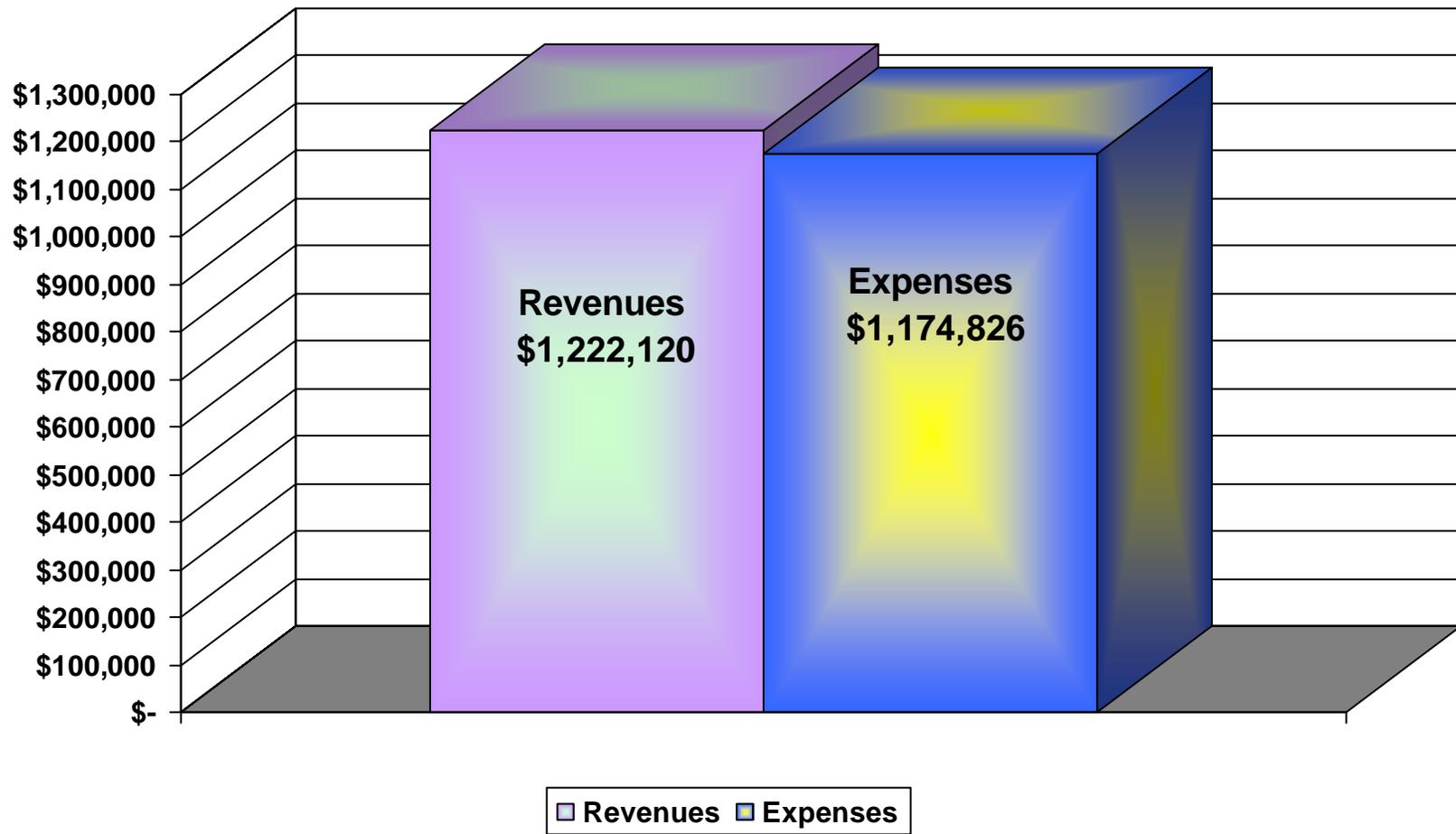
City of Copperas Cove Sewer Revenues FYTD (October through February)



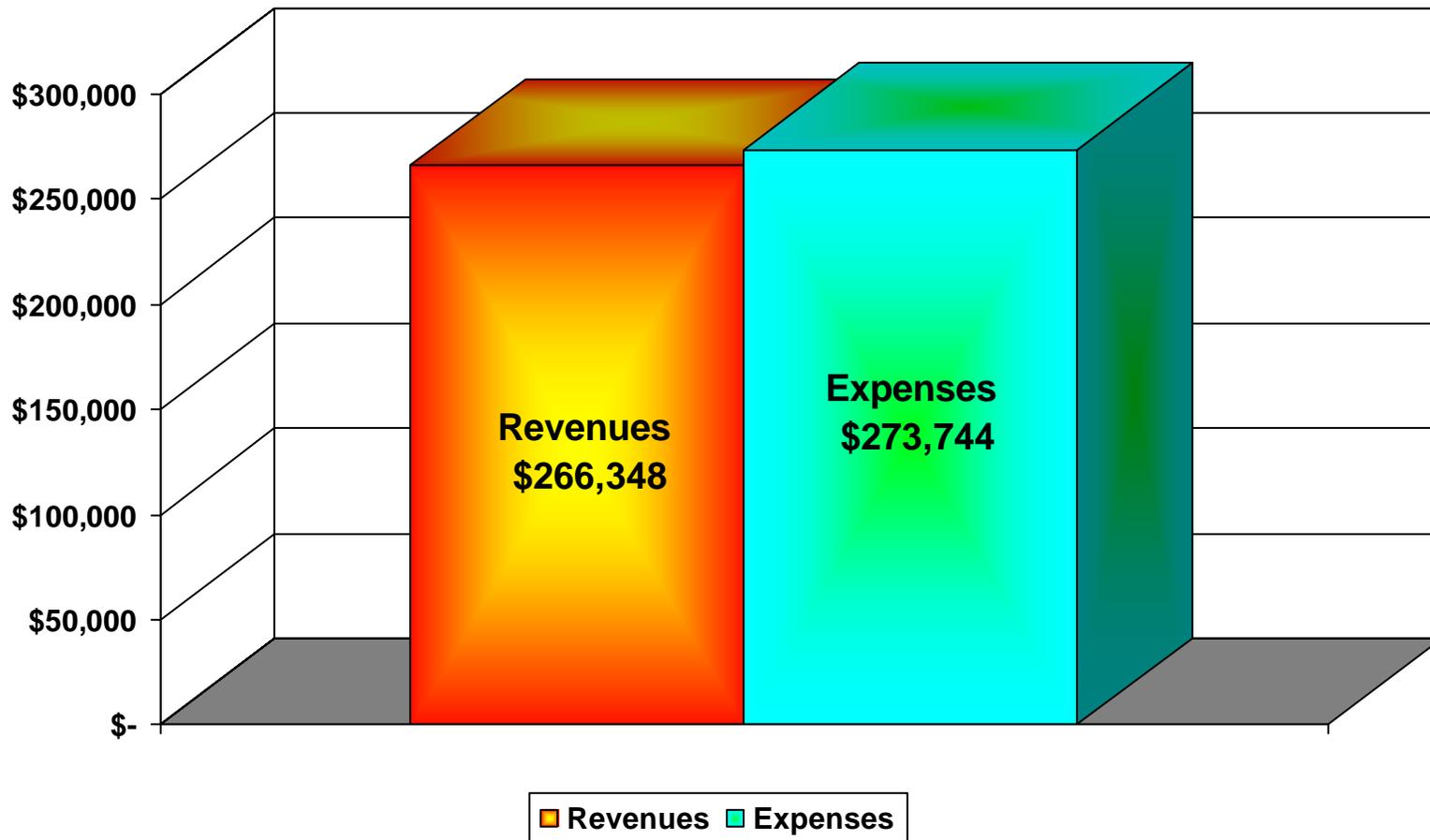
➤ Sewer Revenue through 02/29/08 was **\$1,405,854**

➤ **\$19,922** or 1.4% above prior year-to-date revenue

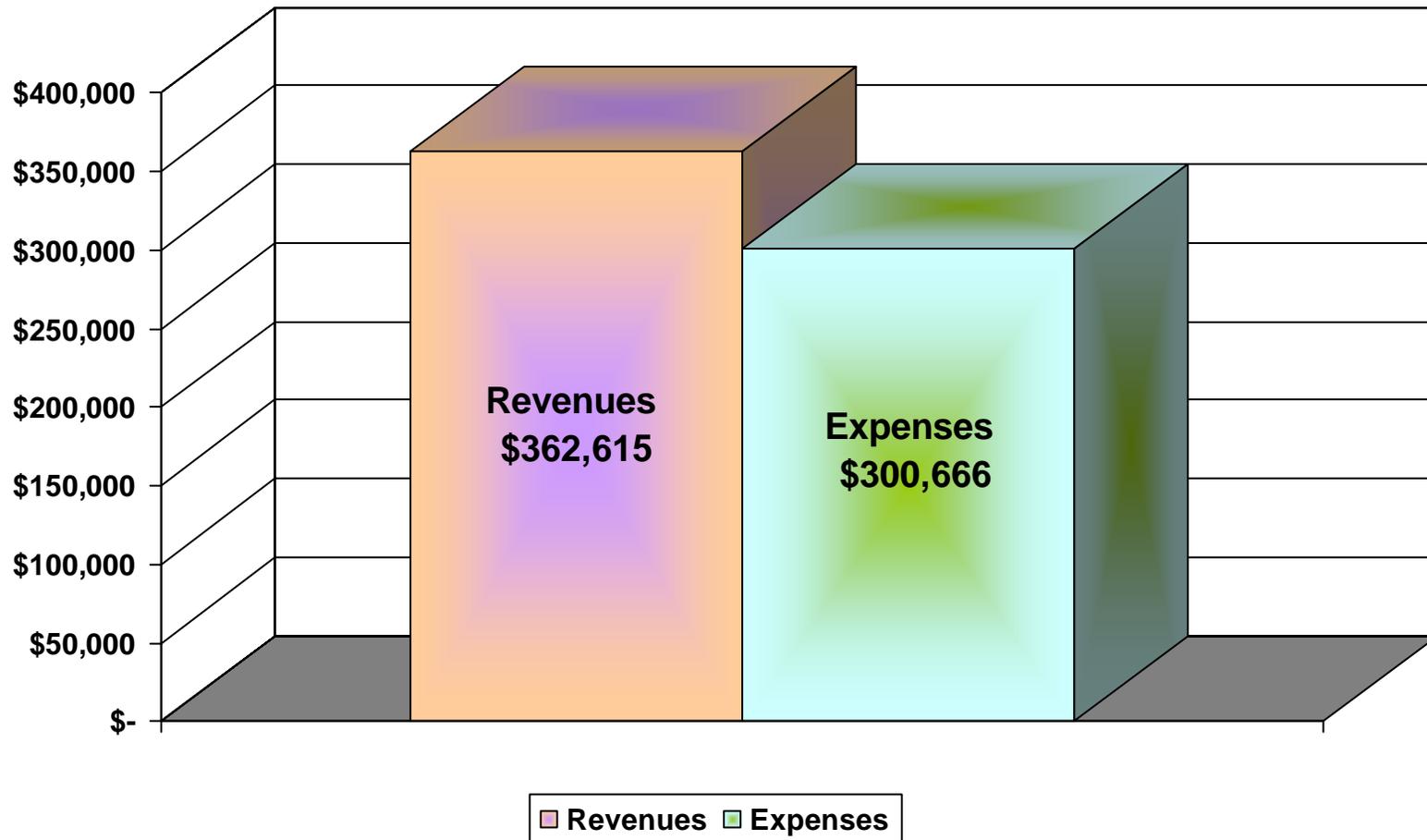
City of Copperas Cove Solid Waste Fund Revenues vs. Expenses FYTD (October through February)



