



MONTHLY FINANCIAL REPORT

PERFORMANCE SUMMARY

February 2011

	Current Month	Year to Date	Chart
GENERAL FUND			
Total Revenues as a % of Budget Compared to Prior Year	N/A	POSITIVE	A
Total Expenditures as a % Budget Compared to Prior Year	N/A	POSITIVE	B
Property Tax Collection Analysis	NEGATIVE	POSITIVE	C
Sales Tax Collection Analysis	POSITIVE	POSITIVE	D
Expenditure Analysis	POSITIVE	POSITIVE	E
ENTERPRISE FUND			
Water Billing Analysis	POSITIVE	POSITIVE	F
Sewer Billing Analysis	POSITIVE	POSITIVE	G
Expense Analysis	POSITIVE	POSITIVE	H
HOTEL OCCUPANCY TAX REVENUE			
Hotel Tax Revenue Analysis	N/A	N/A	I
SEDC			
Sales Tax Collection Analysis	POSITIVE	POSITIVE	J
Expenditure Analysis	NEGATIVE	POSITIVE	K
CRIME DISTRICT			
Sales Tax Collection Analysis	POSITIVE	POSITIVE	L
Expenditure Analysis	POSITIVE	POSITIVE	M
INVESTMENTS			
Investment Report	N/A	N/A	N

PERFORMANCE INDICATORS:

POSITIVE
NEGATIVE

Positive = Positive variance as compared to seasonal trend.

Negative = Negative variance as compared to seasonal trend.

GENERAL FUND



CHART A

TOTAL REVENUE THROUGH FEBRUARY 28, 2011

	Budget	YTD Revenue	Prior YTD	
			% of Budget Collected	% of Total Collected
Ad Valorem Taxes	3,876,367	3,570,176	92.10%	90.78%
Penalties & Interest	50,000	22,635	45.27%	36.06%
Sales Tax	1,350,000	599,164	44.38%	41.47%
Franchise Tax	670,000	352,256	52.58%	46.16%
Other Tax	100,000	19,487	19.49%	21.79%
License & Permits	225,000	84,688	37.64%	47.07%
Charges for Services	52,000	6,316	12.15%	39.03%
DOT Fines	125,000	34,026	27.22%	43.28%
Other Municipal Court Fees	347,500	211,764	60.94%	36.43%
Interest Income	4,605	1,678	36.44%	28.90%
Intergovernmental	387,129	180,887	46.73%	30.42%
Other Revenue	50,000	28,016	56.03%	47.65%
Transfers from Enterprise Fund	1,519,872	633,280	41.67%	41.67%
Payment for Services-EDC	<u>30,000</u>	<u>7,500</u>	25.00%	19.80%
Total Revenues	8,787,473	5,751,873	65.46%	62.44%

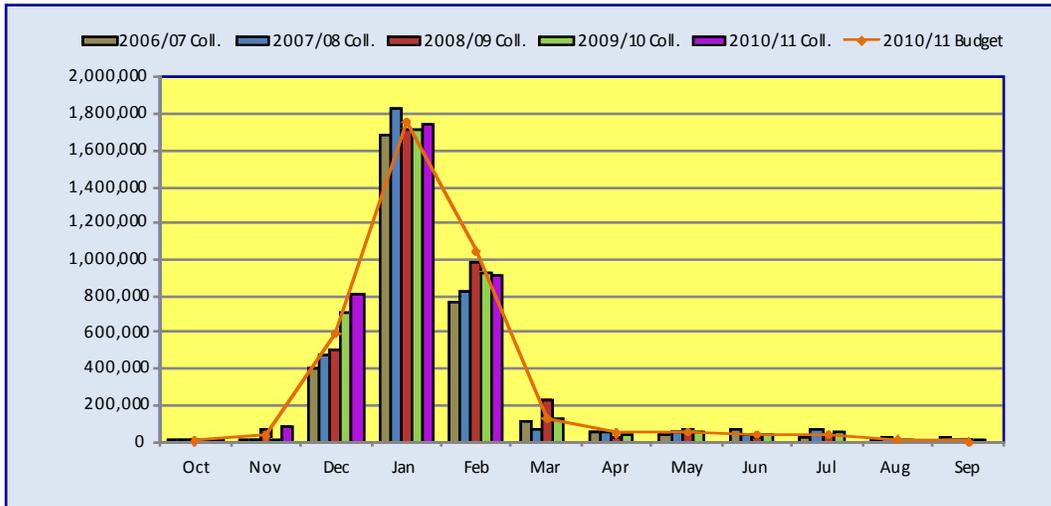
CHART B

TOTAL EXPENDITURES THROUGH FEBRUARY 28, 2011

	Budget	YTD Expenditures	Prior YTD	
			% of Budget Expended	% of Total Expended
Personnel	5,804,470	2,177,943	37.52%	42.53%
Supplies	309,550	83,063	26.83%	37.60%
Services	2,445,787	1,024,798	41.90%	43.16%
Capital	<u>158,381</u>	<u>75,308</u>	<u>47.55%</u>	<u>19.09%</u>
Total Expenditures	8,718,188	3,361,113	38.55%	41.10%

