

City of Copperas Cove
Financial Summary by Fund
May 31, 2008

GENERAL FUND

- May year-to-date revenues are above May year-to-date expenditures by \$1,978,463.
- Property tax revenue for May 2008 is \$30,857 or 10.8% below \$34,576 collected last May. Year-to-date property tax revenue is at \$5,985,901 or 10.6% above prior year-to-date collections.
- Year-to-date sales tax revenue of \$1,580,935 reflects a \$107,195 or 7.3% increase from the prior fiscal year.
- Year-to-date franchise tax revenue of \$399,371 is \$25,793 or 6.9% above prior year-to-date revenue.
- Interest earnings year-to-date of \$124,224 decreased by \$47,538 or 27.7% below the prior fiscal year-to-date earnings.
- General Fund expenditures year-to-date of \$8,530,269 reflect an increase of 5.6% over prior year-to-date expenditures of \$8,077,960

WATER & SEWER FUND

- Year-to-date revenues are exceeding year-to-date expenses by \$851,729.
- Water revenue totaled \$366,453 for the month. This is \$18,826 or 5.4% above May 2007. Year-to-date water revenue is at \$2,821,982 which is above the prior year-to-date revenue by \$43,993 or 1.6%.
- Sewer revenue totaled \$289,876 for the month. This is \$9,468 or 3.4% above May 2007. Year-to-date sewer revenue is at \$2,282,168 which is above the prior year-to-date revenue by \$69,325 or 3.1%.
- Interest earnings year-to-date of \$63,529 decreased by \$37,062 or 36.8% below the prior fiscal year-to-date earnings.
- Connect fees produced revenues of \$4,170 for the month; \$40,140 year-to-date.
- Water tap fees year-to-date are \$56,806; \$18,410 below prior year-to-date. Sewer tap fees year-to-date are \$15,020; \$3,900 below prior year-to-date.
- Expenses year-to-date of \$4,566,535 reflect an increase of 7.9% over prior year-to-date expenses of \$4,231,643. 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 \$130,514.
- Sanitary landfill fees for May 2008 are \$33,874; compared to \$35,690 in May 2007. Year-to-date revenue is at \$251,740 which is below the prior year-to-date revenue by \$12,691 or 4.8%.
- Refuse collection fees are \$201,046 for the month; an increase of \$13,030 over May 2007. Year-to-date revenue is at \$1,562,839 which is above the prior year-to-date revenue by \$85,668 or 5.8%.
- Interest earnings year-to-date of \$19,332 decreased by \$1,332 or 6.4% below the prior fiscal year-to-date earnings.
- Expenses year-to-date of \$1,858,505 reflect an increase of 14.8% above prior year-to-date expenses of \$1,619,337.

DRAINAGE UTILITY FUND

- Year-to-date revenues are exceeding year-to-date expenses by \$154,359.
- Drainage Utility fees for the month of May are \$70,771; an increase of \$2,414 or 3.5 % above May 2007. Year-to-date revenue is at \$557,782 which is above the prior year-to-date revenue by \$19,098 or 3.5%.
- Expenses year-to-date of \$425,619 reflect an increase of 48.3% above prior year-to-date expenses of \$287,050. 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 \$28,625. In addition, the year-to-date operating revenues include a transfer from the General Fund for \$59,072.
- Revenues for the month of May totaled \$53,597, compared to revenues for May 2007 of \$53,560. Year-to-date operating revenues are at \$374,617 which is above the prior year-to-date operating revenues by \$56,575 or 17.8%.
- Expenses for the month are \$75,184; \$5,515 below May 2007 expenses. Year-to-date expenses of \$462,314 reflect a decrease of 7.2% below prior year-to-date expenses of \$498,274.

City of Copperas Cove
Economic Indicators Summary
May 31, 2008

Unemployment Rate

- The unemployment rate for the month of May 2008 was 4.4%, which is slightly up from May 2007, recorded at 4.2%.

Sales Tax Collections

- Sales tax collections for May 2008 totaled \$244,461, compared to May 2007 collections of \$234,486. Year to date, sales tax collections are at \$1,580,935 or 7.3% above prior year-to-date collections of \$1,473,740.
- In addition to the City sales tax collected above, \$790,467 year-to-date was paid to the Copperas Cove Economic Development Corporation.

Water Customers

- During the month of May 2008 there were 13,102 active water accounts.
- May 2007 recorded 12,517 water customers, which indicates a 4.7% or 585 increase in water customers from May 2007 to May 2008.

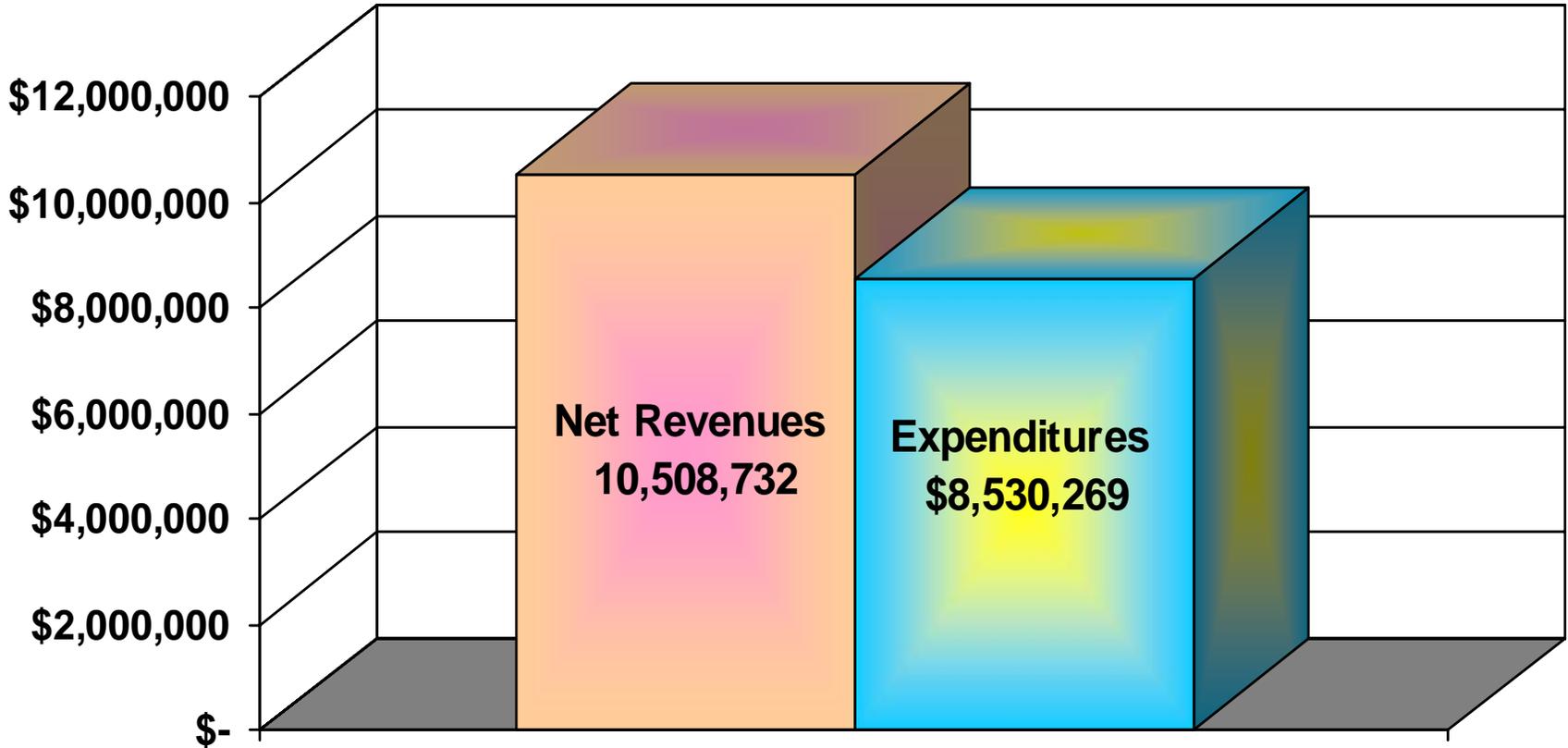
Building Permits

- The total dollar value of building permits issued for April 2008 was \$2,274,564 compared to \$4,416,343 in May 2007.
- 116 building permits were issued in May 2008 which is a decrease of 48 compared to that issued in May 2007.

Hotel Occupancy Tax Revenue

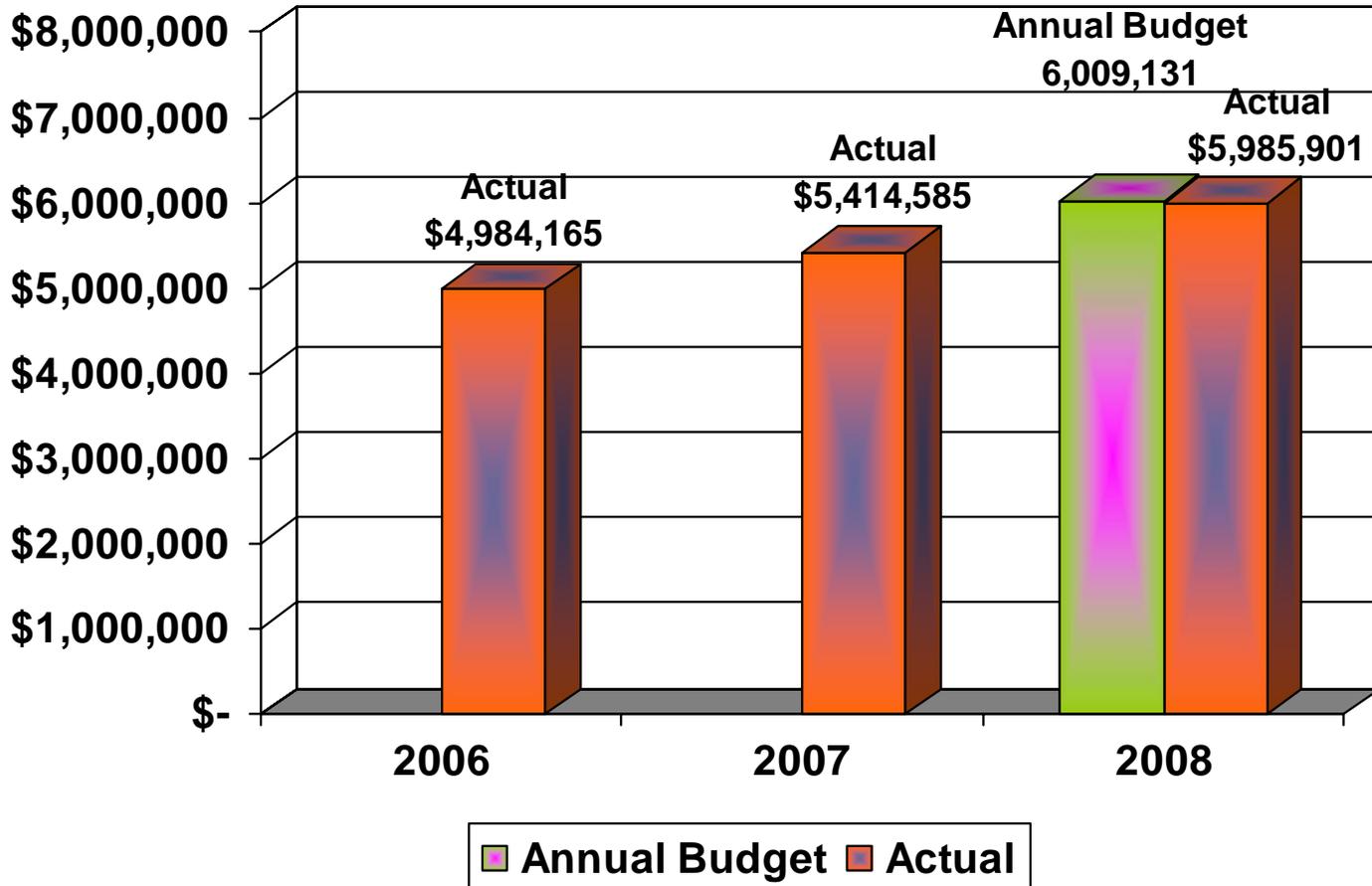
- Hotel occupancy tax collections for May 2008 were \$7,435.12 compared to \$7,033.89 collected in May 2007. Year to date, hotel occupancy tax collections are at \$111,127.73 or 52.7% above prior year-to-date collections of \$72,764.31.
- The hotel occupancy tax revenue is being reported consistently this fiscal year. Several hotels are reporting quarterly which reflects higher revenue in October, January, April, and July.

