



MONTHLY FINANCIAL REPORT

PERFORMANCE SUMMARY

January 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	NEGATIVE	POSITIVE	E
ENTERPRISE FUND			
Water Billing Analysis	NEGATIVE	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	NEGATIVE	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 JANUARY 31, 2011

	Budget	YTD Revenue	Prior YTD	
			% of Budget Collected	% of Total Collected
Ad Valorem Taxes	3,876,367	2,657,694	68.56%	66.00%
Penalties & Interest	50,000	18,667	37.33%	22.76%
Sales Tax	1,350,000	457,305	33.87%	31.23%
Franchise Tax	670,000	200,757	29.96%	27.17%
Other Tax	100,000	19,487	19.49%	21.79%
License & Permits	225,000	52,519	23.34%	39.52%
Charges for Services	52,000	5,512	10.60%	31.36%
DOT Fines	125,000	27,409	21.93%	36.80%
Other Municipal Court Fees	347,500	166,865	48.02%	28.23%
Interest Income	4,605	1,330	28.88%	22.02%
Intergovernmental	387,129	121,894	31.49%	22.73%
Other Revenue	50,000	8,895	17.79%	10.53%
Transfers from Enterprise Fund	1,519,872	506,624	33.33%	33.33%
Payment for Services-EDC	<u>30,000</u>	<u>7,500</u>	25.00%	19.80%
Total Revenues	8,787,473	4,252,457	48.39%	45.77%

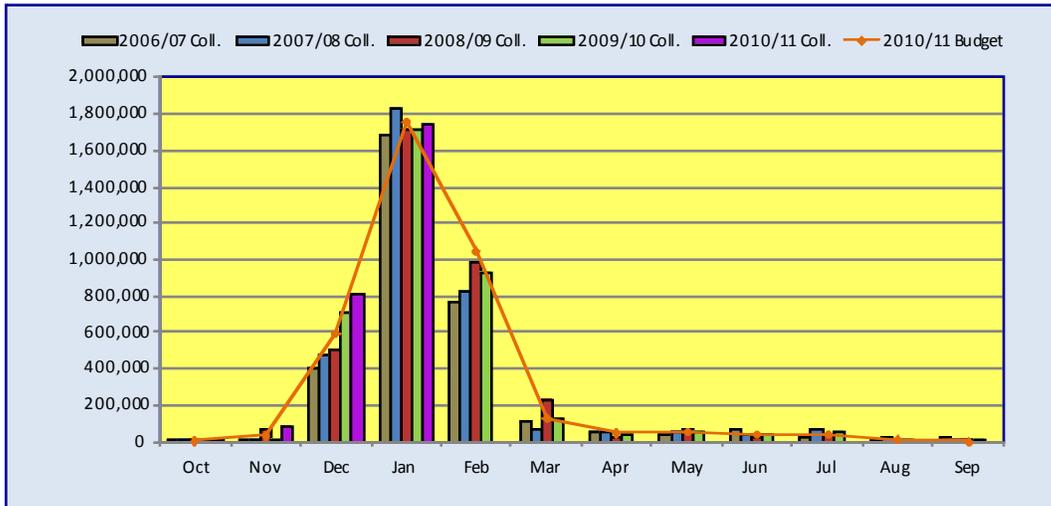
CHART B

TOTAL EXPENDITURES THROUGH JANUARY 31, 2011

	Budget	YTD Expenditures	Prior YTD	
			% of Budget Expended	% of Total Expended
Personnel	5,804,470	1,798,420	30.98%	35.07%
Supplies	309,550	61,778	19.96%	33.12%
Services	2,445,787	806,585	32.98%	39.59%
Capital	<u>158,381</u>	<u>73,621</u>	<u>46.48%</u>	<u>7.62%</u>
Total Expenditures	8,718,188	2,740,404	31.43%	33.98%

