SEABROOK

MONTHLY FINANCIAL REPORT

PERFORMANCE SUMMARY

October 2017

	Current Month	Year to Date	Chart
GENERAL FUND			
Total Revenues as a % of Budget Compared to Prior Year	N/A	NEUTRAL	A
Total Expenditures as a % Budget Compared to Prior Year	N/A	NEUTRAL	B
Property Tax Collection Analysis	NEUTRAL	NEUTRAL	C
Sales Tax Collection Analysis	NEUTRAL	NEUTRAL	D
Expenditure Analysis	NEGATIVE	NEGATIVE	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 (most recent quarter)	N/A	N/A	I
Hotel Tax Revenue Analysis (quarterly comparison for year)	N/A	N/A	J
SEDC			
Sales Tax Collection Analysis	POSITIVE	POSITIVE	J
Expenditure Analysis	POSITIVE	POSITIVE	K
CRIME DISTRICT			
Sales Tax Collection Analysis	NEUTRAL	NEUTRAL	L
Expenditure Analysis	POSITIVE	POSITIVE	M
INVESTMENTS			
Investment Report	N/A	N/A	N

PERFORMANCE INDICATORS:

POSITIVE	Positive = Positive variance as compared to seasonal trend.
NEGATIVE	Negative = Negative variance as compared to seasonal trend.
NEUTRAL	Neutral = Variance is less than 1%

GENERAL FUND

CHART A

TOTAL REVENUE THROUGH OCTOBER 2017

	Budget	YTD Revenue	% of Budget Collected	Prior YTD % of Total Collected
Ad Valorem Taxes	5,123,473	0	0.00%	0.00%
Penalities & Interest	39,000	0	0.00%	0.00%
Sales Tax	1,789,038	127,193	7.11%	7.32%
Franchise Tax	750,000	35,020	4.67%	8.25%
Other Tax	133,500	0	0.00%	0.00%
License & Permits	300,000	33,497	11.17%	4.52%
Charges for Services	65,500	2,532	3.87%	5.51%
DOT Fines	90,000	5,508	6.12%	8.05%
Other Municipal Court Fees	414,000	37,978	9.17%	7.23%
Interest Income	58,656	5,931	10.11%	1.99%
Intergovernmental	378,604	28,884	7.63%	7.53%
Other Revenue	40,800	3,691	9.05%	23.58%
Transfers from Enterprise Fund	1,822,415	151,868	8.33%	8.33%
Payment for Services-EDC	227,542	18,962	8.33%	8.33%
Total Revenues	11,232,528	451,063	4.02%	4.36%

CHART B

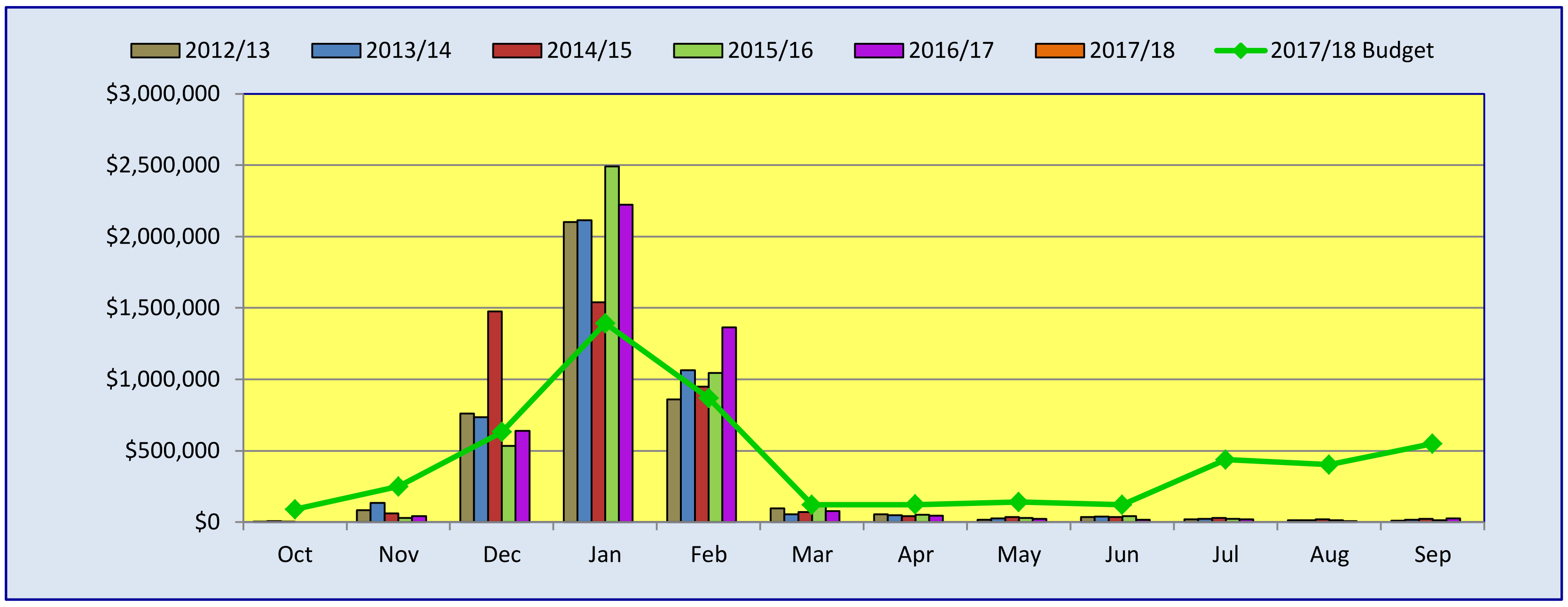
TOTAL EXPENDITURES THROUGH OCTOBER 2017

	Budget	YTD Expenditures	% of Budget Expended	Prior YTD % of Total Expended
Personnel	7,565,275	578,133	7.64%	7.09%
Supplies	292,800	716	0.24%	3.59%
Services	2,699,706	448,878	16.63%	16.86%
Capital	303,064	0	0.00%	0.00%
Total Expenditures	10,860,845	1,027,727	9.46%	9.20%

GENERAL FUND-continued

CHART C

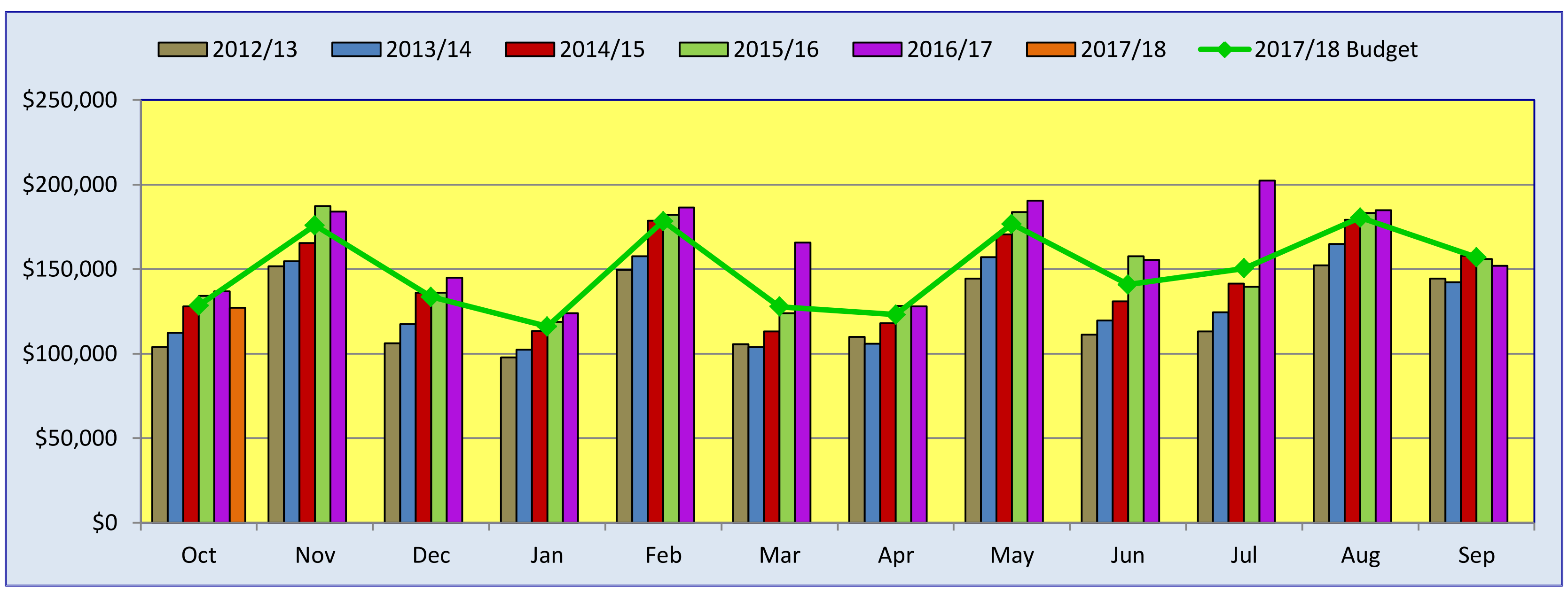
PROPERTY TAX ANALYSIS



Budget is divided into months based on the monthly percentages of the last 5 years' collections.
2014/15 December collections were higher than the trend but were offset by lower collections in January