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



Net Revenues Expenditures

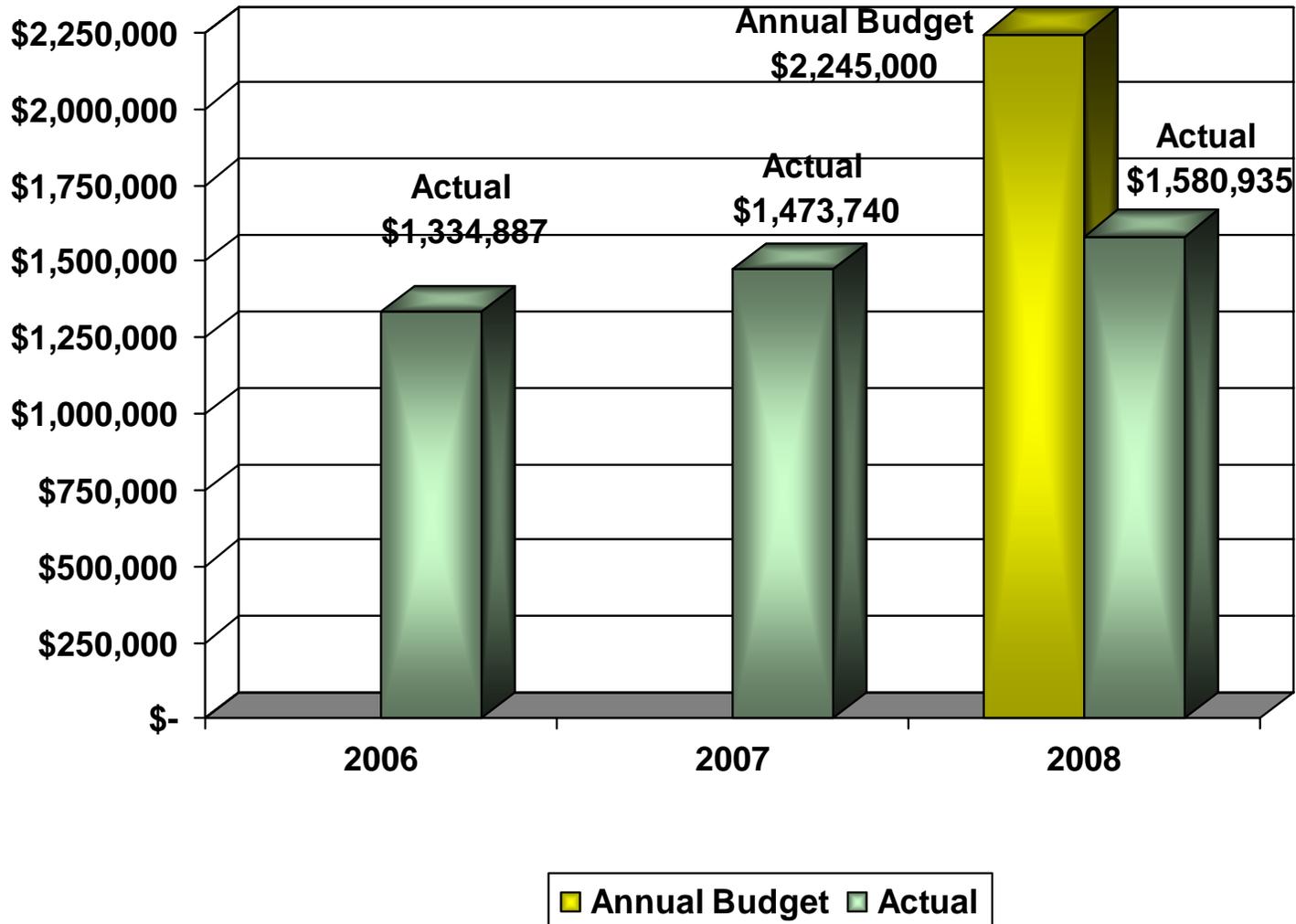
City of Copperas Cove General Fund Property Tax Revenue Trends FYTD (October through May)



➤ Property Tax revenue through 05/31/08 was **\$5,985,901**

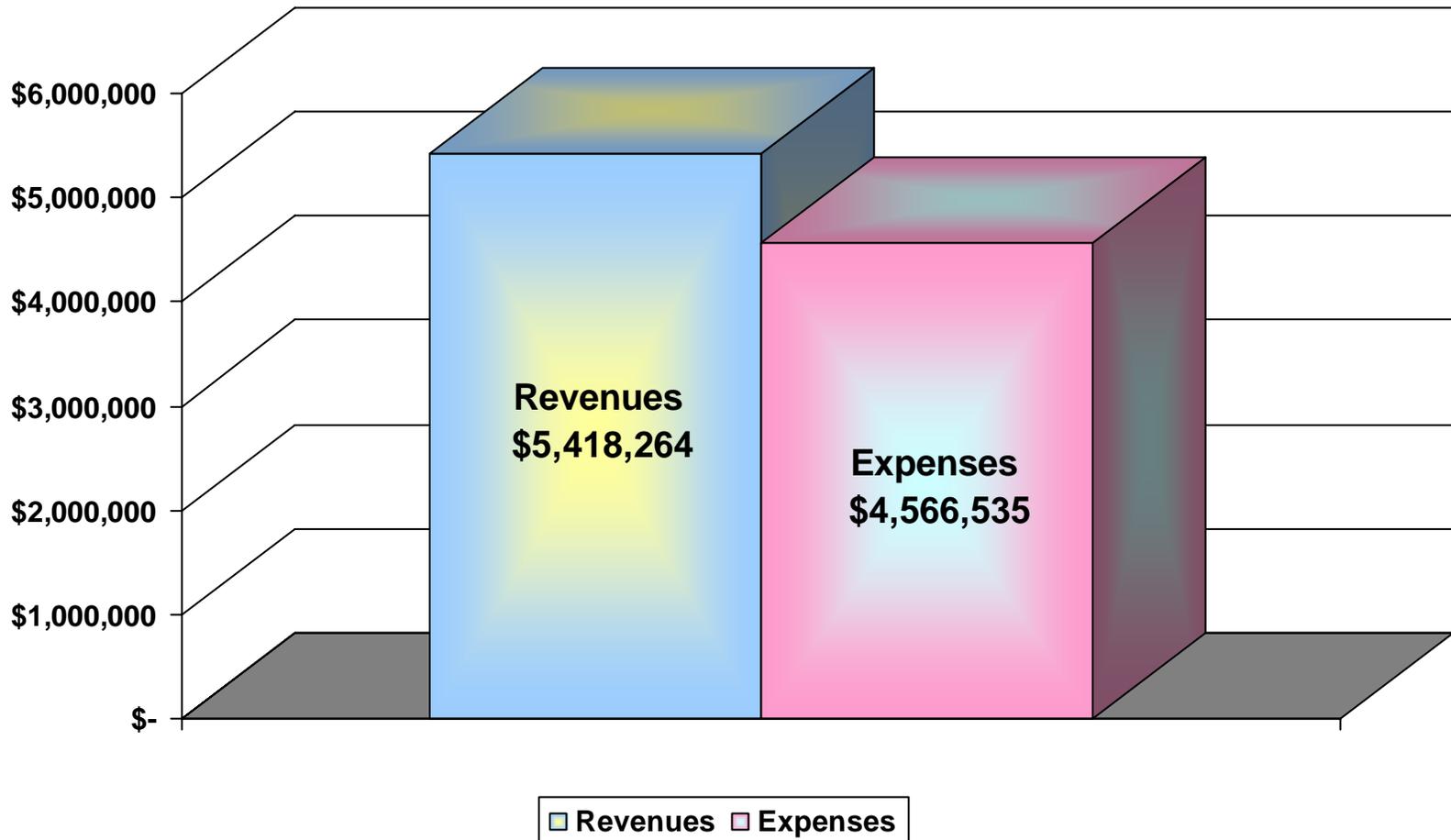
➤ **\$571,316** or 10.6% above prior year-to-date revenue

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

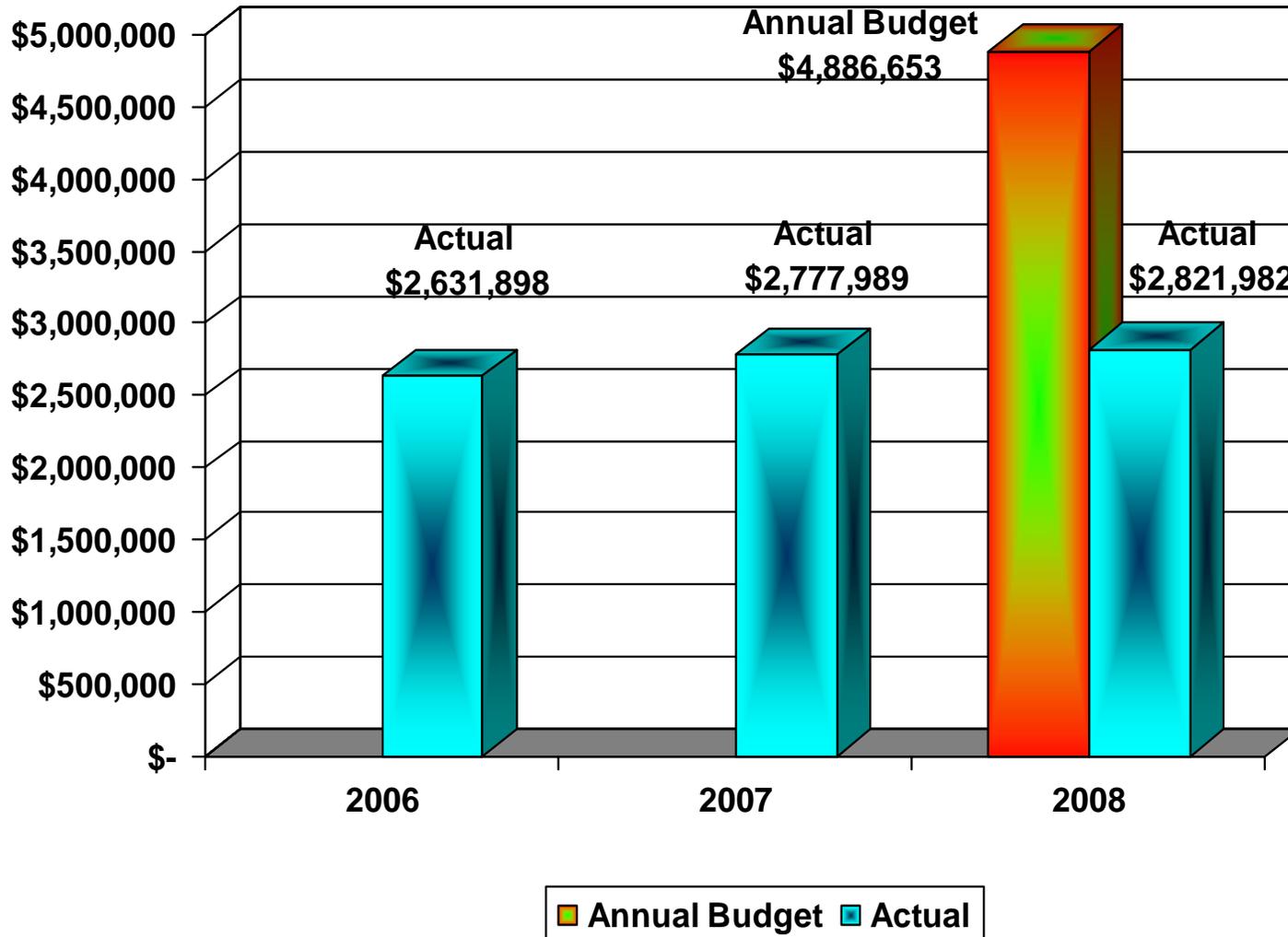


- Sales Tax Revenue through 05/31/08 was **\$1,580,935**
- **\$107,195** or 7.3% above prior year-to-date Sales Tax Revenue

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



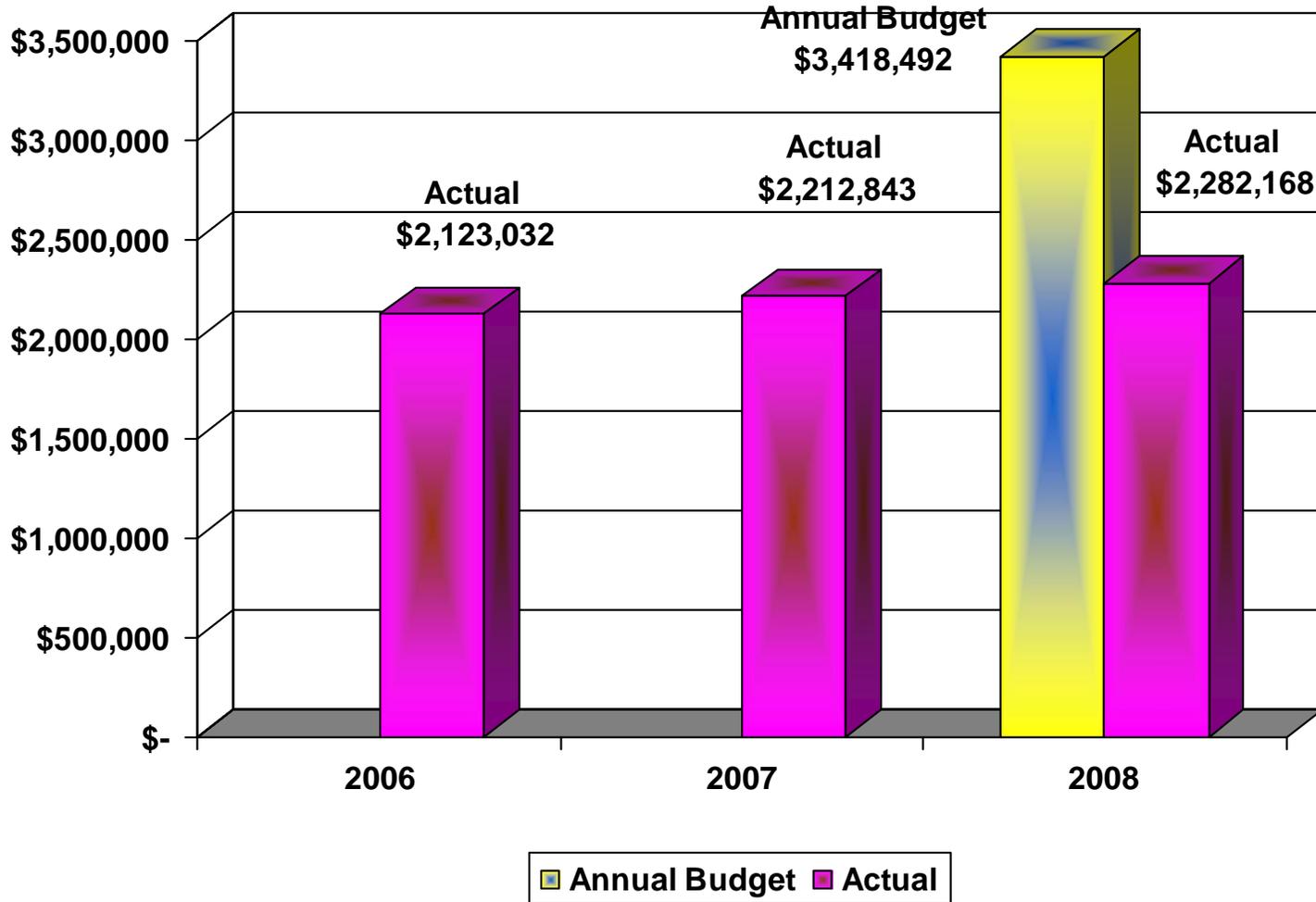
City of Copperas Cove Water Revenue Trends FYTD (October through May)