CHART C

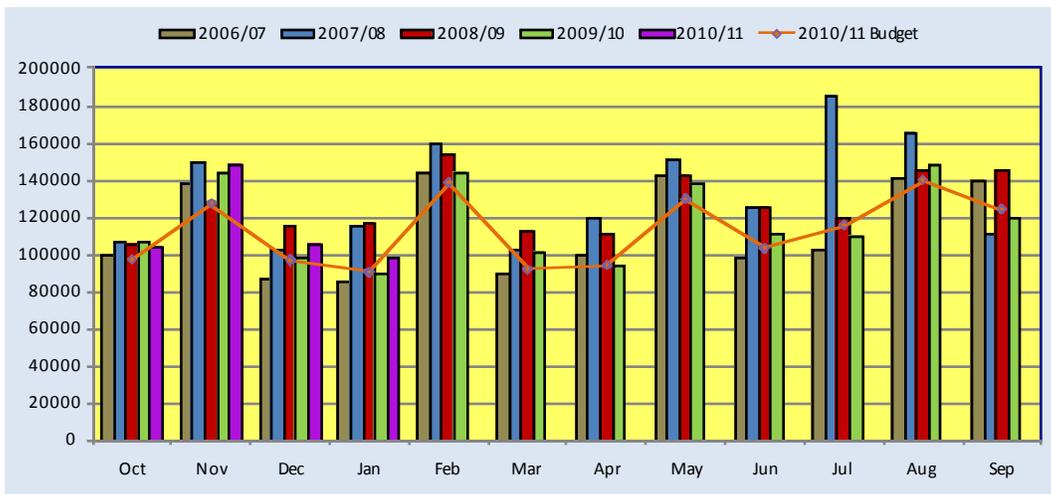
PROPERTY TAX ANALYSIS



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

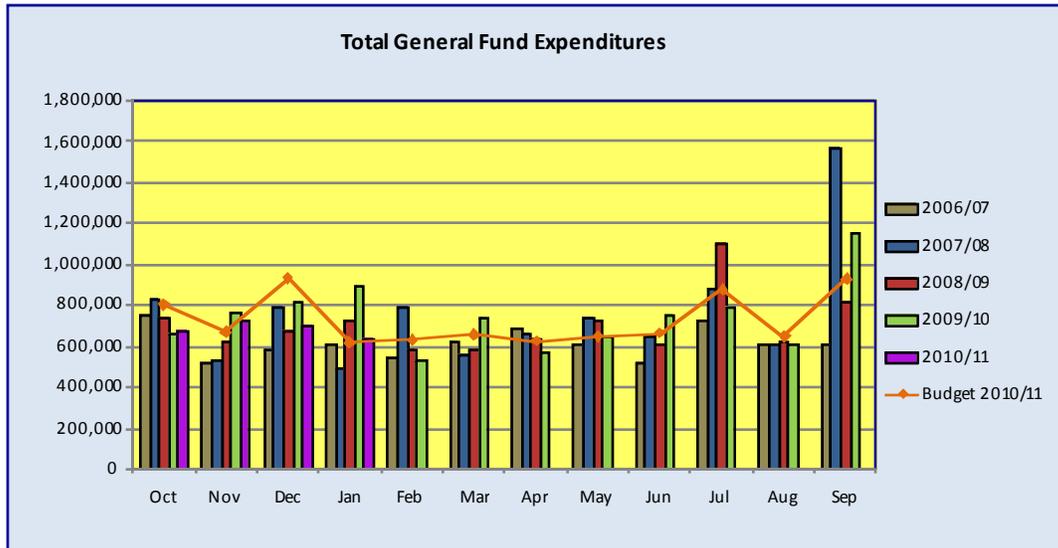
CHART D

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.

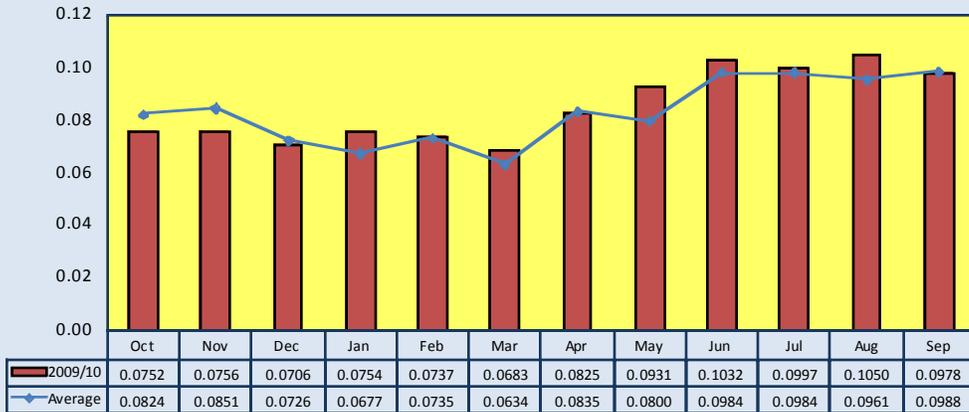
January expenditures slightly higher than January budget but YTD expenditures lower than YTD budget.