CHART D

SALES TAX ANALYSIS

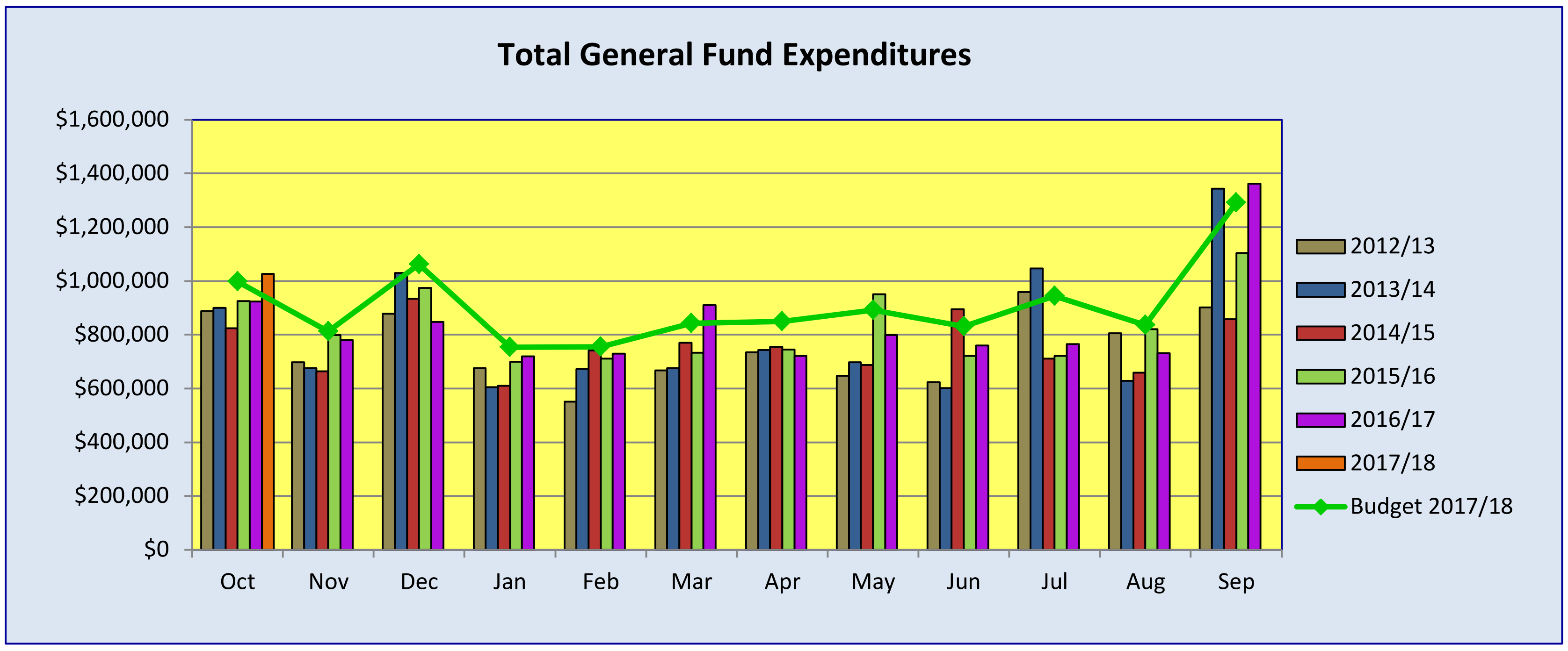


2013/14 Budget is divided into months based on the monthly percentages of the last 5 years' activity of sales tax revenue.

GENERAL FUND-continued

CHART E

EXPENDITURE ANALYSIS



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

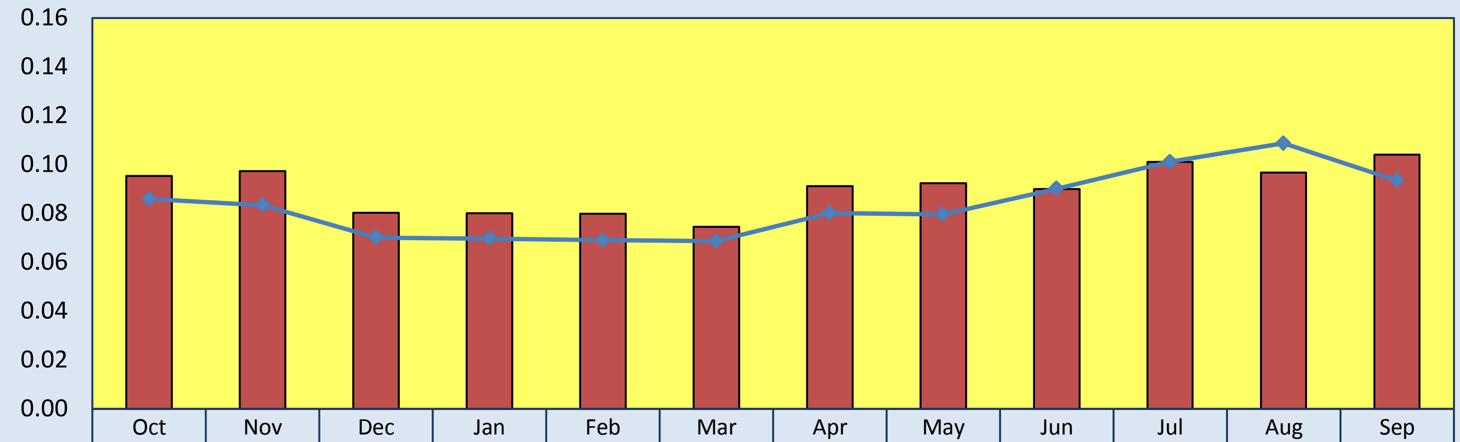
High expenditures in September 2014 are due to Seascape road construction

ENTERPRISE FUND

CHART F

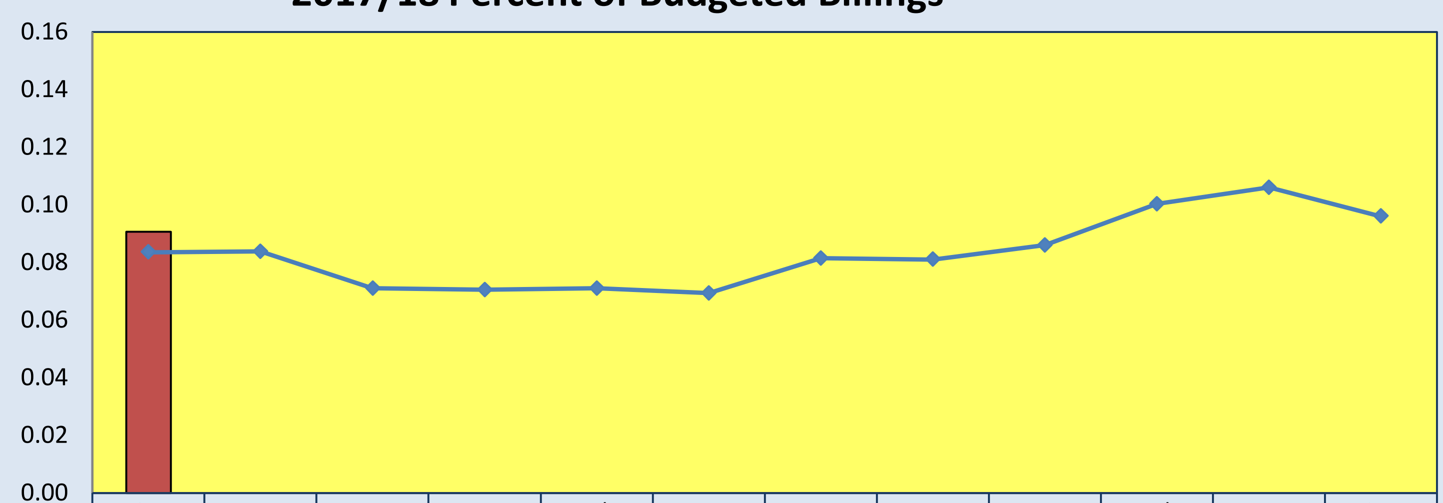
WATER BILLING ANALYSIS

Average Percent of Water Billings by Month vs. 2016/17 Percent of Budgeted Billings



