SEABROOK

MONTHLY FINANCIAL REPORT

PERFORMANCE SUMMARY

June 2014

	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	NEUTRAL	B
Property Tax Collection Analysis	POSITIVE	NEGATIVE	C
Sales Tax Collection Analysis	POSITIVE	POSITIVE	D
Expenditure Analysis	POSITIVE	POSITIVE	E
ENTERPRISE FUND			
Water Billing Analysis	NEGATIVE	NEGATIVE	F
Sewer Billing Analysis	NEGATIVE	NEUTRAL	G
Expense Analysis	NEGATIVE	NEGATIVE	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	POSITIVE	POSITIVE	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 JUNE 30, 2014

	Budget	YTD Revenue	% of Budget Collected	Prior YTD % of Total Collected
Ad Valorem Taxes	4,296,867	4,224,076	98.31%	98.99%
Penalities & Interest	45,000	26,976	59.95%	78.14%
Sales Tax	1,442,840	1,130,517	78.35%	72.50%
Franchise Tax	665,000	540,200	81.23%	79.76%
Other Tax	92,000	62,192	67.60%	44.02%
License & Permits	120,000	180,225	150.19%	71.98%
Charges for Services	42,000	34,524	82.20%	60.12%
DOT Fines	60,000	6,390	10.65%	67.54%
Other Municipal Court Fees	380,000	266,687	70.18%	77.44%
Interest Income	5,065	815	16.10%	79.42%
Intergovernmental	523,428	374,404	71.53%	72.64%
Other Revenue	44,100	34,457	78.13%	77.46%
Transfers from Enterprise Fund	1,571,744	1,178,808	75.00%	75.00%
Payment for Services-EDC	125,000	93,750	75.00%	75.00%
Total Revenues	9,413,044	8,154,021	86.62%	83.97%

CHART B

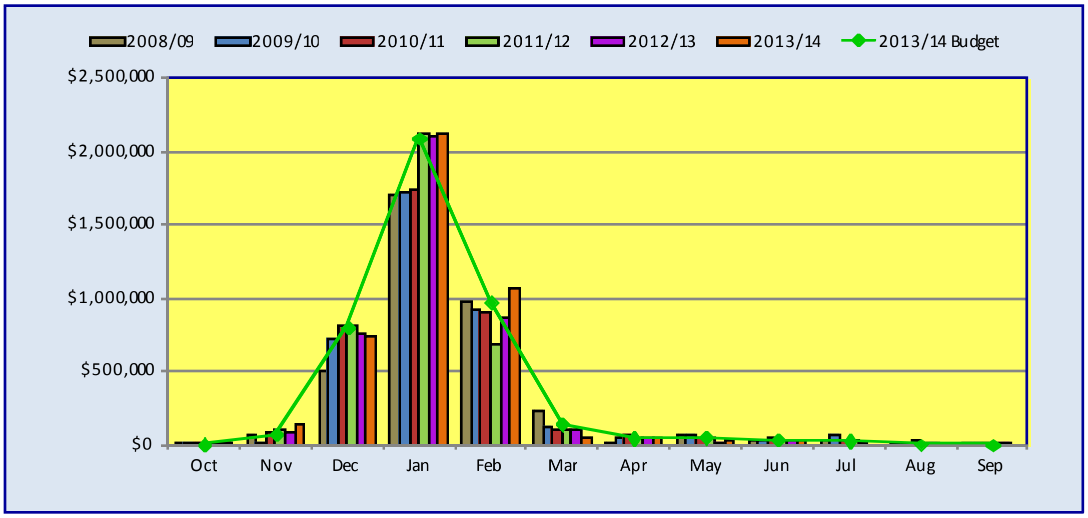
TOTAL EXPENDITURES THROUGH JUNE 30, 2014

	Budget	YTD Expenditures	% of Budget Expended	Prior YTD % of Total Expended
Personnel	6,414,520	4,544,201	70.84%	72.18%
Supplies	302,702	206,683	68.28%	60.36%
Services	2,449,807	1,846,528	75.37%	73.25%
Capital	220,500	0	0.00%	26.56%
Oper Transfer to Other Funds	0	0	0.00%	0.00%
Total Expenditures	9,387,529	6,597,412	70.28%	70.36%

GENERAL FUND-continued

CHART C

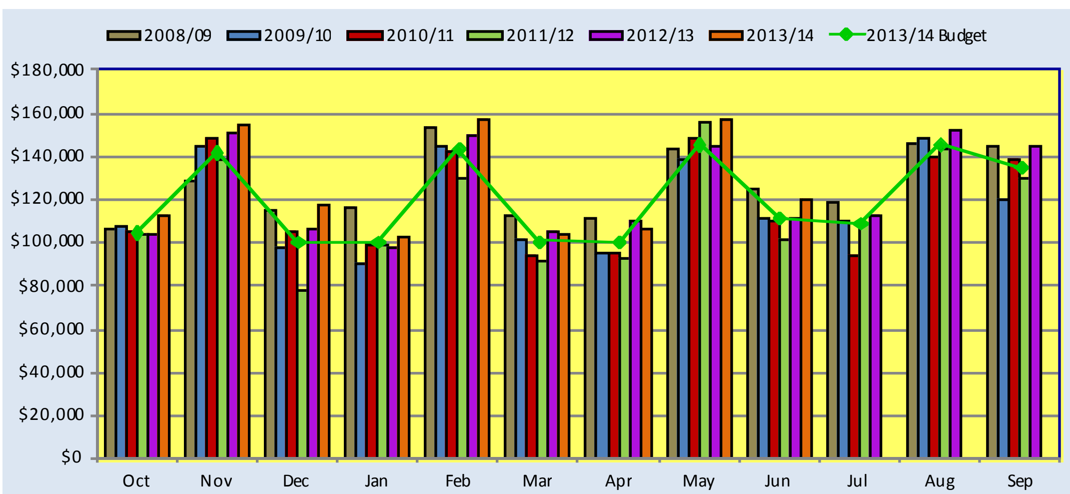
PROPERTY TAX ANALYSIS



2013/14 Budget is divided into months based on the monthly percentages of the last 5 years' collections.