➤ Water Revenue through 05/31/08 was **\$2,821,892**

➤ **\$43,993** or 1.6% above prior year-to-date revenue

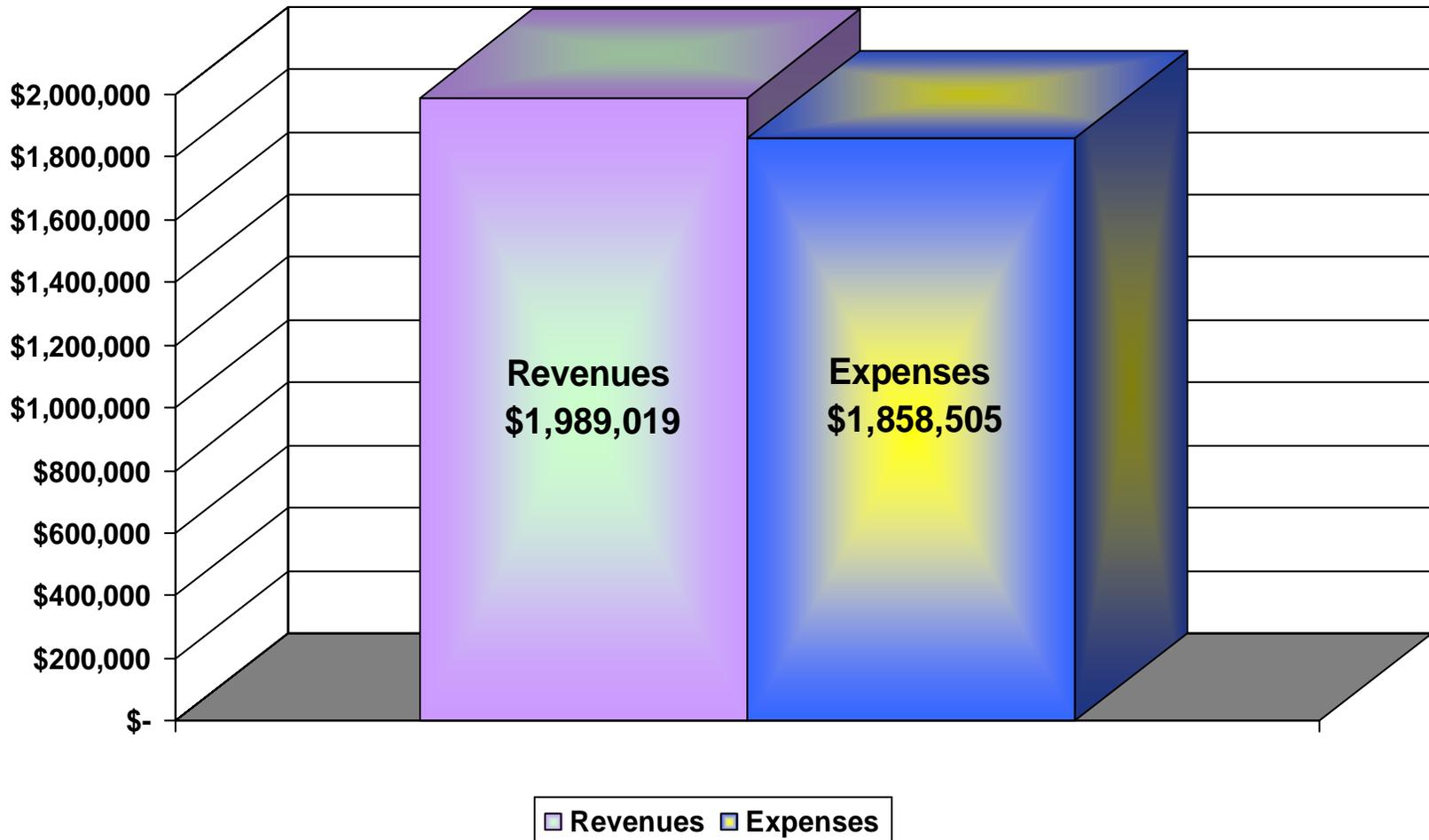
City of Copperas Cove Sewer Revenues FYTD (October through May)



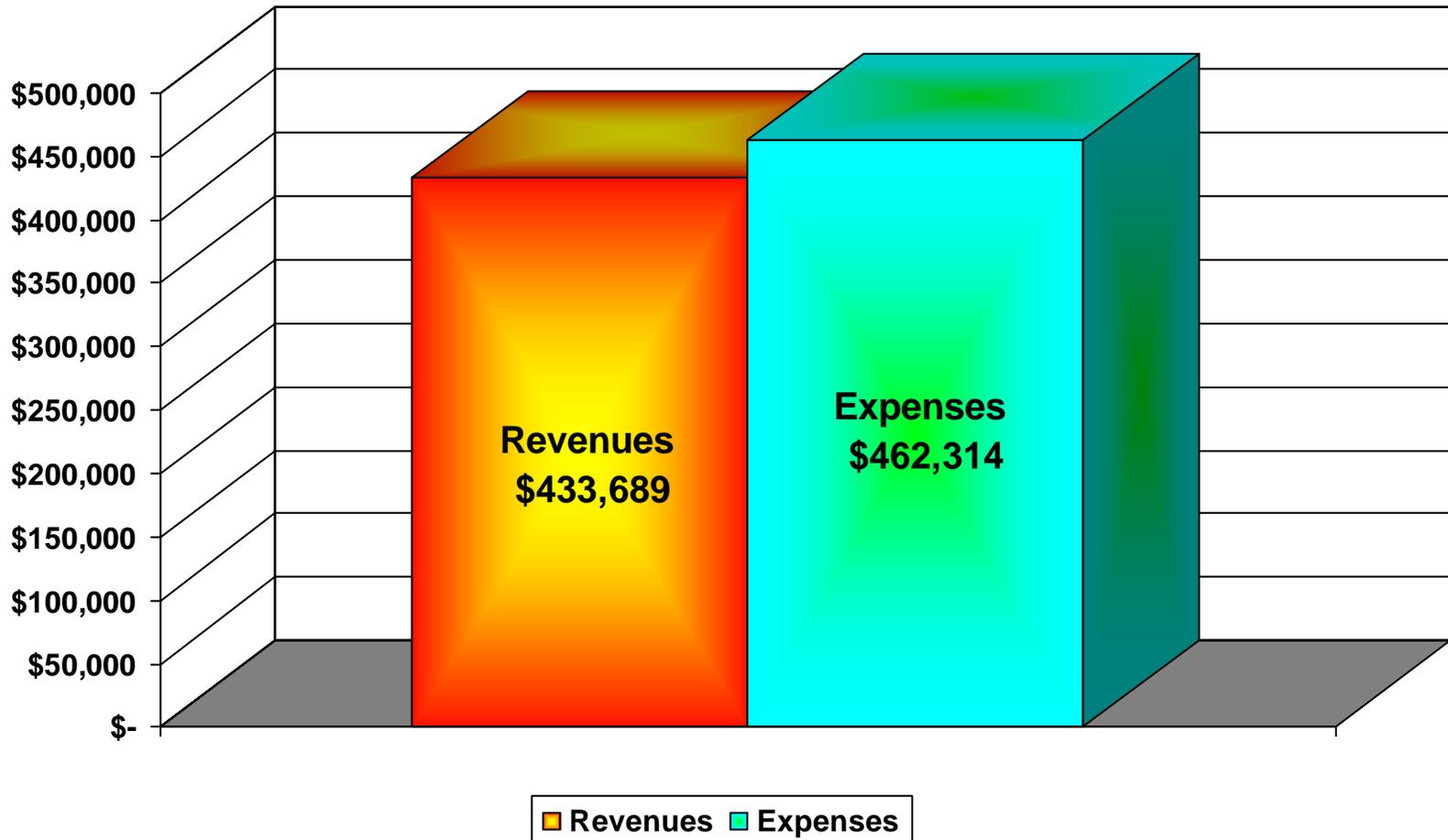
➤ Sewer Revenue through 05/31/08 was **\$2,282,168**

➤ **\$69,325** or 3.1% above prior year-to-date revenue

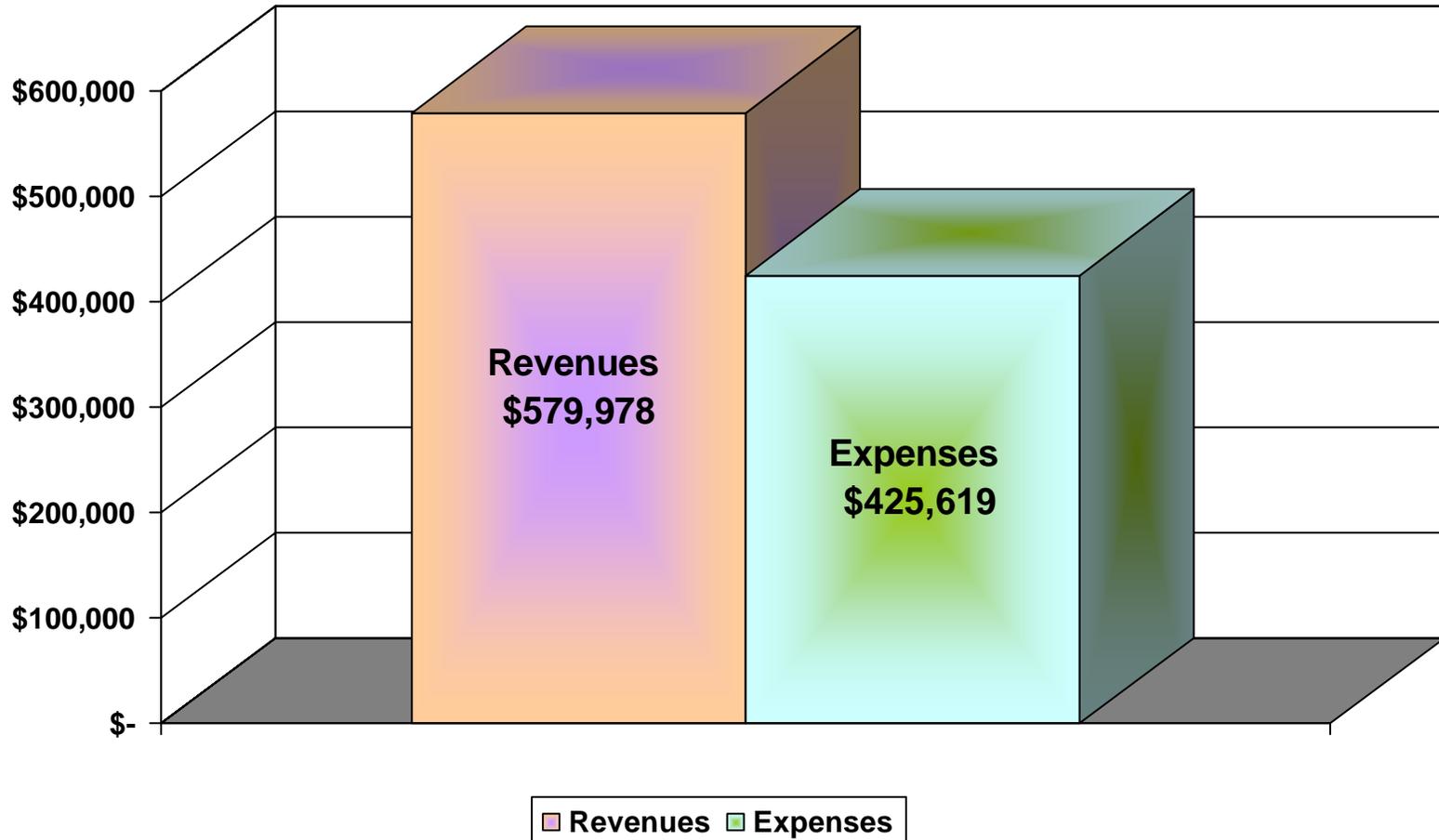
City of Copperas Cove Solid Waste Fund Revenues vs. Expenses FYTD (October through May)



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



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



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

Description	Adopted Budget*	Current Month May. 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	4,885,850	2,279,959	
TOTAL BEG. FUND BALANCE	\$ 3,384,115	5,885,850	3,279,959	
GENERAL FUND REVENUE				
Taxes				
Current Ad Valorem Taxes	\$ 6,009,131	30,857	5,985,901	99.6%
Delinquent Ad Valorem Taxes	53,000	4,223	58,383	110.2%
Penalty & Interest	38,000	4,525	36,969	97.3%
Sales Tax	2,245,000	244,461	1,580,935	70.4%
Franchise Tax	1,346,208	15,177	399,371	29.7%
TXU Settlement	35,633	-	35,633	100.0%
Mixed Drink Tax	17,000	-	10,024	59.0%
Bingo Tax	110,000	23,000	67,302	61.2%
Used Oil Revenue-Safety Clean/H&H	700	-	242	34.5%
Subtotal Taxes	\$ 9,854,672	322,242	8,174,759	83.0%
Licenses & Permits				
License-Bicycle	\$ 100	2	8	8.0%
License-Contractors	45,000	2,090	27,955	62.1%
License-Animal	4,000	130	2,707	67.7%
Permits-Building	90,000	4,480	45,010	50.0%
Permits-House Moving	200	-	-	0.0%
Permits - Street Cuts	9,000	456	6,861	76.2%
Permits-Electrical	23,000	1,225	11,775	51.2%
Permits-Solicitors	2,500	75	1,865	74.6%
Permits-Natural Gas Lines	2,000	165	1,160	58.0%
Permits-Garage Sales	7,000	960	4,530	64.7%
Permits-Plumbing	30,000	1,928	18,468	61.6%
Permits-Mechanical	18,000	1,000	9,250	51.4%
License-Taxicabs	1,000	-	300	30.0%
Permits-Car Wash	500	30	210	42.0%
Permits-Signs	1,500	25	410	27.3%
Permits-Swimming Pools	900	110	255	28.3%
Wrecker License	600	-	510	85.0%
Permit-Certificate of Occupancy	2,000	200	1,440	72.0%
Permits-Alarms	6,200	320	2,820	45.5%
False Alarm Penalties	1,150	50	801	69.6%
Permits-Alcohol License	600	-	510	85.0%
Permits-Well/Gas Drilling	3,000	2,000	5,000	N/A
Subtotal Licenses & Permits	\$ 248,250	15,246	141,844	57.1%

