

MONTHLY FINANCIAL REPORT

PERFORMANCE SUMMARY

February 2015

	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	POSITIVE	POSITIVE	C
Sales Tax Collection Analysis	POSITIVE	POSITIVE	D
Expenditure Analysis	NEGATIVE	POSITIVE	E
ENTERPRISE FUND			
Water Billing Analysis	NEGATIVE	NEGATIVE	F
Sewer Billing Analysis	POSITIVE	POSITIVE	G
Expense Analysis	POSITIVE	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	NEGATIVE	NEGATIVE	M
INVESTMENTS			
Investment Report	N/A	N/A	N

PERFORMANCE INDICATORS:

POSITIVE
NEGATIVE
NEUTRAL

Positive = Positive variance as compared to seasonal trend.

Negative = Negative variance as compared to seasonal trend.

Neutral = Variance is less than 1%

GENERAL FUND



CHART A

TOTAL REVENUE THROUGH FEBRUARY 2015

	Budget	YTD Revenue	% of Budget Collected	Prior YTD % of Total Collected
Ad Valorem Taxes	4,358,162	4,040,355	92.71%	94.88%
Penalties & Interest	38,000	14,110	37.13%	21.44%
Sales Tax	1,475,000	721,307	48.90%	41.23%
Franchise Tax	685,000	390,672	57.03%	51.41%
Other Tax	100,000	37,955	37.95%	19.82%
License & Permits	320,000	113,451	35.45%	12.97%
Charges for Services	50,000	6,142	12.28%	9.69%
DOT Fines	15,000	13,015	86.77%	31.11%
Other Municipal Court Fees	369,700	147,424	39.88%	42.79%
Interest Income	573	361	63.03%	38.29%
Intergovernmental	575,843	233,910	40.62%	37.78%
Other Revenue	32,500	18,535	57.03%	39.21%
Transfers from Enterprise Fund	1,690,642	704,434	41.67%	41.67%
Payment for Services-EDC	<u>125,000</u>	<u>52,083</u>	<u>41.67%</u>	<u>41.67%</u>
Total Revenues	9,835,420	6,493,755	66.02%	63.31%

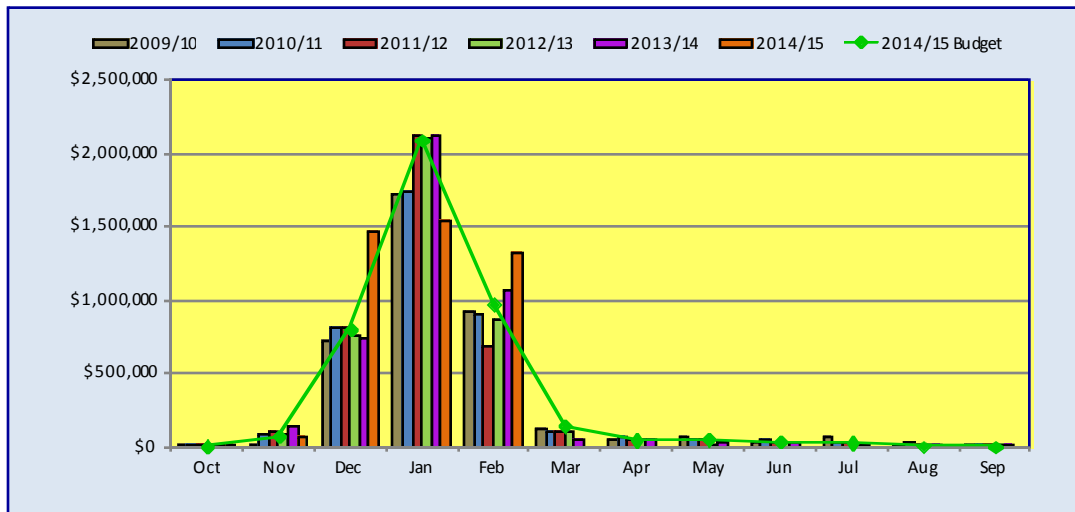
CHART B

TOTAL EXPENDITURES THROUGH FEBRUARY 2015

	Budget	YTD Expenditures	% of Budget Expended	Prior YTD % of Total Expended
Personnel	6,481,159	2,551,775	39.37%	44.38%
Supplies	309,449	80,743	26.09%	46.02%
Services	2,693,795	1,036,698	38.48%	40.90%
Capital	140,000	103,490	73.92%	0.00%
Oper Transfer to Other Funds	0	0	<u>0.00%</u>	<u>0.00%</u>
Total Expenditures	9,624,403	3,772,705	39.20%	40.35%