CHART D

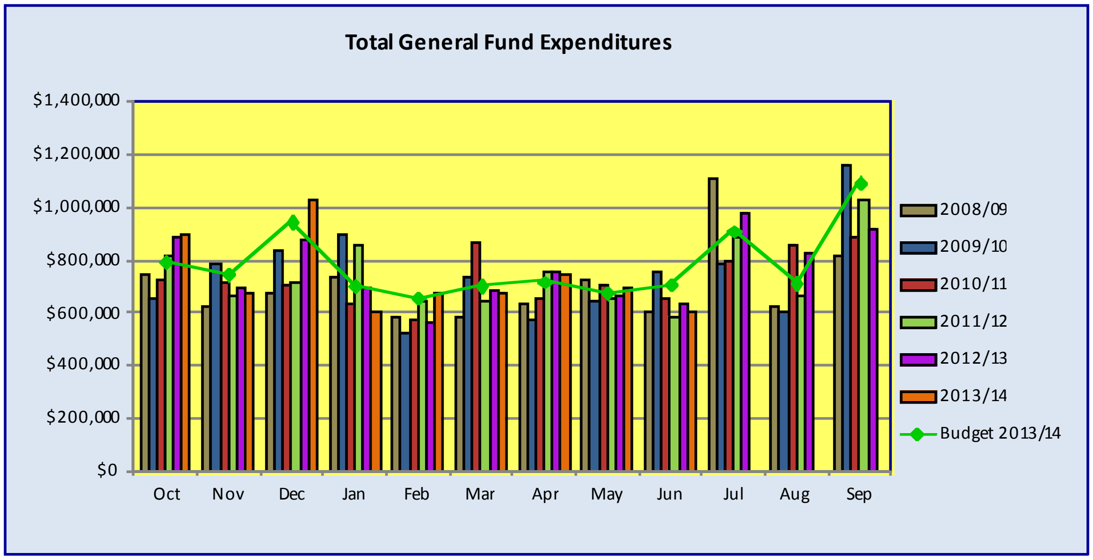
SALES TAX ANALYSIS



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

CHART E

EXPENDITURE ANALYSIS



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

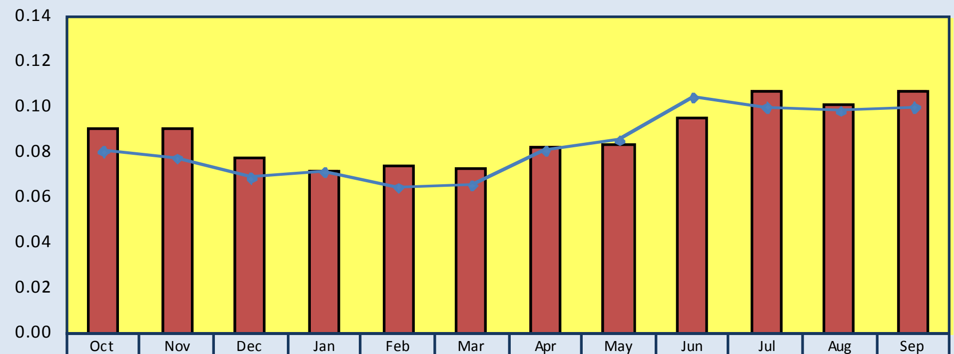
High expenditures in September 2010 are due to city hall A/C replacement.

ENTERPRISE FUND

CHART F

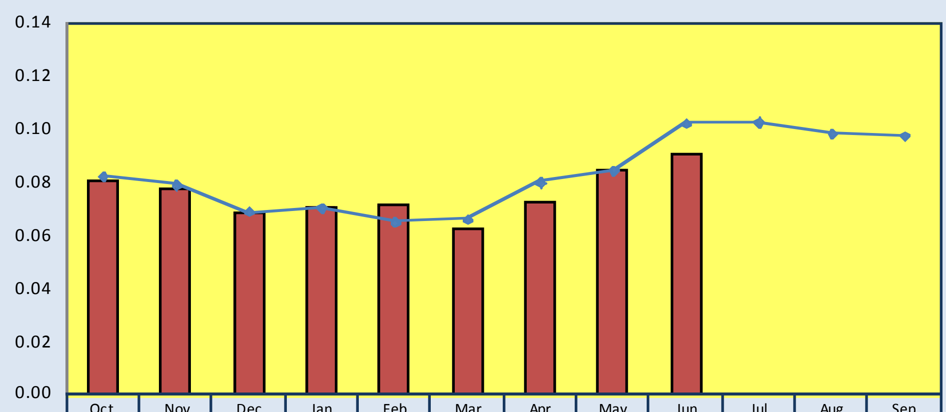
WATER BILLING ANALYSIS

Average Percent of Water Billings by Month vs. 2012/13 Percent of Budgeted Billings



	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep
2012/13	0.0911	0.0903	0.0776	0.0715	0.0737	0.0733	0.0823	0.0834	0.0957	0.1069	0.1008	0.1077
Average	0.0807	0.0778	0.0688	0.0718	0.0649	0.0657	0.0811	0.0853	0.1047	0.1004	0.0983	0.1005

Average Percent of Water Billings by Month vs. 2013/14 Percent of Budgeted Billings