	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep
2016/17	0.0954	0.0973	0.0802	0.0801	0.0799	0.0746	0.0911	0.0924	0.0900	0.1011	0.0968	0.1041
Average	0.0859	0.0834	0.0701	0.0697	0.0691	0.0687	0.0802	0.0796	0.0901	0.1011	0.1086	0.0935

Average Percent of Water Billings by Month vs. 2017/18 Percent of Budgeted Billings

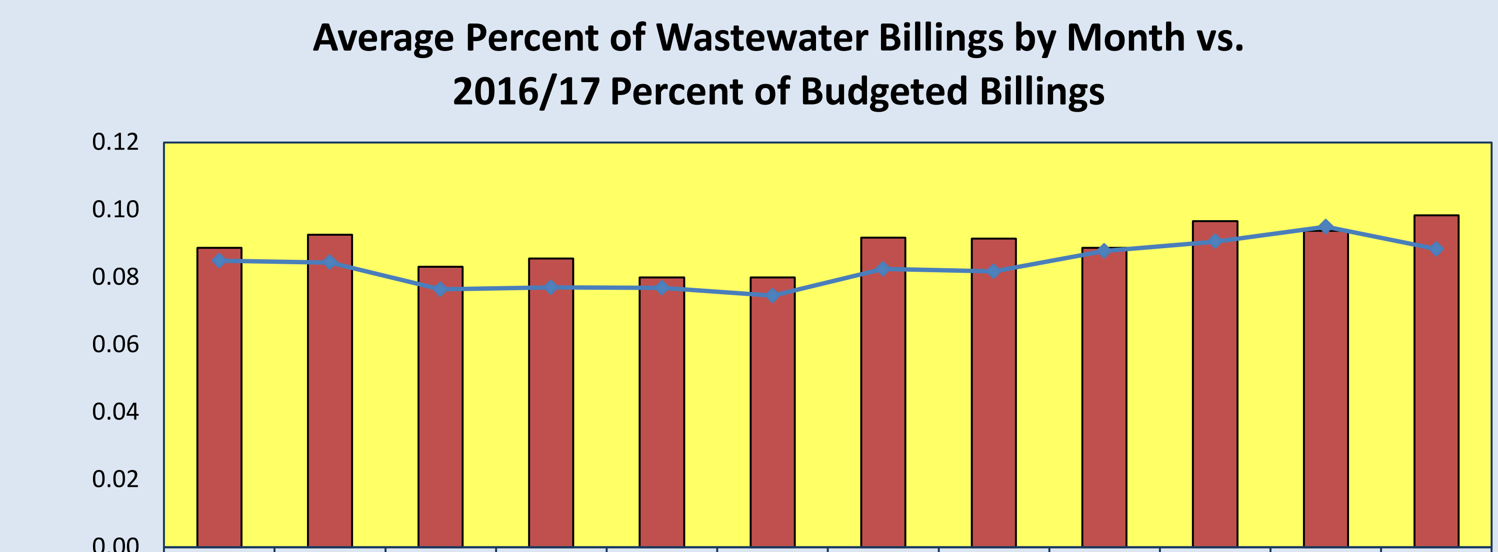


	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep
2017/18	0.0907	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
Average	0.0836	0.0838	0.0710	0.0705	0.0710	0.0694	0.0814	0.0810	0.0860	0.1003	0.1060	0.0960

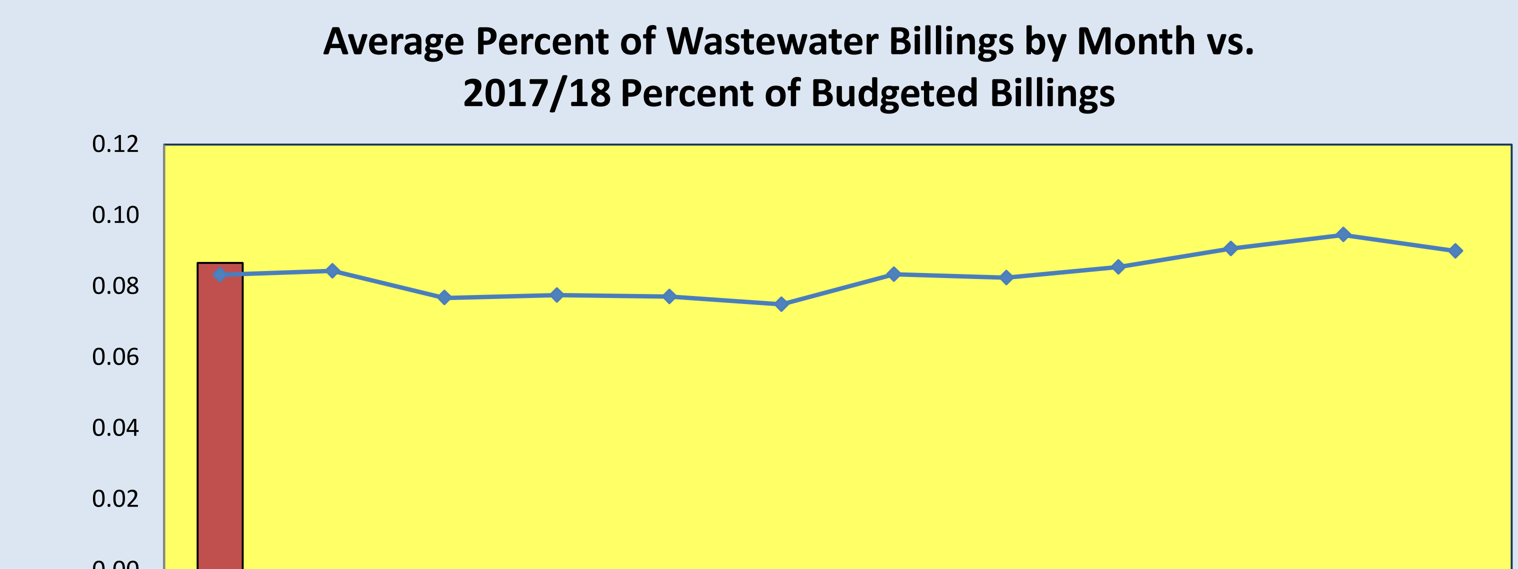
ENTERPRISE FUND-continued

CHART G

WASTEWATER BILLING ANALYSIS



	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep
2016/17	0.0887	0.0926	0.0831	0.0856	0.0799	0.0799	0.0918	0.0915	0.0887	0.0966	0.0938	0.0984
Average	0.0849	0.0844	0.0764	0.0770	0.0769	0.0746	0.0825	0.0817	0.0877	0.0906	0.0949	0.0883