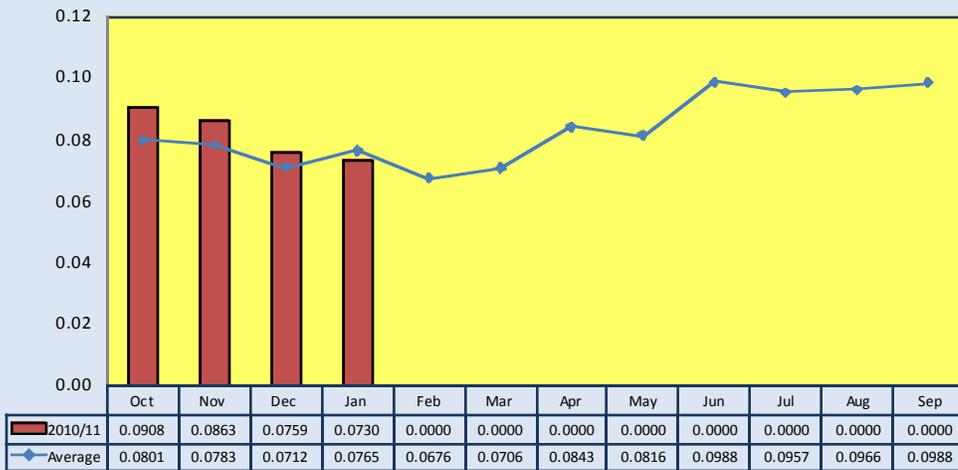
CHART F

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

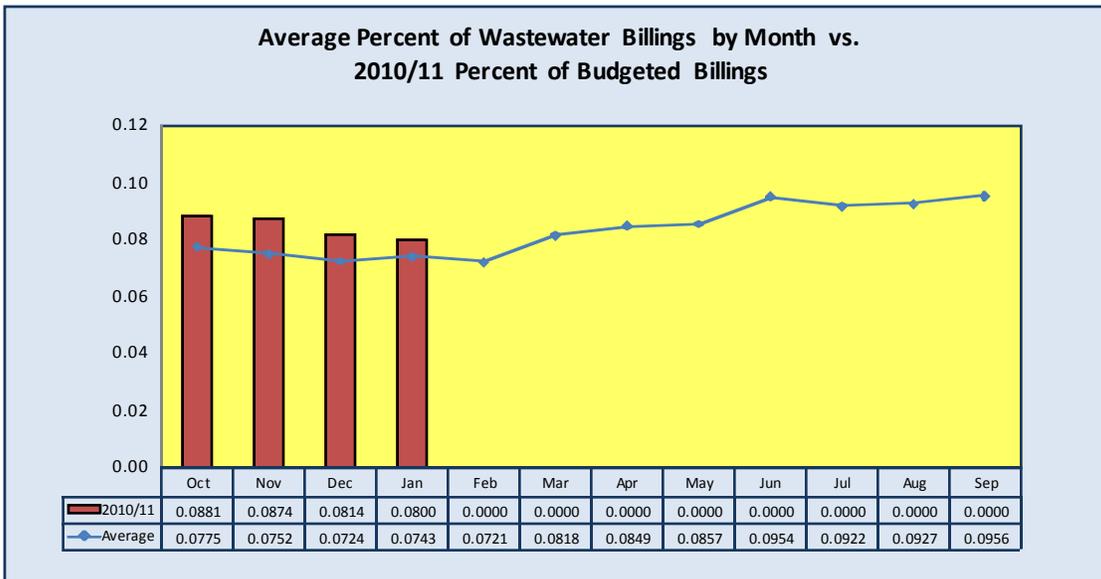
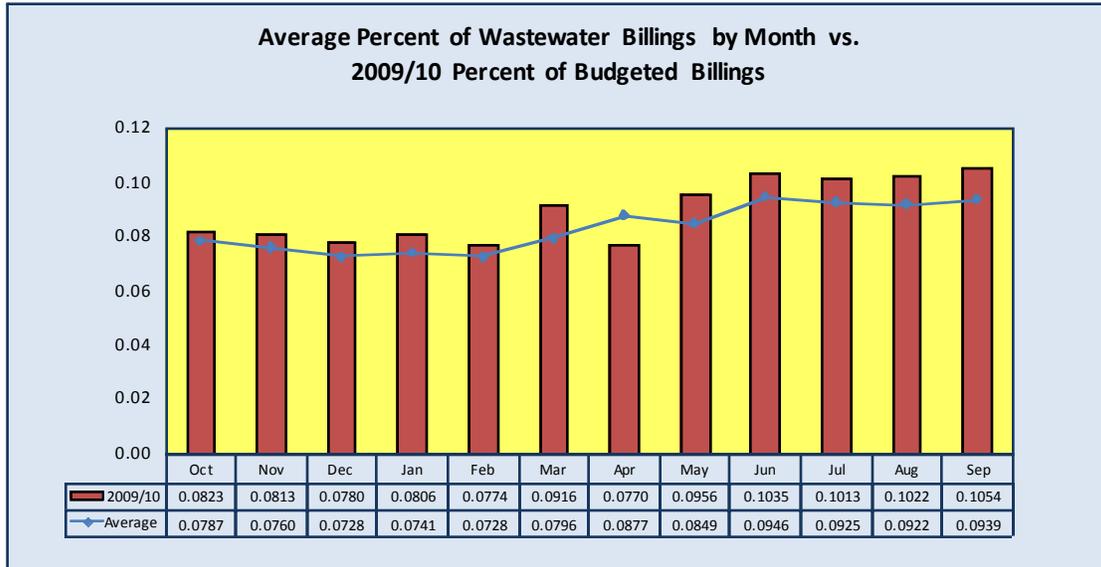
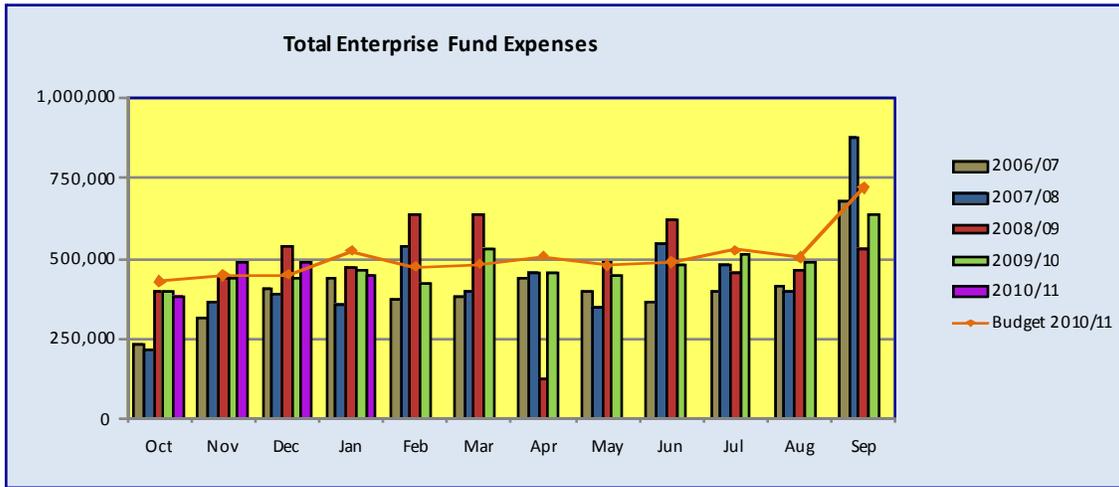