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



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



**CITY OF COPPERAS COVE
MONTHLY COUNCIL REPORT
GENERAL FUND
As of February 29, 2008 (FY 2007-08)**

Description	Adopted Budget	Current Month Feb. 2008	Total Year to Date	Percent Year to Date
BEGINNING FUND BALANCE				
Unreserved, Designated	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	
Unreserved, Undesignated	2,384,115	5,080,437	2,279,959	
TOTAL BEG. FUND BALANCE	\$ 3,384,115	\$ 6,080,437	\$ 3,279,959	
GENERAL FUND REVENUE				
Taxes				
Current Ad Valorem Taxes	\$ 5,874,431	\$ 557,020	\$ 5,773,530	98.3%
Delinquent Ad Valorem Taxes	47,000	3,435	41,680	88.7%
Penalty & Interest	38,000	8,695	67,364	177.3%
Sales Tax	2,245,000	250,728	974,470	43.4%
Franchise Tax	1,346,208	14,707	182,117	13.5%
TXU Settlement	35,633	-	-	0.0%
Mixed Drink Tax	17,000	-	5,894	34.7%
Bingo Tax	110,000	21,585	44,302	40.3%
Used Oil Revenue-Safety Clean/H&H	700	-	95	13.5%
Subtotal Taxes	\$ 9,713,972	\$ 856,170	\$ 7,089,450	73.0%
Licenses & Permits				
License-Bicycle	\$ 100	\$ 4	\$ 6	6.0%
License-Contractors	45,000	2,420	22,125	49.2%
License-Animal	4,000	209	1,849	46.2%
Permits-Building	90,000	4,780	28,751	31.9%
Permits-House Moving	200	-	-	0.0%
Permits - Street Cuts	9,000	2,705	4,345	48.3%
Permits-Electrical	23,000	1,635	7,690	33.4%
Permits-Solicitors	2,500	270	1,370	54.8%
Permits-Natural Gas Lines	2,000	100	745	37.3%
Permits-Garage Sales	7,000	330	2,300	32.9%
Permits-Plumbing	30,000	2,220	10,743	35.8%
Permits-Mechanical	18,000	1,120	5,075	28.2%
License-Taxicabs	1,000	-	300	30.0%
Permits-Car Wash	500	-	45	9.0%
Permits-Signs	1,500	105	310	20.7%
Permits-Swimming Pools	900	30	115	12.8%
Wrecker License	600	0	510	85.0%
Permit-Certificate of Occupancy	2,000	360	960	48.0%
Permits-Alarms	6,200	340	1,220	19.7%
False Alarm Penalties	400	0	801	200.1%
Permits-Alcohol License	600	(30)	480	80.0%
Permits-Well/Gas Drilling	0	-	2,000	N/A
License - Massage	0	1,000	1,000	N/A
Subtotal Licenses & Permits	\$ 244,500	\$ 17,598	\$ 92,739	37.9%

**CITY OF COPPERAS COVE
MONTHLY COUNCIL REPORT
GENERAL FUND
As of February 29, 2008 (FY 2007-08)**

Description	Adopted Budget	Current Month Feb. 2008	Total Year to Date	Percent Year to Date
Services & Charges				
Swimming Pool Receipts	\$ 52,400	\$ -	\$ -	0.0%
Community Building Rental	21,000	2,128	9,913	47.2%
Misc. Library Receipts	14,500	1,123	5,329	36.8%
Animal Shelter Fees	40,000	2,448	11,716	29.3%
Ambulance Fee Revenue ⁽¹⁾	776,818	39,349	257,271	33.1%
Copy Machines	5,200	426	1,954	37.6%
Mowing Revenue	20,000	(5,667)	5,579	27.9%
Sale of City Maps	600	-	299	49.8%
Service Charge-NSF Checks	12,000	625	4,450	37.1%
Plat Filing Fee Revenue	6,500	650	1,750	26.9%
RV Park Fees	12,000	1,185	4,315	36.0%
Police Overtime Reimbursement	20,000	2,447	13,687	68.4%
Police Restitution Revenue	3,000	507	1,900	63.3%
Festival Reimbursements	13,094	-	203	1.5%
Special Events-Seniors	1,500	420	1,016	67.7%
Library Meeting Room Rental	1,500	225	2,378	158.5%
Open Records Revenue	1,000	516	732	73.2%
Senior Games	1,500	-	-	0.0%
Fax Machine Fees	700	115	515	73.6%
Pool Rental Revenue	4,000	-	-	0.0%
Re-Inspection Fees	700	-	50	7.1%
Micro Chip of Animals Revenue	7,175	179	758	10.6%
Subtotal Services & Charges	\$ 1,015,187	\$ 46,677	\$ 323,815	31.9%
⁽¹⁾ Recorded net of billing fees.				
Fines & Forfeitures				
Municipal Court Fines	\$ 161,500	\$ 11,116	\$ 43,249	26.8%
Traffic Violation Fines	404,600	39,215	134,598	33.3%
Library Fines	16,500	1,826	7,139	43.3%
Arrest Warrant Income	138,500	12,408	39,460	28.5%
Child Safety Fund	12,800	1,312	4,618	36.1%
City's % of State Court Fines	57,500	-	25,512	44.4%
HB 70 Fees	14,000	1,081	4,662	33.3%
Arresting Officer Fees	33,000	2,546	10,219	31.0%
CCISD Liaison Funding	101,508	-	25,377	25.0%
Admin Fee-Teen Court	1,500	130	460	30.7%
Admin Fee-Defensive Driving	8,600	700	3,780	44.0%
Rezone Request Fees	3,000	200	600	20.0%
Variance Request Fees	300	-	110	36.7%
Subtotal Fines & Forfeitures	\$ 953,308	\$ 70,534	\$ 299,783	31.4%
Administration Reimb.				
Admin. Reimb.-W & S Fd	\$ 792,500	\$ 132,083	\$ 330,208	41.7%
Admin. Reimb.-Solid Waste Fd	428,000	71,333	178,333	41.7%
Admin. Reimb.-Drainage Utility Fd	80,000	13,333	33,333	41.7%
Subtotal Admin. Reimb.	\$ 1,300,500	\$ 216,750	\$ 541,875	41.7%

**CITY OF COPPERAS COVE
MONTHLY COUNCIL REPORT
GENERAL FUND
As of February 29, 2008 (FY 2007-08)**

Description	Adopted Budget	Current Month Feb. 2008	Total Year to Date	Percent Year to Date
Miscellaneous Revenue				
Interest Earned Revenue	\$ 235,000	\$ 18,173	\$ 78,999	33.6%
Rental Income	20,000	1,440	7,200	36.0%
Miscellaneous Police Revenue	3,000	308	1,755	58.5%
Miscellaneous Grant Revenue	1,500	-	-	0.0%
Miscellaneous Revenues	75,300	34	13,298	17.7%
Insurance Proceeds	3,000	30	30	1.0%
Food Workers' Permit	12,000	1,252	5,815	48.5%
Food Establishment Licenses	11,000	675	3,810	34.6%
Maintenance & Landscape Revenue	2,100	0	1,050	50.0%
Street Sign Revenue	2,400	220	220	9.2%
Auction Proceeds	5,000	0	7,115	142.3%
Subtotal Miscellaneous Rev.	\$ 370,300	\$ 22,132	\$ 119,291	32.2%
TOTAL G. F. REVENUE	\$ 13,597,767	\$ 1,229,861	\$ 8,466,953	62.3%

**CITY OF COPPERAS COVE
MONTHLY COUNCIL REPORT
GENERAL FUND
As of February 29, 2008 (FY 2007-08)**

Description	Adopted Budget	Current Month Feb. 2008	Total Year to Date	Percent Year to Date
GENERAL FUND EXPENDITURES				
City Council	\$ 42,700	\$ 2,057	\$ 16,789	39.3%
City Manager	270,334	15,904	87,937	32.5%
City Secretary/Elections	147,339	9,665	45,410	30.8%
City Attorney	105,080	16,509	48,099	45.8%
Finance	506,924	37,051	214,546	42.3%
Grants Administration	62,546	-	-	0.0%
Human Resources	176,796	13,817	77,027	43.6%
Information Systems	197,219	18,448	81,482	41.3%
Municipal Court	361,583	26,795	151,826	42.0%
Police	4,378,484	318,923	1,676,377	38.3%
Public Information Office	0	4,227	19,515	N/A
Animal Control	213,593	16,193	79,123	37.0%
Fire/EMS	3,000,931	176,533	1,323,354	44.1%
Emergency Management	65,496	-	5,327	8.1%
Engineering	166,629	4,873	44,620	26.8%
Building & Development Services	281,485	23,385	120,495	42.8%
Streets	985,565	55,584	275,786	28.0%
Parks and Recreation	929,962	67,264	332,333	35.7%
Fleet Services	235,422	34,387	119,037	50.6%
Public Works	39,418	3,220	16,592	42.1%
Facility Maintenance	172,390	14,030	72,717	42.2%
Planning	188,868	7,513	61,819	32.7%
Library	519,730	44,576	217,817	41.9%
Code & Health	155,289	12,959	65,593	42.2%
Non-Departmental	371,815	20,405	227,307	61.1%
TOTAL GENERAL FUND EXPENDITURES				
	\$ 13,575,598	\$ 944,316	\$ 5,380,930	39.6%
ENDING FUND BALANCE				
Unreserved, Designated	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	
Unreserved, Undesignated	\$ 2,406,284	\$ 5,365,982	\$ 5,365,981	
TOTAL ENDING FUND BALANCE				
	\$ 3,406,284	\$ 6,365,982	\$ 6,365,981	
IDEAL RESERVE FUND BALANCE				
	\$ 3,393,900	\$ 3,393,900	\$ 3,393,900	
OVER (UNDER) IDEAL RESERVE FUND BALANCE				
	\$ 12,384	\$ 2,972,082	\$ 2,972,081	