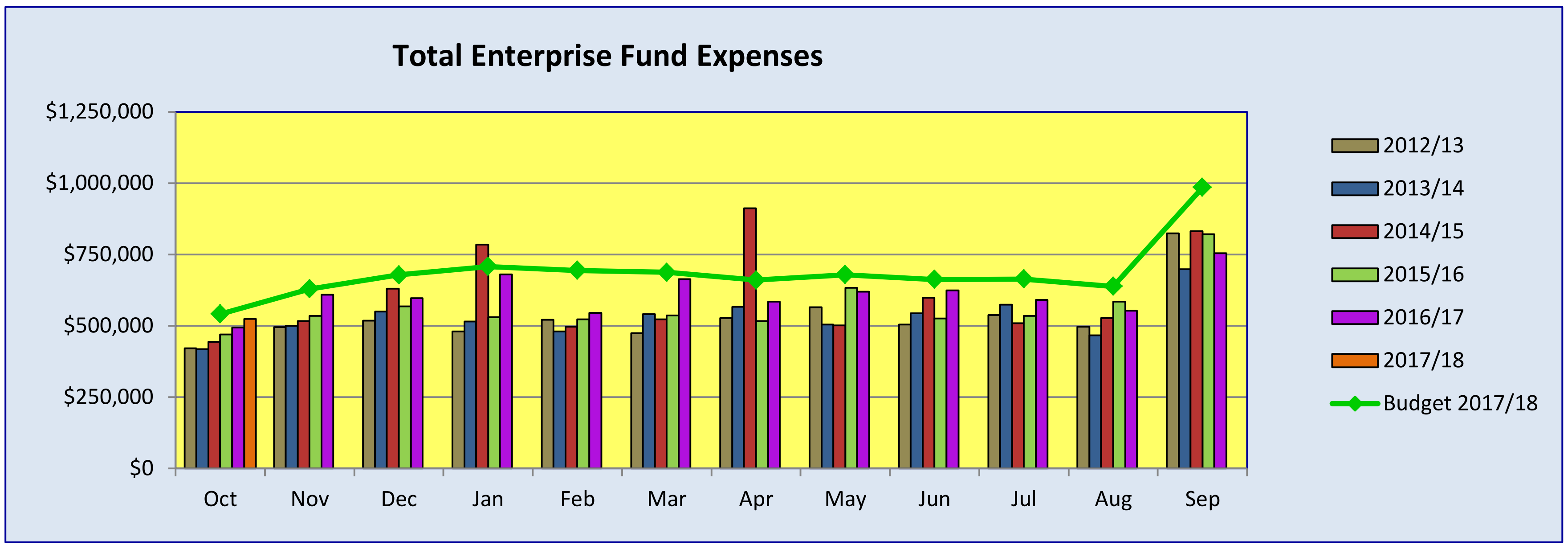


	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep
2017/18	0.0866	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
Average	0.0832	0.0844	0.0767	0.0774	0.0771	0.0749	0.0833	0.0824	0.0854	0.0906	0.0945	0.0900

ENTERPRISE FUND-continued

CHART H

EXPENDITURE ANALYSIS



Sept 2013 and Nov 2013 EXCLUDE property acquisition

December 2014 & January 2015 expenses much higher than budgeted due to Lakeside lift station repairs

April 2015 expenses due to wastewater treatment plant upgrades

HOTEL TAX FUND

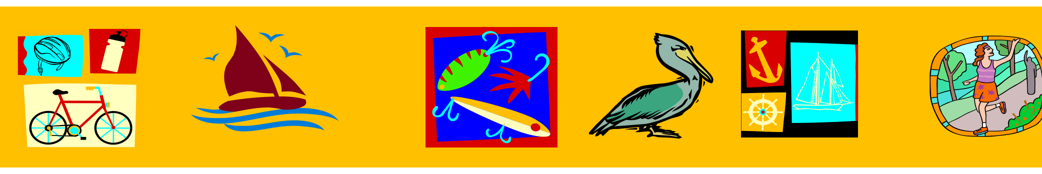
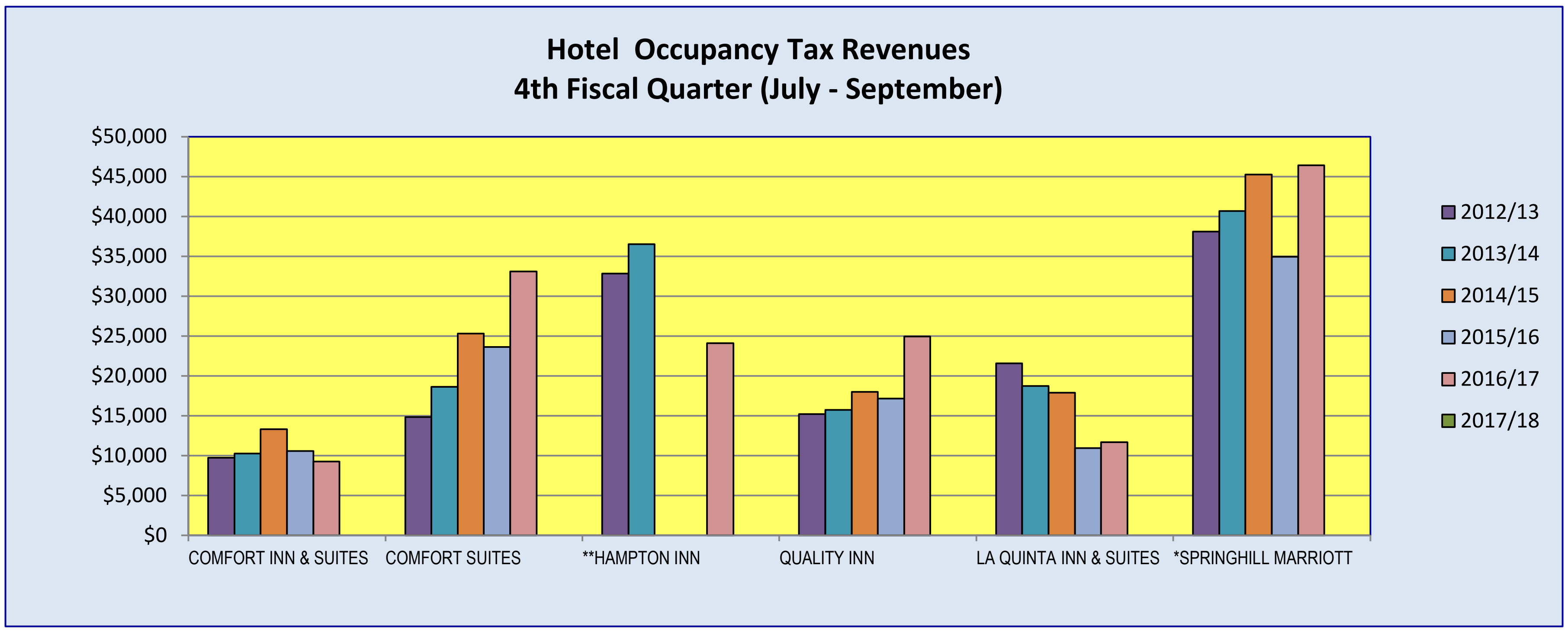


CHART I

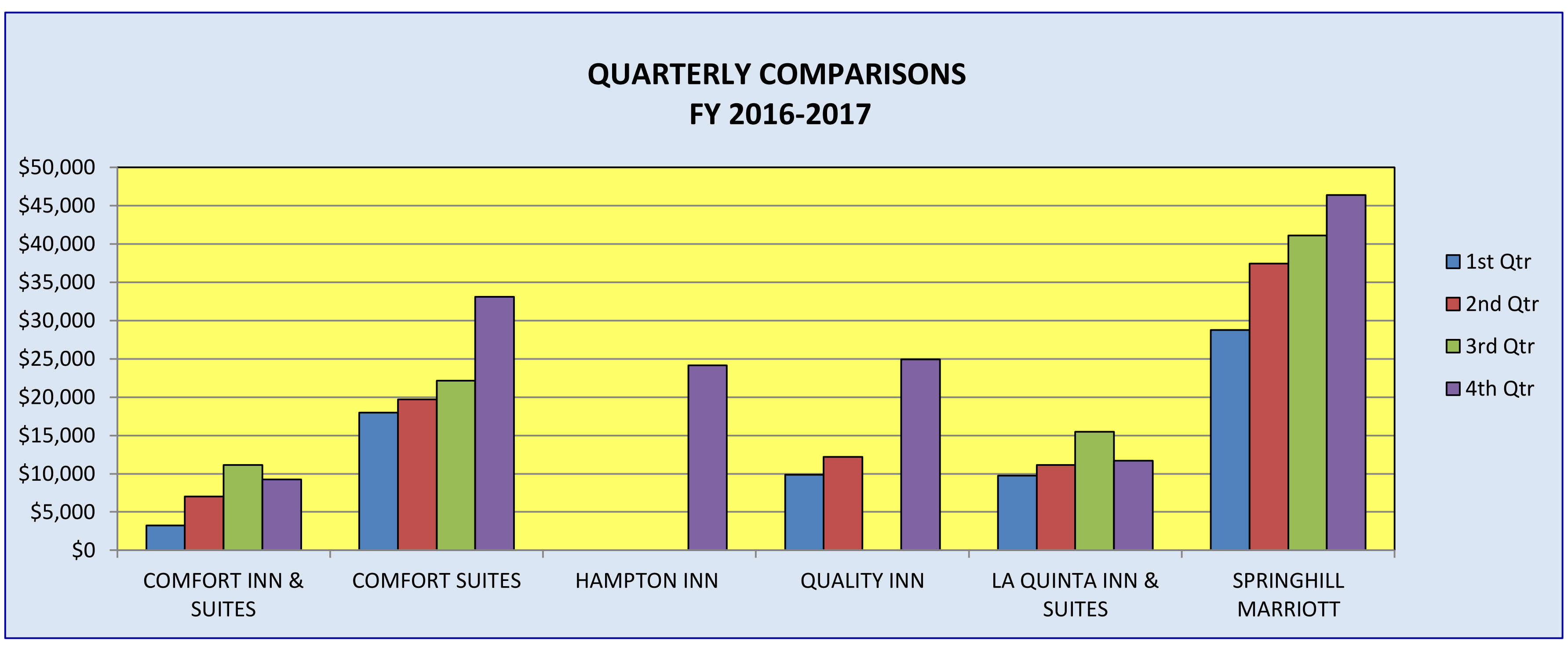
HOTEL TAX REVENUE ANALYSIS



*Springhill Marriott opened last quarter 2010
** Hampton Inn closed 3rd quarter 2015 due to fire