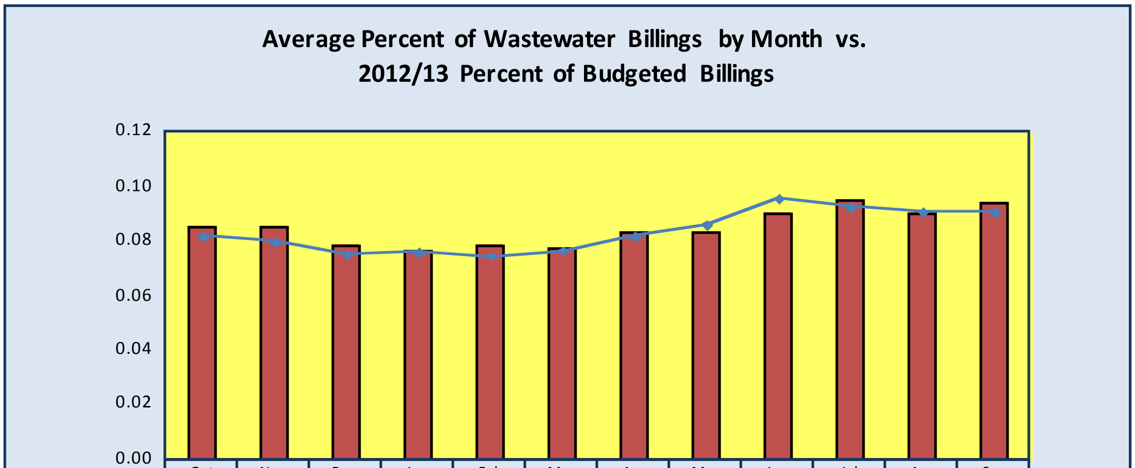


	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep
2013/14	0.0801	0.0777	0.0685	0.0708	0.0721	0.0625	0.0729	0.0843	0.0905	0.0000	0.0000	0.0000
Average	0.0826	0.0792	0.0691	0.0707	0.0652	0.0661	0.0802	0.0848	0.1024	0.1030	0.0988	0.0979

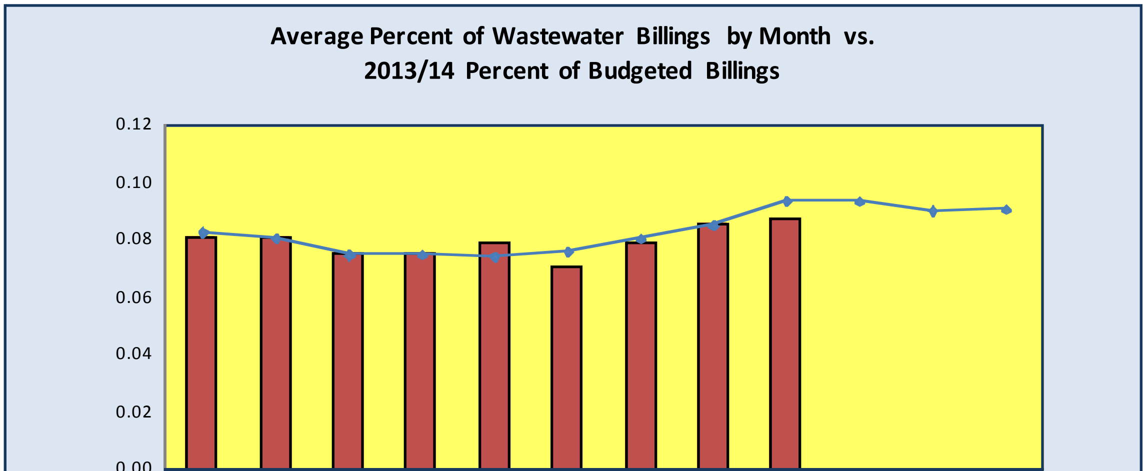
ENTERPRISE FUND-continued

CHART G

WASTEWATER BILLING ANALYSIS



	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep
2012/13	0.0849	0.0846	0.0781	0.0764	0.0776	0.0769	0.0828	0.0834	0.0899	0.0948	0.0901	0.0938
Average	0.0816	0.0797	0.0751	0.0758	0.0746	0.0765	0.0815	0.0860	0.0956	0.0923	0.0907	0.0906

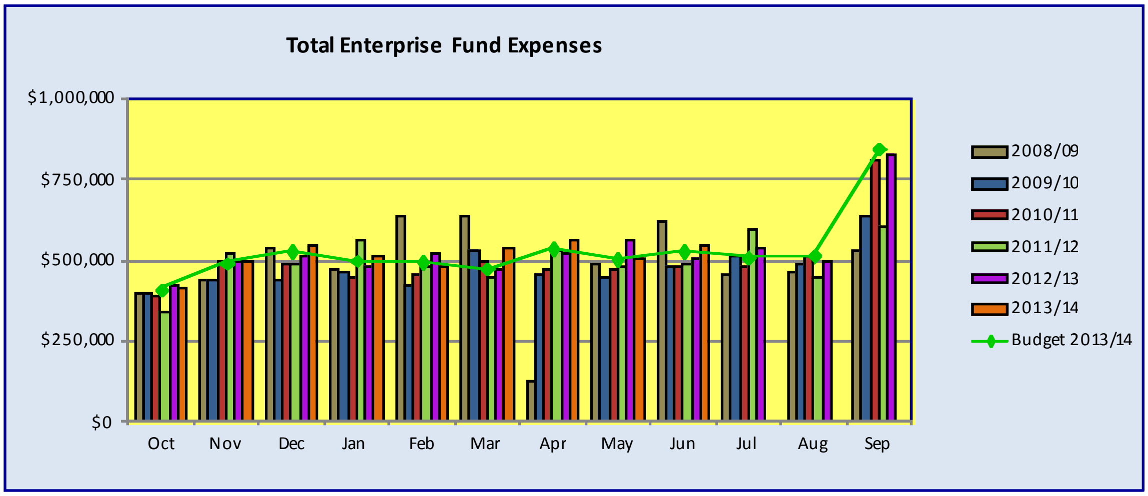


	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep
2013/14	0.0812	0.0808	0.0749	0.0758	0.0789	0.0706	0.0788	0.0855	0.0878	0.0000	0.0000	0.0000
Average	0.0831	0.0808	0.0749	0.0751	0.0745	0.0762	0.0807	0.0854	0.0940	0.0937	0.0907	0.0909