CHART C

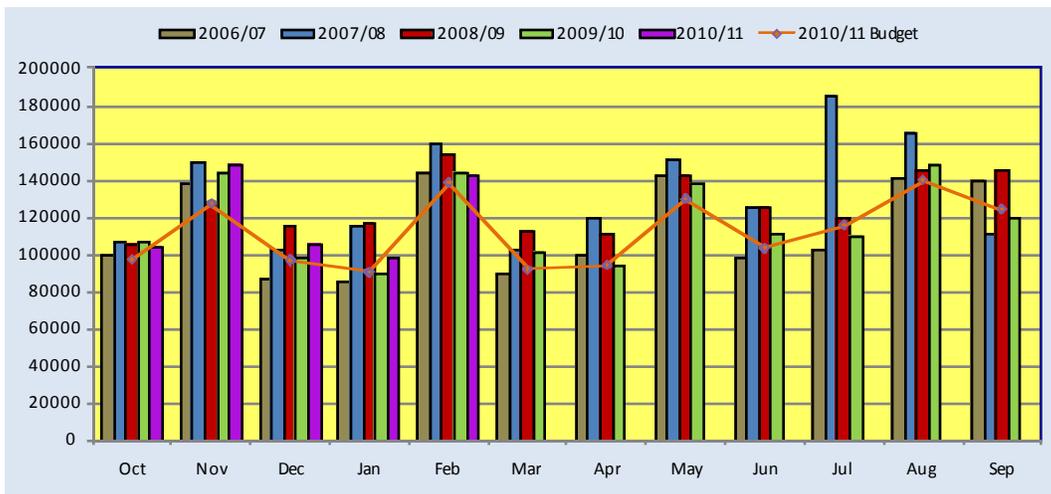
PROPERTY TAX ANALYSIS



2010/11 Budget is divided into months based on the monthly percentages of the last 5 years' collections.
 January revenue only slightly below budget for the month but YTD revenue is higher than YTD budget

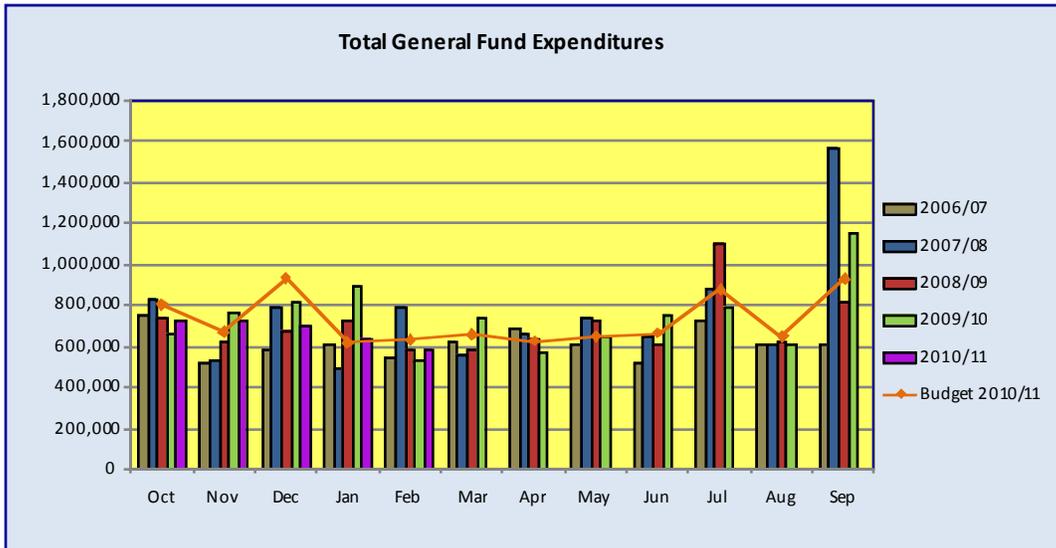
CHART D

SALES TAX ANALYSIS



2010/11 Budget is divided into months based on the monthly percentages of the last 5 years' activity of sales tax revenue.

EXPENDITURE ANALYSIS



High expenditures in September 2008 are a result of Hurricane Ike.

High expenditures in September 2010 are due to city hall A/C replacement.

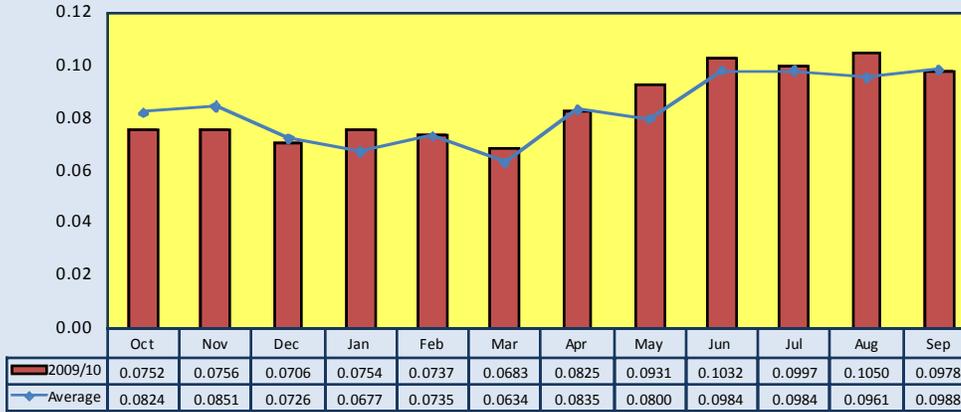
January expenditures slightly higher than January budget but YTD expenditures lower than YTD budget.



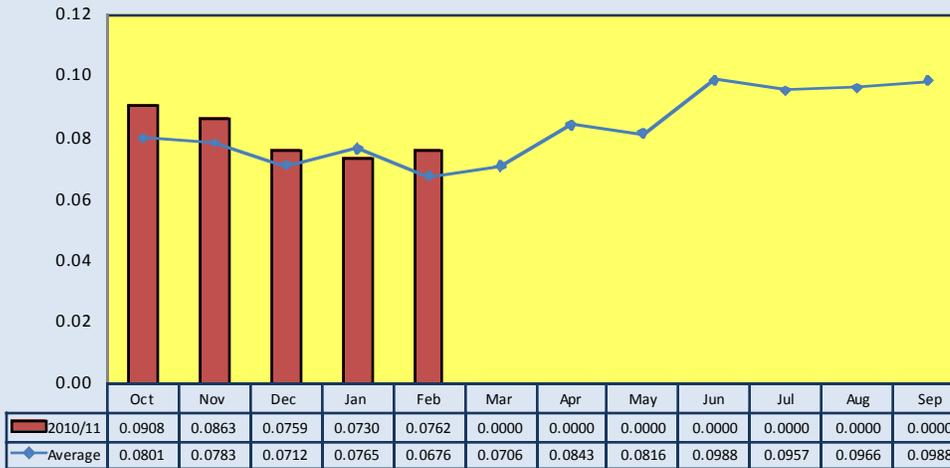
CHART F

WATER BILLING ANALYSIS

Average Percent of Water Billings by Month vs.
2009/10 Percent of Budgeted Billings