CHART J

HOTEL TAX REVENUE



** Hampton Inn closed 3rd quarter 2015 due to fire reopened In 4th quarter 2017

SEABROOK EDC

CHART K

SALES TAX REVENUE ANALYSIS

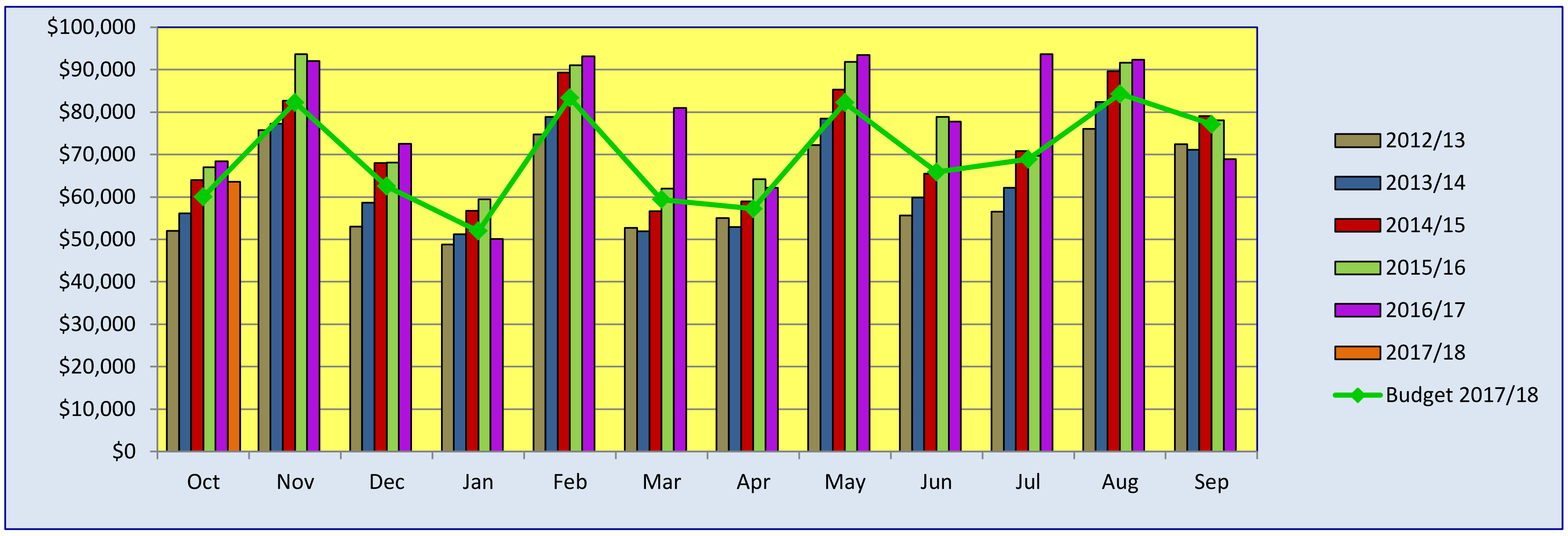
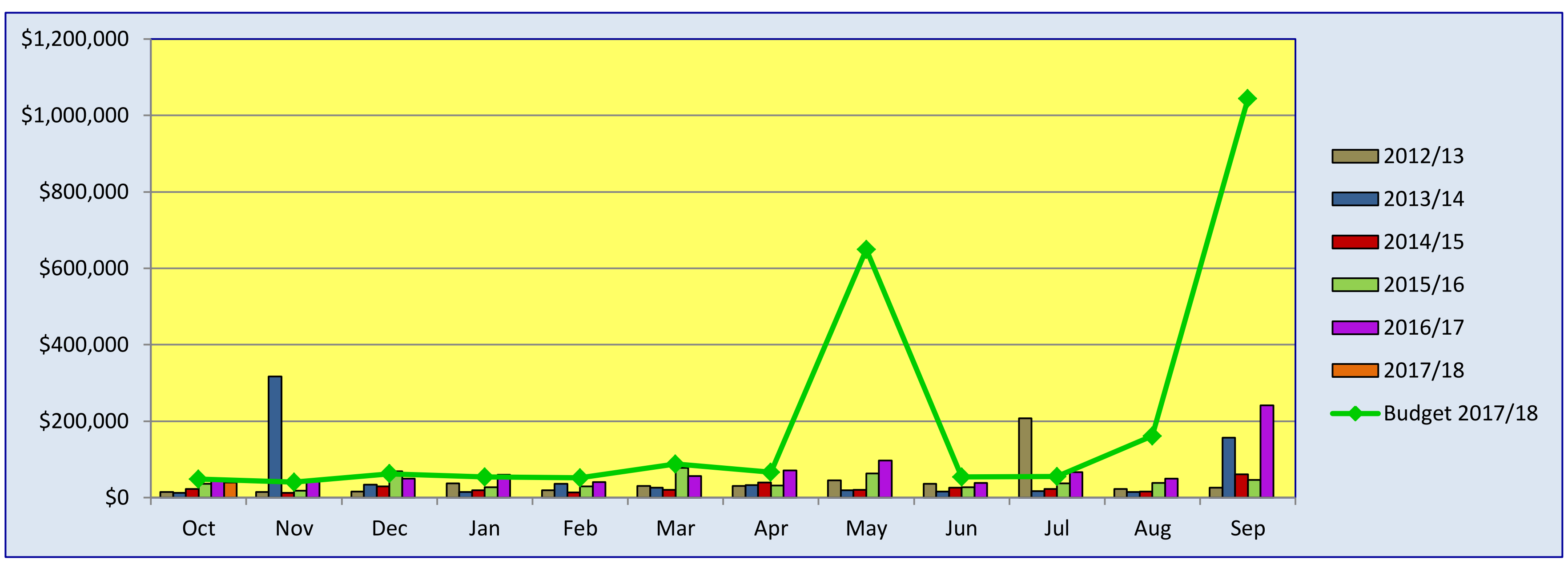


CHART L

EXPENDITURE ANALYSIS



2015/16 September budget reflects appropriations for incentives and Business relocation off HWY 146
High exp in Nov 2011 was due to Gateway sign. High exp Nov 2014 was for the waterfront project July expenditures prior to 2013/14 included debt service payments.