CHART C

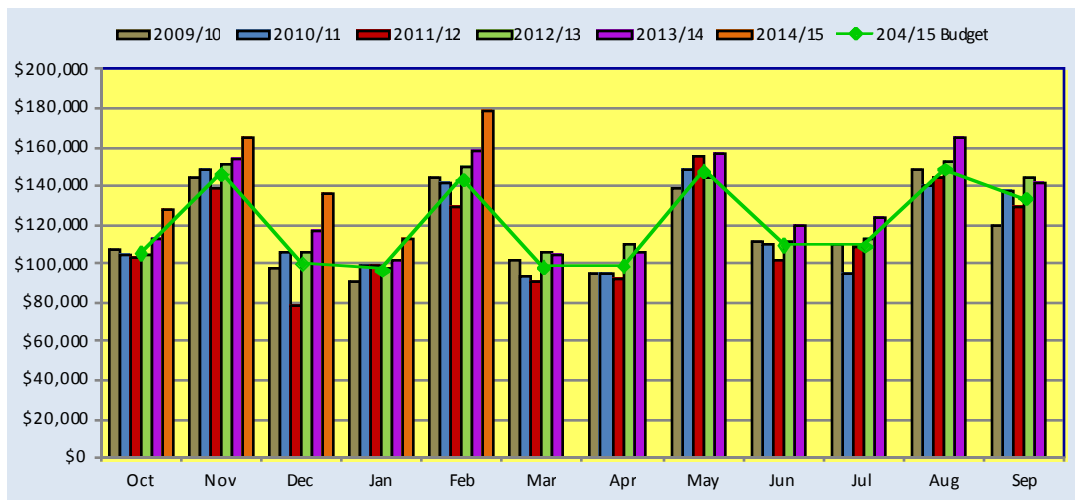
PROPERTY TAX ANALYSIS



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

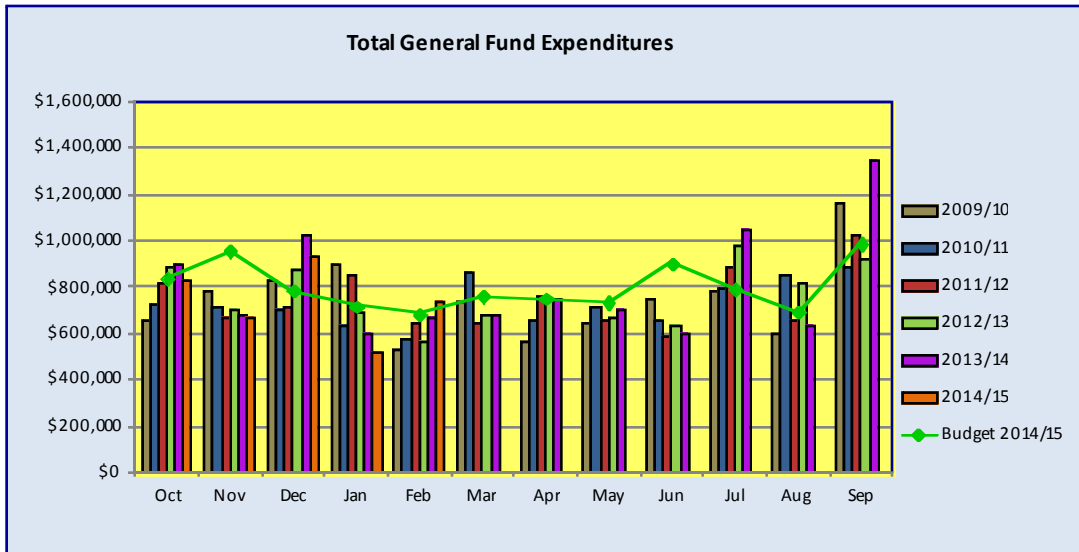
CHART D

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.

EXPENDITURE ANALYSIS



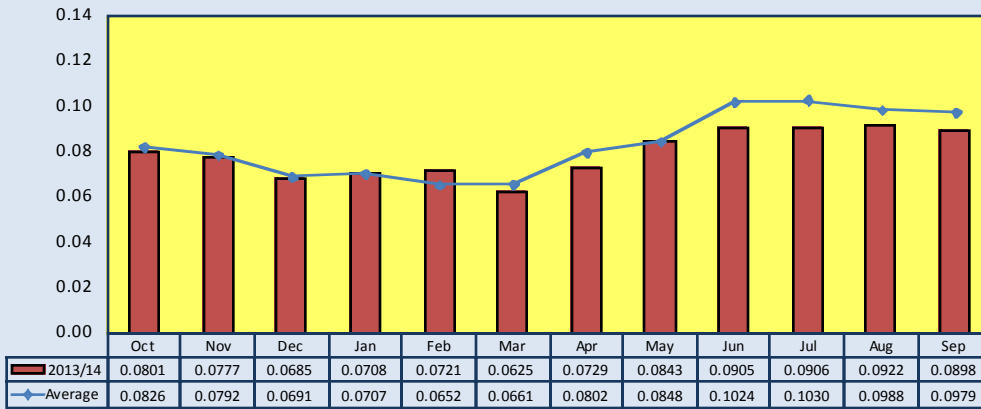
High expenditures in September 2010 are due to city hall A/C replacement.
 High expenditures in September 2014 are due to Seascapes road construction