Average Percent of Water Billings by Month vs.
2010/11 Percent of Budgeted Billings



WASTEWATER BILLING ANALYSIS

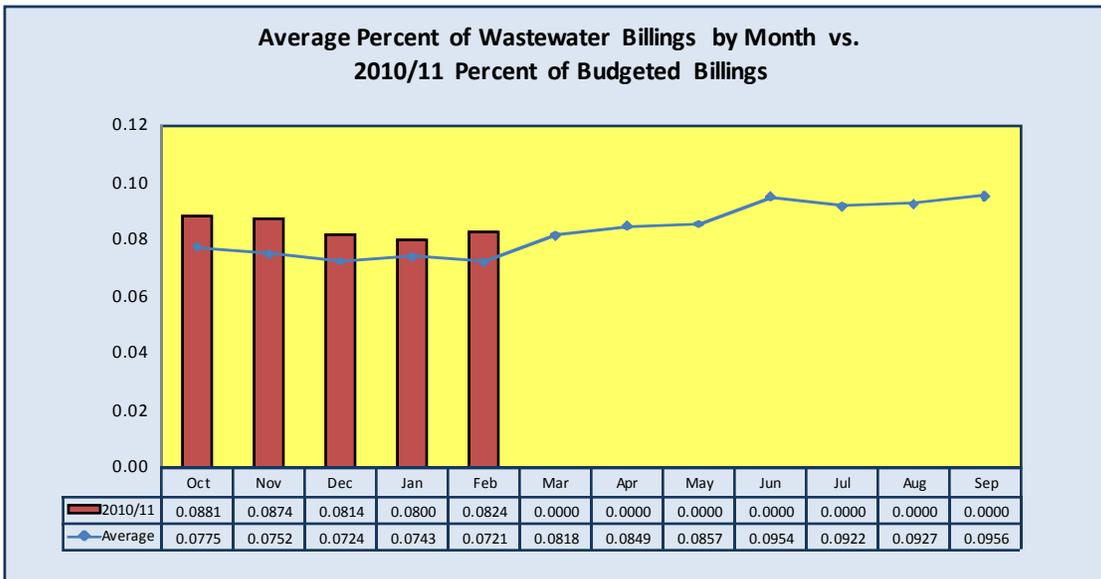
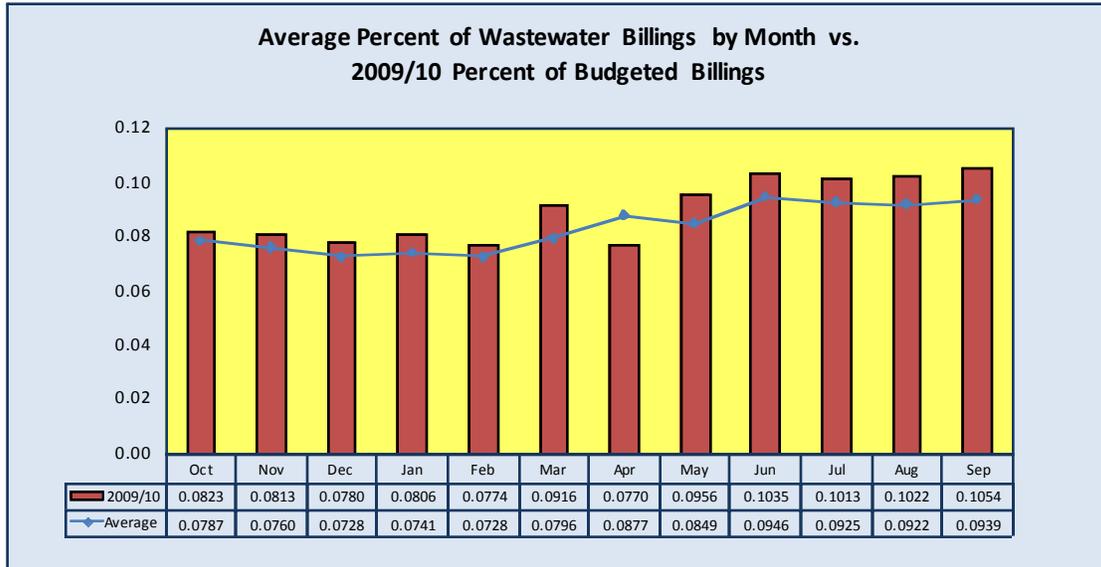
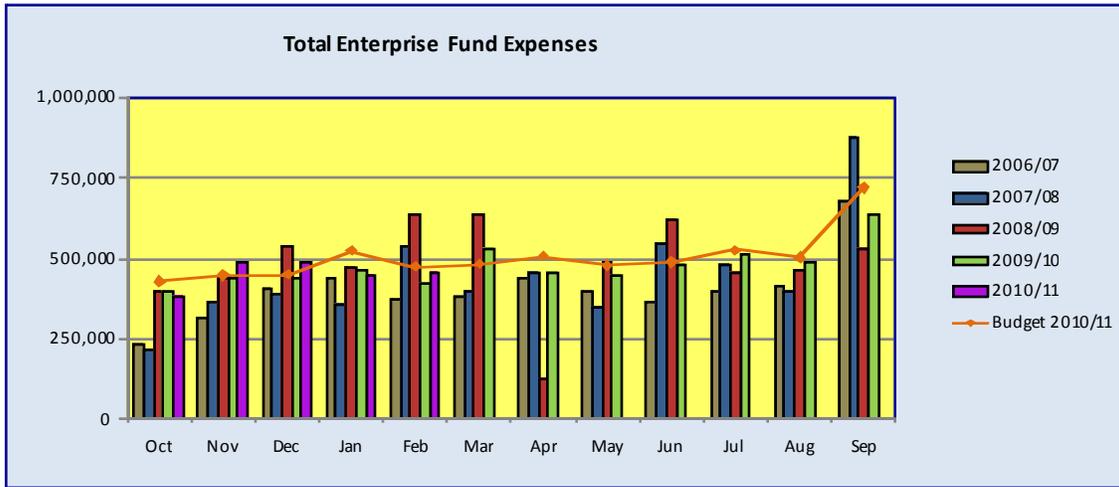