CHART H

EXPENDITURE ANALYSIS



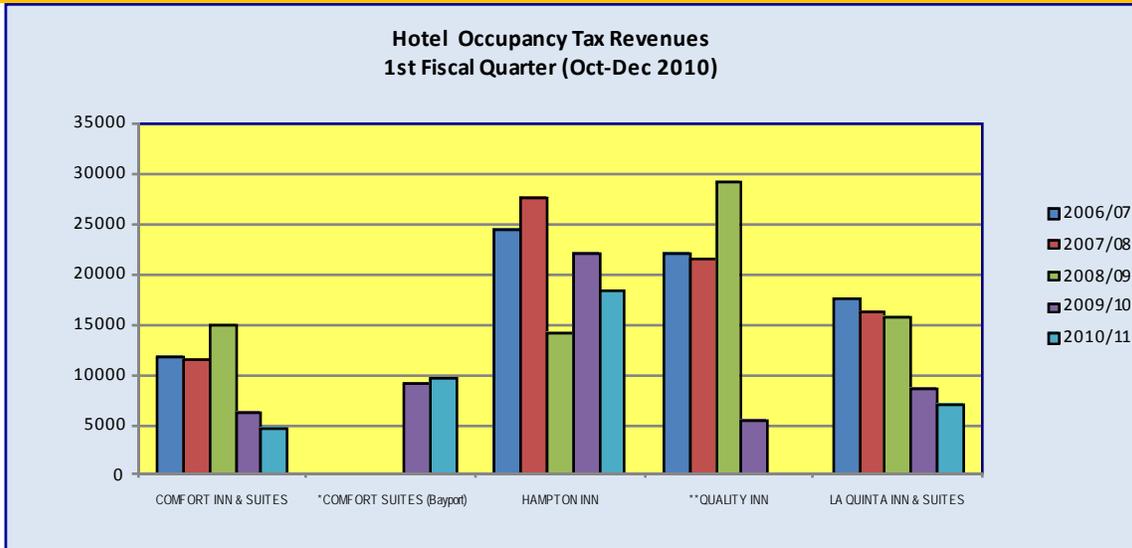
Low expenses April 2009 due to TML insurance reimbursement for IKE

HOTEL TAX FUND



CHART I

HOTEL TAX REVENUE ANALYSIS



Hotel occupancy tax is paid quarterly. The City receive Taxes for 1st quarter 2010-11 (Oct-Dec 2010) was due by January 31, 2011.

*Comfort Suites-Bayport Blvd. opened 2008/09

** Quality Inn 4th qtr - unpaid

SEABROOK EDC



CHART J

SALES TAX REVENUE ANALYSIS

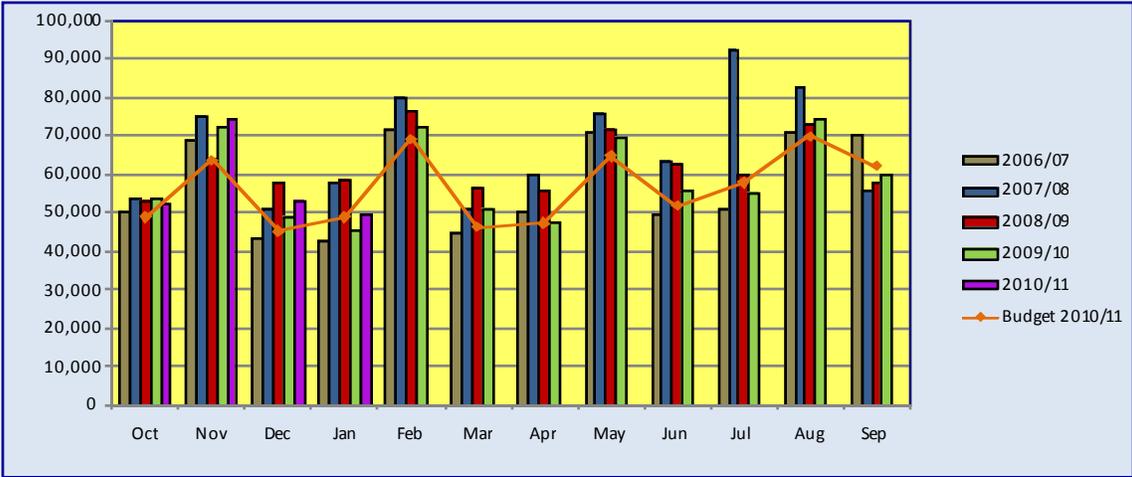
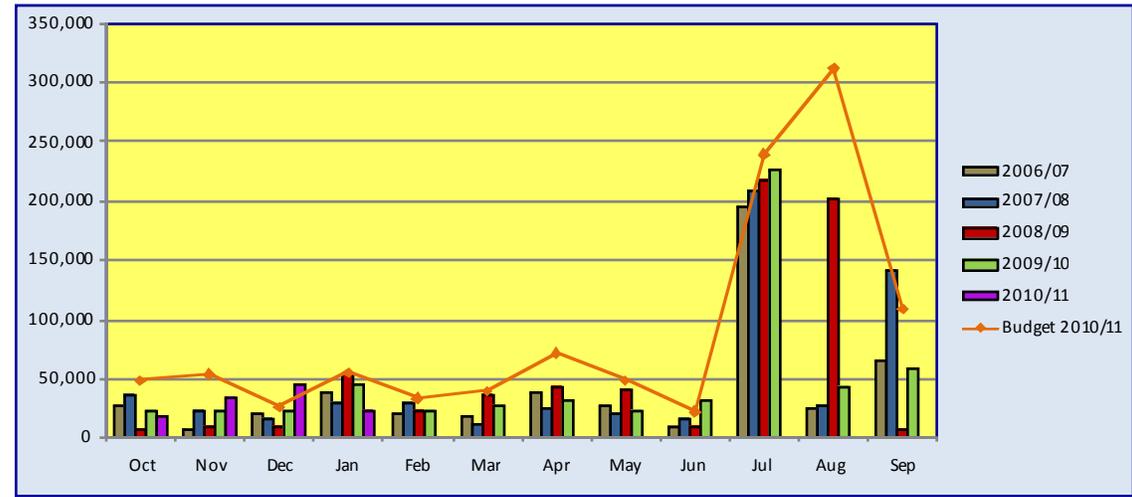