CRIME DISTRICT

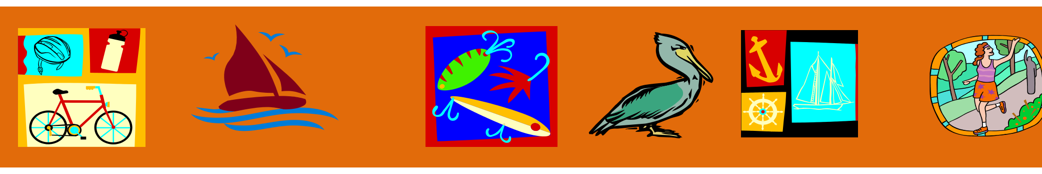


CHART M

SALES TAX REVENUE ANALYSIS

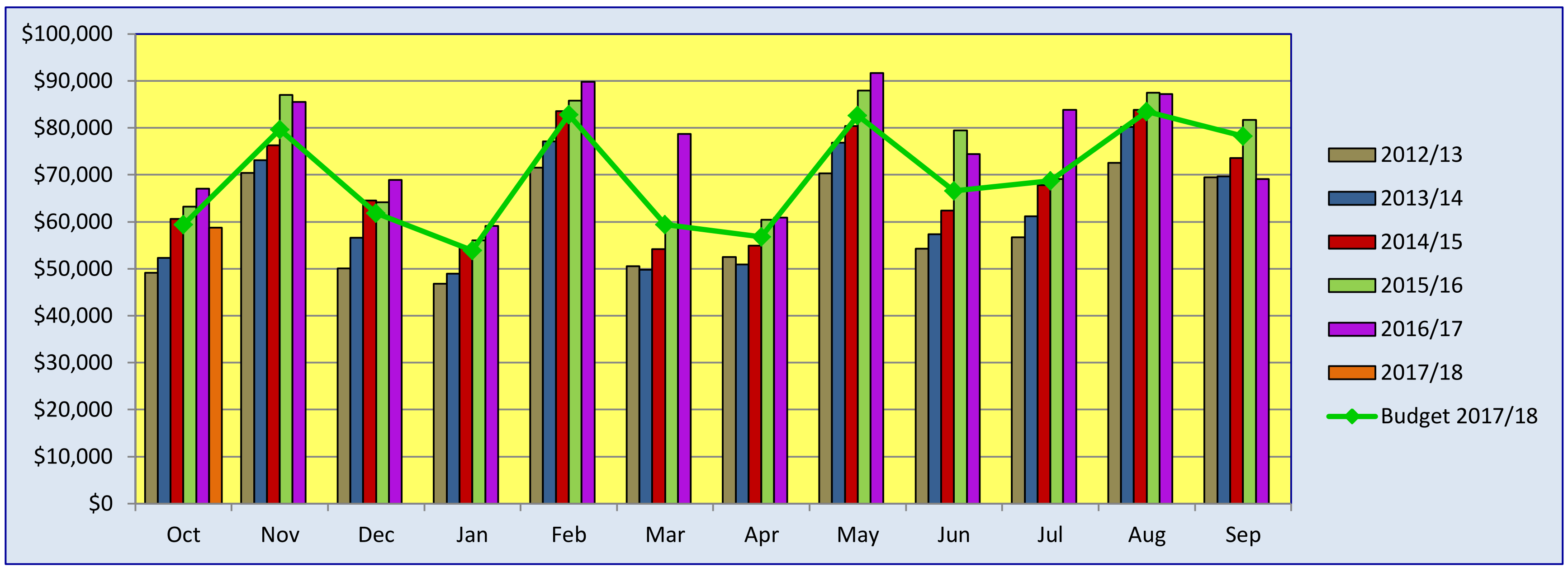
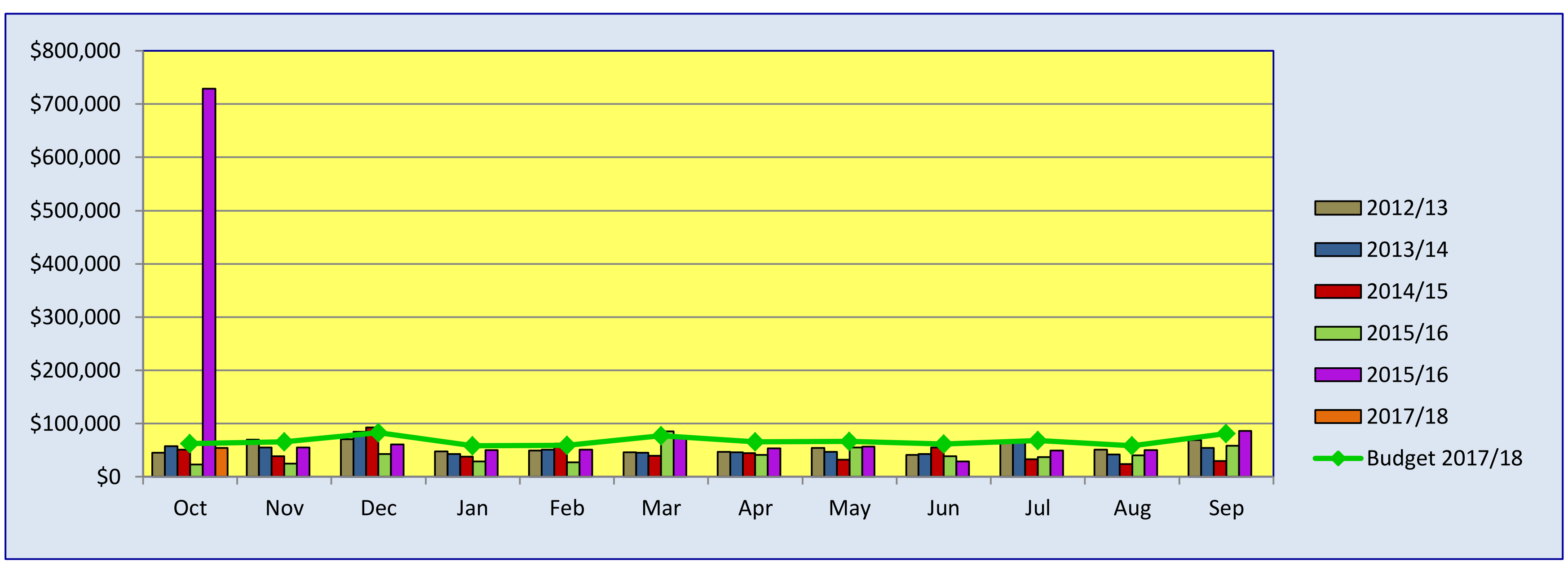


CHART N

EXPENDITURE ANALYSIS



Large December expenditures included vehicles. March 2016 includes reallocation of personnel expense.
Large October expenditure includes initial payment to PSVERF.

INVESTMENTS

CHART O

MONTHLY INVESTMENT REPORT

TEXPOOL REPORT

MONTH OF OCTOBER 2017
1.0310%

	BEGINNING BALANCE	TRANSFER IN/(OUT)	INT EARNED (Posted Oct)	ENDING BALANCE	PURPOSE OF FUND
GENERAL FUND - UNRESTRICTED	5,672,395.39	(831,587.95)	5,931.72	4,846,739.16	Working capital
GENERAL FUND - RESTRICTED	1,600,000.00	0.00	incl in above	1,600,000.00	
ENTERPRISE FUND - UNRESTRICT	2,301,985.22	244,989.32	2,164.98	2,549,139.52	Working capital
ENTERPRISE FUND - RESTRICTED	300,000.00	0.00	incl in above	300,000.00	Customer liability
CAPITAL IMPACT FEES	2,666,413.26	20,000.00	2,337.15	2,688,750.41	Water & sewer lines extensions & expansions
PARK FEES	92,127.54	(3,000.00)	80.65	89,208.19	Reserved for acquisition & development of park land
SEIZURE	33,797.69	0.00	29.62	33,827.31	Soley to purchase equipment for Law Enforcement
CHILD SAFETY PROGRAMS	32,459.16	0.00	28.44	32,487.60	Reserved for Child Safety/School Zones
FEDERAL SEIZURE	15,162.51	0.00	13.29	15,175.80	Criminal Investigation - Federal Funds
HOTEL/MOTEL FUND	1,217,564.17	(40,000.01)	1,065.82	1,178,629.98	Restricted for promotion of tourism
DEBT SERVICE FUND	1,777,219.12	(73.97)	1,557.32	1,778,702.47	Restricted for General fund reserves & yearly debt service
CAPITAL PROJECT BONDS	6,624,891.38	(55,000.00)	5,803.85	6,575,695.23	2016A CO WW Plant, Clarifier & Todville 2016 Sewer
WTR/SWR BONDS	1,459,549.05	(49,999.89)	1,277.58	1,410,826.74	Funds transferred from Bond Mkt Acct to allow liquidity
IT BONDS	58,106.55	0.00	50.92	58,157.47	Fiber Optics
PD & GF BONDS	366.65	(366.65)	0.00	0.00	Public Wokrks Facility
PD & GF BONDS (GEN FUND Reserve)	442,874.32	(19,633.35)	387.84	423,628.81	Public Wokrks Facility funds provided by GF Reserve
FIRE BONDS	25,409.32	0.00	22.27	25,431.59	Fire Engine
LAKESIDE DRIVE CERT DEP	0.11	(0.11)	0.00	(0.00)	
CAROTHERS	77,170.35	0.00	67.62	77,237.97	Carother Facility & Park
ANIMAL	754.97	0.00	0.66	755.63	Animal Shelter Needs - Donation
CRIME DISTRICT	568,612.23	(16,508.92)	484.60	552,587.91	Funds transferred from Bond Mkt Acct to allow liquidity
SEDC II - RESTRICTED FOR BONDS	0.00	0.00	incl in above	0.00	SEDC II - Reserve for revenue bond debt service
SEDC II - RESTRICT FOR EMERGENC	180,000.00	0.00	incl in above	180,000.00	Emergency Reserve
STEP FUND	13,448.82	0.00	11.79	13,460.61	
PUBLIC SAFETY	290,989.03	0.00	254.99	291,244.02	Public Safety Needs
MUNI COURT - SECURITY FUND	27,106.97	0.00	23.75	27,130.72	Funds from fines to be used for security
COURT - TIME PAYMENT FEES	15,093.74	0.00	13.23	15,106.97	Funds from fines to be used to improve court
MUNI COURT - TECHNOLOGY FUND	10,730.23	0.00	9.40	10,739.63	Fund court on technology
PUBLIC SAFETY VERF	517,983.10	8,406.62	465.52	526,855.24	Public Safety Vehicle Equipment Replacement
PEG Fund	113,650.22	0.00	99.59	113,749.81	Public Education and Government Access
STABILIZATION FUND	809,879.10	0.00	709.70	810,588.80	Highway 146 Project
WATER RATE STABILIZATION	70,413.04	0.00	61.70	70,474.74	
TOTAL TEXPOOL FUND	30,347,345.92	(800,000.00)	25,982.73	$29,573,328.65	

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.