CHART H

EXPENDITURE ANALYSIS



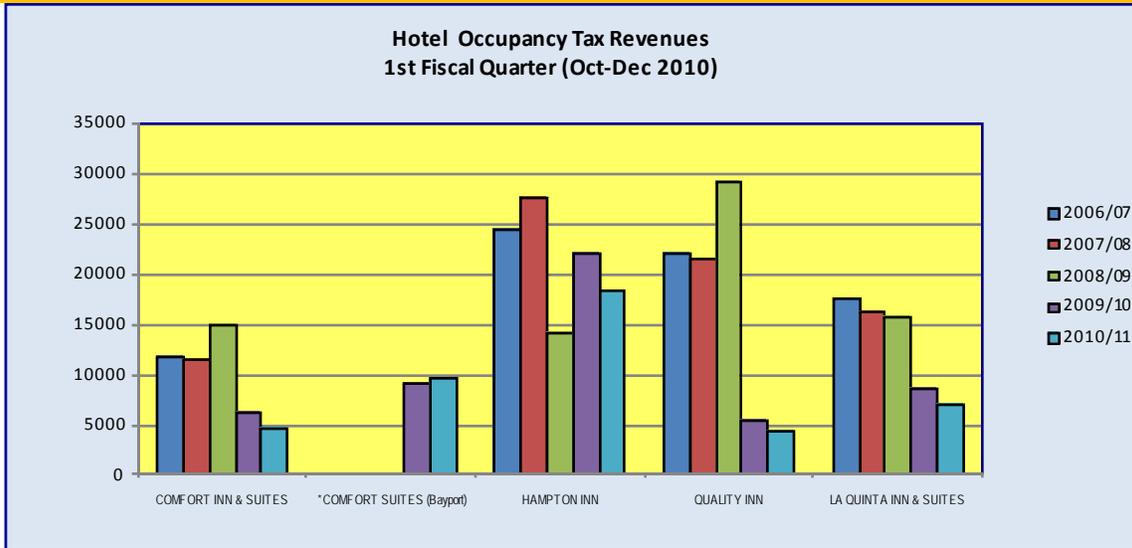
Low expenses April 2009 due to TML insurance reimbursement for IKE

HOTEL TAX FUND



CHART I

HOTEL TAX REVENUE ANALYSIS



Hotel occupancy tax is paid quarterly.

Taxes for 1st quarter 2010-11 (Oct-Dec 2010) was due by January 31, 2011.

*Comfort Suites-Bayport Blvd. opened 2008/09



CHART J

SALES TAX REVENUE ANALYSIS

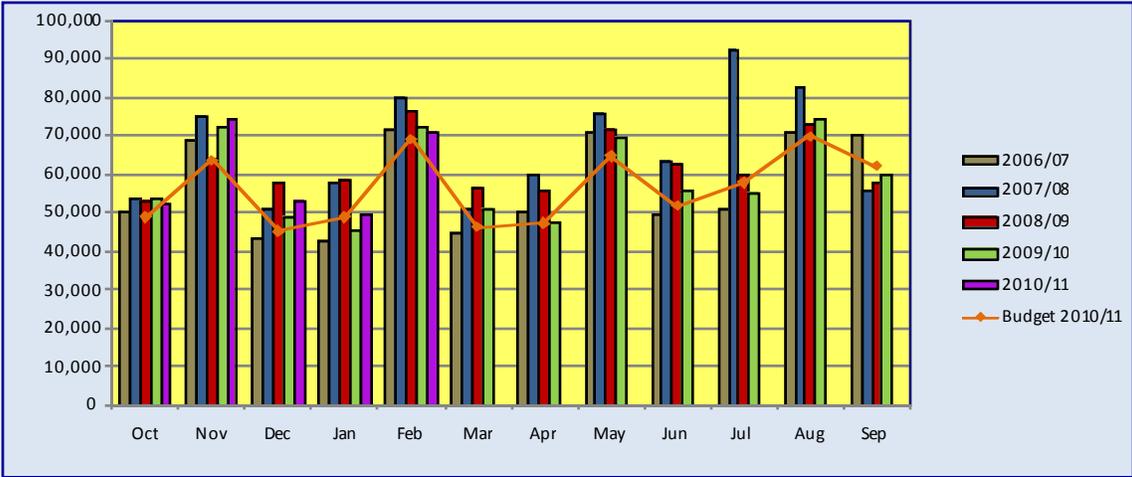
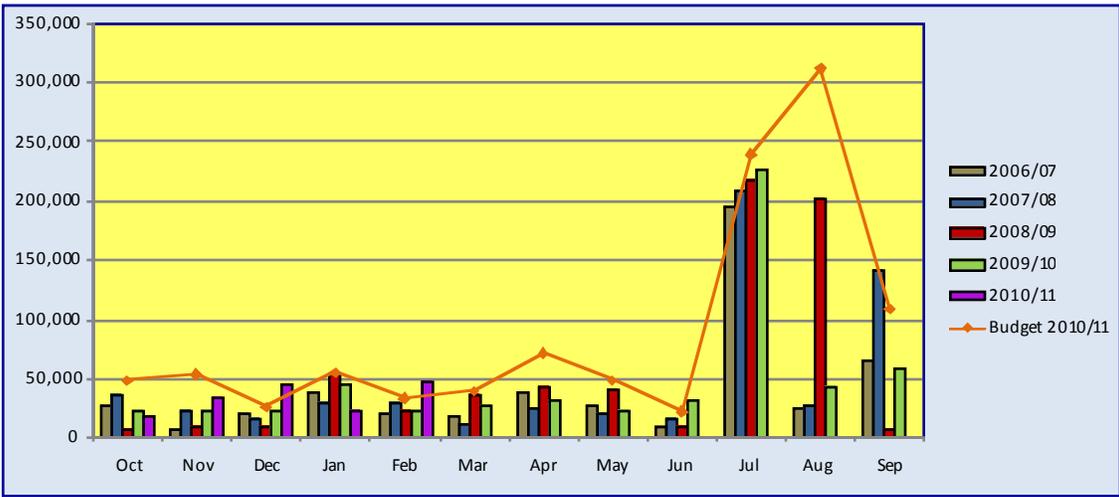