CHART K

EXPENDITURE ANALYSIS



CRIME DISTRICT



CHART L

SALES TAX REVENUE ANALYSIS

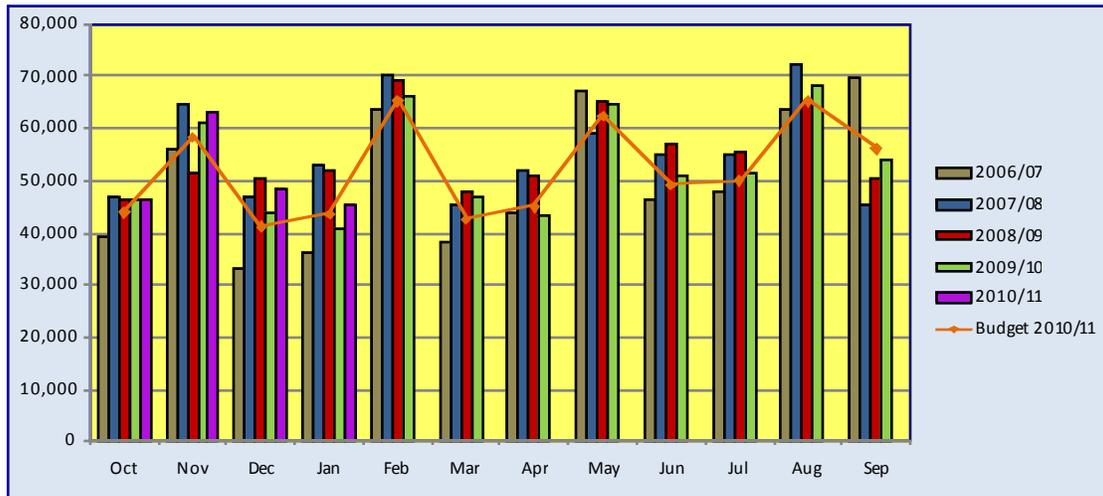
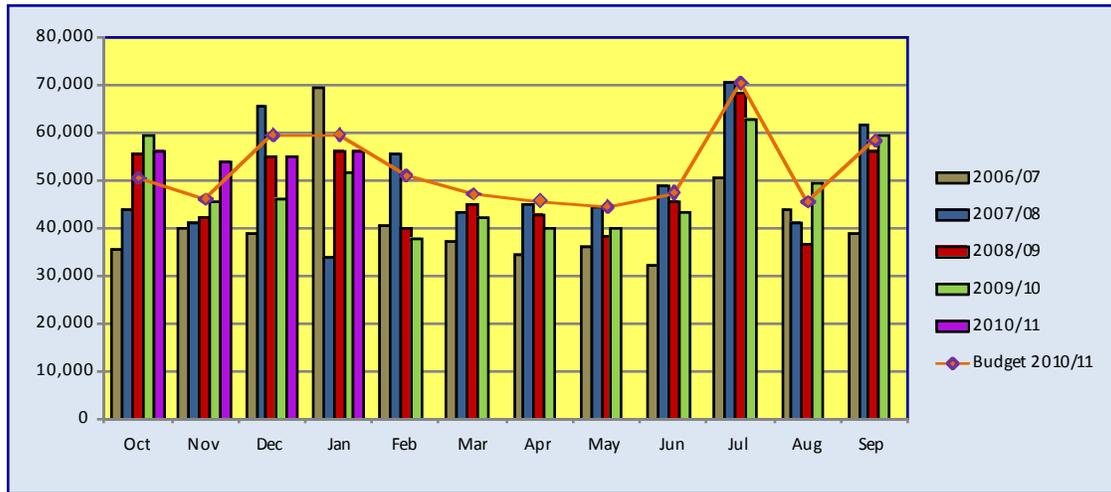


CHART M

EXPENDITURE ANALYSIS



INVESTMENTS



CHART N

MONTHLY INVESTMENT REPORT

TEXPOOL REPORT

MONTH OF JANUARY 2011

AVG RATE .1587%

	BEGINNING BALANCE	TRANSFER IN/(OUT)	INT EARNED (Posted Jan)	ENDING BALANCE	PURPOSE OF FUND
GENERAL FUND - UNRESTRICTED	1,576,268.66	814,026.72	339.11	2,390,634.49	Working capital
ENTERPRISE FUND - UNRESTRIC	2,606,553.80	491,753.59	429.26	3,098,736.65	Working capital
ENTERPRISE FUND - RESTRICTEI	300,000.00	0.00	incl in above	300,000.00	Customer liability
CAPITAL IMPACT FEES	2,028,473.80	0.00	273.38	2,028,747.18	Water & sewer lines extensions & expansions
PARK FEES	12,923.17	(7,247.36)	1.23	5,677.04	Reserved for acquisition & development of park land
CHILD SAFETY PROGRAMS	15,052.32	0.00	2.03	15,054.35	Reserved for Child Safety/School Zones
FEDERAL SEIZURE	80,427.10	0.00	10.84	80,437.94	Criminal Investigation - Federal Funds
HOTEL/MOTEL FUND	692,953.25	0.00	93.39	693,046.64	Restricted for promotion of tourism
DEBT SERVICE FUND	1,990,275.61	604,499.05	271.08	2,595,045.74	Restricted for General fund reserves & yearly debt service
WTR/SWR BONDS	402,870.34	0.00	54.29	402,924.63	Funds transferred from Bond Mkt Acct to allow liquidity
FIRE BONDS	1,171,611.64	0.00	157.90	1,171,769.54	Funds transferred from Bond Mkt Acct to allow liquidity
STREET BONDS	128,771.41	0.00	17.35	128,788.76	Funds transferred from Bond Mkt Acct to allow liquidity
PINE GULLY PARK BONDS	44,426.96	(25,000.00)	3.81	19,430.77	Funds transferred from Bond Mkt Acct to allow liquidity
LIBRARY BONDS	22,857.83	0.00	3.08	22,860.91	Funds transferred from Bond Mkt Acct to allow liquidity
LAKESIDE DRIVE CERT DEP	835,452.13	(300,000.00)	86.42	535,538.55	
CRIME DISTRICT	145,260.63	0.00	19.58	145,280.21	Funds transferred from Bond Mkt Acct to allow liquidity
SEDC II - UNRESTRICTED	1,868,092.18	(33,032.00)	302.76	1,835,362.94	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	70,131.87	(45,000.00)	5.53	25,137.40	
MUNI COURT - SECURITY FUND	37,060.84	0.00	4.99	37,065.83	Funds from fines to be used for security
COURT - TIME PAYMENT FEES	10,004.80	0.00	1.35	10,006.15	Funds from fines to be used to improve court
MUNI COURT - TECHNOLOGY FUNI	1,464.74	0.00	0.20	1,464.94	
TOTAL TEXPOOL FUND	14,444,688.08	1,500,000.00	2,077.58	\$15,946,765.66	