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

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

Description	Adopted Budget*	Current Month May. 2008	Total Year to Date	Percent Year to Date
Services & Charges				
Swimming Pool Receipts	\$ 52,400	7,998	8,508	16.2%
Community Building Rental	23,000	1,170	17,391	75.6%
Misc. Library Receipts	14,500	1,165	8,671	59.8%
Animal Shelter Fees	40,000	2,294	20,025	50.1%
Ambulance Fee Revenue ⁽¹⁾	776,818	56,127	402,484	51.8%
Copy Machines	5,200	433	3,326	64.0%
Mowing Revenue	20,000	661	9,127	45.6%
Sale of City Maps	600	57	469	78.2%
Service Charge-NSF Checks	12,000	725	6,425	53.5%
Plat Filing Fee Revenue	6,500	1,000	2,750	42.3%
RV Park Fees	12,000	1,280	7,255	60.5%
Police Overtime Reimbursement	20,000	252	14,292	71.5%
Police Restitution Revenue	3,000	74	2,261	75.4%
Festival Reimbursements	13,094	-	203	1.5%
Special Events-Seniors	1,500	-	1,258	83.9%
Library Meeting Room Rental	2,500	-	2,378	95.1%
Open Records Revenue	1,500	429	1,456	97.1%
Senior Games	1,500	-	-	0.0%
Fax Machine Fees	1,200	97	783	65.2%
Pool Rental Revenue	4,000	-	600	15.0%
Re-Inspection Fees	700	125	375	53.6%
Micro Chip of Animals Revenue	7,175	174	1,209	16.9%
Subtotal Services & Charges	\$ 1,019,187	74,059	511,245	50.2%
⁽¹⁾ Recorded net of billing fees.				
Fines & Forfeitures				
Municipal Court Fines	\$ 161,500	8,565	69,060	42.8%
Traffic Violation Fines	404,600	27,389	212,786	52.6%
Library Fines	16,500	1,682	11,744	71.2%
Arrest Warrant Income	138,500	6,230	63,404	45.8%
Child Safety Fund	12,800	1,382	7,629	59.6%
City's % of State Court Fines	57,500	-	40,262	70.0%
HB 70 Fees	14,000	991	7,517	53.7%
Arresting Officer Fees	33,000	2,026	16,268	49.3%
CCISD Liaison Funding	101,508	-	50,754	50.0%
Admin Fee-Teen Court	1,500	40	700	46.7%
Admin Fee-Defensive Driving	8,600	880	6,210	72.2%
Rezone Request Fees	3,000	-	800	26.7%
Variance Request Fees	300	-	110	36.7%
Subtotal Fines & Forfeitures	\$ 953,308	49,185	487,244	51.1%
Administration Reimb.				
Admin. Reimb.-W & S Fd	\$ 792,500	66,042	528,333	66.7%
Admin. Reimb.-Solid Waste Fd	428,000	35,667	285,333	66.7%
Admin. Reimb.-Drainage Utility Fd	80,000	6,667	53,333	66.7%
Subtotal Admin. Reimb.	\$ 1,300,500	108,375	867,000	66.7%

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

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

Description	Adopted Budget*	Current Month May. 2008	Total Year to Date	Percent Year to Date
Miscellaneous Revenue				
Interest Earned Revenue	\$ 235,000	13,070	124,224	52.9%
Rental Income	20,000	1,584	11,664	58.3%
Miscellaneous Police Revenue	3,000	369	2,811	93.7%
Miscellaneous Grant Revenue	1,500	-	-	0.0%
Miscellaneous Revenues	159,300	81,909	162,001	101.7%
Insurance Proceeds	3,000	-	30	1.0%
Food Workers' Permit	13,000	2,232	10,115	77.8%
Food Establishment Licenses	11,000	450	5,985	54.4%
Maintenance & Landscape Revenue	2,100	-	2,100	100.0%
Street Sign Revenue	2,400	375	595	24.8%
Auction Proceeds	7,115	-	7,115	100.0%
Subtotal Miscellaneous Rev.	\$ 457,415	99,989	326,640	71.4%
TOTAL G. F. REVENUE	\$ 13,833,332	669,096	10,508,732	76.0%

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

Description	Adopted Budget*	Current Month May. 2008	Total Year to Date	Percent Year to Date
GENERAL FUND EXPENDITURES				
City Council	\$ 42,700	7,476	27,369	64.1%
City Manager	210,331	21,393	139,060	66.1%
City Secretary/Elections	145,239	14,248	82,126	56.5%
City Attorney	135,180	11,224	81,741	60.5%
Finance	545,619	41,312	361,130	66.2%
Grants Administration	0	-	-	N/A
Human Resources	179,796	17,281	122,967	68.4%
Information Systems	212,499	20,053	125,418	59.0%
Municipal Court	361,583	33,620	232,310	64.2%
Police	4,404,725	470,937	2,719,733	61.7%
Public Information Office	54,990	6,553	35,536	N/A
Animal Control	214,943	18,675	124,981	58.1%
Fire/EMS	3,041,232	304,924	2,087,968	68.7%
Emergency Management	31,539	114	5,541	17.6%
Engineering	166,629	10,792	73,242	44.0%
Building & Development Services	299,977	31,217	194,794	64.9%
Streets	1,042,545	41,965	413,931	39.7%
Parks and Recreation	950,423	77,384	525,728	55.3%
Fleet Services	237,231	24,868	179,019	75.5%
Public Works	40,386	4,097	26,565	65.8%
Facility Maintenance	174,984	20,031	117,962	67.4%
Planning	162,676	13,516	89,718	55.2%
Library	526,563	47,664	357,496	67.9%
Code & Health	156,939	16,544	105,551	67.3%
Non-Departmental	461,718	40,640	300,383	65.1%
TOTAL GENERAL FUND EXPENDITURES				
	\$ 13,800,447	1,296,526	8,530,269	61.8%
ENDING FUND BALANCE				
Unreserved, Designated	\$ 1,000,000	1,000,000	1,000,000	
Unreserved, Undesignated	\$ 2,417,000	4,258,420	4,258,420	
TOTAL ENDING FUND BALANCE				
	\$ 3,417,000	5,258,420	5,258,420	
IDEAL RESERVE FUND BALANCE				
	\$ 3,450,112	3,450,112	3,450,112	
OVER (UNDER) IDEAL RESERVE FUND BALANCE				
	\$ (33,112)	1,808,308	1,808,308	

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

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

Description	Adopted Budget*	Current Month May. 2008	Total Year to Date	Percent Year to Date
BEGINNING FUND BALANCE				
Unreserved, Undesignated	\$ 2,029,827	2,356,408	1,730,982	
TOTAL BEGINNING FUND BALANCE	\$ 2,029,827	2,356,408	1,730,982	
W & S FUND REVENUES				
Operating Revenues				
Water Revenue	\$ 4,886,653	366,453	2,821,982	57.7%
Sewer Revenue	3,418,492	289,876	2,282,168	66.8%
Senior Discount	(140,300)	(10,464)	(82,587)	58.9%
Water Tap Fees	122,000	4,370	56,806	46.6%
Sewer Tap Fees	30,000	1,870	15,020	50.1%
Connect Fee	55,000	4,170	40,140	73.0%
Meter Box Reset Fee	0	-	300	N/A
Composting Sales Revenue	15,000	1,377	8,256	55.0%
Subtotal Operating Revenues	\$ 8,386,845	657,651	5,142,085	61.3%
Other Revenues				
Admin Reimb--Drainage	20,000	1,667	13,333	66.7%
Interest Revenue	140,000	5,800	63,529	45.4%
Late Charge For Billing	262,000	20,812	167,173	63.8%
Riser Forfeiture Revenue	3,000	460	690	23.0%
Auction Proceeds	1,000	-	-	0.0%
Insurance Proceeds	500	-	-	0.0%
Miscellaneous Revenues	50,000	4,099	31,453	62.9%
Subtotal Other Revenues	\$ 476,500	32,838	276,179	58.0%
TOTAL W & S FD REVENUES	\$ 8,863,345	690,488	5,418,264	61.1%
W & S FUND EXPENDITURES				
Water & Sewer Administration	\$ 163,350	17,366	108,333	66.3%
Utility Administration	547,313	40,424	370,709	67.7%
Water Distribution	1,214,190	65,337	720,677	59.4%
Sewer Collection	502,259	44,320	282,846	56.3%
Wastewater Treatment	1,125,291	70,104	695,489	61.8%
Composting	163,253	15,840	104,318	63.9%
Non-Departmental	5,096,367	210,793	2,284,163	44.8%
TOTAL W & S FUND EXPENDITURES	\$ 8,812,023	464,185	4,566,535	51.8%
ENDING FUND BALANCE				
Unreserved, Undesignated	\$ 2,081,149	2,582,711	2,582,711	
TOTAL ENDING FUND BALANCE	\$ 2,081,149	2,582,711	2,582,711	
IDEAL RESERVE FUND BALANCE	\$ 2,203,006	2,203,006	2,203,006	
OVER (UNDER) IDEAL RESERVE FUND BALANCE	\$ (121,857)	379,705	379,705	

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

**MONTHLY COUNCIL REPORT
SOLID WASTE FUND
As of May 31, 2008 (FY 2007-08)**

Description	Adopted Budget*	Current Month May. 2008	Total Year to Date	Percent Year to Date
BEGINNING FUND BALANCE				
Unreserved, Undesignated	\$ 653,725	978,401	769,842	
Unreserved, Designated	0	-	-	
TOTAL BEGINNING FUND BALANCE	\$ 653,725	978,401	769,842	
SOLID WASTE FUND REVENUE				
Operating Revenue				
Refuse Collection Fees	\$ 2,299,767	201,046	1,562,839	68.0%
Sanitary Landfill Fees	425,000	33,874	251,740	59.2%
Senior Discount	(38,325)	(3,141)	(25,264)	65.9%
Recycling Proceeds	45,000	5,457	30,457	67.7%
Sale of Scrap Metal	18,000	-	9,176	51.0%
Sale of Kraft Bags	10,500	803	7,079	67.4%
Container Reload Fees	13,500	971	4,368	32.4%
Return Service/Overload Container	1,000	43	72	7.2%
Roll-Off Rental Income	55,000	3,910	39,077	71.0%
Rear Load Dumpster Rental	2,800	434	2,900	103.6%
Auto Lid Locks	1,250	(75)	676	54.0%
Subtotal Operating Revenue	\$ 2,833,492	243,324	1,883,119	66.5%
Other Revenue				
Interest Revenue	\$ 33,000	1,605	19,332	58.6%
Late Charge For Billing	120,000	10,406	83,587	69.7%
Auction Proceeds	1,000	-	-	0.0%
Miscellaneous Revenues	2,700	552	2,982	110.4%
Subtotal Other Revenue	\$ 156,700	12,564	105,900	67.6%
TOTAL SOLID WASTE REVENUE	\$ 2,990,192	255,887	1,989,019	66.5%
SOLID WASTE FUND EXPENDITURES				
Solid Waste Administration	\$ 205,723	21,751	142,627	69.3%
Solid Waste Collection - Residential	336,575	23,109	216,016	64.2%
Solid Waste Collection - Recycling	133,381	8,060	63,992	48.0%
Solid Waste Collection - Brush	142,112	13,148	100,889	71.0%
Solid Waste Collection - Commercial	346,816	33,329	229,654	66.2%
Solid Waste Disposal - Transfer Station	1,222,381	183,747	755,325	61.8%
Solid Waste Recycling - KCCB	22,200	312	10,513	47.4%
Non-Departmental	505,595	50,476	339,489	67.1%
TOTAL SOLID WASTE FUND EXPENDITURES	\$ 2,914,783	333,932	1,858,505	63.8%
ENDING FUND BALANCE				
Unreserved, Undesignated	\$ 729,134	900,356	900,356	
Unreserved, Designated	-	-	-	
TOTAL ENDING FUND BALANCE	\$ 729,134	900,356	900,356	
IDEAL RESERVE FUND BALANCE	\$ 728,696	728,696	728,696	
OVER (UNDER) IDEAL RESERVE FUND BALANCE	\$ 438	171,660	171,660	

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

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

Description	Adopted Budget*	Current Month May. 2008	Total Year to Date	Percent Year to Date
BEGINNING FUND BALANCE				
Unreserved, Undesignated	\$ 385,402	444,636	324,584	
TOTAL BEGINNING FUND BALANCE	\$ 385,402	444,636	324,584	
DRAINAGE UTILITY FUND REVENUE				
Drainage Utility Fee	\$ 842,539	70,771	557,782	66.2%
Maintenance Revenue	923	(661)	-	0.0%
Subtotal Drainage Utility Revenue	\$ 843,462	70,110	557,782	66.1%
Other Revenue				
Miscellaneous Revenue	\$ 2,626	0	930	35.4%
Interest Revenue	37,000	1,742	21,237	57.4%
Insurance Proceeds	30	-	30	
Subtotal Other Revenue	\$ 39,656	1,743	22,196	56.0%
TOTAL DRAINAGE UTILITY REVENUE	\$ 883,118	71,853	579,978	65.7%
DRAINAGE UTILITY FUND EXPENDITURES				
Drainage	\$ 1,051,485	37,286	423,073	40.2%
Administration	6,047	260	2,547	42.1%
TOTAL DRAINAGE UTILITY FUND EXPENDITURES	\$ 1,057,532	37,546	425,619	40.2%
Unreserved, Undesignated	\$ 210,988	478,943	478,943	
TOTAL ENDING FUND BALANCE	\$ 210,988	478,943	478,943	
IDEAL RESERVE FUND BALANCE	\$ 264,383	264,383	264,383	
OVER (UNDER) IDEAL RESERVE FUND BALANCE	\$ (53,395)	214,560	214,560	

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

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

Description	Adopted Budget	Current Month May, 2008	Total Year to Date	Percent Year to Date
BEGINNING FUND BALANCE				
Unreserved, Undesignated	\$ 3,113	(29,373)	(22,335)	
TOTAL BEGINNING FUND BALANCE	\$ 3,113	(29,373)	(22,335)	
GOLF COURSE FUND REVENUE				
Green Fees	\$ 198,735	14,355	103,580	52.1%
Cart Rental Fees	172,000	13,391	96,245	56.0%
Membership Dues	107,425	648	17,426	16.2%
Cart Storage Fees	22,100	-	1,242	5.6%
Trail Fees	15,300	12	2,206	14.4%
Pro Shop Sales	101,000	7,973	48,619	48.1%
Handicap Fees	300	-	450	150.0%
Driving Range Fees	36,500	2,964	21,181	58.0%
Snack Bar Revenue F&B	62,000	5,902	40,940	66.0%
Snack Bar Revenue-Beer & Wine	25,000	2,949	14,668	58.7%
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	5.3%
Special Green Fees	0	1,386	5,331	N/A
Special Lunch	0	610	2,523	N/A
Revenue Food & Beverages	0	-	1,236	N/A
Tournament Green Fees	18,000	1,892	10,204	56.7%
Tournament Cart Fees	14,500	1,405	7,815	53.9%
Auction Proceeds	5,000	-	-	0.0%
Miscellaneous Receipts	260	47	64	24.5%
Golf Lesson Revenue	0	64	182	N/A
TOTAL G. C. FD REVENUE	\$ 838,292	53,597	433,689	51.7%
GOLF COURSE FUND EXPENDITURES				
Golf Course Administration	\$ 300,621	28,806	209,697	69.8%
Golf Course Concessions	105,988	11,967	68,092	64.2%
Golf Course Maintenance	357,570	34,410	184,525	51.6%
TOTAL GOLF COURSE FUND EXPENDITURES	\$ 764,179	75,184	462,314	60.5%
ENDING FUND BALANCE				
Unreserved, Undesignated	\$ 77,226	(50,960)	(50,960)	
TOTAL ENDING FUND BALANCE	\$ 77,226	(50,960)	(50,960)	
IDEAL RESERVE FUND BALANCE	\$ 191,045	191,045	191,045	
OVER (UNDER) IDEAL RESERVE FUND BALANCE	\$ (113,819)	(242,005)	(242,005)	