ENTERPRISE FUND-continued

CHART H

EXPENDITURE ANALYSIS



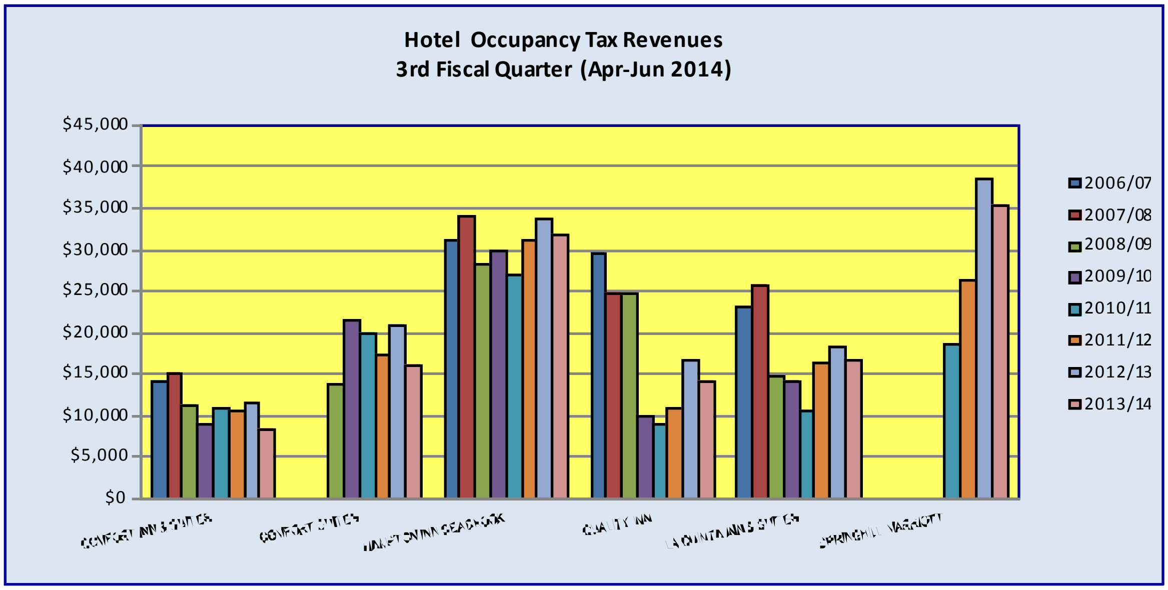
Low expenses April 2009 due to TML insurance reimbursement for IKE

Sept 2013 and Nov 2013 EXCLUDE property acquisition

HOTEL TAX FUND

CHART I

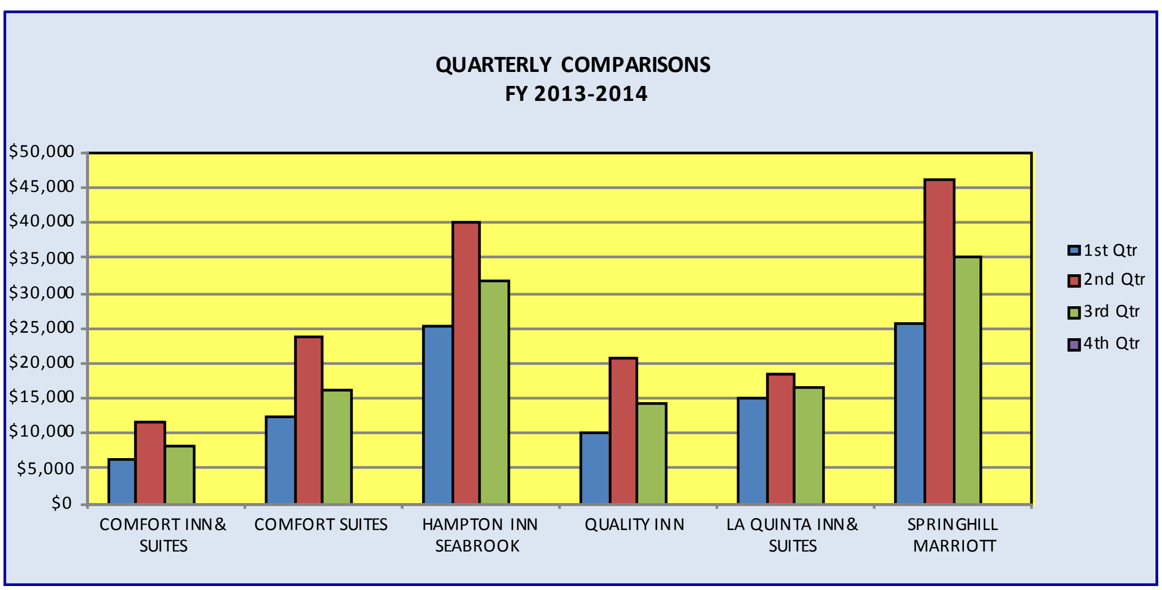
HOTEL TAX REVENUE ANALYSIS



*Comfort Suites-Bayport Blvd. opened 2008/09 ** Springhill Marriott opened last quarter 2010