Michael Gibbs

Finance Director

TEXPOOL
AN INVESTMENT SERVICE FOR PUBLIC FUNDS

Monthly Newsletter: November 2017

ANNOUNCEMENTS

We welcome the following entities who joined TexPool in October 2017:

TexPool
Fort Bend County MUD 163
Loop 360 Water Supply District
Fort Bend County MUD 171
Harris County Improvement District 15
West Harris County MUD 5
Harris County ESD 10
Corpus Christi Regional Transportation Authority
Cuero Development Corporation

TexPool *Prime*
Ellis County
Aquilla Water Supply District
Jubilee Academic Center Inc.
Corpus Christi Regional Transportation Authority
City of Mesquite
Cuero Development Corporation

Upcoming Events

Nov 1, 2017 - Nov 3, 2017
GFOAT Fall Conference
San Antonio

TexPool Advisory Board Members

Overseen by the State of Texas Comptroller of Public Accounts Glenn Hegar.

Operated under the supervision of the Texas Treasury Safekeeping Trust Company

Economic and Market Commentary: White Noise

November 1, 2017

There was plenty of economic and political news to go around in the U.S. in October, all with the potential to postpone the Federal Reserve's expected hike of the federal funds target rate at its December policy meeting. Chief among them: the distortion of data because of hurricanes Harvey and Irma, the postponed debate over the federal budget and debt ceiling, the tapering of the Fed's balance sheet and conjecture over President Trump's nominee to lead the Fed in 2018.

Yet in the money market sphere, this is just more white noise; maybe the volume has been turned up, but it's still in the background. After all, the strong third-quarter gross domestic product preliminary reading of 3% indicates that not only were the effects of the hurricanes muted, but that the rebuilding efforts could even help to boost the economy in the fourth quarter. Most think that likely Fed chair nominee (and Fed board member) Jerome Powell would continue the current accommodative monetary policy. If trouble arises over raising the debt ceiling, the Treasury's extraordinary measures could push the issue off until March. And lastly, at $10 billion, the balance-sheet roll-off is modest at this time.

(continued page 6)

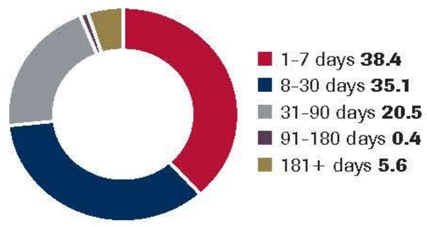
Performance as of October 31, 2017

	TexPool	TexPool *Prime*
Current Invested Balance	$15,531,608,998.93	$4,379,583,751.24
Weighted Average Maturity**	34	43
Weighted Average Life**	92	71
Net Asset Value	0.99998	1.00002
Total Number of Participants	2,439	290
Management Fee on Invested Balance	0.0473%	0.0638%
Interest Distributed	$13,409,494.87	$4,559,987.37
Management Fee Collected	$590,334.25	$185,955.53
Standard & Poor's Current Rating	AAAm	AAAm
Month Averages		
Average Invested Balance	$15,324,952,765.88	$4,221,873,055.55
Average Monthly Rate*	1.0318%.	1.2720%
Average Weighted Average Maturity**	35	48
Average Weighted Average Life**	96	78

**This average monthly rate for TexPool Prime for each date may reflect a waiver of some portion or all of each of the management fees.*
***See page 2 for definitions.*
Past performance is no guarantee of future results.

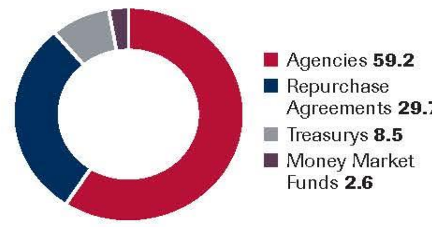
Portfolio by Maturity (%)

As of October 31, 2017



Portfolio by Type of Investment (%)

As of October 31, 2017



Portfolio Asset Summary as of October 31, 2017

	Book Value	Market Value
Uninvested Balance	$4,238,679,558.44	$4,238,679,558.44
Receivable for Investments Sold	0.00	0.00
Accrual of Interest Income	8,567,851.08	8,567,851.08
Interest and Management Fees Payable	-13,414,918.55	-13,414,918.55
Payable for Investments Purchased	-4,638,679,000.00	-4,638,679,000.00
Accrued Expenses & Taxes	-19,352.27	-19,352.27
Repurchase Agreements	4,738,679,000.00	4,738,679,000.00
Mutual Fund Investments	415,022,103.88	415,022,103.88
Government Securities	9,432,327,659.50	9,432,292,215.66
U.S. Treasury Inflation Protected Securities	0.00	0.00
US Treasury Bills	999,775,000.00	999,791,940.00
US Treasury Notes	350,671,096.85	350,446,536.50
Total	**$15,531,608,998.93**	**$15,531,365,934.74**

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.

Participant Summary

	Number of Participants	Balance
School District	583	$5,051,672,993.46
Higher Education	57	$778,282,673.97
Healthcare	81	$478,068,625.49
Utility District	769	$2,176,702,225.05
City	457	$3,855,980,989.36
County	185	$1,483,754,596.66
Other	307	$1,707,033,434.42

****Definition of Weighted Average Maturity and Weighted Average Life**

WAM is the mean average of the periods of time remaining until the securities held in TexPool (a) are scheduled to be repaid, (b) would be repaid upon a demand by TexPool, or (c) are scheduled to have their interest rate readjusted to reflect current market rates. Securities with adjustable rates payable upon demand are treated as maturing on the earlier of the two dates set forth in (b) and (c) if their scheduled maturity is 397 days or less; and the later of the two dates set forth in (b) and (c) if their scheduled maturity is more than 397 days. The mean is weighted based on the percentage of the amortized cost of the portfolio invested in each period.

WAL is calculated in the same manner as WAM, but is based solely on the periods of time remaining until the securities held in TexPool (a) are scheduled to be repaid or (b) would be repaid upon a demand by TexPool, without reference to when interest rates of securities within TexPool are scheduled to be readjusted.

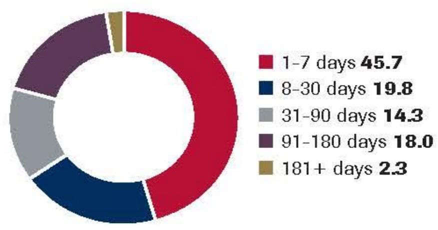
Daily Summary

Date	Money Mkt. Fund Equiv. (SEC Std.)	Dividend Factor	TexPool Invested Balance	NAV	WAM Days	WAL Days
10/1	1.0270%	0.000028138	$15,588,203,393.13	1.00003	37	101
10/2	1.0378%	0.000028433	$15,361,043,625.45	1.00002	35	99
10/3	1.0283%	0.000028172	$15,477,062,923.00	1.00002	34	98
10/4	1.0275%	0.000028150	$15,401,133,328.67	1.00001	34	98
10/5	1.0286%	0.000028182	$15,326,786,854.52	1.00001	33	97
10/6	1.0278%	0.000028160	$15,252,923,758.09	1.00001	33	98
10/7	1.0278%	0.000028160	$15,252,923,758.09	1.00001	33	98
10/8	1.0278%	0.000028160	$15,252,923,758.09	1.00001	33	98
10/9	1.0278%	0.000028160	$15,252,923,758.09	1.00001	33	98
10/10	1.0274%	0.000028148	$15,253,497,100.54	1.00001	31	91
10/11	1.0296%	0.000028209	$15,232,306,862.64	1.00000	31	91
10/12	1.0292%	0.000028197	$15,107,160,994.54	1.00000	35	95
10/13	1.0285%	0.000028178	$15,184,182,389.18	1.00001	37	99
10/14	1.0285%	0.000028178	$15,184,182,389.18	1.00001	37	99
10/15	1.0285%	0.000028178	$15,184,182,389.18	1.00001	37	99
10/16	1.0324%	0.000028285	$15,177,669,919.38	1.00001	35	96
10/17	1.0320%	0.000028274	$15,166,378,524.67	1.00001	35	95
10/18	1.0320%	0.000028273	$15,135,421,729.31	1.00000	35	95
10/19	1.0316%	0.000028263	$15,053,998,521.73	1.00000	36	94
10/20	1.0356%	0.000028373	$15,129,842,284.26	1.00000	36	95
10/21	1.0356%	0.000028373	$15,129,842,284.26	1.00000	36	95
10/22	1.0356%	0.000028373	$15,129,842,284.26	1.00000	36	95
10/23	1.0380%	0.000028438	$15,076,965,621.88	0.99999	36	94
10/24	1.0377%	0.000028429	$15,132,879,757.49	0.99999	36	97
10/25	1.0343%	0.000028336	$15,873,570,306.19	0.99999	35	92
10/26	1.0374%	0.000028423	$15,730,406,234.17	0.99999	36	94
10/27	1.0331%	0.000028304	$15,645,601,990.00	0.99999	36	94
10/28	1.0331%	0.000028304	$15,645,601,990.00	0.99999	36	94
10/29	1.0331%	0.000028304	$15,645,601,990.00	0.99999	36	94
10/30	1.0327%	0.000028294	$15,556,866,023.51	0.99999	34	92
10/31	1.0385%	0.000028453	$15,531,608,998.93	0.99998	34	92
Average:	**1.0318%**	**0.000028268**	**$15,324,952,765.88**	**1.00000**	**35**	**96**