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

Fund Description	Beginning Fund Balance	Revenues	Expenditures	Ending Fund Balance
Special Revenue Funds:				
Recreation Activities Fund	\$ 88,185	95,954	106,796	\$ 77,343
Cemetery Fund	12,865	10,059	23,855	\$ (931)
Library Gifts and Memorials	8,894	402	224	\$ 9,073
Small Business Revolving Loan Fund *	197,521	1,198	-	\$ 198,719
Hotel Occupancy Tax Fund	56,405	114,917	104,249	\$ 67,072
Animal Shelter Fund	21,560	584	4,246	\$ 17,898
City-Wide Donation Fund	40,795	30,551	27,630	\$ 43,716
Municipal Court Fund	175,638	36,982	61,546	\$ 151,074
Sub-Total Special Revenue Funds	\$ 601,863	\$ 290,647	\$ 328,546	\$ 563,964
** Beginning fund balance includes \$141,799 in notes receivables.				
Debt Service Fund:				
Tax Interest & Sinking Fund	\$ 143,493	1,460,222	341,579	\$ 1,262,135
Sub-Total Debt Service Fund:	\$ 143,493	1,460,222	341,579	\$ 1,262,135
Capital Projects Funds:				
2001 C.O. (Capital Equip./Improvement)	\$ 284,483	6,953	23,700	\$ 267,736
2001 C.O. (Water/Wastewater Phase II)	466,010	11,381	13,374	\$ 464,017
2003 C.O. (CIP)	819,258	13,927	352,137	\$ 481,047
2003 C.O. (W/WW Phase III)	1,532,155	42,941	549,955	\$ 1,025,142
2005 C.O. (Water Infrastructure Project)	2,407,973	58,407	424,982	\$ 2,041,398
2006 Tax Notes (CIP)	1,021,461	19,811	421,979	\$ 619,293
2007 C.O. (Police Facility)	5,338,633	(368,835)	254	\$ 4,969,545
2008 Tax Supported Note	-	1,487,826	26,428	\$ 1,461,399
2008 Tax Supported Note (W&S)	-	1,137,159	21,285	\$ 1,115,874
2008 Tax Supported Note (Golf)	-	80,155	-	\$ 80,155
2008 Tax Supported Note (Drainage)	-	155,290	5,143	\$ 150,147
Sub-Total C.I.P. Funds:	\$ 11,869,973	\$ 2,645,015	\$ 1,839,236	\$ 12,675,752
Total Other Funds	\$ 12,615,329	4,395,884	2,509,361	\$ 14,501,851

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

Account	Description	Budget	As of	
			FY 2006-07	FY 2007-08
Beginning Fund Balance				
90-300-0001	Fund Balance	\$ -	\$ -	\$ 284,483
Revenues				
90-390-1001	Bond Proceeds	\$ 1,915,000	\$ 1,914,227	\$ -
90-370-6001	Interest Income	-	82,505	6,953
90-370-6005	Miscellaneous Revenue	-	-	-
Total Revenues		\$ 1,915,000	\$ 1,996,733	\$ 6,953
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		\$ 1,915,000	\$ 1,712,250	\$ 23,700
Ending Fund Balance				
90-300-0001	Fund Balance	\$ -	\$ 284,483	\$ 267,736

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

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

Account	Description	Budget	As of	
			FY 2006-07	FY 2007-08
Beginning Fund Balance				
91-300-0001	Fund Balance	\$ -	\$ -	\$ 466,010
Revenues				
91-390-1001	Bond Proceeds	\$ 6,485,000	\$ 6,482,383	\$ -
91-370-6001	Interest Income	-	324,782	11,381
91-370-6005	Miscellaneous Revenue	-	-	-
Total Revenues		\$ 6,485,000	\$ 6,807,165	\$ 11,381
Expenditures*				
91-4607-9100-8600	Bond Issuance Costs	\$ 162,800	\$ 165,380	\$ -
91-4607-9100-6100	Advertising	-	191	-
91-4607-5600-6800	Professional Services	-	28,743	-
91-4607-9100-9032	Public Works Facility (1/2)	159,500	130,184	-
91-4607-9100-9034	Turkey Run Pumps & Tank	439,000	443,736	-
91-4607-9100-9036	Hogg Mt. Pumps & Tank	819,000	135,545	-
91-4607-9100-9038	Killeen/CC Water Line	3,073,700	3,206,692	-
91-4607-9100-9040	Turkey Run Tank Rehab.	180,000	275,763	-
91-4607-9100-xxxx	W. Hwy 190 Sewer Ext.	-	-	-
91-4607-9100-9042	Joint Pump Station	700,000	753,501	-
91-4607-9100-9044	Grimes Crossing Water Line	701,000	503,848	-
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 Strn	-	220,606	-
91-4607-9100-9052	Mickan Mountain Rehab	-	200,704	13,374
91-4607-9100-9054	Hughes Mountain Rehab	-	-	-
91-4607-9100-9050	South Wastewater Plant	-	93,380	-
91-4607-5100-xxxx	Salaries/Related Expense	125,000	38,048	-
Total Expenditures		\$ 6,485,000	\$ 6,341,155	\$ 13,374
Ending Fund Balance				
91-300-0001	Fund Balance	\$ -	\$ 466,010	\$ 464,017

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

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

Account	Description	Budget	As of	
			FY 2006-07	FY 2007-08
Beginning Fund Balance				
70-300-0001	Fund Balance	\$ -	\$ -	\$ 819,258
Revenues				
70-390-1003	Bond Proceeds	\$ 4,190,000	\$ 4,190,000	\$ -
70-370-6001	Interest Income	-	214,451	13,927
70-370-6005	Miscellaneous Revenue	-	1,953	-
Total Revenues		\$ 4,190,000	\$ 4,406,404	\$ 13,927
Expenditures				
70-231-0920	Bond Issuance Costs	\$ 82,539	\$ 82,543	\$ -
70-231-0922	Unamortized Bond Discount	20,061	20,061	-
70-4615-4400-9021	Communications System	1,645,140	1,611,351	-
70-4615-4400-9023	Fire Department Pumper Truck	250,000	247,064	-
70-4615-5100-xxxx	Salary/Benefits	-	5,344	-
70-4615-4200-9039	Police Department Bldg. Repairs	20,000	22,537	-
70-4615-5300-9029	Improvements to FM 1113	320,000	365,670	11,331
70-4615-5400-9025	Renovation of Civic Center	130,000	132,691	-
70-4615-5400-9027	Construction of Skate Park	25,000	24,750	-
70-4615-5400-9033	Feeder Road	600,000	95,021	-
70-4615-5400-9035	City Hall Roof Repairs	20,000	11,441	-
70-4615-5400-9037	Human Resources Bldg. Repairs	95,000	94,311	-
70-4615-8500-9019	Construction of Big Divide	579,000	624,305	340,807
70-4615-8500-9043	Street Reconstruction	400,000	250,058	-
Total Expenditures		\$ 4,186,740	\$ 3,587,147	\$ 352,137
Ending Fund Balance				
70-300-0001	Fund Balance	\$ 3,260	\$ 819,258	\$ 481,047

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

City of Copperas Cove, Texas
2003 Certificates of Obligation
(Phase III of Water/Wastewater CIP)
As of May 31, 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	42,941
71-390-1001	Developer Contributions	-	21,086	-
71-370-6005	Miscellaneous Revenue	-	167,965	-
Total Revenues		\$ 9,820,000	\$ 10,500,581	\$ 42,941
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	519,059
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	30,896
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	-
		\$ 9,791,669	\$ 8,968,427	\$ 549,955
Total Expenditures				
Ending Fund Balance				
71-300-0001		\$ 28,331	\$ 1,532,155	\$ 1,025,142

"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 May 31, 2008

Account	Description	Budget	As of	
			FY 2006-07	FY 2007-08
Beginning Fund Balance				
93-300-0001	Fund Balance	\$ -	\$ -	\$ 2,407,973
Revenues				
93-390-1003	Bond Proceeds	\$ 3,080,000	\$ 3,050,000	\$ -
93-340-2001	Miscellaneous Revenue	-	-	-
93-370-6001	Interest Revenue	-	250,372	58,407
Total Revenues		<u>\$ 3,080,000</u>	<u>\$ 3,300,372</u>	<u>\$ 58,407</u>
Expenditures*				
93-4616-5100-xxxx	Salary/Benefits	\$ -	\$ 458	\$ -
93-4615-8500-6100	Contractual Services	-	-	244
93-4616-8500-8600	Issuance Costs	89,000	62,050	-
93-4616-8500-9032	East Pump Station	1,380,000	101,500	360,531
93-4616-8500-9034	Turkey Run Pump Station	868,000	4,445	64,207
93-4616-8500-9036	Hogg Mountain Water Tank	743,000	723,946	-
Total Expenditures		<u>\$ 3,080,000</u>	<u>\$ 892,399</u>	<u>\$ 424,982</u>
Ending Fund Balance				
93-253-0001		<u>\$ -</u>	<u>\$ 2,407,973</u>	<u>\$ 2,041,398</u>

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

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

Account	Description	Budget	As of	
			FY 2006-07	FY 2007-08
Beginning Fund Balance				
73-300-0001	Fund Balance	\$ -	\$ -	\$ 1,021,461
Revenues				
73-390-1003	Bond Proceeds	\$ 1,260,000	\$ 1,260,000	\$ -
73-340-2001	Miscellaneous Revenue	-	-	-
73-370-6001	Interest Revenue	-	59,154	19,811
Total Revenues		<u>\$ 1,260,000</u>	<u>\$ 1,319,154</u>	<u>\$ 19,811</u>
Expenditures*				
73-4617-9900-9500	Bond Issuance Costs	\$ -	\$ 25,796	\$ -
73-4617-4200-2200	Postage	-	-	20
73-4617-4200-6800	Professional Services	600,000	8,928	224,825
73-4617-4200-8600	Land	400,000	-	197,134
73-4617-4400-8300	Ambulance	100,000	97,525	-
73-4617-5300-8300	Street Sweeper	160,000	165,445	-
Total Expenditures		<u>\$ 1,260,000</u>	<u>\$ 297,694</u>	<u>\$ 421,979</u>
Ending Fund Balance				
73-253-0001		<u>\$ -</u>	<u>\$ 1,021,461</u>	<u>\$ 619,293</u>

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

City of Copperas Cove, Texas
2007 Certificates of Obligation
Police Facility
As of May 31, 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	133,123
74-390-1002	Discount Note Proceeds	-	-	(501,958)
Total Revenues		\$ 5,350,000	\$ 5,392,974	\$ (368,835)
Expenditures*				
74-4618-4200-8600	Bond Issuance Costs	\$ 50,000	\$ 54,030	\$ -
74-4618-4200-2200	Postage	-	23	-
74-4618-4200-6100	Advertising	-	287	254
74-4617-4200-8500	Police Facility	5,300,000	-	-
Total Expenditures		\$ 5,300,000	\$ 54,340	\$ 254
Ending Fund Balance				
74-253-0001		\$ 50,000	\$ 5,338,633	\$ 4,969,545

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

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

Account	Description	Budget	As of	
			FY 2006-07	FY 2007-08
Beginning Fund Balance				
75-300-0001	Fund Balance	\$ -		\$ -
Revenues				
75-390-1001	Bond Proceeds	\$ 1,485,000		\$ 1,485,000
75-370-6001	Interest Revenue	-		2,826
Total Revenues		\$ 1,485,000	\$ -	\$ 1,487,826
Expenditures*				
75-4190-7500-9500	Bond Issuance Costs	\$ 25,000	\$ -	\$ 26,428
75-4190-7500-9032	Baseball Field Lightning	58,230	-	-
75-4190-7500-9033	Camp Liveoak Renovation	20,000	-	-
75-4190-7500-9034	Cash Receipts - City Wide	17,270	-	-
75-4190-7500-9035	Fire Station Reloc. Land	125,000	-	-
75-4190-7500-9036	Playscape - City Park	35,000	-	-
75-4190-7500-9037	Playscape - Kate Street	35,000	-	-
75-4190-7500-9038	Recreation Center	500,000	-	-
75-4190-7500-9039	Park renovations	34,500	-	-
75-4190-7500-9040	Library Renovations	50,000	-	-
75-4190-7500-9041	Soccer Field Lightning	70,000	-	-
75-4190-7500-9042	Active Software (Parks)	15,000	-	-
75-4190-7500-9043	Summers Rd/Street Reconstructi	500,000	-	-
Total Expenditures		\$ 1,485,000	\$ -	\$ 26,428
Ending Fund Balance				
75-253-0001		\$ -	\$ -	\$ 1,461,399

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

Account	Description	Budget	As of FY 2006-07	FY 2007-08
Beginning Fund Balance				
76-300-001	Fund Balance	\$ -		\$ -
Revenues				
76-390-1001	Bond Proceeds	\$ 1,135,000		\$ 1,135,000
76-370-6001	Interest Revenue	-		2,159
Total Revenues		<u>\$ 1,135,000</u>	<u>\$ -</u>	<u>\$ 1,137,159</u>
Expenditures*				
76-4615-8500-9500	Bond Issuance Costs	\$ 20,000	\$ -	\$ 21,285
76-4615-8500-9034	Turkey Run	493,500	-	-
76-4615-8500-9036	Mesa Verde II-380 Agreement	620,750	-	-
		-	-	-
Total Expenditures		<u>\$ 1,134,250</u>	<u>\$ -</u>	<u>\$ 21,285</u>
Ending Fund Balance				
76-253-0001		<u>\$ 750</u>	<u>\$ -</u>	<u>\$ 1,115,874</u>