**CITY OF COPPERAS COVE
MONTHLY COUNCIL REPORT
WATER & SEWER FUND
As of February 29, 2008 (FY 2007-08)**

Description	Adopted Budget	Current Month Feb. 2008	Total Year to Date	Percent Year to Date
BEGINNING FUND BALANCE				
Unreserved, Undesignated	\$ 2,029,827	\$ 2,388,072	\$ 1,730,982	
TOTAL BEGINNING FUND BALANCE	\$ 2,029,827	\$ 2,388,072	\$ 1,730,982	
W & S FUND REVENUES				
Operating Revenues				
Water Revenue	\$ 4,886,653	\$ 314,113	\$ 1,784,817	36.5%
Sewer Revenue	3,288,492	275,184	1,405,854	42.8%
Senior Discount	(140,300)	(9,329)	(52,221)	37.2%
Water Tap Fees	122,000	6,965	32,357	26.5%
Sewer Tap Fees	30,000	2,080	9,390	31.3%
Connect Fee	55,000	4,590	27,105	49.3%
Meter Box Reset Fee	0	-	300	N/A
Subtotal Operating Revenues	\$ 8,241,845	\$ 593,603	\$ 3,207,602	38.9%
Other Revenues				
Composting Sales Revenue	\$ 15,000	\$ 844	\$ 4,170	27.8%
Admin Reimb--Drainage	20,000	3,333	8,333	41.7%
Interest Revenue	140,000	7,098	45,633	32.6%
Late Charge For Billing	250,000	21,441	107,868	43.1%
Riser Forfeiture Revenue	3,000	-	230	7.7%
Auction Proceeds	1,000	-	-	0.0%
Insurance Proceeds	500	-	-	0.0%
Miscellaneous Revenues	50,000	3,259	20,464	40.9%
Subtotal Other Revenues	\$ 479,500	35,976	186,698	38.9%
TOTAL W & S FD REVENUES	\$ 8,721,345	\$ 629,578	\$ 3,394,301	38.9%
W & S FUND EXPENDITURES				
Water & Sewer Administration	\$ 152,025	\$ 12,787	\$ 66,116	43.5%
Utility Administration	517,891	57,355	240,967	46.5%
Water Distribution	1,126,698	81,554	434,294	38.5%
Sewer Collection	497,329	35,353	178,089	35.8%
Wastewater Treatment	1,013,042	109,584	517,783	51.1%
Composting	161,262	13,890	65,212	40.4%
Non-Departmental	4,714,017	789,707	1,705,402	36.2%
TOTAL W & S FUND EXPENDITURES	\$ 8,182,264	\$ 1,100,231	\$ 3,207,863	39.2%
ENDING FUND BALANCE				
Unreserved, Undesignated	\$ 2,568,908	\$ 1,917,419	\$ 1,917,419	
TOTAL ENDING FUND BALANCE	\$ 2,568,908	\$ 1,917,419	\$ 1,917,419	
IDEAL RESERVE FUND BALANCE	\$ 2,045,566	\$ 2,045,566	\$ 2,045,566	
OVER (UNDER) IDEAL RESERVE FUND BALANCE	\$ 523,342	\$ (128,147)	\$ (128,147)	

**CITY OF COPPERAS COVE
MONTHLY COUNCIL REPORT
SOLID WASTE FUND
As of February 29, 2008 (FY 2007-08)**

Description	Adopted Budget	Current Month Feb. 2008	Total Year to Date	Percent Year to Date
BEGINNING FUND BALANCE				
Unreserved, Undesignated	\$ 653,725	\$ 1,023,765	\$ 769,842	
Unreserved, Designated	0	-	-	
TOTAL BEGINNING FUND BALANCE	\$ 653,725	\$ 1,023,765	\$ 769,842	
SOLID WASTE FUND REVENUE				
Operating Revenue				
Refuse Collection Fees	\$ 2,211,872	\$ 193,309	\$ 965,686	43.7%
Sanitary Landfill Fees	425,000	28,956	147,549	34.7%
Senior Discount	(38,325)	(3,157)	(15,791)	41.2%
Recycling Proceeds	35,000	5,243	19,532	55.8%
Sale of Scrap Metal	18,000	510	7,166	39.8%
Sale of Kraft Bags	9,500	726	4,144	43.6%
Container Reload Fees	13,500	249	1,171	8.7%
Return Service/Overload Container	1,000	-	29	2.9%
Roll-Off Rental Income	40,000	4,032	22,901	57.3%
Rear Load Dumpster Rental	800	-	672	84.0%
Auto Lid Locks	750	98	556	74.1%
Subtotal Operating Revenue	\$ 2,717,097	\$ 229,966	\$ 1,153,614	42.5%
Other Revenue				
Interest Revenue	\$ 33,000	\$ 2,146	\$ 14,164	42.9%
Late Charge For Billing	116,000	10,720	53,934	46.5%
Auction Proceeds	1,000	-	-	0.0%
Miscellaneous Revenues	2,000	88	408	20.4%
Subtotal Other Revenue	\$ 152,000	\$ 12,954	\$ 68,507	45.1%
TOTAL SOLID WASTE REVENUE	\$ 2,869,097	\$ 242,920	\$ 1,222,120	42.6%
SOLID WASTE FUND EXPENDITURES				
Solid Waste Administration	\$ 205,723	\$ 17,086	\$ 89,711	43.6%
Solid Waste Collection - Residential	330,012	60,979	151,197	45.8%
Solid Waste Collection - Recycling	159,375	11,504	39,466	24.8%
Solid Waste Collection - Brush	117,174	20,112	57,415	49.0%
Solid Waste Collection - Commercial	379,273	34,045	139,520	36.8%
Solid Waste Disposal - Transfer Station	1,100,536	229,548	477,995	43.4%
Solid Waste Recycling - KCCB	22,200	2,988	7,191	32.4%
Non-Departmental	503,095	73,286	212,330	42.2%
TOTAL SOLID WASTE FUND EXPENDITURES	\$ 2,817,388	\$ 449,549	\$ 1,174,826	41.7%
ENDING FUND BALANCE				
Unreserved, Undesignated	\$ 705,434	\$ 817,136	\$ 817,136	
Unreserved, Designated	-	-	-	
TOTAL ENDING FUND BALANCE	\$ 705,434	\$ 817,136	\$ 817,136	
IDEAL RESERVE FUND BALANCE	\$ 704,347	\$ 704,347	\$ 704,347	
OVER (UNDER) IDEAL RESERVE FUND BALANCE	\$ 1,087	\$ 112,789	\$ 112,789	

**CITY OF COPPERAS COVE
MONTHLY COUNCIL REPORT
DRAINAGE UTILITY FUND
As of February 29, 2008 (FY 2007-08)**

Description	Adopted Budget	Current Month Feb. 2008	Total Year to Date	Percent Year to Date
BEGINNING FUND BALANCE				
Unreserved, Undesignated	\$ 385,402	\$ 407,110	\$ 324,584	
TOTAL BEGINNING FUND BALANCE	\$ 385,402	\$ 407,110	\$ 324,584	
DRAINAGE UTILITY FUND REVENUE				
Drainage Utility Fee	\$ 841,839	\$ 69,145	\$ 346,021	41.1%
Maintenance Revenue	500	50	244	48.7%
Subtotal Drainage Utility Revenue	\$ 842,339	\$ 69,195	\$ 346,265	41.1%
Other Revenue				
Miscellaneous Revenue	\$ 1,900	\$ -	\$ 929	48.9%
Interest Revenue	37,000	2,412	15,391	41.6%
Insurance Proceeds	0	30	30	
Subtotal Other Revenue	\$ 38,900	\$ 2,442	\$ 16,350	42.0%
TOTAL DRAINAGE UTILITY REVENUE	\$ 881,239	\$ 71,637	\$362,615	41.1%
DRAINAGE UTILITY FUND EXPENDITURES				
Drainage	\$ 1,051,485	\$ 91,702	\$ 299,066	28.4%
Administration	1,668	513	1,600	95.9%
TOTAL DRAINAGE UTILITY FUND EXPENDITURES	\$ 1,053,153	\$ 92,215	\$ 300,666	28.5%
Unreserved, Undesignated	\$ 213,488	\$ 386,533	\$ 386,533	
TOTAL ENDING FUND BALANCE	\$ 213,488	\$ 386,533	\$ 386,533	
IDEAL RESERVE FUND BALANCE	\$ 263,288	\$ 263,288	\$ 263,288	
OVER (UNDER) IDEAL RESERVE FUND BALANCE	\$ (49,800)	\$ 123,245	\$ 123,245	

**CITY OF COPPERAS COVE
MONTHLY COUNCIL REPORT
GOLF COURSE FUND
As of February 29, 2008 (FY 2007-08)**

Description	Adopted Budget	Current Month Feb. 2008	Total Year to Date	Percent Year to Date
BEGINNING FUND BALANCE				
Unreserved, Undesignated	\$ 3,113	\$ (28,463)	\$ (22,335)	
TOTAL BEGINNING FUND BALANCE	\$ 3,113	\$ (28,463)	\$ (22,335)	
GOLF COURSE FUND REVENUE				
Green Fees	\$ 198,735	\$ 14,531	\$ 61,239	30.8%
Cart Rental Fees	172,000	14,245	56,756	33.0%
Membership Dues	107,425	4,947	11,749	10.9%
Cart Storage Fees	22,100	-	1,075	4.9%
Trail Fees	15,300	562	1,534	10.0%
Pro Shop Sales	101,000	6,782	24,939	24.7%
Handicap Fees	300	-	-	0.0%
Driving Range Fees	36,500	3,174	11,624	31.8%
Snack Bar Revenue F&B	62,000	5,050	21,634	34.9%
Snack Bar Revenue-Beer & Wine	25,000	2,156	7,279	29.1%
Transfer From General Fund	59,072	-	59,072	100.0%
Facility Rental Income	500	-	700	140.0%
Swimming Pool Receipts	500	-	-	0.0%
Interest Revenue	100	-	5	5.2%
Winter Special Green Fees	0	1,376	1,901	N/A
Winter Special Lunch	0	707	1,027	N/A
Revenue Food & Beverages	0	141	556	N/A
Tournament Green Fees	18,000	460	3,212	17.8%
Tournament Cart Fees	14,500	-	2,018	13.9%
Auction Proceeds	5,000	-	-	0.0%
Miscellaneous Receipts	260	14	24	9.2%
Golf Lesson Revenue	0	5	5	N/A
TOTAL G. C. FD REVENUE	\$ 838,292	\$ 54,149	\$ 266,348	31.8%
GOLF COURSE FUND EXPENDITURES				
Golf Course Administration	\$ 286,492	\$ 24,610	\$ 125,964	44.0%
Golf Course Concessions	89,953	9,814	39,415	43.8%
Golf Course Maintenance	387,734	20,993	108,364	27.9%
TOTAL GOLF COURSE FUND EXPENDITURES	\$ 764,179	\$ 55,417	\$ 273,744	35.8%
ENDING FUND BALANCE				
Unreserved, Undesignated	\$ 77,226	\$ (29,731)	\$ (29,731)	
TOTAL ENDING FUND BALANCE	\$ 77,226	\$ (29,731)	\$ (29,731)	
IDEAL RESERVE FUND BALANCE	\$ 191,045	\$ 191,045	\$ 191,045	
OVER (UNDER) IDEAL RESERVE FUND BALANCE	\$ (113,819)	\$ (220,775)	\$ (220,775)	