CHART K

EXPENDITURE ANALYSIS



CRIME DISTRICT



CHART L

SALES TAX REVENUE ANALYSIS

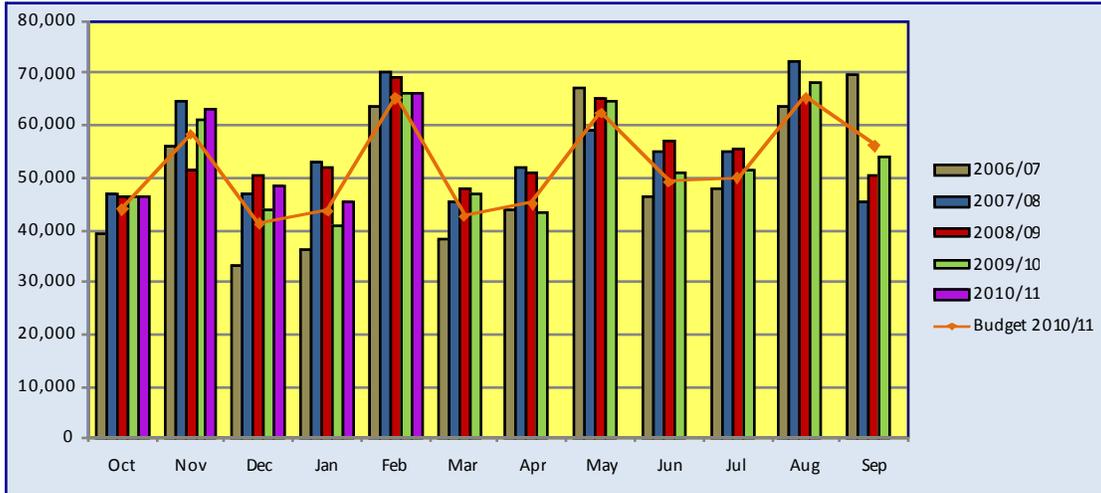
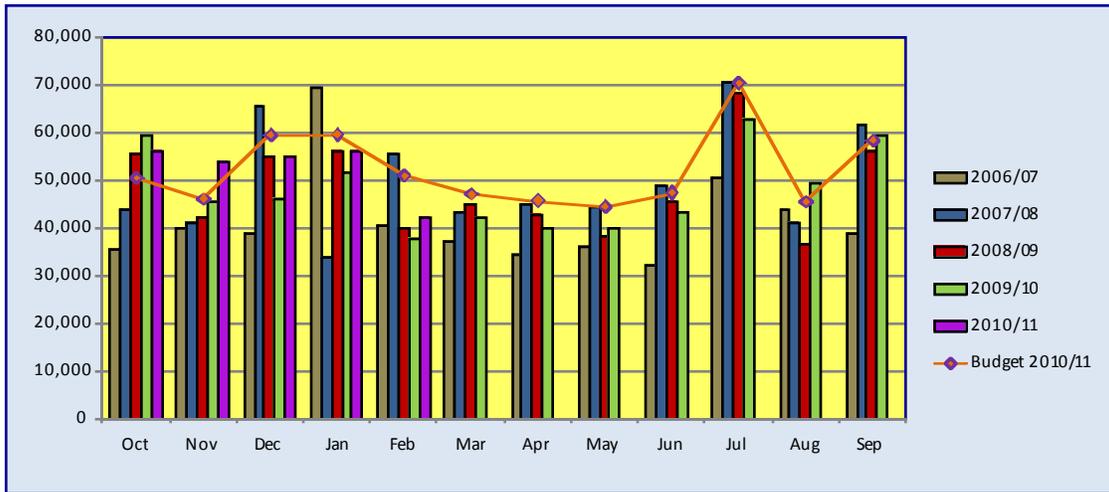