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

Account	Description	Budget	As of	
			FY 2006-07	FY 2007-08
Beginning Fund Balance				
77-300-001	Fund Balance	\$ -		\$ -
Revenues				
76-390-1001	Bond Proceeds	\$ 80,000		\$ 80,000
76-370-6001	Interest Revenue	-		155
Total Revenues		<u>\$ 80,000</u>	<u>\$ -</u>	<u>\$ 80,155</u>
Expenditures*				
77-4310-7400-9044	Golf Cart Storage	\$ 80,000	\$ -	\$ -
Total Expenditures		<u>\$ 80,000</u>	<u>\$ -</u>	<u>\$ -</u>
Ending Fund Balance				
77-253-0001		<u>\$ -</u>	<u>\$ -</u>	<u>\$ 80,155</u>

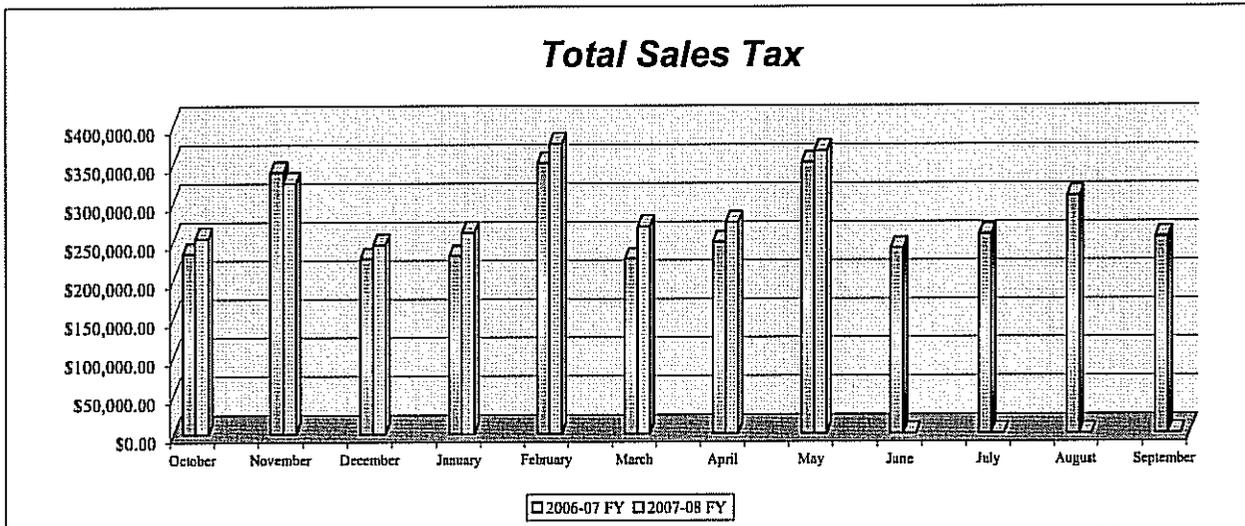
City of Copperas Cove, Texas
2008 Tax Supported Note
Drainage
As of May 31, 2008

Account	Description	Budget	As of FY 2006-07	FY 2007-08
Beginning Fund Balance				
77-300-001	Fund Balance	\$ -		\$ -
Revenues				
76-390-1001	Bond Proceeds	\$ 155,000		\$ 155,000
76-370-6001	Interest Revenue	-		290
Total Revenues		\$ 155,000	\$ -	\$ 155,290
Expenditures*				
78-4410-7600-9500	Bond Issuance Cost	\$ 5,000	\$ -	\$ 5,144
78-4410-7600-9037	Rolling Heights Project	150,000		-
Total Expenditures		\$ 155,000	\$ -	\$ 5,144
Ending Fund Balance				
78-253-0001		\$ -	\$ -	\$ 150,147

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

Fiscal Year 2006-07	City's Revenue	EDC's Revenue	Total Sales Tax	Fiscal Year 2007-08	City's Revenue	EDC's Revenue	Total Sales Tax
October	\$156,182.25	\$78,091.13	\$234,273.38	October	\$169,247.52	\$84,623.76	\$253,871.28
November	\$226,324.55	\$113,162.28	\$339,486.83	November	\$216,891.12	\$108,445.56	\$325,336.68
December	\$151,566.28	\$75,783.14	\$227,349.42	December	\$163,496.24	\$81,748.12	\$245,244.36
January	\$154,062.22	\$77,031.11	\$231,093.33	January	\$174,106.89	\$87,053.45	\$261,160.34
February	\$234,096.96	\$117,048.48	\$351,145.44	February	\$250,728.06	\$125,364.03	\$376,092.09
March	\$151,231.18	\$75,615.59	\$226,846.77	March	\$179,172.98	\$89,586.49	\$268,759.47
April	\$165,791.41	\$82,895.71	\$248,687.12	April	\$182,831.28	\$91,415.64	\$274,246.92
May	\$234,485.52	\$117,242.76	\$351,728.28	May	\$244,460.54	\$122,230.27	\$366,690.81
June	\$160,309.35	\$80,154.68	\$240,464.03	June			\$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	\$1,580,934.63	\$790,467.32	\$2,371,401.95

NOTE 1 - Total revenues collected for sales tax by the month ending May 31, 2008, in FY 2007-08 was \$2,371,401.95 (\$1,580,934.63 City's revenues and \$790,467.32 EDC's revenues); total revenues collected for sales tax by the month ending May 31, 2007 in FY 2006-07 was \$2,210,610.56 (\$1,473,740.37 City's revenues and \$736,870.19 EDC's revenues).



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

FUNDS IN INVESTMENT POOLS	
TEXSTAR	\$ 4,627,343.91
TEXPOOL	21,815,835.82
DISCOUNT NOTES	602,062.16
Subtotal on Funds in Investment Pools	<u>\$ 26,845,241.89</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	774,529.74
Payroll	4,255.69
Rental Rehab	15,140.51
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	11,537.83
Certificate of Obligations Series 1997	0.00
Solid Waste Interest & Sinking	0.00
Library Retainage	0.00
Pending Forfeitures	16,297.78
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>\$821,761.55</u>
 SAVINGS ACCOUNTS (Per Quarterly Stmt)	
Subdivision Escrow	2,532.16
 Subtotal Savings Accounts	 <u>\$2,532.16</u>
 TOTAL INVESTMENTS & CASH ACCOUNTS	 <u><u>\$27,669,635.60</u></u>

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

FUND	TOTAL CASH & INVESTMENTS
General Fund	\$6,638,425.87
Water & Sewer Fund	\$3,183,801.19
Solid Waste Fund	\$786,568.84
Youth Activity Fund	\$102,419.54
Drainage Utility Fund	\$974,300.82
Cemetary Fund	(\$6,665.00)
General Obligation Interest & Sinking Fund	\$1,275,572.82
Curb & Gutter Assessment Fund	\$0.00
Municipal Golf Course Fund	(\$46,572.66)
Small Business Revolving Loan Fund	\$69,451.32
Library Gifts & Memorials Fund	\$8,469.21
Hotel/Motel Tax Fund	\$164,756.01
Animal Shelter Donations Fund	\$20,616.87
Police Court Order Fund	\$0.00
City-Wide Donations Fund	\$48,284.21
Abandoned Vehicle Auction Fund	\$0.00
City Wide Grants	\$147,576.58
FEMA Grant Funds	\$134,728.72
Fire Special Revenue Fund	\$9,475.69
Joint Image Campaign	\$23,261.16
Tx. Parks & Wildlife Grant	\$0.00
Municipal Court Fund	\$184,668.38
Police Restricted Fund	\$16,297.78
Police Federal Seizure Fund	\$2,104.23
Fire/EMS Loan	\$37,853.05
County Mutual Aid Agreement	\$55,122.68
1997 Combination Tax & Revenue C/O's (Golf Course; Library)	\$26,921.98
1997 CO's Golf Course Phase 1	\$1,324.09
Law Enforcement Block Grant Fund	\$11,537.83
Fire Department Grant Fund	\$7,234.94
Library Grant Fund	\$30,494.47
Step Grant	\$3,306.66
Tobacco Grant	\$1,294.99
FM 1113 Grant	\$50,178.66
2006 Limited Tax Notes	\$619,293.36
2008 Tax Note	\$1,458,398.50
2008 Tax Note (W/S)	\$1,116,874.03
2008 Tax Note (Drainage)	\$80,165.03
2008 Tax Note (Golf)	\$160,147.68
1994 WWSS Revenue Bonds	\$0.00
EDA Industrial Park	\$4,842.44
Reliever Route	\$261,886.71
2005 Certificates of Obligation (Water Projects)	\$2,057,874.32
1998 Park Improvements G.O.	\$461.41
1998 Combination Tax & Revenue C/O's (Street; Compost)	\$3,865.40
1999 Combination Tax & Revenue C/O's (Golf Course)	\$2,226.99
1999 Combination Tax & Revenue C/O's (Animal Control; Municipal Court)	\$246.54
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.)	\$7,992.16
2001 Combination Tax & Revenue C/O's (Capital Equip. & Improvements)	\$269,235.53
2001 Combination Tax & Revenue C/O's (Water/Wastewater Phase II CIP)	\$464,016.88
2003 Combination Tax & Revenue C/O's (Capital Equip. & Improvements)	\$481,046.77
2003 Combination Tax & Revenue C/O's (Water/Wastewater Phase III CIP)	\$1,369,129.48
2007 Combination Tax & Revenue C/O's (Police Facility)	\$5,469,544.57
TOTAL CASH & INVESTMENTS	<u>\$27,669,535.60</u>
RECAP OF CASH & INVESTMENTS:	
INVESTMENTS IN TEXPOOL	\$ 21,816,835.82
INVESTMENTS IN TEXSTAR	4,627,343.91
DISCOUNT NOTES	502,062.16
CASH IN BANK	824,293.71
TOTAL CASH & INVESTMENTS	<u>\$ 27,669,535.60</u>

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

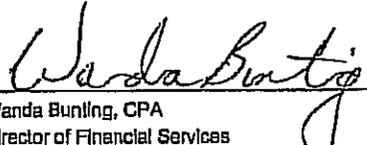
As of December 31, 2007, the City of Copperas Cove's investment portfolio was made up of investments in TEXPOOL, TEXSTAR, Discount Note and bank deposits with the City's local depository. This portfolio accomplishes the objective of maintaining liquidity while earning a modest yield on invested taxpayers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

TEXPOOL Investments	Market Value 05/01/08	Investments	Redemptions	Accrued Interest	Book Value 05/31/08	Market Value 05/31/08
General Fund	\$ 6,977,360.65	\$ 282,620.69	\$ 682,620.69	\$ 13,062.04	\$ 6,590,422.69	\$ 6,590,422.69
Water & Sewer Fund	2,922,236.56	216,604.00	150,000.00	5,750.80	2,994,691.36	2,994,691.36
Solid Waste Fund	835,812.59	-	65,000.00	1,597.77	772,410.36	772,410.36
Drainage Utility Fund	873,898.26	26,594.00	-	1,725.08	902,217.34	902,217.34
Interest & Sinking Fund	1,261,481.10	5,780.27	-	2,450.62	1,269,711.99	1,269,711.99
Youth Activities Fund	103,382.59	-	4,300.00	198.68	99,281.47	99,281.47
Cemetery Fund	-	-	-	-	-	-
Golf Course Interest & Sinking	39.53	-	-	0.05	39.68	39.68
Small Business Revolving Loan Fund	56,384.43	426.00	-	109.73	56,919.16	56,919.16
Hotel/Motel Fund	151,263.40	33,217.42	-	330.92	184,811.74	184,811.74
Municipal Court Special Revenue Fund	181,837.95	-	20,056.73	346.64	162,127.86	162,127.86
1997 C/O Fund	1,321.56	-	-	2.53	1,324.09	1,324.09
2008 Tax Supported Note	-	1,460,000.00	4,427.50	2,826.00	1,458,398.50	1,458,398.50
2008 Tax Supported Note/ W&S	-	1,115,000.00	1,284.75	2,158.78	1,115,874.03	1,115,874.03
2008 Tax Supported Note/ Golf	-	80,000.00	-	155.03	80,155.03	80,155.03
2008 Tax Supported Note/ Drainage	-	150,000.00	142.75	290.43	150,147.68	150,147.68
1998 G.O. Bond Fund	460.49	-	-	0.92	461.41	461.41
1998 C/O Bond Fund	3,857.92	-	-	7.48	3,865.40	3,865.40
1999 C/O Bond Fund (Animal Control, etc.)	245.06	-	-	0.48	245.54	245.54
1999 C/O Bond Fund (Golf Course)	2,222.68	-	-	4.31	2,226.99	2,226.99
1999 C/O Bond Fund (Solid Waste)	7,988.73	-	-	15.43	7,982.16	7,982.16
2001 C/O Bond Fund (Governmental)	288,714.91	-	-	520.62	289,235.53	289,235.53
2001 C/O Bond Fund (W&S Phase II)	463,119.46	-	-	897.23	464,016.69	464,016.69
2007 C/O Police Facility	4,957,876.89	-	-	9,505.52	4,967,482.41	4,967,482.41
Reliever Route	261,380.30	-	-	506.41	261,886.71	261,886.71
Total TEXPOOL Investments	\$ 19,330,863.16	\$ 3,370,241.30	\$ 927,831.42	\$ 42,562.70	\$ 21,815,835.82	\$ 21,815,835.82

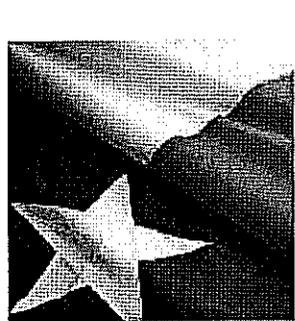
TEXSTAR Investments	Market Value 05/01/08	Investments	Redemptions	Accrued Interest	Book Value 05/31/08	Market Value 05/31/08
2003 C/O Project Fund (Governmental)	\$ 480,141.70	\$ -	\$ -	\$ 906.07	\$ 481,046.77	\$ 481,046.77
2003 C/O Project Fund (W&S Phase II)	1,463,048.95	10,474.30	107,119.21	2,725.42	1,369,129.46	1,369,129.46
EDA Grant	-	-	-	-	-	-
2005 C/O Project Fund (Water Projects)	2,083,032.94	-	29,075.63	3,917.01	2,057,874.32	2,057,874.32
2006 Tax Notes - Police Building Project	622,130.95	-	4,009.00	1,171.41	618,293.36	618,293.36
Total TEXSTAR Investments	\$ 4,648,354.54	\$ 10,474.30	\$ 140,203.84	\$ 8,718.91	\$ 4,527,343.91	\$ 4,527,343.91