**CITY OF COPPERAS COVE
MONTHLY COUNCIL REPORT
OTHER FUNDS
As of February 29, 2008 (FY 2007-08)**

Fund Description	Beginning Fund Balance	Revenues	Expenditures	Ending Fund Balance
Special Revenue Funds:				
Recreation Activities Fund	\$ 88,185	\$ 40,346	\$ 64,266	\$ 64,264
Cemetery Fund	12,865	8,145	14,902	6,108
Library Gifts and Memorials	8,894	288	224	8,959
Small Business Revolving Loan Fund *	197,521	853	-	198,374
Hotel Occupancy Tax Fund	56,405	61,289	63,729	53,965
Animal Shelter Fund	21,560	444	3,031	18,973
City-Wide Donation Fund	40,795	29,275	15,748	54,321
Municipal Court Fund	175,638	23,784	47,676	151,746
Sub-Total Special Revenue Funds:	\$ 601,863	\$ 164,423	\$ 209,576	\$ 556,710
** Beginning fund balance includes \$150,274 in notes receivables.				
Debt Service Fund:				
Tax Interest & Sinking Fund	\$ 143,493	\$ 1,405,019	\$ 341,579	\$ 1,206,932
Sub-Total Debt Service Fund:	\$ 143,493	\$ 1,405,019	\$ 341,579	\$ 1,206,932
Capital Projects Funds:				
2001 C.O. (Capital Equip./Improvement)	\$ 285,983	\$ 5,218	\$ 23,700	\$ 267,501
2001 C.O. (Water/Wastewater Phase I)	434,649	8,390	13,374	429,665
2003 C.O. (CIP)	471,247	10,851	352,137	129,961
2003 C.O. (W/WW Phase III)	1,532,155	33,326	359,007	1,206,474
2005 C.O. (Water Infrastructure Project)	2,228,891	43,831	37,126	2,235,596
2006 Tax Notes (CIP)	1,015,058	15,304	282,293	748,069
2007 C.O. (Police Facility)	5,338,633	(399,631)	124	4,938,878
Sub-Total C.I.P. Funds:	\$ 11,306,616	\$ (282,711)	\$ 1,067,761	\$ 9,956,144
Total Other Funds	\$ 12,051,972	\$ 1,286,731	\$ 1,618,917	\$ 11,719,786

**City of Copperas Cove, Texas
2001 Certificates of Obligation
(Capital Equipment/Improvements)
As of February 29, 2008**

Account	Description	Budget	As of	
			FY 2006-07	FY 2007-08
Beginning Fund Balance				
90-300-0001	Fund Balance	\$ -	\$ -	\$ 285,983
Revenues				
90-390-1001	Bond Proceeds	\$ 1,915,000	\$ 1,914,227	\$ -
90-370-6001	Interest Income	-	82,505	5,218
90-370-6005	Miscellaneous Revenue	-	1,500	-
Total Revenues		<u>\$ 1,915,000</u>	<u>\$ 1,998,233</u>	<u>\$ 5,218</u>
Expenditures				
90-4606-9000-8600	Bond Issuance Costs	\$ 43,832	\$ 56,766	\$ -
90-4606-9000-6050	Inspection Services	-	3,263	-
90-4606-3500-xxxx	City-Wide Network	148,700	148,623	-
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	-
90-4606-5300-8500	Reliever Route ROW Acquisition	400,000	148,455	23,700
90-4606-5400-8505	Ogletree Improvements	364,548	394,604	-
90-4606-5600-8500	Public Works Facility (1/2)	159,500	113,119	-
Total Expenditures		<u>\$ 1,915,000</u>	<u>\$ 1,712,250</u>	<u>\$ 23,700</u>
Ending Fund Balance				
90-300-0001	Fund Balance	<u>\$ -</u>	<u>\$ 285,983</u>	<u>\$ 267,501</u>

City of Copperas Cove, Texas
2001 Certificates of Obligation
(Phase II of Water/Wastewater CIP)
As of February 29, 2008

Account	Description	Budget	As of	
			FY 2006-07	FY 2007-08
Beginning Fund Balance				
91-300-0001	Fund Balance	\$ -	\$ -	\$ 434,649
Revenues				
91-390-1001	Bond Proceeds	\$ 6,485,000	\$ 6,482,383	\$ -
91-370-6001	Interest Income	-	324,782	8,390
91-370-6005	Miscellaneous Revenue	-	-	-
Total Revenues		<u>\$ 6,485,000</u>	<u>\$ 6,807,165</u>	<u>\$ 8,390</u>
Expenditures				
91-4607-9100-8600	Bond Issuance Costs	\$ 162,800	\$ 165,380	\$ -
91-4607-9100-6100	Advertising	-	191	-
91-4607-5600-6800	Professional Services	-	23,867	-
91-4607-9100-9032	Public Works Facility (1/2)	159,500	132,784	-
91-4607-9100-9034	Turkey Run Pumps & Tank	439,000	443,736	-
91-4607-9100-9036	Hogg Mt. Pumps & Tank	819,000	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	-
Total Expenditures		<u>\$ 6,485,000</u>	<u>\$ 6,372,516</u>	<u>\$ 13,374</u>
Ending Fund Balance				
91-300-0001	Fund Balance	<u>\$ -</u>	<u>\$ 434,649</u>	<u>\$ 429,665</u>

**City of Copperas Cove, Texas
2003 Certificates of Obligation
Tax Supported Capital Projects
As of February 29, 2008**

Account	Description	Budget	As of	
			FY 2006-07	FY 2007-08
Beginning Fund Balance				
70-300-0001	Fund Balance	\$ -	\$ -	\$ 471,247
Revenues				
70-390-1003	Bond Proceeds	\$ 4,190,000	\$ 4,190,000	\$ -
70-370-6001	Interest Income	-	214,451	10,851
70-370-6005	Miscellaneous Revenue	-	1,953	-
Total Revenues		<u>\$ 4,190,000</u>	<u>\$ 4,406,404</u>	<u>\$ 10,851</u>
Expenditures				
70-231-0920	Bond Issuance Costs	\$ 82,539	\$ 82,543	\$ -
70-231-0922	Unamortized Bond Discount	20,061	20,061	-
70-4615-4400-9021	Communications System	1,645,140	1,636,236	-
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	-
Total Expenditures		<u>\$ 4,186,740</u>	<u>\$ 3,935,157</u>	<u>\$ 352,137</u>
Ending Fund Balance				
70-300-0001	Fund Balance	<u>\$ 3,260</u>	<u>\$ 471,247</u>	<u>\$ 129,961</u>

City of Copperas Cove, Texas
2003 Certificates of Obligation
(Phase III of Water/Wastewater CIP)
As of February 29, 2008

Account	Description	Budget	As of	
			FY 2006-07	FY 2007-08
Beginning Fund Balance				
71-300-0001	Fund Balance	\$ -	\$ -	\$ 1,532,155
Revenues				
71-390-1003	Bond Proceeds	\$9,820,000	\$ 9,820,000	\$ -
71-370-6001	Interest Income	-	491,531	33,326
71-390-1001	Developer Contributions	-	21,086	-
71-370-6005	Miscellaneous Revenue	-	167,965	-
Total Revenues		<u>\$9,820,000</u>	<u>\$ 10,500,581</u>	<u>\$ 33,326</u>
Expenditures				
71-4615-xxxx-xxxx	Bond Issuance Costs	\$ 192,591	\$ 192,601	\$ -
71-4615-xxxx-xxxx	Bond Discount	46,809	46,809	-
71-4615-4400-9021	Communications System	195,680	181,613	-
71-4615-5100-xxxx	Salaries/Benefits	60,000	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	333,710
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	25,297
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	-
Total Expenditures		<u>\$ 9,791,669</u>	<u>\$ 8,968,427</u>	<u>\$ 359,007</u>
Ending Fund Balance				
71-300-0001		<u>\$ 28,331</u>	<u>\$ 1,532,155</u>	<u>\$ 1,206,474</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 February 29, 2008**

Account	Description	Budget	As of	
			FY 2006-07	FY 2007-08
Beginning Fund Balance				
93-300-0001	Fund Balance	\$ -	\$ -	\$ 2,228,891
Revenues				
93-390-1003	Bond Proceeds	\$ 3,080,000	\$ 3,050,000	\$ -
93-340-2001	Miscellaneous Revenue	-	-	-
93-370-6001	Interest Revenue	-	250,372	43,831
Total Revenues		<u>\$ 3,080,000</u>	<u>\$ 3,300,372</u>	<u>\$ 43,831</u>
Expenditures				
93-4616-5100-xxxx	Salary/Benefits	\$ -	\$ 458	\$ -
93-4615-8500-6100	Contractual Services	-	-	244
93-4616-8500-8600	Issuance Costs	89,000	62,050	-
93-4616-8500-9032	East Pump Station	1,380,000	178,500	8,160
93-4616-8500-9034	Turkey Run Pump Station	868,000	132,000	28,723
93-4616-8500-9036	Hogg Mountain Water Tank	743,000	698,473	-
Total Expenditures		<u>\$ 3,080,000</u>	<u>\$ 1,071,481</u>	<u>\$ 37,126</u>
Ending Fund Balance				
93-253-0001		<u>\$ -</u>	<u>\$ 2,228,891</u>	<u>\$ 2,235,596</u>

City of Copperas Cove, Texas
2006 Limited Tax Notes
Capital Equipment/Land & Professional Services
As of February 29, 2008

Account	Description	Budget	As of	
			FY 2006-07	FY 2007-08
Beginning Fund Balance				
73-300-0001	Fund Balance	\$ -	\$ -	\$ 1,015,058
Revenues				
73-390-1003	Bond Proceeds	\$ 1,260,000	\$ 1,260,000	\$ -
73-340-2001	Miscellaneous Revenue	-	-	-
73-370-6001	Interest Revenue	-	59,154	15,304
Total Revenues		<u>\$ 1,260,000</u>	<u>\$ 1,319,154</u>	<u>\$ 15,304</u>
Expenditures				
73-4617-4200-6800	Professional Services	\$ 600,000	\$ 15,331	\$ 85,159
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)	-
Total Expenditures		<u>\$ 1,260,000</u>	<u>\$ 304,097</u>	<u>\$ 282,293</u>
Ending Fund Balance				
73-253-0001		<u>\$ -</u>	<u>\$ 1,015,058</u>	<u>\$ 748,069</u>