TexPool *PRIME*

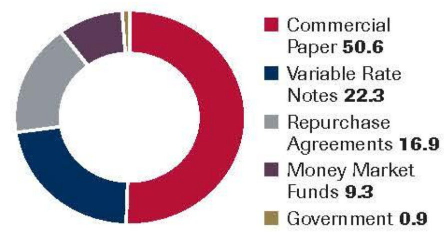
Portfolio by Maturity (%)

As of October 31, 2017



Portfolio by Type of Investment (%)

As of October 31, 2017



Portfolio Asset Summary as of October 31, 2017

	Book Value	Market Value
Uninvested Balance	$742,349,534.99	$742,349,534.99
Receivable for Investments Sold	$0.00	$0.00
Accrual of Interest Income	$1,505,847.59	$1,505,847.59
Interest and Management Fees Payable	-$4,559,987.58	-$4,559,987.58
Payable for Investments Purchased	-$742,347,000.00	-$742,347,000.00
Accrued Expenses & Taxes	-$6,434.59	-$6,434.59
Repurchase Agreements	$742,347,000.00	$742,347,000.00
Commercial Paper	$2,215,838,414.60	$2,215,813,570.07
Bank Instruments	$0.00	$0.00
Mutual Fund Investments	$407,099,119.82	$407,088,508.30
Government Securities	$40,033,926.29	$40,025,903.50
Variable Rate Notes	$977,323,330.12	$977,419,420.63
Total	**$4,379,583,751.24**	**$4,379,636,362.91**

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

Participant Summary

	Number of Participants	Balance
School District	101	$1,602,132,181.52
Higher Education	15	$743,274,656.52
Healthcare	11	$237,457,187.25
Utility District	23	$307,639,734.43
City	59	$524,125,008.72
County	33	$298,261,695.84
Other	48	$666,678,956.58

TexPool

TexPool *PRIME*

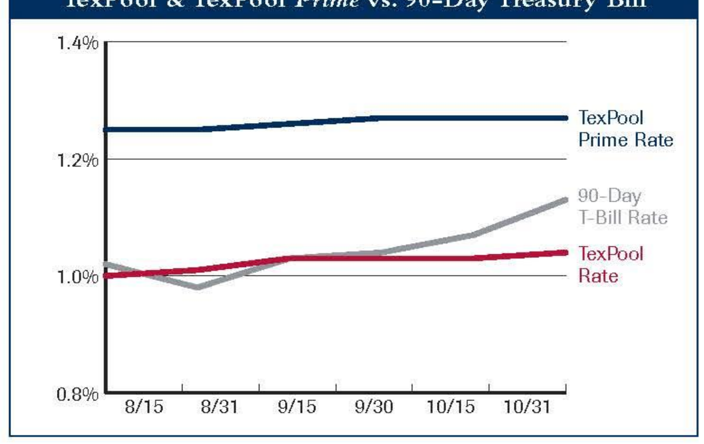
Daily Summary

Date	Money Mkt. Fund Equiv. (SEC Std.)	Dividend Factor	TexPool *Prime* Invested Balance	NAV	WAM Days	WAL Days
10/1	1.2719%	0.000034846	$4,181,131,380.04	1.00005	51	75
10/2	1.2703%	0.000034803	$4,268,749,652.04	1.00007	47	74
10/3	1.2875%	0.000035274	$4,248,213,275.00	1.00007	49	76
10/4	1.2746%	0.000034920	$4,179,067,005.02	1.00007	50	80
10/5	1.2745%	0.000034918	$4,173,908,741.75	1.00007	50	84
10/6	1.2741%	0.000034906	$4,170,220,088.67	1.00000	51	85
10/7	1.2741%	0.000034906	$4,170,220,088.67	1.00000	51	85
10/8	1.2741%	0.000034906	$4,170,220,088.67	1.00000	51	85
10/9	1.2741%	0.000034906	$4,170,220,088.67	1.00000	51	85
10/10	1.2648%	0.000034652	$4,175,978,454.60	1.00006	48	81
10/11	1.3017%	0.000035664	$4,162,645,935.35	1.00006	49	82
10/12	1.2779%	0.000035011	$4,100,150,629.33	1.00005	50	83
10/13	1.2743%	0.000034911	$4,125,543,642.80	0.99999	49	82
10/14	1.2743%	0.000034911	$4,125,543,642.80	0.99999	49	82
10/15	1.2743%	0.000034911	$4,125,543,642.80	0.99999	49	82
10/16	1.2743%	0.000034913	$4,161,823,390.83	1.00002	47	79
10/17	1.2737%	0.000034896	$4,153,402,318.58	1.00003	46	79
10/18	1.2764%	0.000034971	$4,147,369,522.90	1.00003	47	80
10/19	1.2722%	0.000034854	$4,123,294,563.17	1.00002	47	79
10/20	1.2748%	0.000034926	$4,163,405,400.16	0.99998	48	79
10/21	1.2748%	0.000034926	$4,163,405,400.16	0.99998	48	79
10/22	1.2748%	0.000034926	$4,163,405,400.16	0.99998	48	79
10/23	1.2782%	0.000035020	$4,136,570,309.88	1.00002	46	77
10/24	1.2757%	0.000034951	$4,132,355,420.77	1.00002	46	77
10/25	1.2475%	0.000034178	$4,418,092,952.80	1.00002	42	71
10/26	1.2468%	0.000034159	$4,446,412,569.67	1.00003	41	70
10/27	1.2640%	0.000034631	$4,433,391,169.00	0.99998	45	73
10/28	1.2640%	0.000034631	$4,433,391,169.00	0.99998	45	73
10/29	1.2640%	0.000034631	$4,433,391,169.00	0.99998	45	73
10/30	1.2614%	0.000034559	$4,441,413,858.44	1.00002	43	71
10/31	1.2666%	0.000034702	$4,379,583,751.24	1.00002	43	71
Average:	**1.2720%**	**0.000034849**	**$4,221,873,055.55**	**1.00002**	**47**	**78**

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

So it is no surprise that market expectations remain around 90% that the Fed—still led at that point by Janet Yellen, let's not forget—will raise the fed funds rate by 25 basis points to a range of 1.25–1.50% at the December Federal Open Market Committee (FOMC) meeting. The London interbank offered rate (Libor) was essentially static in the short end in October. One-month Libor continued to circle around 1.24%; 3-month and 6-month Libor rose slightly, from 1.34% to 1.38% and 1.51% to 1.57%, respectively. The slight steepening in the short end of the Libor curve made floaters and fixed-rate paper attractive in October. We therefore maintained the weighted average maturity (WAM) for TexPool at 34 days and TexPool Prime at 43 days. The short end of the Treasury curve rose slightly in October, with 1-month and 3-month Treasury yields rising from 0.97% to 1.02% and 1.05% to 1.13%, respectively.

TexPool & TexPool *Prime* vs. 90-Day Treasury Bill



90-Day Treasury Bill is a short-term debt instrument backed by the national government. These are used to collect immediate cash to meet outstanding obligations.

Any private investor can invest in a Treasury bill. The 90-Day Treasury Bill is a weighted average rate of the weekly auctions of 90-Day Treasury Bills.

Past performance is no guarantee of future results.