Discount Notes	Market Value 05/01/08	Investments	Redemptions	Accrued Interest	Book Value 05/31/08	Market Value 05/31/08
2007 C/O Police Facility	\$ -	\$ 500,000.00	\$ -	\$ 2,062.16	\$ 502,062.16	\$ 500,000.00
Total Discount Notes	\$ -	\$ 500,000.00	\$ -	\$ 2,062.16	\$ 502,062.16	\$ 500,000.00
Total Investments	\$ 23,979,217.70	\$ 3,880,715.68	\$ 1,068,035.26	\$ 53,343.77	\$ 26,845,241.89	\$ 26,843,179.73

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


Wanda Bunting, CPA
Director of Financial Services


Andrea Gardner
City Manager



TEXPOOL

THE TEXAS INVESTMENT SERVICE FOR PUBLIC FUNDS

June 2008

PERFORMANCE

<i>As of May 30, 2008</i>	<i>TexPool</i>	<i>TexPool Prime</i>
Current Invested Balance	\$19,595,795,150.33	\$1,707,179,789.57
Weighted Average Maturity (1)*	41 Days	37 Days
Weighted Average Maturity (2)*	85 Days	37 Days
Net Asset Value	1.00002	0.99988
Total Number of Participants	2,112	92
Management Fee on Invested Balance	0.0485%	0.065%
Interest Distributed	\$38,997,530.29	\$3,844,179.04
Management Fee Collected	\$829,505.40	\$99,871.92
Standard & Poor's Current Rating	AAAm	AAAm
<i>May Averages</i>		
Average Invested Balance	\$20,153,456,458.00	\$1,807,319,933.07
Average Monthly Yield, on a simple basis (3)*	2.2812%	2.5055%
Average Weighted Average Maturity (1)*	35 Days	34 Days
Average Weighted Average Maturity (2)*	84 Days	34 Days

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

Economic and Market Commentary – May 30, 2008

A degree of normalcy returned to cash markets in May after an extended period of unusual volatility and uncertainty. With no Federal Reserve meeting on the docket, short-term interest rates were mostly impacted by a variety of technical factors, including corporate tax payments, the Memorial Day holiday, and quarter-end liquidity needs of four major broker-dealers. Each of those items nudged short-term rates slightly higher. Market sentiment towards banks and agencies — sectors that were rocked by the subprime crisis — also improved during the month. On balance, spreads narrowed slightly as credit conditions continued to improve, albeit slowly.

The release of minutes from the Fed's April meeting also contributed to the backup in short rates as policymakers strongly implied that the central bank would be on hold for the foreseeable future. As of this writing, however, futures contracts indicated about a 30 percent probability that the next change in monetary policy would be a 25 basis point hike in the Fed funds rate at the FOMC's November meeting. Though we believe that the Fed probably will not start taking away the monetary punchbowl until early next year, we nonetheless had positioned the TexPool portfolios to benefit from an increase in rates at the short end of the yield curve. As rates inched higher over the month, we then shifted towards the longer end of our barbell structure, moving average maturities out to the upper 30-day area for TexPool Prime and to around 40 days for TexPool.

Those moves reflected our view that the Fed will be on hold for an extended period and that the uneasy calm that has characterized credit conditions since mid-March will persist for the foreseeable future. Fed Chairman Ben Bernanke has made it clear that the U.S. central bank will do whatever is necessary to keep financial markets liquid and functioning. From an fundamental perspective, inflation remains well contained, even as economic activity seems to have stabilized in recent weeks. These factors suggest that the Fed will sit back and wait to see if the monetary medicine it prescribed earlier this year is working. In that scenario, we expect a continued decline in volatility and a modest additional narrowing of spreads. Economic and market conditions are still fluid, however, and we will remain on high alert for changes to the credit environment.

ANNOUNCEMENTS

New Participants

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

1. Northgate Crossing MUD No. 2
2. Kelly Lane WCID No. 1
3. City of Rio Grande City
4. Doss Consolidated Common School District
5. Harris County MUD No. 401
6. Jasper County Development District No. 1
7. Bellevue ISD
8. Nolan County
9. Chapel Hill ISD

New Participants, Continued

10. Harris County MUD No. 393
11. Harris County MUD No. 155
12. Harris County MUD No. 105
13. Taylor County (Prime)

Upcoming Events

Please check www.texpool.com for upcoming conferences in June

Holiday Reminder

In observance of Independence Day, TexPool will be closed on Friday, July 4, 2008. ACH transactions placed on Thursday, July 3, 2008 will settle on Monday, July 7, 2008. Please plan accordingly for your liquidity needs.



TexPool

PORTFOLIO ASSET SUMMARY AS OF May 30, 2008

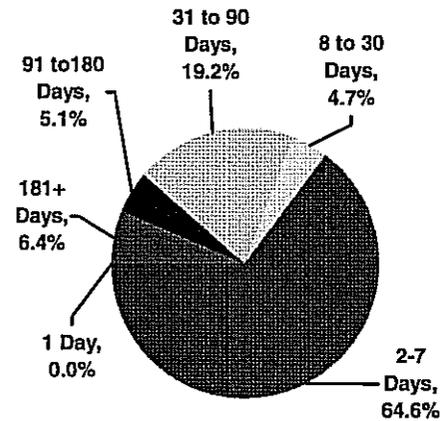
	<i>Book Value</i>	<i>Market Value</i>
Uninvested Balance	\$(7,794.75)	\$(7,794.75)
Accrual of Interest Income	23,708,509.92	23,708,509.92
Interest and Management Fees Payable	(39,002,926.58)	(39,002,926.58)
Payable for Investments Purchased	(121,000,000.00)	(121,000,000.00)
Repurchase Agreements	12,785,138,000.00	12,785,490,006.50
Mutual Fund Investments	0.00	0.00
Government Securities	6,946,959,361.74	6,947,386,183.04
Total	\$19,595,795,150.33	\$19,596,573,978.13

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.

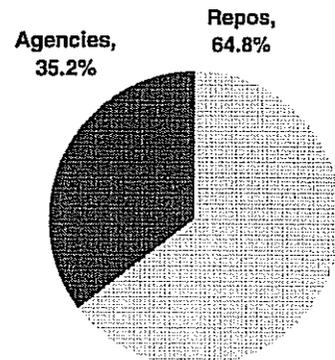
DAILY SUMMARY

Date	Money Mkt Fund Equiv (SEC Std.)	Daily Allocation Factor	TexPool Invested Balance	Market Value Per Share	WAM Days (1)	WAM Days (2)
05/01	2.2313%	0.000061131	\$20,482,340,977.54	1.00002	32	86
05/02	2.2146%	0.000060675	\$20,467,337,487.81	1.00003	33	86
05/03	2.2146%	0.000060675	\$20,467,337,487.81	1.00003	33	86
05/04	2.2146%	0.000060675	\$20,467,337,487.81	1.00003	33	86
05/05	2.2146%	0.000060675	\$20,374,990,987.66	1.00004	31	83
05/06	2.2246%	0.000060948	\$20,318,201,149.49	1.00001	31	83
05/07	2.1929%	0.000060080	\$20,294,865,925.07	1.00001	30	82
05/08	2.2615%	0.000061960	\$20,259,468,602.24	1.00003	30	82
05/09	2.2721%	0.000062250	\$20,394,698,969.24	1.00002	31	83
05/10	2.2721%	0.000062250	\$20,394,698,969.24	1.00002	31	83
05/11	2.2721%	0.000062250	\$20,394,698,969.24	1.00002	31	83
05/12	2.2783%	0.000062420	\$20,335,511,297.64	1.00000	29	81
05/13	2.2344%	0.000061216	\$20,441,325,816.01	0.99999	30	81
05/14	2.2164%	0.000060723	\$20,344,808,202.09	1.00005	29	81
05/15	2.2883%	0.000062693	\$20,177,749,722.28	1.00005	31	81
05/16	2.2886%	0.000062701	\$20,146,010,821.29	1.00005	35	85
05/17	2.2886%	0.000062701	\$20,146,010,821.29	1.00005	35	85
05/18	2.2886%	0.000062701	\$20,146,010,821.29	1.00005	35	85
05/19	2.2339%	0.000061204	\$20,130,374,187.94	1.00005	37	84
05/20	2.2480%	0.000061590	\$20,035,084,573.59	1.00007	39	84
05/21	2.2110%	0.000060575	\$20,099,438,022.04	1.00008	39	83
05/22	2.2852%	0.000062607	\$19,990,641,468.32	1.00007	39	83
05/23	2.2961%	0.000062906	\$19,917,211,989.79	1.00005	41	85
05/24	2.2961%	0.000062906	\$19,917,211,989.79	1.00005	41	85
05/25	2.2961%	0.000062906	\$19,917,211,989.79	1.00005	41	85
05/26	2.2961%	0.000062906	\$19,917,211,989.79	1.00005	41	85
05/27	2.3392%	0.000064088	\$19,946,226,888.56	1.00003	38	82
05/28	2.4426%	0.000066920	\$19,886,115,509.33	1.00002	38	81
05/29	2.4939%	0.000068325	\$19,755,426,773.46	1.00001	40	83
05/30	2.4048%	0.000065886	\$19,595,795,150.33	1.00002	41	85
05/31	2.4048%	0.000065886	\$19,595,795,150.33	1.00002	41	85
Averages	2.2812%	0.000062498	\$20,153,456,458.00		35	84

*Portfolio By Maturity
As of May 30, 2008*



*Portfolio By Type of Investment
As of May 30, 2008*



	Number of Participants	Balance
School District	541	\$6,841,371,807.18
Higher Education	53	\$2,103,284,575.76
Health Care	78	\$811,524,999.95
Utility District	639	\$2,093,564,955.33
City	420	\$5,478,332,784.15
County	163	\$1,880,080,733.72
Other	218	\$386,921,811.30

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 May 30, 2008

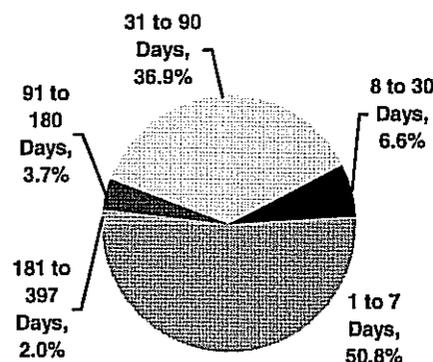
	Book Value	Market Value
Uninvested Balance	\$243.92	\$243.92
Accrual of Interest Income	209,955.79	209,955.79
Interest and Management Fees Payable	(3,844,686.83)	(3,844,686.83)
Payable for Investments Purchased	0.00	0.00
Repurchase Agreements	743,610,000.00	743,610,000.00
Mutual Fund Investments	50,000,000.00	50,000,000.00
Government Securities	0.00	0.00
Commercial Paper	917,204,276.69	917,001,664.57
Bank Instruments	0.00	0.00
Variable Rate Note	0.00	0.00
Total	\$1,707,179,789.57	\$1,706,977,177.45

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.

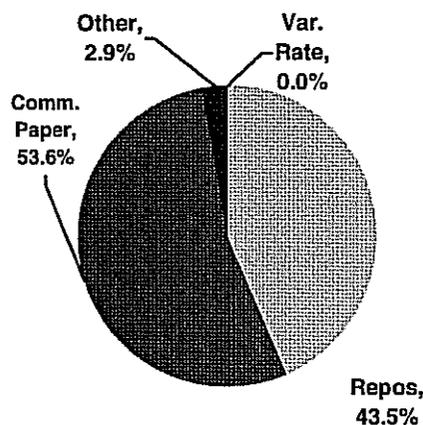
DAILY SUMMARY

Date	Money Mkt Fund Equiv (SEC Std.)	Daily Allocation Factor	TexPool Invested Balance	Market Value Per Share	WAM Days (1)	WAM Days (2)
05/01	2.4699%	0.000067668	\$1,890,549,809.61	0.99992	28	28
05/02	2.4485%	0.000067083	\$1,868,551,912.37	0.99983	29	29
05/03	2.4485%	0.000067083	\$1,868,551,912.37	0.99983	29	29
05/04	2.4485%	0.000067083	\$1,868,551,912.37	0.99983	29	29
05/05	2.4734%	0.000067764	\$1,854,031,245.21	0.99992	27	27
05/06	2.4898%	0.000068213	\$1,848,803,019.15	0.99992	30	30
05/07	2.4331%	0.000066661	\$1,850,394,667.12	0.99993	30	30
05/08	2.5024%	0.000068560	\$1,850,684,393.46	0.99997	32	32
05/09	2.5068%	0.000068679	\$1,852,590,214.11	0.99992	34	34
05/10	2.5068%	0.000068679	\$1,852,590,214.11	0.99992	34	34
05/11	2.5068%	0.000068679	\$1,852,590,214.11	0.99992	34	34
05/12	2.5067%	0.000068676	\$1,854,198,835.07	0.99999	32	32
05/13	2.5090%	0.000068740	\$1,825,728,997.80	0.99997	33	33
05/14	2.4479%	0.000067065	\$1,791,294,827.57	0.99995	34	34
05/15	2.4928%	0.000068296	\$1,779,060,459.14	0.99994	35	35
05/16	2.4570%	0.000067316	\$1,801,336,899.38	0.99991	37	37
05/17	2.4570%	0.000067316	\$1,801,336,899.38	0.99991	37	37
05/18	2.4570%	0.000067316	\$1,801,336,899.38	0.99991	37	37
05/19	2.4655%	0.000067549	\$1,779,913,341.42	0.99998	35	35
05/20	2.4749%	0.000067806	\$1,799,807,740.34	0.99999	34	34
05/21	2.4630%	0.000067480	\$1,777,100,039.40	0.99999	37	37
05/22	2.5113%	0.000068804	\$1,786,986,037.82	1.00001	37	37
05/23	2.5241%	0.000069153	\$1,779,853,886.22	0.99986	38	38
05/24	2.5241%	0.000069153	\$1,779,853,886.22	0.99986	38	38
05/25	2.5241%	0.000069153	\$1,779,853,886.22	0.99986	38	38
05/26	2.5241%	0.000069153	\$1,779,853,886.22	0.99986	38	38
05/27	2.5651%	0.000070276	\$1,768,559,363.58	0.99996	36	36
05/28	2.6469%	0.000072519	\$1,737,960,904.90	0.99997	36	36
05/29	2.6619%	0.000072928	\$1,730,632,841.86	0.99995	36	36
05/30	2.6111%	0.000071537	\$1,707,179,789.57	0.99988	37	37
05/31	2.6111%	0.000071537	\$1,707,179,789.57	0.99988	37	37
Averages	2.5055%	0.000068643	\$1,807,319,933.07		34	34