CHART J

HOTEL TAX REVENUE



SEABROOK EDC

CHART K

SALES TAX REVENUE ANALYSIS

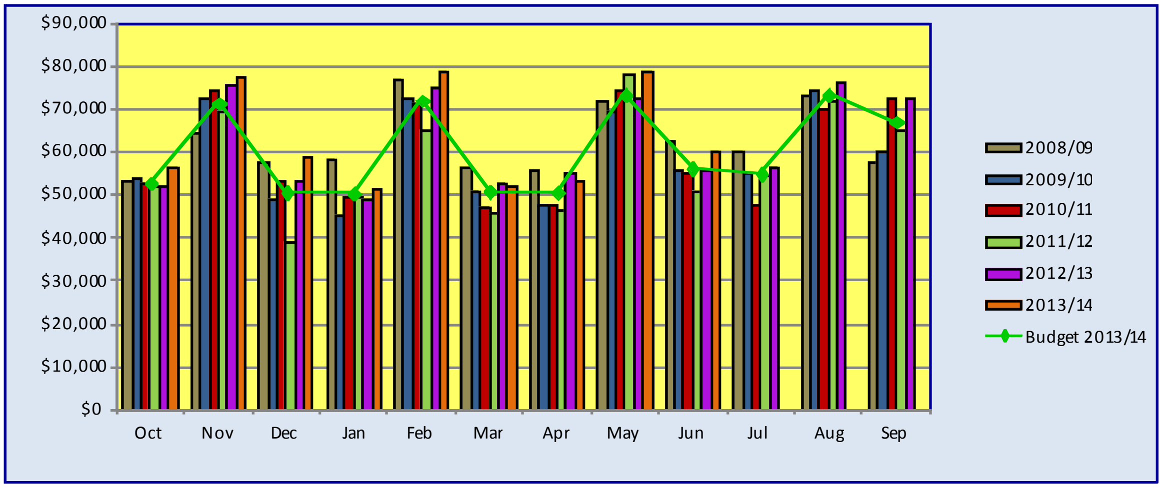
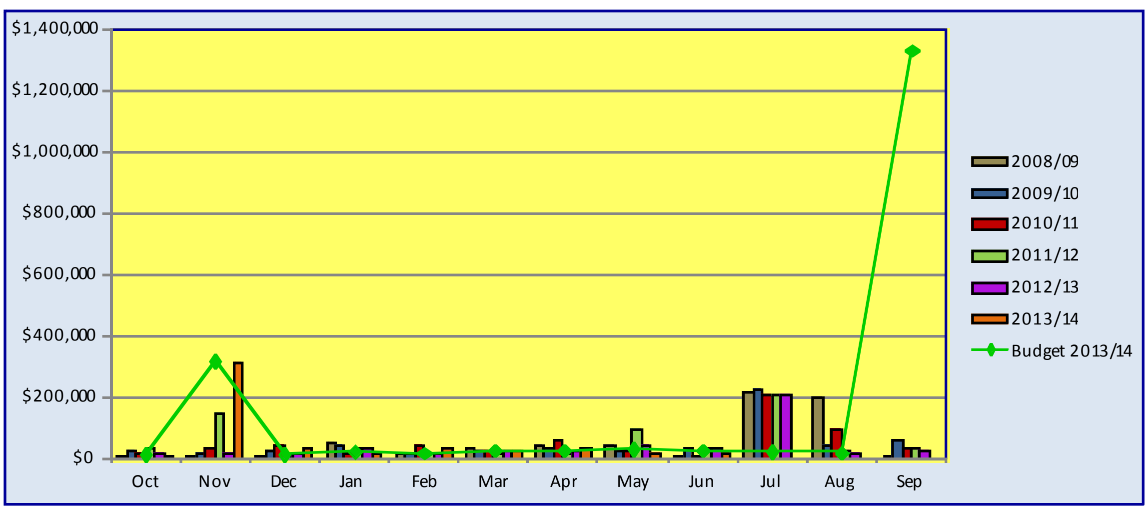


CHART L

EXPENDITURE ANALYSIS



2013/14 September reflects appropriations for Waterfront Construction and Business relocation off HWY 146
High exp in Nov 2011 was due to Gateway sign.

CRIME DISTRICT

CHART M

SALES TAX REVENUE ANALYSIS

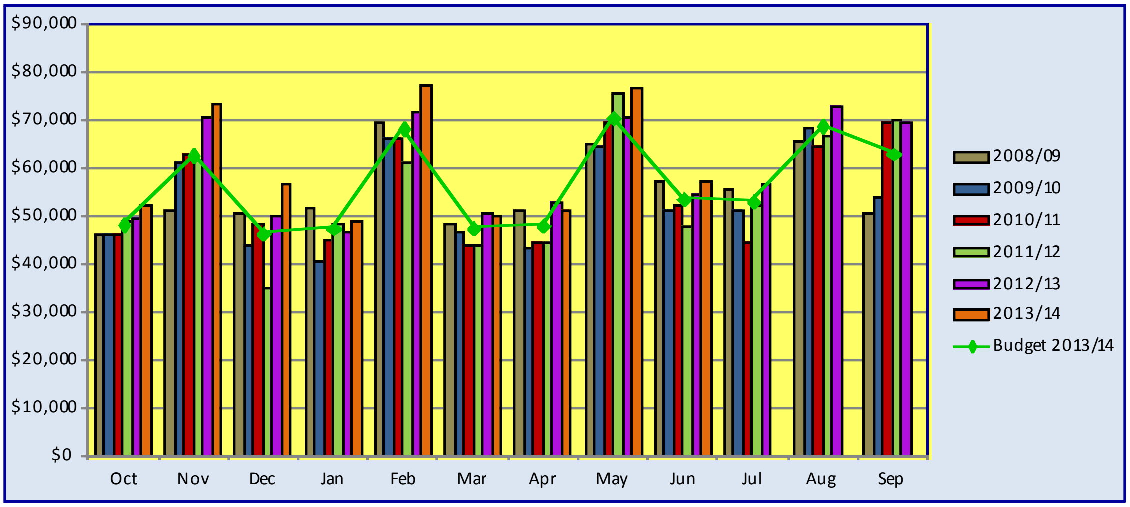
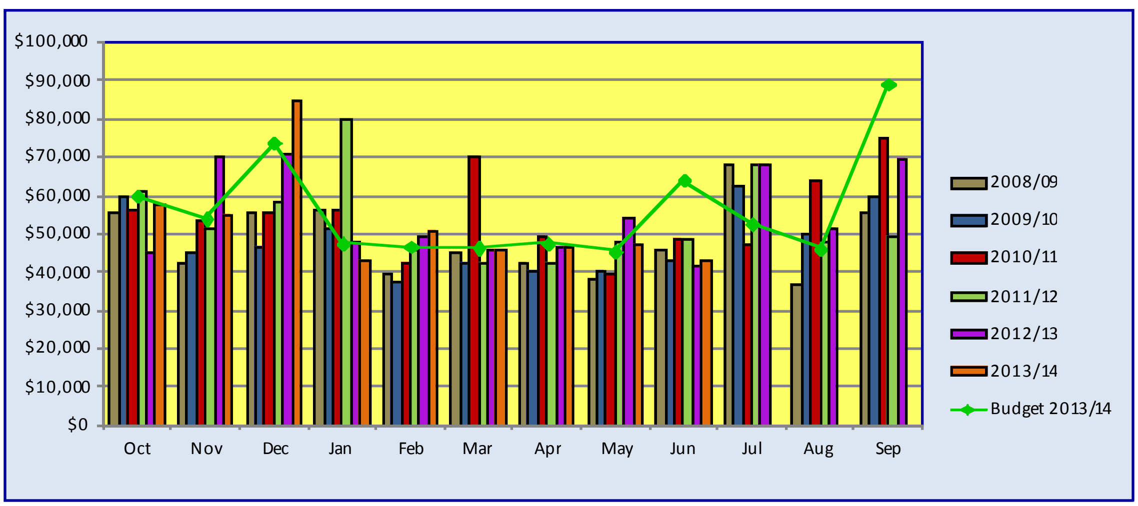