CHART M

EXPENDITURE ANALYSIS



INVESTMENTS



CHART N

MONTHLY INVESTMENT REPORT

TEXPOOL REPORT

MONTH OF FEBRUARY 2011

AVG RATE .1470%

	BEGINNING BALANCE	TRANSFER IN/(OUT)	INT EARNED (Posted Jan)	ENDING BALANCE	PURPOSE OF FUND
GENERAL FUND - UNRESTRICTED	2,390,634.49	2,256,331.15	348.11	4,647,313.75	Working capital
ENTERPRISE FUND - UNRESTRIC	3,098,736.65	71,538.33	369.99	3,170,644.97	Working capital
ENTERPRISE FUND - RESTRICTEI	300,000.00	0.00	incl in above	300,000.00	Customer liability
CAPITAL IMPACT FEES	2,028,747.18	1,148.00	228.88	2,030,124.06	Water & sewer lines extensions & expansions
PARK FEES	5,677.04	0.00	0.64	5,677.68	Reserved for acquisition & development of park land
CHILD SAFETY PROGRAMS	15,054.35	0.00	1.70	15,056.05	Reserved for Child Safety/School Zones
FEDERAL SEIZURE	80,437.94	0.00	9.07	80,447.01	Criminal Investigation - Federal Funds
HOTEL/MOTEL FUND	693,046.64	20,000.00	78.28	713,124.92	Restricted for promotion of tourism
DEBT SERVICE FUND	2,595,045.74	(63,468.42)	290.29	2,531,867.61	Restricted for General fund reserves & yearly debt service
WTR/SWR BONDS	402,924.63	0.00	45.45	402,970.08	Funds transferred from Bond Mkt Acct to allow liquidity
FIRE BONDS	1,171,769.54	0.00	132.18	1,171,901.72	Funds transferred from Bond Mkt Acct to allow liquidity
STREET BONDS	128,788.76	0.00	14.53	128,803.29	Funds transferred from Bond Mkt Acct to allow liquidity
PINE GULLY PARK BONDS	19,430.77	(19,430.77)	0.64	0.64	Funds transferred from Bond Mkt Acct to allow liquidity
LIBRARY BONDS	22,860.91	0.00	2.58	22,863.49	Funds transferred from Bond Mkt Acct to allow liquidity
LAKESIDE DRIVE CERT DEP	535,538.55	(100,000.00)	52.45	435,591.00	
CRIME DISTRICT	145,280.21	30,000.00	16.53	175,296.74	Funds transferred from Bond Mkt Acct to allow liquidity
SEDC II - UNRESTRICTED	1,835,362.94	3,881.71	253.97	1,839,498.62	Seabrook Economic Development Corporation II
SEDC II - RESTRICTED FOR BONI	223,755.00	0.00	incl in above	223,755.00	SEDC II - Reserve for revenue bond debt service
SEDC II - RESTRICT FOR EMERG	180,000.00	0.00	incl in above	180,000.00	Emergency Reserve
STEP FUND	25,137.40	0.00	2.84	25,140.24	
MUNI COURT - SECURITY FUND	37,065.83	0.00	4.18	37,070.01	Funds from fines to be used for security
COURT - TIME PAYMENT FEES	10,006.15	0.00	1.13	10,007.28	Funds from fines to be used to improve court
MUNI COURT - TECHNOLOGY FUNI	1,464.94	0.00	0.17	1,465.11	
TOTAL TEXPOOL FUND	15,946,765.66	2,200,000.00	1,853.61	\$18,148,619.27	

The investment portfolio of the City of Seabrook is in compliance with the investment strategies expressed in the City's Investment Policy and relevant provisions of Chapter 2256 of the Local Government Code.

Pam Lab

Finance Director



TEXPOOL

THE TEXAS INVESTMENT SERVICE FOR PUBLIC FUNDS

March 2011

PERFORMANCE

As of February 28, 2011	TexPool	TexPool Prime
Current Invested Balance	\$19,053,983,220.47	\$1,724,025,246.27
Weighted Average Maturity (1)*	46 Days	34 Days
Weighted Average Maturity (2)*	74 Days	39 Days
Net Asset Value	1.00004	1.00004
Total Number of Participants	2,246	125
Management Fee on Invested Balance	0.0473%	0.0638%
Interest Distributed	\$2,225,224.38	\$257,236.33
Management Fee Collected	\$717,494.75	\$86,781.28
Standard & Poor's Current Rating	AAAm	AAAm
February Averages		
Average Invested Balance	\$19,760,674,118.76	\$1,771,170,270.00
Average Monthly Yield, on a simple basis (3)*	0.15%	0.19%
Average Weighted Average Maturity (1)*	48 Days	48 Days
Average Weighted Average Maturity (2)*	75 Days	75 Days

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

Economic and Market Commentary – February 28, 2011

In a reflection of the fearsome winter weather that gripped much of the country in February, short-term interest rates remained virtually frozen in place despite a news-heavy calendar that suggested changes in the cash yield curve might not be far off. In addition to generally robust corporate earnings reports and further indications that the U.S. economy was gaining traction, spreading political turbulence in the Middle East and North Africa carries important implications for monetary policy because of its impact on inflation, which already has appeared on the radar screen of many investors and some members of the Federal Reserve Board. Chatter about the need to raise the U.S. debt ceiling — with its implied risk of a government shutdown — also could be heard.

Still, the cash yield curve barely budged in February, with one month Libor closing at 0.261%, three month Libor at 0.309%, six month Libor at 0.464%, and one year Libor at 0.790%. Only six-month rates showed any overall movement, rising by a scant basis point. However, the yield on two-year Treasury notes did jump by 11 basis points to 0.69% as investors recalibrated their expectations for the initial round of Fed tightening. Given the stasis that continues to characterize the cash market, however, we performed mostly maintenance-related trades in both TexPool and TexPool Prime. On occasion, pockets of value quickly appeared — and just as quickly vanished. TexPool closed the month with a net yield of 0.1724% and TexPool Prime finished at 0.2069%.

We continue to believe that the initial interest rate hike will occur somewhat sooner than the consensus believes and that inflation will be the ultimate trigger for the Fed's action. (A survey of 54 leading economists by Bloomberg News in February put the date of the first Fed tightening in the first quarter of 2012.) Though the Fed's Open Market Committee mentioned rising commodity costs in the minutes from its January meeting, policymakers mostly downplayed any immediate threat from inflation, noting that labor compensation, domestic resource utilization rates and the housing market remained subdued. Still, headline inflation in the U.S. rose by 0.5% in January, the largest monthly increase since June 2009. Meanwhile, inflation expectations (as implied by the breakeven rate between traditional cash Treasuries and Treasury Inflation Protected Securities) have increased to about 2.3%, a dramatic rise since last summer.

The contradictory nature of the inflation metrics and the apparent ambivalence of the FOMC on the issue may have been neatly captured in recent speeches by St. Louis Federal Reserve president James Bullard, a career inflation hawk who nonetheless was a strong early supporter of the Fed's \$600 billion second round of quantitative easing (dubbed QE2) and who remains concerned about Japanese-style deflation taking hold in the United States. Yet Bullard also has noted that policymakers might at some point have to look beyond the stubbornly high U.S. output gap (a primary source of deflationary pressure) and recognize growing global capacity constraints in setting benchmark interest rates. Because of his credibility concerning inflation, Bullard has been mentioned as a bellwether on central bank policy, which is likely to undergo heightened scrutiny following remarks by Fed Chairman Ben Bernanke to Congress in early March.