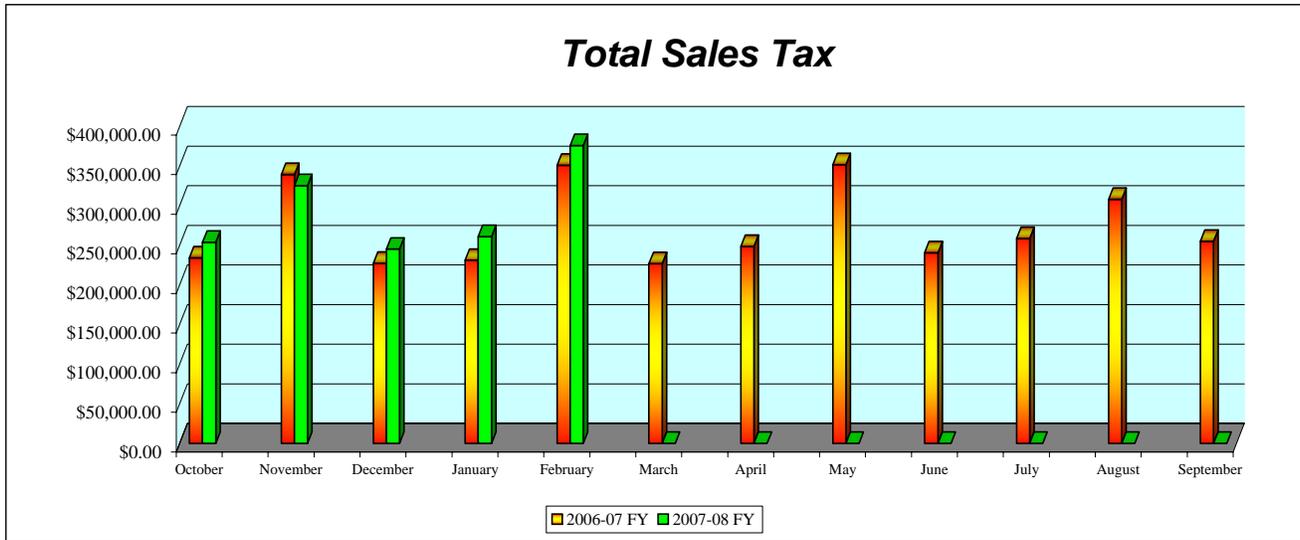
City of Copperas Cove, Texas
2007 Certificates of Obligation
Police Facility
As of February 29, 2008

Account	Description	Budget	As of	
			FY 2006-07	FY 2007-08
Beginning Fund Balance				
74-300-0001	Fund Balance	\$ -	\$ -	\$ 5,338,633
Revenues				
74-390-1001	Bond Proceeds	\$ 5,300,000	\$ 5,300,000	\$ -
74-370-6001	Interest Revenue	50,000	92,974	100,369
74-390-1002	Discount Note Proceeds	-	-	(500,000)
Total Revenues		<u>\$ 5,350,000</u>	<u>\$ 5,392,974</u>	<u>\$ (399,631)</u>
Expenditures				
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	-	-
74-4618-4200-6100	Advertising	-	-	124
Total Expenditures		<u>\$ 5,350,000</u>	<u>\$ 54,341</u>	<u>\$ 124</u>
Ending Fund Balance				
74-253-0001		<u>\$ -</u>	<u>\$ 5,338,633</u>	<u>\$ 4,938,878</u>

**CITY OF COPPERAS COVE
MONTHLY COUNCIL REPORT
SCHEDULE OF SALES TAX COLLECTIONS
(WITH COMPARATIVE COLLECTIONS IN FY 2006-07)
As of February 29, 2008 (FY 2007-08)**

Fiscal Year 2006-07	City's Revenue	EDC's Revenue	Total Sales Tax	Fiscal Year 2007-08	City's Revenue	EDC's Revenue	Total Sales Tax
October	\$156,182.25	\$78,091.13	\$234,273.38	October	\$169,247.52	\$84,623.76	\$253,871.28
November	\$226,324.55	\$113,162.28	\$339,486.83	November	\$216,891.12	\$108,445.56	\$325,336.68
December	\$151,566.28	\$75,783.14	\$227,349.42	December	\$163,496.24	\$81,748.12	\$245,244.36
January	\$154,062.22	\$77,031.11	\$231,093.33	January	\$174,106.89	\$87,053.45	\$261,160.34
February	\$234,096.96	\$117,048.48	\$351,145.44	February	\$250,728.06	\$125,364.03	\$376,092.09
March	\$151,231.18	\$75,615.59	\$226,846.77	March			\$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
Total	\$2,181,952.99	\$1,090,976.50	\$3,272,929.49	Total	\$974,469.83	\$487,234.92	\$1,461,704.75

NOTE 1 - Total revenues collected for sales tax by the month ending February 29, 2008, in FY 2007-08 was \$1,461,704.75 (\$974,469.83 City's revenues and \$487,234.92 EDC's revenues); total revenues collected for sales tax by the month ending February 28, 2007 in FY 2006-07 was \$1,383,348.40 (\$922,232.26 City's revenues and \$461,116.14 EDC's revenues).



CITY OF COPPERAS COVE
MONTHLY COUNCIL REPORT
SCHEDULE OF CASH ACCOUNTS AND INVESTMENTS (By Account)
As of February 28, 2008 (FY 2007-08)

FUNDS IN INVESTMENT POOLS	
TEXSTAR	\$ 5,259,941.87
TEXPOOL	18,624,025.22
DISCOUNT NOTES	501,288.85
Subtotal on Funds in Investment Pools	<u>\$ 24,385,255.94</u>
 CHECKING ACCOUNTS	
1988 W&S Bond	\$0.00
1994 Fire G.O. Bond Issue	0.00
1994 Fire Station Retainage	0.00
1994 Landfill C O's	0.00
Caddy Shack - Pool Account	0.00
Drainage Utility Reserve	0.00
G.O. Bonds Interest & Sinking	0.00
Master Account	1,267,026.00
Payroll	4,309.41
Rental Rehab	15,100.02
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	12,909.64
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
Subtotal Checking Accounts	<u>\$1,316,998.78</u>
 SAVINGS ACCOUNTS (Per Quarterly Stmt)	
Subdivision Escrow	2,529.04
Subtotal Savings Accounts	<u>\$2,529.04</u>
 TOTAL INVESTMENTS & CASH ACCOUNTS	 <u><u>\$25,704,783.76</u></u>

CITY OF COPPERAS COVE
MONTHLY COUNCIL REPORT
SCHEDULE OF CASH ACCOUNTS AND INVESTMENTS (By Fund)
As of February 28, 2008 (FY 2007-08)

FUND	TOTAL CASH & INVESTMENTS
General Fund	\$7,500,903.11
Water & Sewer Fund	\$2,544,610.53
Solid Waste Fund	\$739,138.22
Youth Activity Fund	\$89,145.46
Drainage Utility Fund	\$880,577.80
Cemetery Fund	\$52.88
General Obligation Interest & Sinking Fund	\$1,220,369.91
Curb & Gutter Assessment Fund	\$39.54
Municipal Golf Course Fund	\$23,663.70
Small Business Revolving Loan Fund	\$2,529.04
Library Gifts & Memorials Fund	\$8,355.35
Hotel/Motel Tax Fund	\$151,648.35
Animal Shelter Donations Fund	\$21,591.18
Police Court Order Fund	\$0.00
City-Wide Donations Fund	\$58,889.51
Abandoned Vehicle Auction Fund	\$0.00
City Wide Grants	\$179,109.19
FEMA Grant Funds	\$135,401.36
Fire Special Revenue Fund	\$11,720.05
Joint Image Campaign	\$27,581.81
Tx. Parks & Wildlife Grant	\$0.00
Municipal Court Fund	\$186,863.26
Police Restricted Fund	\$18,969.28
Police Federal Seizure Fund	\$2,104.23
Fire/EMS Loan	\$37,853.05
County Mutual Aid Agreement	\$48,282.08
1997 Combination Tax & Revenue C/O's (Golf Course; Library)	\$26,899.44
1997 CO's Golf Course Phase 1	\$0.00
Law Enforcement Block Grant Fund	\$12,819.62
Fire Department Grant Fund	\$22,054.61
Library Grant Fund	\$37,913.09
Step Grant	\$3,306.65
Tobacco Grant	\$2,357.84
FM 1113 Grant	\$50,178.66
2006 Limited Tax Notes	\$754,472.05
1994 WW/SS Revenue Bonds	\$0.00
EDA Industrial Park	\$4,642.44
Reliever Route	\$261,022.34
2005 Certificates of Obligation (Water Projects)	\$2,415,135.89
1998 Park Improvements G.O.	\$0.00
1998 Combination Tax & Revenue C/O's (Street; Compost)	\$3,840.46
1999 Combination Tax & Revenue C/O's (Golf Course)	\$2,212.64
1999 Combination Tax & Revenue C/O's (Animal Control; Municipal Court)	\$243.89
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.)	\$7,930.73
2001 Combination Tax & Revenue C/O's (Capital Equip. & Improvements)	\$267,500.25
2001 Combination Tax & Revenue C/O's (Water/Wastewater Phase II CIP)	\$461,026.06
2003 Combination Tax & Revenue C/O's (Capital Equip. & Improvements)	\$477,970.86
2003 Combination Tax & Revenue C/O's (Water/Wastewater Phase III CIP)	\$1,566,937.00
2007 Combination Tax & Revenue C/O's (Police Facility)	\$5,436,920.35
TOTAL CASH & INVESTMENTS	<u>\$25,704,783.76</u>

RECAP OF CASH & INVESTMENTS:

INVESTMENTS IN TEXPOOL	\$ 18,624,025.22
INVESTMENTS IN TEXSTAR	5,259,941.87
DISCOUNT NOTES	501,288.85
CASH IN BANK	1,319,527.82
TOTAL CASH & INVESTMENTS	<u>\$ 25,704,783.76</u>

CITY OF COPPERAS COVE
INVESTMENT SCHEDULE
As of February 28, 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.