CHART N

EXPENDITURE ANALYSIS



INVESTMENTS

CHART O

MONTHLY INVESTMENT REPORT

TEXPOOL REPORT

MONTH OF JUNE 2014
0.0284%

	BEGINNING BALANCE	TRANSFER IN/(OUT)	INT EARNED (Posted June)	ENDING BALANCE	PURPOSE OF FUND
GENERAL FUND - UNRESTRICTED	5,075,269.31	(632,012.01)	117.24	4,443,374.54	Working capital
ENTERPRISE FUND - UNRESTRIC	2,139,218.91	88,575.03	57.50	2,227,851.44	Working capital
ENTERPRISE FUND - RESTRICTEI	300,000.00	0.00	incl in above	300,000.00	Customer liability
CAPITAL IMPACT FEES	2,211,482.64	0.00	51.67	2,211,534.31	Water & sewer lines extensions & expansions
PARK FEES	5,718.54	0.00	0.13	5,718.67	Reserved for acquisition & development of park land
CHILD SAFETY PROGRAMS	15,123.06	0.00	0.35	15,123.41	Reserved for Child Safety/School Zones
FEDERAL SEIZURE	42,084.44	0.00	0.98	42,085.42	Criminal Investigation - Federal Funds
HOTEL/MOTEL FUND	1,016,886.24	0.00	23.76	1,016,910.00	Restricted for promotion of tourism
DEBT SERVICE FUND	2,891,545.15	14,752.23	67.58	2,906,364.96	Restricted for General fund reserves & yearly debt service
WTR/SWR BONDS	382,078.19	0.00	8.93	382,087.12	Funds transferred from Bond Mkt Acct to allow liquidity
FIRE BONDS	74,364.41	0.00	1.74	74,366.15	Funds transferred from Bond Mkt Acct to allow liquidity
STREET BONDS	(0.00)	0.00	0.00	(0.00)	Funds transferred from Bond Mkt Acct to allow liquidity
PINE GULLY PARK BONDS	0.00	0.00	0.00	0.00	Funds transferred from Bond Mkt Acct to allow liquidity
LIBRARY BONDS	2,570.36	0.00	0.06	2,570.42	Funds transferred from Bond Mkt Acct to allow liquidity
LAKESIDE DRIVE CERT DEP	332,666.02	0.00	7.77	332,673.79	
CAROTHERS	25,002.69	0.00	0.58	25,003.27	
CRIME DISTRICT	249,588.39	(105.15)	5.83	249,489.07	Funds transferred from Bond Mkt Acct to allow liquidity
SEDC II - UNRESTRICTED	1,075,283.74	549,395.80	30.48	1,624,710.02	Seabrook Economic Development Corporation II
SEDC II - RESTRICTED FOR BONI	0.00	0.00	incl in above	0.00	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	44,083.75	(20,605.90)	0.70	23,478.55	
PUBLIC SAFETY	153,944.67	0.00	3.60	153,948.27	
MUNI COURT - SECURITY FUND	21,660.01	0.00	0.51	21,660.52	Funds from fines to be used for security
COURT - TIME PAYMENT FEES	9,624.35	0.00	0.22	9,624.57	Funds from fines to be used to improve court
MUNI COURT - TECHNOLOGY FUNI	6,483.95	0.00	0.15	6,484.10	
PEG Fund	0.00	0.00	0.00	0.00	
STABILIZATION FUND	801,474.67	0.00	18.73	801,493.40	
TOTAL TEXPOOL FUND	17,056,153.49	0.00	398.51	$17,056,552.00	

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

ANNOUNCEMENTS

We would like to recognize and welcome the following entities who joined the TexPool program in June 2014:

TexPool

Electra ISD
Lerin Hills MUD
Montgomery County ESD 4

TexPool *Prime*

Electra ISD
City of Clear Lake Shores
Clear Lake Shores EDC
Plaza Ten 06 Corporation

Upcoming Events

07/13/14 - 07/15/14
TASSCUBO Summer Conference
Austin

08/05/14 - 08/07/14
CTAT Annual Conference
Amarillo

08/27/14 - 08/29/14
TAC Legislative Conference
Austin

TexPool Advisory Board Members

Overseen by the State of Texas Comptroller of Public Accounts Susan Combs.

Operated under the supervision of the Texas Treasury Safekeeping Trust Company.

Additional information regarding TexPool is available upon request:

www.texpool.com
1-866-839-7665
(1-866-TEX-POOL)
Fax: 866-839-3291

Federated.

Federated, founded in 1955, is publicly traded on the NYSE. It is one of the largest managers of AAA-rated money market portfolios in the country *(Source: iMoneyNet as of 5/31/14)*.

Visit us at FederatedInvestors.com.

G35884-24 (7/14)

Monthly Newsletter July 2014

Economic and Market Commentary

Month in Cash: Inch by inch, point by point

July 1, 2014

When the pace of change is glacial, every inch counts. You could apply that to a pair of aspects of the Federal Reserve this past month: its filling of governor posts and its overnight trading.

After months of waiting, the Senate finally confirmed Lael Brainard and Jerome Powell to the Fed's board of governors, and also approved Stanley Fischer as vice chair. But two open seats remain, leaving only five active governors. Considering how long it has taken to add Fischer, Brainard and Powell to the table, we'll take it. While we would rather see seven, it would have been hard to imagine a Fed with only three governors (even though all the regional Fed president posts are filled) working in such a crucial time for the economy.

The three additions may not seem to have altered the central bank's policy decisions following the Federal Open Market Committee (FOMC) meeting mid-month—it continued to taper its Treasury and asset-backed purchases by another $10 billion to $35 billion—but they will play a major role after this latest round of quantitative easing (QE) ends. That's because the bigger issue is when the Fed decides to raise its benchmark federal funds rate and by how much. The consensus ballpark for this is for it to slowly rise starting in spring of 2015, but Chair Janet Yellen reiterated that any move will be data dependent on the economy's health, and she thinks that is still under the weather.

Well, that means continued paltry interest rates for some time. But even from this perspective, a tiny bump up is at least something positive, and we have been getting that through the New York Fed's Overnight Fixed-Rate Reverse Repo facility, which uses Treasuries as collateral. It is extremely risk-free, but offers only five basis points. So it was heartening to start to see counterparties offering a few basis points higher to take some of that business. Tiny as the difference was, we are happy to have it.