ANNOUNCEMENTS

We would like to recognize and welcome the following entities who joined the TexPool and TexPool Prime program in February, 2011:

1. Northeast Hays County ESD 2 (TexPool)
2. City of Kerrville (TexPool Prime)

Upcoming Events

05/22/11 – 05/25/11 GFOA National Conference San Antonio

Holiday Closing

In observance of Good Friday, TexPool will be closed on Friday, April 22, 2011. All ACH transactions placed on Thursday, April 21, 2011 will be given a settlement date of Monday, April 25th. Any transactions placed on Friday, April 22, 2011 will be given a settlement date of Monday, April 25th.

Please plan accordingly for your liquidity needs.



TexPool

PORTFOLIO ASSET SUMMARY AS OF FEBRUARY 28, 2011

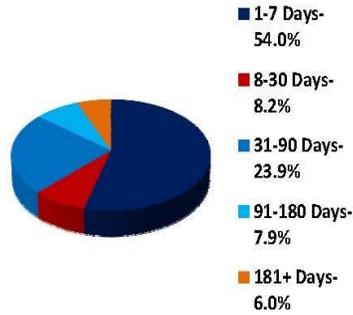
	Book Value	Market Value
Uninvested Balance	\$ (842.22)	\$ (842.22)
Receivable for Investments Sold	0	0
Accrual of Interest Income	16,102,871.37	16,102,871.37
Interest and Management Fees Payable	(2,225,081.06)	(2,225,081.06)
Payable for Investments Purchased	(85,912,808.00)	(85,912,808.00)
Repurchase Agreements	9,361,232,000.00	9,361,232,000.00
Mutual Fund Investments	0	0
Government Securities	9,463,521,020.74	9,464,098,229.19
US Treasury Bills	0	0
US Treasury Notes	301,266,060.28	301,304,700.00
Total	\$ 19,053,983,221.11	\$ 19,054,699,069.28

Market value of collateral supporting the Repurchase Agreements is at least 102% of the Book Value. The portfolio is managed by Federated Investment Counseling 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.

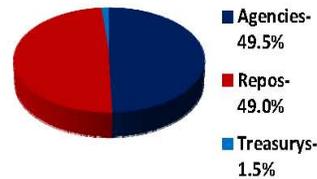
DAILY SUMMARY

Date	Money Mkt Fund Equiv (SEC Std.)	Daily Allocation Factor	TexPool Invested Balance	Market Value Per Share	WAM Days (1)	WAM Days (2)
2/1	0.1657%	0.000004539	\$19,509,156,608.94	1.00002	42	71
2/2	0.1636%	0.000004482	\$19,711,528,504.28	1.00001	42	71
2/3	0.1449%	0.000003971	\$19,979,934,401.61	1.00002	44	71
2/4	0.1550%	0.000004246	\$20,096,351,086.58	1.00001	47	75
2/5	0.1550%	0.000004246	\$20,096,351,086.58	1.00001	47	75
2/6	0.1550%	0.000004246	\$20,096,351,086.58	1.00001	47	75
2/7	0.1241%	0.000003400	\$20,181,710,950.08	1.00001	47	74
2/8	0.1476%	0.000004045	\$20,228,171,675.79	1.00001	51	77
2/9	0.1291%	0.000003536	\$20,455,474,029.07	1.00001	48	75
2/10	0.1363%	0.000003734	\$20,351,700,526.82	1.00002	48	75
2/11	0.1339%	0.000003669	\$20,473,980,093.72	1.00003	49	76
2/12	0.1339%	0.000003669	\$20,473,980,093.72	1.00003	49	76
2/13	0.1338%	0.000003665	\$20,473,980,093.72	1.00003	49	76
2/14	0.1413%	0.000003871	\$19,723,227,129.74	1.00003	50	74
2/15	0.1663%	0.000004556	\$19,438,367,527.47	1.00003	51	76
2/16	0.1425%	0.000003903	\$19,435,160,242.44	1.00004	51	75
2/17	0.1328%	0.000003638	\$19,464,804,397.00	1.00005	50	74
2/18	0.1467%	0.000004020	\$19,542,368,490.15	1.00006	51	76
2/19	0.1467%	0.000004020	\$19,542,368,490.15	1.00006	51	76
2/20	0.1467%	0.000004020	\$19,542,368,490.15	1.00006	51	76
2/21	0.1467%	0.000004020	\$19,542,368,490.15	1.00006	51	76
2/22	0.1437%	0.000003937	\$19,535,817,650.74	1.00006	48	72
2/23	0.1428%	0.000003913	\$19,497,876,779.87	1.00005	47	77
2/24	0.1526%	0.000004180	\$19,386,141,101.86	1.00005	47	74
2/25	0.1527%	0.000004184	\$19,123,481,036.55	1.00005	48	76
2/26	0.1527%	0.000004184	\$19,123,481,036.55	1.00005	48	76
2/27	0.1527%	0.000004184	\$19,123,481,036.55	1.00005	48	76
2/28	0.1724%	0.000004724	\$19,053,983,220.47	1.00004	46	74
Averages	0.1470%	0.000004029	\$19,760,674,116.76		48	75

**Portfolio by Maturity
As of February 28, 2011**



**Portfolio by Type of Investment
As of February 28, 2011**



	Number of Participants	Balance
School District	563	\$7,187,005,492.67
Higher Education	55	\$2,147,438,330.29
Health Care	79	\$888,379,013.84
Utility District	689	\$1,618,907,583.55
City	437	\$4,934,742,839.60
County	171	\$1,651,661,459.30
Other	252	\$845,634,425.67