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

February 2011

PERFORMANCE

<i>As of January 31, 2011</i>	<i>TexPool</i>	<i>TexPool Prime</i>
Current Invested Balance	\$19,309,202,366.70	\$1,688,264,983.70
Weighted Average Maturity (1)*	38 Days	39 Days
Weighted Average Maturity (2)*	68 Days	49 Days
Net Asset Value	1.00003	1.00004
Total Number of Participants	2,245	124
Management Fee on Invested Balance	0.0473%	0.0638%
Interest Distributed	\$2,428,656.90	\$282,745.13
Management Fee Collected	\$720,126.74	\$87,266.93
Standard & Poor's Current Rating	AAAm	AAAm
January Averages		
Average Invested Balance	\$18,035,039,907.67	\$1,639,656,555.48
Average Monthly Yield, on a simple basis (3)*	0.16%	0.20%
Average Weighted Average Maturity (1)*	36 Days	48 Days
Average Weighted Average Maturity (2)*	65 Days	56 Days

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

Economic and Market Commentary – January 31, 2011

Interest rates were unusually stable during the first month of the new year as geopolitical tensions in the Middle East, dovish commentary from the Federal Reserve and supply constraints in the cash market negated the impact of generally encouraging domestic economic data. In fact, no Libor maturity inside of one year finished January with a yield of more or less than two-tenths of a basis point from where it began, with three month Libor closing at 0.26% and 12-month Libor at 0.781%.

At its regularly scheduled policy meeting in late January, the Federal Open Market Committee gave no indication that it intended to raise benchmark interest rates any time soon, noting that economic activity is not yet strong enough to bring about a meaningful improvement in labor market conditions. The Fed also made no mention of cutting short its \$600 billion second round of Treasury bond purchases, due to conclude in June. Combined with the eruption of political instability in Egypt — a situation that has worrisome implications for world economic growth and inflation because of its impact on oil prices — the Fed's unwavering commitment to rock-bottom policy rates and technical factors relating to the nation's debt ceiling kept yields depressed despite unmistakable signs that the economy was gaining momentum. During the fourth quarter of 2010, for instance, final demand climbed by a robust 7.2%, suggesting that consumers and businesses were finally gaining confidence in the durability of the recovery.

Given the static conditions along the cash yield curve, we mostly moved among shorter-dated paper in TexPool and TexPool Prime in response to portfolio maintenance requirements and cash flow dynamics. On a few brief occasions, we were able to identify reasonably attractive opportunities in fixed- and floating rate securities at about the one year spot on the curve, and moved quickly to lock in those higher yields. Overall, however, we focused on performing routine maintenance trades within the overnight to three-month portion of the curve with the objective of extracting maximum relative value from the still-depressed cash sector.

We believe that a self-sustaining economic expansion — albeit a modest one by historical standards — is underway and that the Fed will start to raise interest rates during the second half of 2011. Our forecast differs modestly from the consensus, which clings to the view that a monetary tightening cycle will not begin until next year. It is worth noting that real GDP in the fourth quarter of 2010 finally surpassed its previous peak, attained before the global financial crisis erupted, thus officially ending the recovery stage of the business cycle and heralding the onset of the expansionary phase. At nearly three years, the combined recession and recovery was the longest of the post-World War II era, and partially accounts for the extended period of super-low short-term interest rates that has deeply frustrated savers. Assuming the U.S. economy continues to gain traction as we expect, solid growth and rising inflation data this spring and summer should nudge cash yields higher in anticipation that the Fed will begin normalizing policy rates by the fall or early winter.

ANNOUNCEMENTS

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

1. Brazos Valley Solid Waste Management Agency, Inc.
2. City of Plainview
3. White Rock Water Special Utility

Holiday Closing

In observance of President's Day, TexPool will be closed on Monday, February 21, 2011. All ACH transactions placed on Friday, Feb. 18, 2011 will be given a settlement date of Tuesday, Feb. 22nd. Any transactions placed on Monday, February 21, 2011 will be given a settlement date of February, 22nd. Please plan accordingly for your liquidity needs.