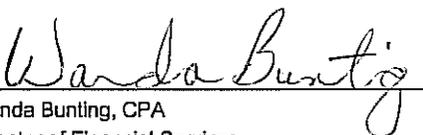
TEXPOOL Investments	Market Value 01/31/08	Investments	Redemptions	Accrued Interest	Book Value 02/29/08	Market Value 02/29/08
General Fund	\$ 5,968,512.85	\$ 1,614,080.19	\$ 664,080.19	\$ 17,763.33	\$ 6,936,276.18	\$ 6,936,276.18
Water & Sewer Fund	2,779,184.61	416,604.00	775,851.63	7,009.56	2,426,946.54	2,426,946.54
Solid Waste Fund	880,114.66	-	110,000.00	2,146.08	772,260.74	772,260.74
Drainage Utility Fund	873,574.39	26,594.00	25,952.25	2,409.46	876,625.60	876,625.60
Interest & Sinking Fund	1,210,564.47	311,904.52	341,204.24	3,087.93	1,184,352.68	1,184,352.68
Youth Activities Fund	97,795.44	-	6,000.00	253.03	92,048.47	92,048.47
Cemetery Fund	-	-	-	-	-	-
Golf Course Interest & Sinking	39.49	-	-	0.05	39.54	39.54
Small Business Revolving Loan Fund	47,543.52	425.00	-	130.83	48,099.35	48,099.35
Hotel/Motel Fund	152,455.79	7,372.71	-	433.63	160,262.13	160,262.13
Municipal Court Special Revenue Fund	184,312.38	1,179.96	-	506.14	185,998.48	185,998.48
1997 C/O Fund	1,311.96	-	-	3.61	1,315.57	1,315.57
1998 G.O. Bond Fund	457.25	-	-	1.21	458.46	458.46
1998 C/O Bond Fund	3,830.00	-	-	10.46	3,840.46	3,840.46
1999 C/O Bond Fund (Animal Control, etc.)	243.26	-	-	0.63	243.89	243.89
1999 C/O Bond Fund (Golf Course)	2,206.60	-	-	6.04	2,212.64	2,212.64
1999 C/O Bond Fund (Solid Waste)	7,909.14	-	-	21.59	7,930.73	7,930.73
2001 C/O Bond Fund (Governmental)	290,439.97	-	23,700.00	760.28	267,500.25	267,500.25
2001 C/O Bond Fund (W&S Phase II)	459,770.38	-	-	1,255.68	461,026.06	461,026.06
2007 C/O Police Facility	4,912,339.04	-	-	13,415.96	4,925,755.00	4,925,755.00
Reliever Route	270,809.51	-	715.00	737.94	270,832.45	270,832.45
Total TEXPOOL Investments	\$ 18,143,414.71	\$ 2,378,160.38	\$ 1,947,503.31	\$ 49,953.44	\$ 18,624,025.22	\$ 18,624,025.22

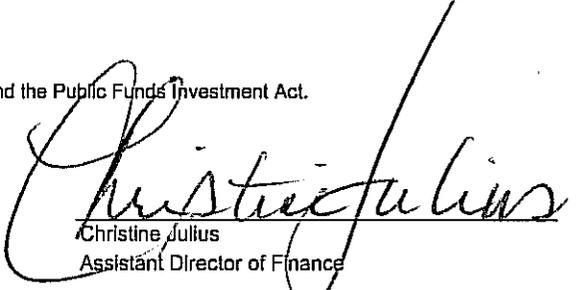
TEXSTAR Investments	Market Value 01/31/08	Investments	Redemptions	Accrued Interest	Book Value 02/29/08	Market Value 02/29/08
2003 C/O Project Fund (Governmental)	\$ 476,674.69	\$ -	\$ -	\$ 1,296.17	\$ 477,970.86	\$ 477,970.86
2003 C/O Project Fund (W&S Phase III)	1,825,496.16	-	262,458.24	4,599.08	1,567,637.00	1,567,637.00
EDA Grant	-	-	-	-	-	-
2005 C/O Project Fund (Water Projects)	2,417,768.56	-	1,295.00	6,571.37	2,423,044.93	2,423,044.93
2006 Tax Notes - Police Building Project	820,511.45	135.00	31,515.24	2,157.87	791,289.08	791,289.08
Total TEXSTAR Investments	\$ 5,540,450.86	\$ 135.00	\$ 295,268.48	\$ 14,624.49	\$ 5,259,941.87	\$ 5,259,941.87

Discount Notes	Market Value 01/31/08	Investments	Redemptions	Accrued Interest	Book Value 02/29/08	Market Value 02/29/08
2007 C/O Police Facility	\$ -	\$ 500,000.00	\$ -	\$ 1,288.85	\$ 501,288.85	\$ 500,000.00
Total Discount Notes	\$ -	\$ 500,000.00	\$ -	\$ 1,288.85	\$ 501,288.85	\$ 500,000.00

Total Investments	\$ 23,683,865.57	\$ 2,878,295.38	\$ 2,242,771.79	\$ 65,866.78	\$ 24,385,255.94	\$ 24,383,967.09
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This report is in compliance with the investment strategies as approved and the Public Funds Investment Act.


Wanda Bunting, CPA
Director of Financial Services


Christine Julius
Assistant Director of Finance



TEXPOOL

THE TEXAS INVESTMENT SERVICE FOR PUBLIC FUNDS

March 2008

PERFORMANCE

<i>As of February 29, 2008</i>	<i>TexPool</i>	<i>TexPool Prime</i>
Current Invested Balance	\$22,015,161,994.29	\$1,901,750,068.04
Weighted Average Maturity (1)*	35 Days	32 Days
Weighted Average Maturity (2)*	84 Days	33 Days
Net Asset Value	1.00040	1.00001
Total Number of Participants	2,075	88
Management Fee on Invested Balance	0.0485%	0.065%
Interest Distributed	\$61,597,255.76	\$5,271,825.91
Management Fee Collected	\$866,880.69	\$59,885.22
Standard & Poor's Current Rating	AAAm	AAAm
February Averages		
Average Invested Balance	\$22,573,598,125.69	\$1,907,349,505.65
Average Monthly Yield, on a simple basis (3)*	3.4374%	3.4828%
Average Weighted Average Maturity (1)*	31 Days	29 Days
Average Weighted Average Maturity (2)*	81 Days	31 Days

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

Economic and Market Commentary – February 29, 2008

With policymakers on the sidelines for the entire month, investors were left to debate for themselves the size of the next cut in benchmark interest rates, presumably at the FOMC meeting on March 18. In reflection of an economy caught in an abrupt growth slowdown — but with inflationary pressures still evident — investors vacillated between expecting a 25, 50, or 75 basis point reduction in the Federal funds rate. As the month ended, the consensus forecast was for a 25 or 50 basis point cut at the March meeting, a move which would take benchmark rates down to 2.75% or 2.50%.

Clearly, the Federal Reserve is walking a fine line between acting aggressively enough to forestall recession but not so aggressively as to stoke inflation. In an effort to have it both ways, perhaps, the Bernanke Fed assured nervous bond investors that the central bank is poised to quickly tighten monetary policy when it became clear that the economy was out of the woods. In our view, the Fed is determined to avoid going to the monetary extremes that they may have reached earlier this decade, when the Alan Greenspan-led Fed dropped policy rates to just 1% and held them at that level for thirteen months. Absent an economic meltdown that we do not foresee, we believe that the funds rate will bottom at no lower than 2% later this year.

Despite the uncertainty, we were pleased to find several pockets of value in the cash market. In TexPool Prime, spreads remained at levels that were above historic norms, thus providing attractive opportunities for managers willing and able to do their credit homework. Conditions were somewhat more challenging in TexPool due to tighter spreads in the government sector. Still, we found value at both the shorter and longer ends of the government curve. Although both Fannie Mae and Freddie Mac reported earnings in February that were lower than expected, we emphasize that the exposure of Fannie and Freddie to the subprime mortgage sector — an exposure that has been documented and discounted — is manageable and not cause for significant concern. As always, we will monitor the situation closely and make changes as needed consistent with the high priority we place on safety and credit quality.

ANNOUNCEMENTS

New Participants

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

1. City of Hallettsville (Prime)
2. Harris County MUD #345
3. Port Arthur ISD
4. City of Eden
5. Nocona ISD
6. Chico ISD
7. Town of Westover Hills

Holiday Reminder

In observance of Good Friday, TexPool will be closed on Friday, March 21, 2008. ACH transactions placed on Thursday, March 20, 2008 will settle Monday, March 24, 2008. Wires received on March 21, 2008 will have a transaction date of March 24, 2008. Please plan accordingly for your liquidity needs.

Market Updates

For the latest in Market Updates check the TexPool website, www.texpool.com.



TexPool

PORTFOLIO ASSET SUMMARY AS OF February 29, 2008

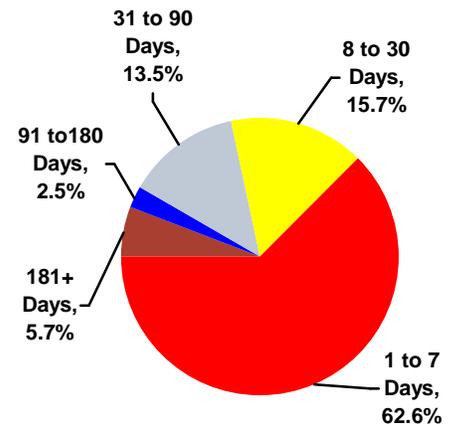
	Book Value	Market Value
Uninvested Balance	\$(181,074.62)	\$(181,074.62)
Accrual of Interest Income	29,654,876.31	29,654,876.31
Interest and Management Fees Payable	(61,592,960.82)	(61,592,960.82)
Payable for Investments Purchased	0.00	0.00
Repurchase Agreements	15,269,250,000.00	15,270,650,756.20
Mutual Fund Investments	0.00	0.00
Government Securities	6,778,031,153.42	6,785,619,286.17
Total	\$22,015,161,994.29	\$22,024,150,883.78

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.