Speaking of the big effect of tiny things, the "dots" returned. The FOMC has recently been asking its members to anonymously predict when they think the fed funds rate will rise and to what percent. These projections are indicated by points on a timeline/rate grid—the dot chart, as it is affectionately known. The placement of the points was ever so slightly hawkish than the last chart, especially in the short term. It was not that the members altered the time frame when they think rates will rise, but rather that several indicated they expected more of a rise in those times.

(continued page 6)

PERFORMANCE AS OF JUNE 30, 2014

	TexPool	TexPool *Prime*
Current Invested Balance	$14,435,246,878.24	$981,534,027.47
Weighted Average Maturity (1)*	48 Days	46 Days
Weighted Average Maturity (2)*	79 Days	50 Days
Net Asset Value	1.00005	1.00001
Total Number of Participants	2,315	177
Management Fee on Invested Balance	0.0473%	0.0638%
Interest Distributed	$341,874.95	$53,743.33
Management Fee Collected	$570,719.08	$53,535.82
Standard & Poor's Current Rating	AAAm	AAAm

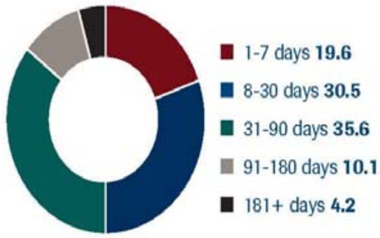
Month Averages

	TexPool	TexPool *Prime*
Average Invested Balance	$14,649,906,930.92	$1,016,210,441.16
Average Monthly Yield, on a simple basis (3)*	0.03%	0.06%
Average Weighted Average Maturity (1)*	51 Days	44 Days
Average Weighted Average Maturity (2)*	83 Days	49 Days

**Definitions for Average Monthly Yield and Weighted Average Maturity can be found on page 2.*

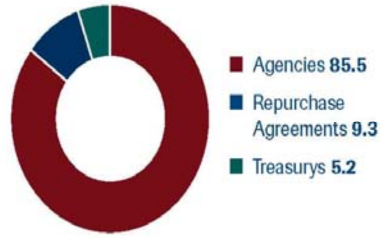
Portfolio by Maturity (%)

As of June 30, 2014



Portfolio by Type of Investment (%)

As of June 30, 2014



PORTFOLIO ASSET SUMMARY AS OF JUNE 30, 2014

	Book Value	Market Value
Uninvested Balance	$398,241.64	$398,241.64
Receivable for Investments Sold	0.00	0.00
Accrual of Interest Income	10,031,806.05	10,031,806.05
Interest and Management Fees Payable	-341,912.77	-341,912.77
Payable for Investments Purchased	0.00	0.00
Accrued Expenses & Taxes	0.00	0.00
Repurchase Agreements	1,343,425,000.00	1,343,423,250.00
Mutual Fund Investments	0.00	0.00
Government Securities	11,593,291,563.47	11,593,883,489.61
US Treasury Bills	0.00	0.00
US Treasury Notes	1,488,442,179.85	1,488,449,983.00
Total	**$14,435,246,878.24**	**$14,435,844,857.53**

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	575	$4,496,243,238.70
Higher Education	56	$1,000,178,236.75
Healthcare	80	$570,467,428.19
Utility District	713	$1,853,286,799.92
City	450	$4,036,407,127.09
County	174	$1,188,867,461.13
Other	267	$1,289,687,930.09

Definition of Weighted Average Maturity (1) & (2)

(1) "WAM Days" 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.

(2) "WAM Days" is calculated in the same manner as the described in footnote 1, 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.

Definition of Average Monthly Yield (3)

(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

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)
6/1	0.0239%	0.000000656	$15,131,495,410.88	1.00005	55	87
6/2	0.0273%	0.000000747	$14,999,996,915.97	1.00005	53	85
6/3	0.0256%	0.000000702	$14,976,970,157.56	1.00004	53	84
6/4	0.0275%	0.000000754	$14,776,641,871.68	1.00004	53	85
6/5	0.0249%	0.000000681	$14,676,100,415.64	1.00004	52	84
6/6	0.0260%	0.000000713	$14,612,009,971.70	1.00004	51	84
6/7	0.0260%	0.000000713	$14,612,009,971.70	1.00004	51	84
6/8	0.0260%	0.000000713	$14,612,009,971.70	1.00004	51	84
6/9	0.0258%	0.000000707	$14,596,553,448.62	1.00004	49	81
6/10	0.0275%	0.000000753	$14,617,921,734.40	1.00004	51	82
6/11	0.0279%	0.000000765	$14,530,907,538.85	1.00005	52	84
6/12	0.0293%	0.000000803	$14,472,042,516.84	1.00005	54	85
6/13	0.0299%	0.000000820	$14,541,523,998.19	1.00005	53	85
6/14	0.0299%	0.000000820	$14,541,523,998.19	1.00005	53	85
6/15	0.0299%	0.000000820	$14,541,523,998.19	1.00005	53	85
6/16	0.0304%	0.000000834	$14,763,916,838.74	1.00004	50	81
6/17	0.0293%	0.000000803	$14,691,530,431.45	1.00004	51	82
6/18	0.0291%	0.000000796	$14,620,043,573.33	1.00004	52	84
6/19	0.0281%	0.000000770	$14,674,547,854.54	1.00005	52	83
6/20	0.0293%	0.000000804	$14,581,310,269.45	1.00005	52	83
6/21	0.0293%	0.000000804	$14,581,310,269.45	1.00005	52	83
6/22	0.0293%	0.000000804	$14,581,310,269.45	1.00005	52	83
6/23	0.0285%	0.000000781	$14,516,473,893.34	1.00005	50	80
6/24	0.0295%	0.000000808	$14,553,524,457.23	1.00005	48	77
6/25	0.0300%	0.000000821	$14,772,091,801.44	1.00005	50	80
6/26	0.0297%	0.000000813	$14,635,827,813.32	1.00005	51	82
6/27	0.0307%	0.000000842	$14,616,947,219.19	1.00005	50	81
6/28	0.0307%	0.000000842	$14,616,947,219.19	1.00005	50	81
6/29	0.0307%	0.000000842	$14,616,947,219.19	1.00005	50	81
6/30	0.0304%	0.000000834	$14,435,246,878.24	1.00005	48	79
Average	**0.0284%**	**0.000000779**	**$14,649,906,930.92**	**1.00005**	**51**	**83**