Upcoming Events

- 02/20/11 – 02/22/11 TASSCUBO Winter Conference Austin
- 02/28/11 – 03/04/11 TASBO Annual Conference Austin



TexPool

PORTFOLIO ASSET SUMMARY AS OF JANUARY 31, 2011

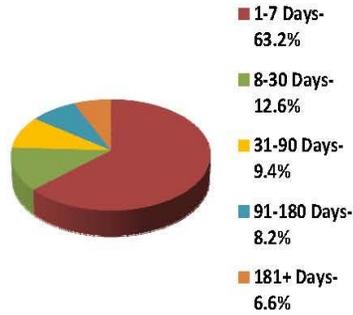
	<i>Book Value</i>	<i>Market Value</i>
Uninvested Balance	\$ 27,480,172.81	\$ 27,480,172.81
Receivable for Investments Sold	-	-
Accrual of Interest Income	10,979,265.94	10,979,265.94
Interest and Management Fees Payable	(2,428,261.52)	(2,428,261.52)
Payable for Investments Purchased	(402,578,697.92)	(402,578,697.92)
Repurchase Agreements	11,167,197,000.00	11,167,197,000.00
Mutual Fund Investments	-	-
Government Securities	8,308,246,637.39	8,308,614,788.06
US Treasury Bills	-	-
US Treasury Notes	200,306,250.00	200,336,000.00
Total	\$ 19,309,202,366.70	\$ 19,309,600,267.37

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.

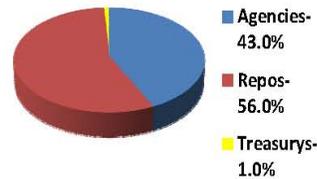
DAILY SUMMARY

Date	Money Mkt Fund Equiv (SEC Std.)	Daily Allocation Factor	TexPool Invested Balance	Market Value Per Share	WAM Days (1)	WAM Days (2)
1-Jan	0.1953%	0.000005351	\$16,907,542,457.71	1.00002	34	64
2-Jan	0.1953%	0.000005351	\$16,907,542,457.71	1.00002	34	64
3-Jan	0.1926%	0.000005004	\$16,944,393,304.79	1.00004	34	64
4-Jan	0.1904%	0.000004120	\$17,258,833,755.37	1.00003	33	62
5-Jan	0.1955%	0.000003712	\$17,530,162,463.67	1.00003	34	62
6-Jan	0.1422%	0.000003896	\$17,259,510,384.02	1.00001	36	64
7-Jan	0.1463%	0.000004008	\$17,257,465,867.81	1.00002	36	65
8-Jan	0.1463%	0.000004008	\$17,257,465,867.81	1.00002	36	65
9-Jan	0.1463%	0.000004008	\$17,257,465,867.81	1.00002	36	65
10-Jan	0.1591%	0.000004358	\$17,381,698,639.05	1.00002	34	62
11-Jan	0.1357%	0.000003718	\$17,733,779,467.10	1.00001	34	62
12-Jan	0.1440%	0.000003944	\$17,967,842,418.48	1.00003	34	60
13-Jan	0.1472%	0.000004034	\$17,843,499,678.65	1.00003	33	62
14-Jan	0.1565%	0.000004289	\$18,007,360,340.61	1.00002	35	63
15-Jan	0.1565%	0.000004289	\$18,007,360,340.61	1.00002	35	63
16-Jan	0.1565%	0.000004289	\$18,007,360,340.61	1.00002	35	63
17-Jan	0.1565%	0.000004289	\$18,007,360,340.61	1.00002	35	63
18-Jan	0.1782%	0.000004882	\$18,087,130,912.89	1.00003	32	59
19-Jan	0.1652%	0.000004527	\$18,718,635,025.21	1.00003	34	61
20-Jan	0.1630%	0.000005014	\$18,150,780,233.61	1.00001	38	69
21-Jan	0.1664%	0.000004560	\$18,274,960,771.28	1.00001	40	71
22-Jan	0.1664%	0.000004560	\$18,274,960,771.28	1.00001	40	71
23-Jan	0.1664%	0.000004560	\$18,274,960,771.28	1.00001	40	71
24-Jan	0.1459%	0.000003936	\$18,395,001,330.81	1.00001	41	72
25-Jan	0.1486%	0.000004072	\$18,686,636,908.42	1.00001	39	71
26-Jan	0.1515%	0.000004150	\$18,857,666,800.65	1.00001	38	69
27-Jan	0.1562%	0.000004280	\$19,090,544,814.54	1.00002	38	68
28-Jan	0.1556%	0.000004262	\$19,271,737,452.65	1.00003	37	68
29-Jan	0.1556%	0.000004262	\$19,271,737,452.65	1.00003	37	68
30-Jan	0.1556%	0.000004262	\$19,271,737,452.65	1.00003	37	68
31-Jan	0.1721%	0.000004715	\$19,309,202,366.70	1.00003	38	68
Averages	0.1507%	0.000004347	\$18,035,039,907.67		36	65

*Portfolio by Maturity
As of January 31, 2011*



*Portfolio by Type of Investment
As of January 31, 2011*



	Number of Participants	Balance
School District	563	\$7,218,359,830.45
Higher Education	55	\$2,204,128,364.62
Health Care	79	\$635,273,061.41
Utility District	689	\$1,644,273,174.80
City	437	\$5,091,878,054.43
County	171	\$1,722,942,546.49
Other	251	\$776,340,225.05

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 adjustment of the interest rate.
⁽²⁾ This weighted average maturity calculation uses the final maturity of any floating rate instruments held in the portfolio to calculate the weighted average maturity for the pool.