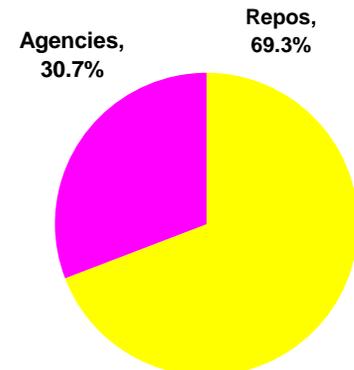
DAILY SUMMARY

Date	Money Mkt Fund Equiv (SEC Std.)	Daily Allocation Factor	TexPool Invested Balance	Market Value Per Share	WAM Days (1)	WAM Days (2)
02/01	3.5280%	0.000096658	\$22,131,000,778.81	1.00056	29	79
02/02	3.5280%	0.000096658	\$22,131,000,778.81	1.00056	29	79
02/03	3.5280%	0.000096658	\$22,131,000,778.81	1.00056	29	79
02/04	3.6324%	0.000099519	\$22,192,827,807.71	1.00054	27	76
02/05	3.5661%	0.000097700	\$22,642,119,115.13	1.00053	27	75
02/06	3.3960%	0.000093041	\$22,816,764,597.98	1.00051	28	77
02/07	3.4313%	0.000094007	\$22,937,329,959.45	1.00051	27	77
02/08	3.4469%	0.000094435	\$23,062,711,685.62	1.00049	28	77
02/09	3.4469%	0.000094435	\$23,062,711,685.62	1.00049	28	77
02/10	3.4469%	0.000094435	\$23,062,711,685.62	1.00049	28	77
02/11	3.4799%	0.000095341	\$23,098,861,016.41	1.00047	26	75
02/12	3.4826%	0.000095415	\$23,151,072,892.45	1.00045	26	80
02/13	3.5007%	0.000095910	\$23,169,904,306.68	1.00043	28	81
02/14	3.5525%	0.000097328	\$22,705,084,462.04	1.00043	28	83
02/15	3.6052%	0.000098773	\$22,415,935,012.21	1.00040	33	86
02/16	3.6052%	0.000098773	\$22,415,935,012.21	1.00040	33	86
02/17	3.6052%	0.000098773	\$22,415,935,012.21	1.00040	33	86
02/18	3.6052%	0.000098773	\$22,415,935,012.21	1.00040	33	86
02/19	3.5087%	0.000096129	\$22,550,639,647.39	1.00039	32	83
02/20	3.3244%	0.000091079	\$22,581,150,744.88	1.00037	35	83
02/21	3.2754%	0.000089736	\$22,655,086,523.78	1.00036	35	83
02/22	3.2704%	0.000089599	\$22,525,718,717.95	1.00034	36	85
02/23	3.2704%	0.000089599	\$22,525,718,717.95	1.00034	36	85
02/24	3.2704%	0.000089599	\$22,525,718,717.95	1.00034	36	85
02/25	3.2711%	0.000089619	\$22,422,281,481.02	1.00034	34	83
02/26	3.2499%	0.000089039	\$22,382,880,841.94	1.00033	35	82
02/27	3.2319%	0.000088546	\$22,313,441,005.38	1.00035	34	82
02/28	3.2603%	0.000089322	\$22,177,705,652.61	1.00036	34	82
02/29	3.3644%	0.000092174	\$22,015,161,994.29	1.00040	35	84
Averages	3.4374%	0.000094175	\$22,573,598,125.69		31	81

Portfolio By Maturity
As of February 29, 2008



Portfolio By Type of Investment
As of February 29, 2008



	Number of Participants	Balance
School District	530	\$8,618,757,010.13
Higher Education	53	\$2,209,232,918.91
Health Care	78	\$873,765,558.50
Utility District	624	\$2,116,744,114.61
City	416	\$5,699,801,553.28
County	161	\$2,110,649,418.16
Other	213	\$385,360,269.67

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 February 29, 2008

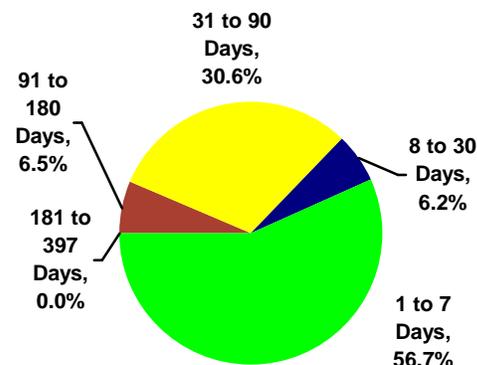
	Book Value	Market Value
Uninvested Balance	\$(442.93)	\$(442.93)
Accrual of Interest Income	320,467.82	320,467.82
Interest and Management Fees Payable	(5,271,823.60)	(5,271,823.60)
Payable for Investments Purchased	0.00	0.00
Repurchase Agreements	833,418,000.00	833,418,000.00
Mutual Fund Investments	50,000,000.00	50,000,000.00
Government Securities	0.00	0.00
Commercial Paper	985,483,866.75	985,501,758.70
Bank Instruments	0.00	0.00
Variable Rate Note	37,800,000.00	37,793,271.60
Total	\$1,901,750,068.04	\$1,901,761,231.59

Market value of collateral supporting the Repurchase Agreements is at least 102% of the Book Value. The portfolio is managed by Federated Investors and the assets are safe kept in a separate custodial account at State Street Bank in the name of TexPool 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.

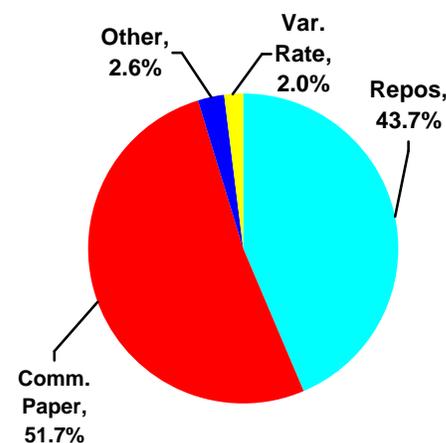
DAILY SUMMARY

Date	Money Mkt Fund Equiv (SEC Std.)	Daily Allocation Factor	TexPool Invested Balance	Market Value Per Share	WAM Days (1)	WAM Days (2)
02/01	3.5813%	0.000098119	\$1,777,824,806.71	1.00019	23	25
02/02	3.5813%	0.000098119	\$1,777,824,806.71	1.00019	23	25
02/03	3.5813%	0.000098119	\$1,777,824,806.71	1.00019	23	25
02/04	3.6919%	0.000101148	\$1,819,326,845.71	1.00025	21	23
02/05	3.6036%	0.000098728	\$1,852,113,151.67	1.00022	20	22
02/06	3.4694%	0.000095053	\$1,836,361,205.95	1.00022	23	24
02/07	3.4649%	0.000094929	\$1,929,077,969.87	1.00017	23	24
02/08	3.4800%	0.000095343	\$1,965,719,579.85	1.00008	24	25
02/09	3.4800%	0.000095343	\$1,965,719,579.85	1.00008	24	25
02/10	3.4800%	0.000095343	\$1,965,719,579.85	1.00008	24	25
02/11	3.4920%	0.000095670	\$2,062,518,963.87	1.00014	25	26
02/12	3.4991%	0.000095866	\$2,057,750,201.31	1.00012	28	29
02/13	3.5234%	0.000096532	\$1,993,226,356.50	1.00009	30	31
02/14	3.5449%	0.000097120	\$1,963,917,440.75	1.00005	33	34
02/15	3.5754%	0.000097956	\$1,920,110,611.40	0.99990	35	37
02/16	3.5754%	0.000097956	\$1,920,110,611.40	0.99990	35	37
02/17	3.5754%	0.000097956	\$1,920,110,611.40	0.99990	35	37
02/18	3.5754%	0.000097956	\$1,920,110,611.40	0.99990	35	37
02/19	3.5102%	0.000096169	\$1,919,177,913.46	1.00002	33	34
02/20	3.3648%	0.000092186	\$1,918,997,342.37	1.00000	33	34
02/21	3.3683%	0.000092282	\$1,902,224,668.21	0.99998	34	35
02/22	3.3644%	0.000092174	\$1,911,918,726.70	0.99986	35	37
02/23	3.3644%	0.000092174	\$1,911,918,726.70	0.99986	35	37
02/24	3.3644%	0.000092174	\$1,911,918,726.70	0.99986	35	37
02/25	3.3712%	0.000092363	\$1,891,307,866.08	0.99996	33	34
02/26	3.3670%	0.000092246	\$1,876,405,265.53	0.99996	33	34
02/27	3.3596%	0.000092045	\$1,878,555,819.38	1.00000	32	34
02/28	3.3831%	0.000092689	\$1,863,592,799.76	1.00000	32	33
02/29	3.4078%	0.000093365	\$1,901,750,068.04	1.00001	32	33
Averages	3.4828%	0.000095418	\$1,907,349,505.65		29	31

Portfolio By Maturity As of February 29, 2008



Portfolio By Type of Investment As of February 29, 2008



	Number of Participants	Balance
School District	49	\$1,554,097,834.58
Higher Education	4	\$23,561,013.77
Health Care	5	\$7,558,327.93
Utility District	2	\$47,104,506.72
City	15	\$60,664,885.57
County	7	\$208,443,218.90
Other	6	\$319,108.70

*(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.

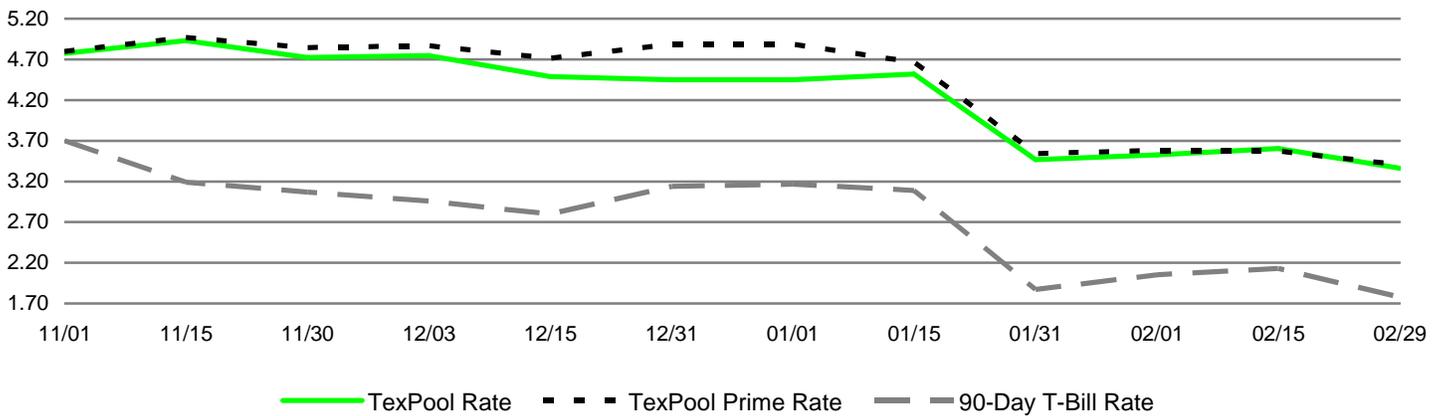


TEXPOOL

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 • 1-866-839-7665 (1-888-TEX-POOL) • Fax: 866-839-3291



Monthly Newsletter - February 2008

Performance

As of February 29, 2008

Current Invested Balance	\$6,294,186,095.49
Weighted Average Maturity (1)	17 Days
Weighted Average Maturity (2)	85 Days
Net Asset Value	1.000401
Total Number of Participants	609
Management Fee on Invested Balance	0.12%*
Interest Distributed	\$17,219,416.46
Management Fee Collected	\$249,591.10
% of Portfolio Invested Beyond 1 Year	8.86%
Standard & Poor's Current Rating	AAAM

February Averages

Average Invested Balance	\$6,241,940,362.82
Average Monthly Yield, on a simple basis	3.4224%
Average Weighted Average Maturity (1)*	17 Days
Average Weighted Average Maturity (2)*	82 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 February 2008:

- ★ City of Fort Stockton
- ★ Brazoria Fort Bend County MUD 1
- ★ Argyle ISD
- ★ Travis County Healthcare District
- ★ Pecos-Barstow-Toyah ISD
- ★ Northeast Hospital Authority

Holiday Reminder

Please note that in observance of the Good Friday holiday, **TexSTAR will be closed on Friday, March 21, 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

Economic data point to continued anemic growth. The estimated probability of recession increased to 45% as consumer confidence plummeted, labor market conditions softened, stock prices fell, housing problems continued, and credit issues worsened. In addition, both gas prices and mortgage rates shifted upward again as inflation firmed. The pace of layoffs accelerated, with the four-week average of initial jobless claims climbing to 360,500 at the end of January. The unemployment rate is expected to tick up to 5.0% as consumers find jobs more difficult to obtain. Existing home sales edged down 0.4% in January while new home sales slid 2.8% in the same period. Also inventories of existing homes, which make up almost 90% of total homes for sale, bounced up 5.5%.