TexPool Prime

July 2014

Portfolio by Maturity (%)

As of June 30, 2014

- 1-7 days **36.4**
- 8-30 days **18.6**
- 31-90 days **33.4**
- 91-180 days **8.5**
- 181+ days **3.1**

Portfolio by Type of Investment (%)

As of June 30, 2014

- Commercial Paper **59.2**
- Repurchase Agreements **26.9**
- Variable Rate Notes **6.1**
- Government **7.8**

PORTFOLIO ASSET SUMMARY AS OF JUNE 30, 2014

	Book Value	Market Value
Uninvested Balance	$726.93	$726.93
Accrual of Interest Income	68,589.59	68,589.59
Interest and Management Fees Payable	-53,780.84	-53,780.84
Payable for Investments Purchased	0.00	0.00
Accrued Expenses & Taxes	0.00	0.00
Repurchase Agreements	263,505,000.00	263,505,000.00
Commercial Paper	581,466,422.83	581,480,577.00
Bank Instruments	0.00	0.00
Mutual Fund Investments	0.00	0.00
Government Securities	91,647,068.96	91,652,657.50
Variable Rate Notes	44,900,000.00	44,897,659.00
Total	**$981,534,027.47**	**$981,551,429.18**

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	80	$496,834,939.45
Higher Education	8	$83,788,258.56
Healthcare	8	$8,426,791.00
Utility District	5	$42,064,148.99
City	35	$123,324,620.71
County	19	$110,646,880.39
Other	22	$116,453,475.26

TEXPOOL PRIME

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)
6/1	0.0665%	0.000001822	$993,590,273.32	1.00002	41	47
6/2	0.0695%	0.000001904	$1,036,810,369.60	1.00002	37	42
6/3	0.0607%	0.000001664	$1,028,392,309.57	1.00002	38	43
6/4	0.0614%	0.000001683	$1,023,039,624.35	1.00002	39	44
6/5	0.0558%	0.000001528	$1,069,468,479.95	1.00002	38	42
6/6	0.0618%	0.000001692	$1,082,662,052.85	1.00002	40	44
6/7	0.0618%	0.000001692	$1,082,662,052.85	1.00002	40	44
6/8	0.0618%	0.000001692	$1,082,662,052.85	1.00002	40	44
6/9	0.0596%	0.000001632	$1,061,019,432.80	1.00002	38	42
6/10	0.0600%	0.000001645	$1,077,214,145.57	1.00002	39	43
6/11	0.0637%	0.000001744	$1,059,394,766.25	1.00002	43	48
6/12	0.0639%	0.000001751	$1,058,887,741.10	1.00002	43	47
6/13	0.0718%	0.000001966	$994,557,425.01	1.00001	49	54
6/14	0.0718%	0.000001966	$994,557,425.01	1.00001	49	54
6/15	0.0718%	0.000001966	$994,557,425.01	1.00001	49	54
6/16	0.0705%	0.000001931	$999,927,902.99	1.00002	48	53
6/17	0.0675%	0.000001849	$990,873,106.70	1.00001	48	52
6/18	0.0640%	0.000001754	$990,124,802.06	1.00001	48	53
6/19	0.0631%	0.000001728	$987,517,862.09	1.00001	49	54
6/20	0.0633%	0.000001734	$986,709,799.77	1.00001	49	54
6/21	0.0633%	0.000001734	$986,709,799.77	1.00001	49	54
6/22	0.0633%	0.000001734	$986,709,799.77	1.00001	49	54
6/23	0.0608%	0.000001667	$974,421,544.57	1.00001	47	51
6/24	0.0632%	0.000001732	$975,801,684.31	1.00001	46	51
6/25	0.0638%	0.000001747	$971,084,460.74	1.00001	46	50
6/26	0.0614%	0.000001683	$988,455,927.24	1.00001	44	48
6/27	0.0673%	0.000001844	$995,655,647.04	1.00001	45	49
6/28	0.0673%	0.000001844	$995,655,647.04	1.00001	45	49
6/29	0.0673%	0.000001844	$995,655,647.04	1.00001	45	49
6/30	0.0648%	0.000001774	$981,534,027.47	1.00001	46	50
Average	**0.0644%**	**0.000001765**	**$1,016,210,441.16**	**1.00001**	**44**	**49**

TEXPOOL

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

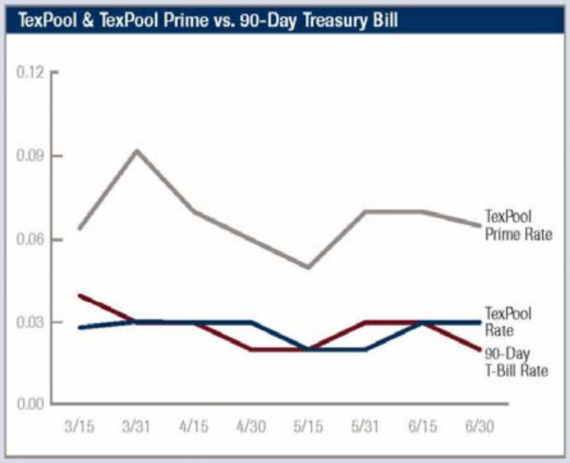
(continued from page 1)

The nearer term is most impactful to cash management, of course; obviously it helps us the earlier we get an uptick. The dot projections essentially reflect each member's assessment of the economy, which continued to strengthen this past month, especially in jobs, manufacturing and consumer sentiment, with a healthy increase in inflation coming at the end.

We did not change our Weighted Average Maturity (WAM) this past month. And there was—surely you can guess—little rate change in the marketplace. The London interbank offered rate (Libor) did not budge from 0.15% and Treasury bills shrunk from small to even smaller, all under five basis points. We continue to look at and utilize some floating-rate securities in anticipation of the yield curve actually steepening out a little bit and becoming slightly more attractive.

Small steps in the right direction are better than none.

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.