TexPool Prime

PORTFOLIO ASSET SUMMARY AS OF JANUARY 31, 2011

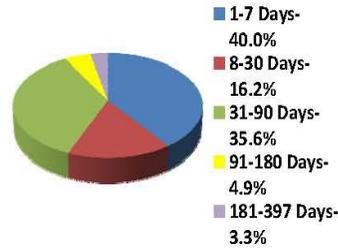
	Book Value	Market Value
Uninvested Balance	\$ 612.25	\$ 612.25
Accrual of Interest Income	74,796.62	74,796.62
Interest and Management Fees Payable	(282,743.37)	(282,743.37)
Payable for Investments Purchased	-	-
Accrued Expenses & Taxes	-	-
Repurchase Agreements	584,380,000.00	584,380,000.00
Commercial Paper	909,965,453.49	910,010,672.45
Bank Instruments	-	-
Mutual Fund Investments	-	-
Government Securities	179,071,641.37	179,077,028.00
Variable Rate Notes	15,055,223.34	15,062,115.00
Total	\$ 1,688,264,983.70	\$ 1,688,322,480.95

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.

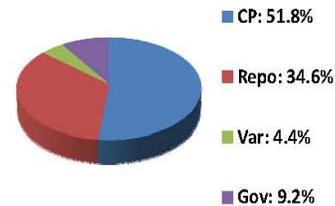
DAILY SUMMARY

Date	Money Mkt Fund Equiv (SEC Std.)	Daily Allocation Factor	TexPool Prime Invested Balance	Market Value Per Share	WAM Days (1)	WAM Days (2)
1-Jan	0.2283%	0.000006256	\$1,479,660,723.37	1.00000	36	45
2-Jan	0.2283%	0.000006256	\$1,479,660,723.37	1.00000	36	45
3-Jan	0.2150%	0.000005890	\$1,507,345,042.27	1.00000	35	43
4-Jan	0.1886%	0.000005167	\$1,560,640,619.19	1.00000	41	49
5-Jan	0.1788%	0.000004899	\$1,577,901,988.03	0.99999	46	54
6-Jan	0.2014%	0.000005519	\$1,703,757,012.35	0.99998	56	63
7-Jan	0.2021%	0.000005536	\$1,667,908,576.81	0.99999	56	64
8-Jan	0.2021%	0.000005536	\$1,667,908,576.81	0.99999	56	64
9-Jan	0.2021%	0.000005536	\$1,667,908,576.81	0.99999	56	64
10-Jan	0.1971%	0.000005400	\$1,677,019,853.03	1.00000	53	61
11-Jan	0.1960%	0.000005371	\$1,701,462,276.42	1.00000	53	60
12-Jan	0.1860%	0.000005096	\$1,731,289,314.00	1.00001	51	58
13-Jan	0.1931%	0.000005290	\$1,717,182,423.12	1.00002	51	58
14-Jan	0.2015%	0.000005520	\$1,725,590,440.47	1.00000	51	58
15-Jan	0.2015%	0.000005520	\$1,725,590,440.47	1.00000	51	58
16-Jan	0.2015%	0.000005520	\$1,725,590,440.47	1.00000	51	58
17-Jan	0.2015%	0.000005520	\$1,725,590,440.47	1.00000	51	58
18-Jan	0.2155%	0.000005903	\$1,727,605,160.47	1.00002	47	54
19-Jan	0.2102%	0.000005760	\$1,759,157,688.99	1.00002	48	55
20-Jan	0.2179%	0.000005971	\$1,597,166,758.75	1.00002	52	60
21-Jan	0.2083%	0.000005707	\$1,572,031,116.76	1.00001	53	61
22-Jan	0.2083%	0.000005707	\$1,572,031,116.76	1.00001	53	61
23-Jan	0.2083%	0.000005707	\$1,572,031,116.76	1.00001	53	61
24-Jan	0.2045%	0.000005604	\$1,572,030,900.44	1.00003	50	58
25-Jan	0.2048%	0.000005611	\$1,570,151,007.87	1.00003	50	57
26-Jan	0.2028%	0.000005551	\$1,581,185,275.50	1.00003	49	56
27-Jan	0.2008%	0.000005487	\$1,611,823,432.10	1.00003	47	54
28-Jan	0.1951%	0.000005345	\$1,654,655,731.46	1.00003	42	53
29-Jan	0.1951%	0.000005345	\$1,654,655,731.46	1.00003	42	53
30-Jan	0.1951%	0.000005345	\$1,654,655,731.46	1.00003	42	53
31-Jan	0.2093%	0.000005734	\$1,688,264,983.70	1.00004	39	49
Averages	0.20%	0.000005668	\$1,639,656,555.48		48	56

Portfolio by Maturity
As of January 31, 2011



Portfolio by Type of Investment
As of January 31, 2011



	Number of Participants	Balance
School District	63	\$1,150,843,003.07
Higher Education	7	\$103,286,533.70
Health Care	6	\$29,079,613.49
Utility District	2	\$33,714,709.83
City	20	\$87,564,941.10
County	16	\$281,604,240.70
Other	10	\$2,166,052.28

*(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.

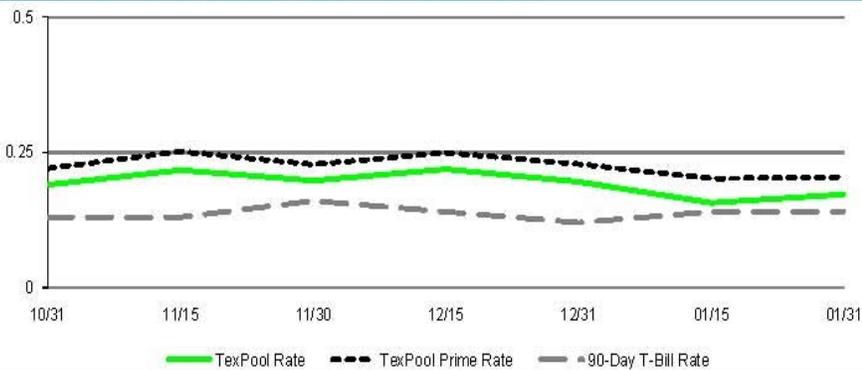


TEXPOOL

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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