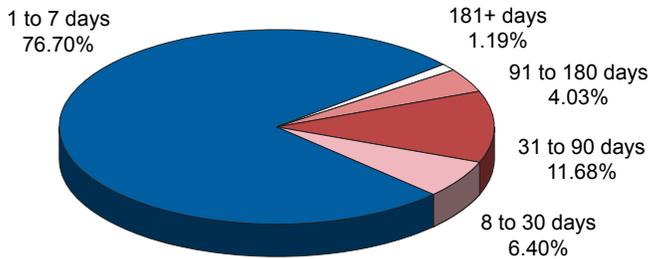
Inflation news turned unfavorable last month as broad-based firming was reported in both the core PCE and core CPI. The January core CPI rose a higher-than-expected 0.3%, pushing its year-on-year increase to an elevated 2.5%. In the markets' continued flight to quality, Treasury yields plummeted further and the curve steepened by 18 bps as the spread between two and five-year Treasury notes ended February at +85 bps. Two-year yields ended the month down 48 bps at 1.62% and five-year yields ended down 29 bps at 2.47%. Meanwhile, LIBOR rates declined slightly, with one-month and twelve-month rates lower by 3 bps and 14 bps at 3.11% and 2.71%, respectively.

The Fed is expected to cut rates by 50 bps at the March 18th FOMC meeting. Despite the uptrend in inflation, the Fed's focus remains on economic growth, and they will most likely cut rates as much as necessary to stimulate growth. The economy should grow at a 1.0% annualized pace in the first quarter, boosted by strength in net exports. Solid economic growth is anticipated in the second half of the year as the effects of the federal stimulus package and the lagged effects of monetary policy take effect.

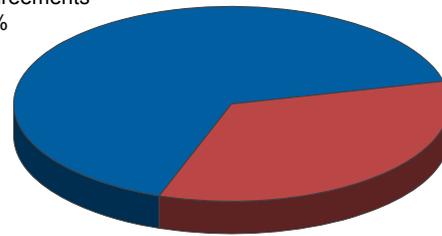
For more information about TexSTAR, please visit our web site at www.texstar.org.

Information at a Glance

Portfolio by Type of Investment As of February 29, 2008



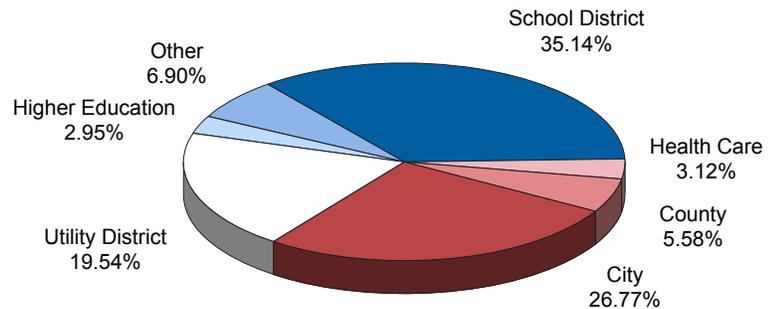
Repurchase Agreements
66.11%



Agencies
33.89%

Portfolio by Maturity As of February 29, 2008

Distribution of Participants by Type As of February 29, 2008



Performance

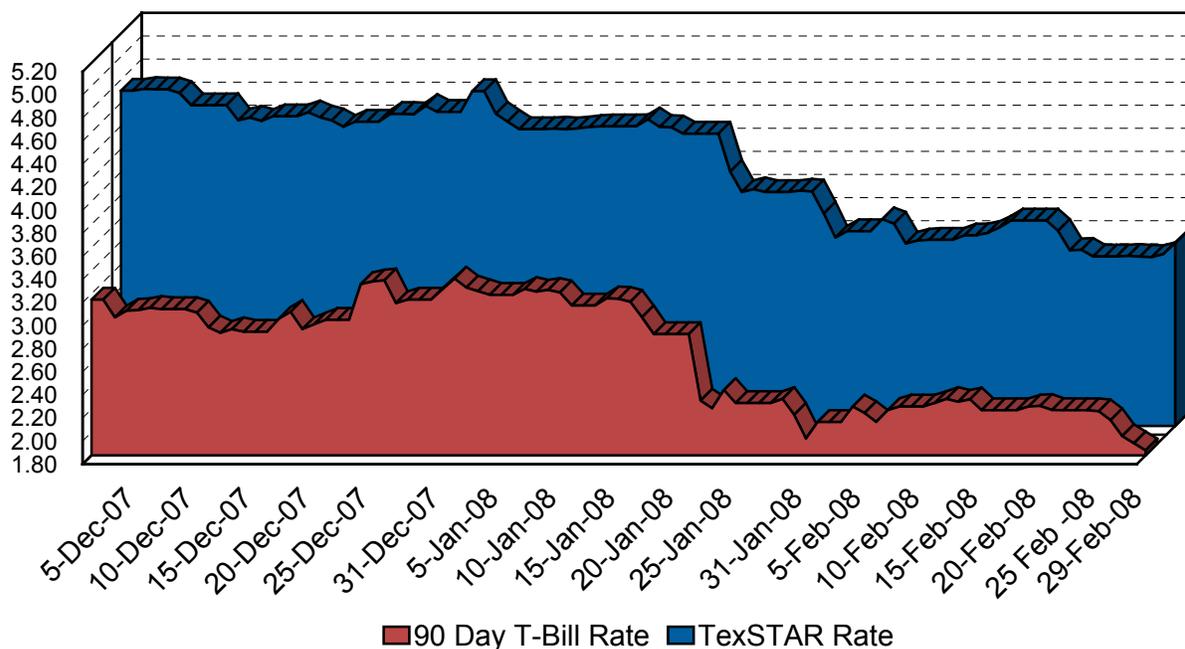
Month	Average Rate	Book Value	Market Value	Net Asset Value	WAM (1)*	WAM (2)*	Number of Participants
Feb 08	3.4224%	\$ 6,294,186,095.49	\$ 6,296,863,425.91	1.000401	17	82	609
Jan 08	4.2033%	5,919,661,192.90	5,923,891,294.00	1.000714	22	80	603
Dec 07	4.5430%	5,180,414,831.71	5,181,584,153.60	1.000202	21	79	594
Nov 07	4.6975%	4,999,671,312.52	5,000,767,637.47	1.000190	18	79	591
Oct 07	4.9007%	4,793,406,663.48	4,794,712,410.18	1.000272	19	84	584
Sep 07	5.1175%	5,101,146,389.66	5,102,374,857.54	1.000240	20	78	573
Aug 07	5.2540%	5,117,776,256.51	5,118,532,127.32	1.000118	16	42	567
Jul 07	5.2829%	5,037,425,646.08	5,037,616,062.72	1.000037	18	22	554
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

Portfolio Asset Summary as of February 29, 2008

	Book Value	Market Value
Uninvested Balance	\$ 967.04	\$ 967.04
Accrual of Interest Income	7,105,105.62	7,105,105.62
Interest and Management Fees Payable	(17,263,014.51)	(17,263,014.51)
Payable for Investment Purchased	(15,000,000.00)	(15,000,000.00)
Repurchase Agreements	4,179,793,000.00	4,179,793,000.00
Government Securities	2,139,550,037.34	2,142,227,367.76
Total	\$ 6,294,186,095.49	\$ 6,296,863,425.91

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 February 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-Feb-08	3.4863%	0.000095517	6,001,200,908.16	1.000665	19	83
2-Feb-08	3.4864%	0.000095517	6,001,200,908.16	1.000665	19	83
3-Feb-08	3.4864%	0.000095517	6,001,200,908.16	1.000665	19	83
4-Feb-08	3.5905%	0.000098371	6,087,906,760.44	1.000617	19	81
5-Feb-08	3.5516%	0.000097304	6,152,861,176.60	1.000608	18	80
6-Feb-08	3.3800%	0.000092603	6,220,981,868.15	1.000598	18	79
7-Feb-08	3.4061%	0.000093319	6,247,017,684.98	1.000577	17	81
8-Feb-08	3.4129%	0.000093503	6,334,441,448.17	1.000544	16	79
9-Feb-08	3.4129%	0.000093503	6,334,441,448.17	1.000544	16	79
10-Feb-08	3.4129%	0.000093503	6,334,441,448.17	1.000544	16	79
11-Feb-08	3.4505%	0.000094533	6,372,764,118.26	1.000525	16	78
12-Feb-08	3.4516%	0.000094564	6,389,289,180.39	1.000510	16	81
13-Feb-08	3.4713%	0.000095105	6,349,435,552.35	1.000503	16	82
14-Feb-08	3.5191%	0.000096414	6,353,279,160.89	1.000487	15	81
15-Feb-08	3.5798%	0.000098077	6,225,923,069.39	1.000468	16	81
16-Feb-08	3.5798%	0.000098077	6,225,923,069.39	1.000468	16	81
17-Feb-08	3.5798%	0.000098077	6,225,923,069.39	1.000468	16	81
18-Feb-08	3.5798%	0.000098077	6,225,923,069.39	1.000468	16	81
19-Feb-08	3.4898%	0.000095610	6,190,976,137.78	1.000455	16	82
20-Feb-08	3.3215%	0.000091000	6,186,634,497.54	1.000441	16	85
21-Feb-08	3.3260%	0.000091124	6,277,891,368.60	1.000425	15	83
22-Feb-08	3.2678%	0.000089528	6,265,724,692.94	1.000400	15	83
23-Feb-08	3.2678%	0.000089528	6,265,724,692.94	1.000400	15	83
24-Feb-08	3.2678%	0.000089528	6,265,724,692.94	1.000400	15	83
25-Feb-08	3.2732%	0.000089678	6,296,654,987.63	1.000386	17	84
26-Feb-08	3.2662%	0.000089484	6,290,367,870.77	1.000379	18	85
27-Feb-08	3.2622%	0.000089375	6,279,245,765.77	1.000386	18	85
28-Feb-08	3.2881%	0.000090085	6,318,984,870.67	1.000388	18	86
29-Feb-08	3.3826%	0.000092674	6,294,186,095.49	1.000401	17	85
Average	3.4224%	0.000093765	6,241,940,362.82		17	82

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>
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<i>Will Williams</i>	<i>JP Morgan Chase</i>	<i>Governing Board Asst. Sec./Treas.</i>
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<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 & 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