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 28, 2011

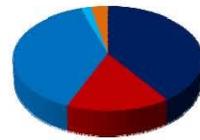
		Book Value		Market Value
Uninvested Balance	\$	1,670,374.75	\$	1,670,374.75
Accrual of Interest Income		55,231.60		55,231.60
Interest and Management Fees Payable		(257,236.34)		(257,236.34)
Payable for Investments Purchased		0		0
Accrued Expenses & Taxes		0		0
Repurchase Agreements		482,700,000.00		482,700,000.00
Commercial Paper		1,075,619,733.95		1,075,673,279.19
Bank Instruments		0		0
Mutual Fund Investments		0		0
Government Securities		129,192,525.36		129,181,718.60
Variable Rate Notes		35,044,616.95		35,061,390.00
Total	\$	1,724,025,246.27	\$	1,724,084,757.80

Market value of collateral supporting the Repurchase Agreements is at least 102% of the Book Value. The portfolio is managed by Federated Investment Counseling 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

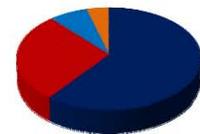
Date	Money Mkt Fund Equiv (SEC Std.)	Daily Allocation Factor	TexPool Prime Invested Balance	Market Value Per Share	WAM Days (1)	WAM Days (2)
2/1	0.2092%	0.000005731	\$1,712,770,201.04	1.00004	37	48
2/2	0.2054%	0.000005627	\$1,756,595,586.77	1.00004	37	47
2/3	0.1933%	0.000005295	\$1,766,084,073.65	1.00003	46	52
2/4	0.1920%	0.000005259	\$1,764,567,544.85	1.00001	47	53
2/5	0.1920%	0.000005259	\$1,764,567,544.85	1.00001	47	53
2/6	0.1920%	0.000005259	\$1,764,567,544.85	1.00001	47	53
2/7	0.1975%	0.000005138	\$1,780,547,833.88	1.00002	45	50
2/8	0.1800%	0.000004932	\$1,808,908,145.29	1.00001	44	49
2/9	0.1770%	0.000004685	\$1,851,474,177.04	1.00001	43	48
2/10	0.1768%	0.000004845	\$1,865,967,422.64	1.00001	42	47
2/11	0.1767%	0.000004841	\$1,849,941,428.71	1.00000	43	48
2/12	0.1767%	0.000004841	\$1,849,941,428.71	1.00000	43	48
2/13	0.1767%	0.000004841	\$1,849,941,428.71	1.00000	43	48
2/14	0.1757%	0.000004813	\$1,848,417,535.74	1.00001	41	45
2/15	0.2087%	0.000005717	\$1,712,669,863.09	1.00001	44	49
2/16	0.1926%	0.000005278	\$1,710,069,906.14	1.00001	43	48
2/17	0.1817%	0.000004979	\$1,725,437,764.93	1.00003	39	47
2/18	0.1902%	0.000005211	\$1,723,508,221.92	1.00001	39	47
2/19	0.1902%	0.000005211	\$1,723,508,221.92	1.00001	39	47
2/20	0.1902%	0.000005211	\$1,723,508,221.92	1.00001	39	47
2/21	0.1902%	0.000005211	\$1,723,508,221.92	1.00001	39	47
2/22	0.1834%	0.000005024	\$1,750,653,640.12	1.00003	35	43
2/23	0.1840%	0.000005042	\$1,730,358,520.14	1.00003	35	43
2/24	0.1928%	0.000005276	\$1,781,435,205.76	1.00004	36	41
2/25	0.1965%	0.000005395	\$1,756,620,875.04	1.00003	36	41
2/26	0.1965%	0.000005395	\$1,756,620,875.04	1.00003	36	41
2/27	0.1965%	0.000005395	\$1,756,620,875.04	1.00003	36	41
2/28	0.2069%	0.000005669	\$1,724,025,246.27	1.00004	34	39
Averages	0.1895%	0.000005192	\$1,771,170,270.00		41	47

Portfolio by Maturity
As of February 28, 2011



- 1-7 Days- 40.3%
- 8-30 Days- 16.1%
- 31-90 Days- 38.5%
- 91-180 Days- 1.9%
- 181-397 Days- 3.2%

Portfolio by Type of Investment
As of February 28, 2011



- CP: 60.1%
- Repo: 28.0%
- Gov: 7.3%
- Var: 4.3%

	Number of Participants	Balance
School District	63	\$1,194,675,495.99
Higher Education	7	\$103,489,720.74
Health Care	6	\$28,167,712.22
Utility District	2	\$37,200,529.70
City	21	\$106,963,157.10
County	16	\$251,362,074.13
Other	10	\$2,166,407.71

*(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.

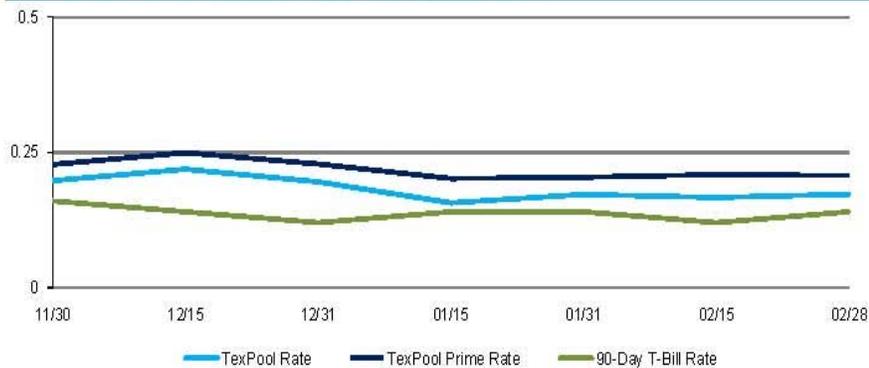


TEXPOOL

THE TEXAS INVESTMENT SERVICE FOR PUBLIC FUNDS

TexPool Participant Services
1001 Texas Ave. 14th Floor
Houston, TX 77002

TEXPOOL & TEXPOOL PRIME VS. 90-DAY TREASURY BILL



TexPool Advisory Board Members

R.C. Allen	Jose Elizondo, Jr.	LaVonne Mason	Clay McPhail
Pati Buchenau	Ron Leverett	John McGrane	Vivian Wood

Additional information regarding TexPool is available upon request

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