Portfolio By Maturity
As of May 30, 2008



Portfolio By Type of Investment
As of May 30, 2008



	Number of Participants	Balance
School District	51	\$1,420,294,736.44
Higher Education	4	\$19,018,579.32
Health Care	5	\$7,616,207.05
Utility District	3	\$43,965,826.35
City	15	\$60,291,649.78
County	8	\$155,572,748.81
Other	6	\$427,110.79

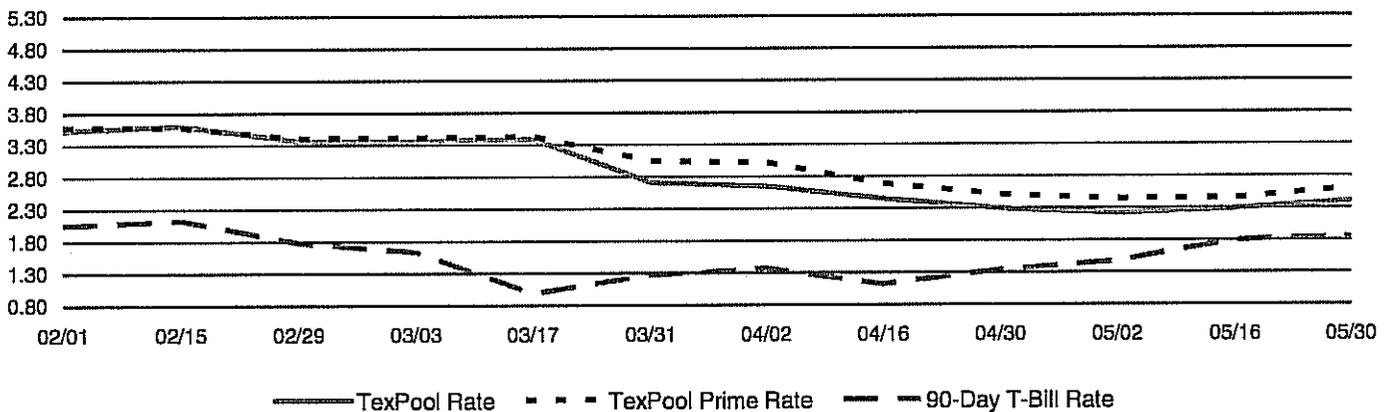
*(3) This current yield for TexPool Prime for each date may reflect a waiver of some portion or all of each of the management fees.

TEXPOOL

THE TEXAS INVESTMENT SERVICE FOR PUBLIC FUNDS

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

TEXPOOL & TEXPOOL PRIME VS. 90-DAY TREASURY BILL



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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 - May 2008

Performance

As of May 31, 2008

Current Invested Balance	\$5,893,819,751.64
Weighted Average Maturity (1)	30 Days
Weighted Average Maturity (2)	88 Days
Net Asset Value	1.000013
Total Number of Participants	627
Management Fee on Invested Balance	0.05%*
Interest Distributed	\$11,799,324.16
Management Fee Collected	\$260,343.35
% of Portfolio Invested Beyond 1 Year	5.71%
Standard & Poor's Current Rating	AAAm

May Averages

Average Invested Balance	\$6,125,078,489.46
Average Monthly Yield, on a simple basis	2.2194%
Average Weighted Average Maturity (1)*	28 Days
Average Weighted Average Maturity (2)*	87 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 May 2008:

- ★ City of Dublin
- ★ Stafford MSD

- ★ City of Canadian
- ★ McLennan Co 911 Emergency Assistance District

Holiday Reminder

Please note that in observance of the Fourth of July holiday, **TexSTAR will be closed on Friday, July 4, 2008.** Notification of any early transaction deadlines on the day preceding this holiday will be sent by email to the primary contact on file for all TexSTAR participants.

Economic Commentary

Recent economic data indicate continued weakness in labor and housing, and real consumer spending remains anemic due to inflation. However, with the economy expanding 0.9% in the first quarter, and with the fiscal stimulus rebates boosting growth in both the second and third quarters, an outright contraction in economic growth seems to have been avoided. The unemployment rate also edged down to 5.0% from 5.1%. However, jobless claims continue to rise. Housing data was mixed. Both new home sales and housing starts rebounded in April, but their trends are still sharply down. Home prices are falling at an accelerating pace, and with inventories elevated, they will remain under severe pressure in the near term. Delinquencies for consumer loans and credit cards are rising measurably, and will result in further credit tightening.

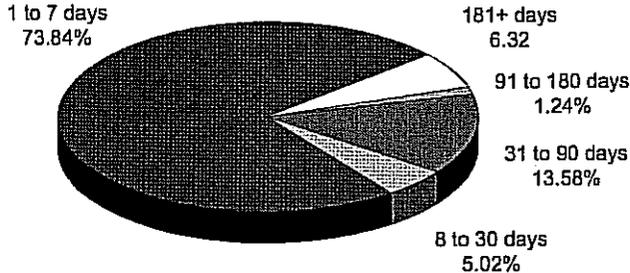
Core inflation remained well-behaved and headline inflation is highly elevated. Oil prices continue to mark new highs, putting intense focus on the potential risks of energy to greater inflation and less growth. Treasury yields continued to increase in May. The curve remained steep as the spread between two-year and five-year Treasury notes ended the month slightly wider than the previous month at +78 bps. Two-year yields ended up 39 bps at 2.64%, and five-year yields ended up 41 bps at 3.41%.

The Fed is expected to keep monetary policy on hold. The current second quarter GDP estimate stands at 1.5%, with energy prices remaining the primary source of uncertainty. However, the fiscal stimulus rebate checks are already helping the economy and are key to the second and third quarter outlook. In addition, the effects of monetary stimulus, extremely lean inventories, and strong trade will remain crucial supports for continued economic expansion. Importantly, over the second half of 2008, expect a gradual turnaround in business retrenchment that will be manifest most tellingly in employment data.

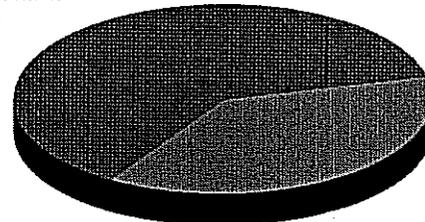
For more information about TexSTAR, please visit our web site at www.texstar.org.

Information at a Glance

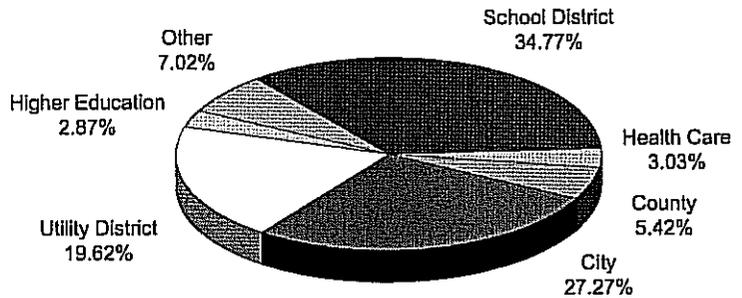
Portfolio by Type of Investment As of May 31, 2008



Repurchase Agreements
62.46%



Portfolio by Maturity As of May 31, 2008



Distribution of Participants by Type As of May 31, 2008

Performance

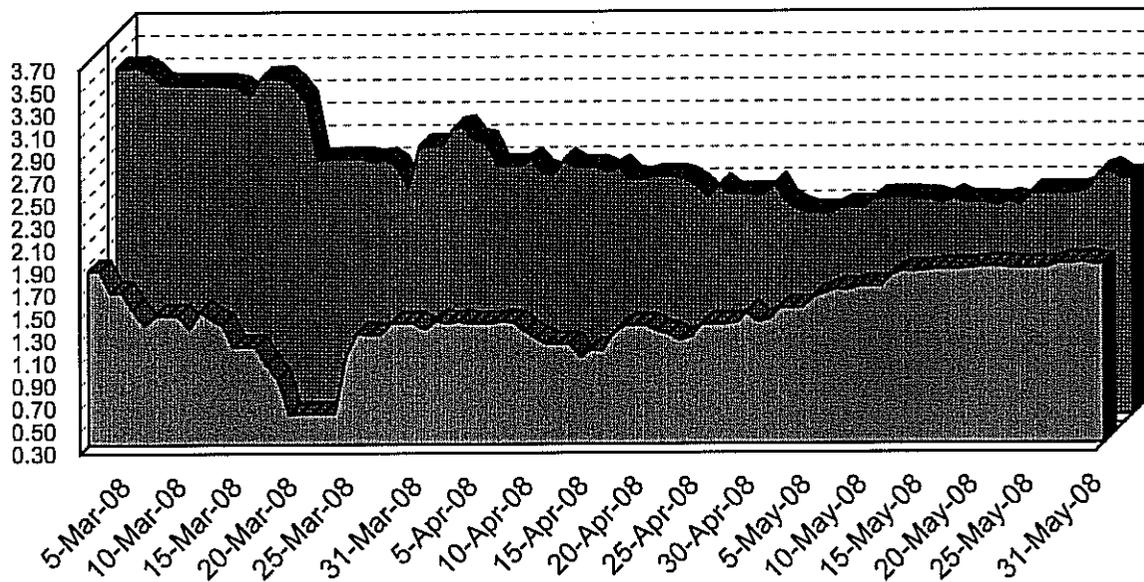
Month	Average Rate	Book Value	Market Value	Net Asset Value	WAM (1)*	WAM (2)*	Number of Participants
May 08	2.2194%	\$ 5,893,819,751.64	\$ 5,893,907,633.72	1.000013	28	87	627
Apr 08	2.4396%	6,349,528,618.20	6,349,341,491.76	0.999970	21	82	623
Mar 08	2.9807%	6,635,062,776.30	6,636,736,509.65	1.000252	17	82	616
Feb 08	3.4224%	6,294,186,095.49	6,296,863,425.91	1.000401	17	82	609
Jan 08	4.2033%	5,919,661,192.90	5,923,891,294.00	1.000714	22	80	603
Dec 07	4.5430%	5,180,414,831.71	5,181,584,153.60	1.000202	21	79	594
Nov 07	4.6975%	4,999,671,312.52	5,000,767,637.47	1.000190	18	79	591
Oct 07	4.9007%	4,793,406,663.48	4,794,712,410.18	1.000272	19	84	584
Sep 07	5.1175%	5,101,146,389.66	5,102,374,857.54	1.000240	20	78	573
Aug 07	5.2540%	5,117,776,256.51	5,118,532,127.32	1.000118	16	42	567
Jul 07	5.2829%	5,037,425,646.08	5,037,616,062.72	1.000037	18	22	554
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

Portfolio Asset Summary as of May 31, 2008

	Book Value	Market Value
Uninvested Balance	\$ (15,896.14)	\$ (15,896.14)
Accrual of Interest Income	11,340,132.46	11,340,132.46
Interest and Management Fees Payable	(11,827,231.60)	(11,827,231.60)
Receivable for Investment Sold	25,015,750.00	25,015,750.00
Repurchase Agreements	3,666,426,000.00	3,666,426,000.00
Government Securities	2,202,880,996.92	2,202,968,879.00
Total	\$ 5,893,819,751.64	\$ 5,893,907,633.72

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



■ 90 Day T-Bill Rate ■ TexSTAR Rate

Daily Summary for May 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-May-08	2.1230%	0.0000581640	6,359,396,782.11	0.999975	26	85
2-May-08	2.0917%	0.0000573070	6,330,034,666.21	0.999989	25	85
3-May-08	2.0917%	0.0000573070	6,330,034,666.21	0.999975	25	85
4-May-08	2.0917%	0.0000573070	6,330,034,666.21	0.999989	25	85
5-May-08	2.1383%	0.0000585830	6,206,213,203.46	0.999999	27	89
6-May-08	2.1374%	0.0000585600	6,230,665,565.44	0.999996	28	90
7-May-08	2.1359%	0.0000585190	6,192,750,898.38	0.999987	28	90
8-May-08	2.2128%	0.0000606250	6,229,272,323.37	1.000033	26	88
9-May-08	2.2204%	0.0000608340	6,213,937,957.44	1.000012	26	87
10-May-08	2.2204%	0.0000608340	6,213,937,957.44	1.000012	26	87
11-May-08	2.2204%	0.0000608340	6,213,937,957.44	1.000012	26	87
12-May-08	2.2097%	0.0000605410	6,195,663,991.99	0.999966	26	87
13-May-08	2.2092%	0.0000605250	6,149,780,261.21	0.999953	27	89
14-May-08	2.1734%	0.0000595460	6,145,393,188.64	0.999990	27	89
15-May-08	2.2233%	0.0000609110	6,074,403,437.49	1.000020	26	87
16-May-08	2.1780%	0.0000596710	6,135,117,740.51	1.000025	27	83
17-May-08	2.1780%	0.0000596710	6,135,117,740.51	1.000025	27	83
18-May-08	2.1780%	0.0000596710	6,135,117,740.51	1.000025	27	83
19-May-08	2.1559%	0.0000590660	6,169,835,110.25	1.000020	26	83
20-May-08	2.1880%	0.0000599460	6,153,405,938.62	1.000071	31	88
21-May-08	2.1608%	0.0000592000	6,171,915,945.93	1.000078	31	87
22-May-08	2.2611%	0.0000619490	6,015,829,075.92	1.000017	32	89
23-May-08	2.2618%	0.0000619660	5,949,413,131.47	1.000006	33	90
24-May-08	2.2618%	0.0000619660	5,949,413,131.47	1.000006	33	90
25-May-08	2.2618%	0.0000619660	5,949,413,131.47	1.000006	33	90
26-May-08	2.2618%	0.0000619660	5,949,413,131.47	1.000006	33	90
27-May-08	2.2898%	0.0000627330	6,017,143,692.11	0.999984	32	89
28-May-08	2.4254%	0.0000664480	6,041,815,443.81	0.999966	32	88
29-May-08	2.4575%	0.0000673290	5,931,502,946.03	0.999942	32	89
30-May-08	2.3920%	0.0000655330	5,893,819,751.64	1.000013	30	88
31-May-08	2.3920%	0.0000655330	5,893,819,751.64	1.000013	30	88
Average	2.2194%	0.000060807	6,125,078,489.46		28	87

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



TexSTAR Board Members

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

 **First Southwest Asset Management**

 **JPMorganChase**