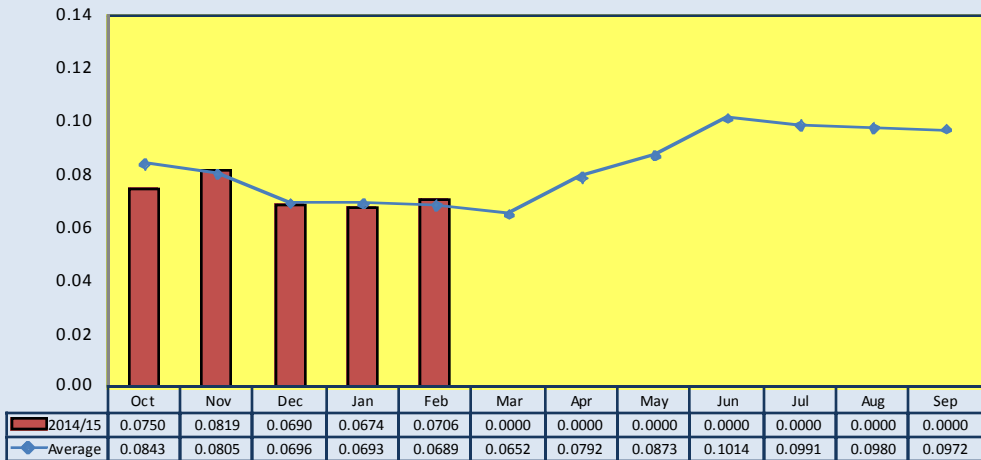
CHART F

WATER BILLING ANALYSIS

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

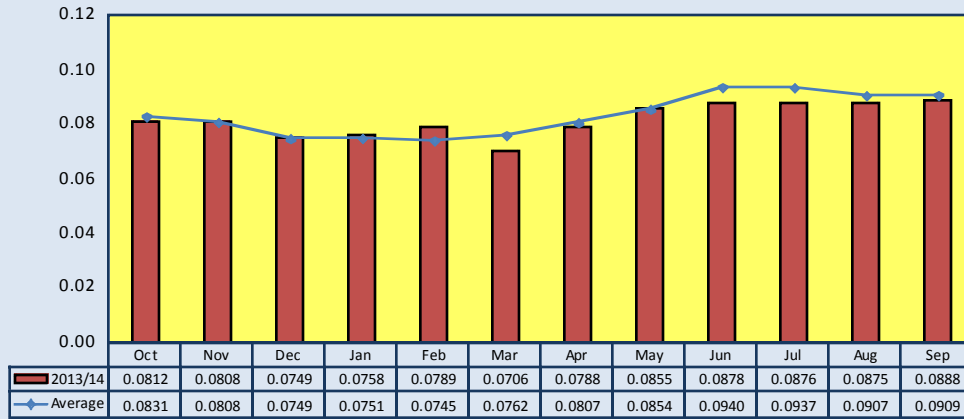


Average Percent of Water Billings by Month vs.
2014/15 Percent of Budgeted Billings

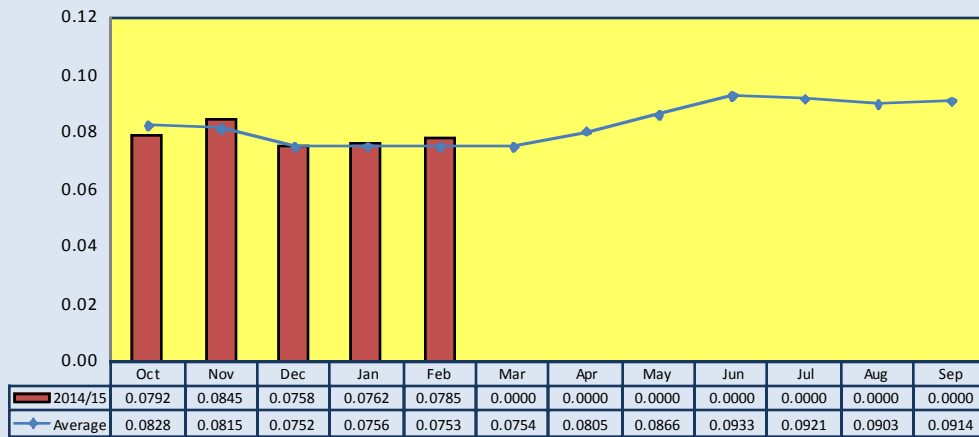


WASTEWATER BILLING ANALYSIS

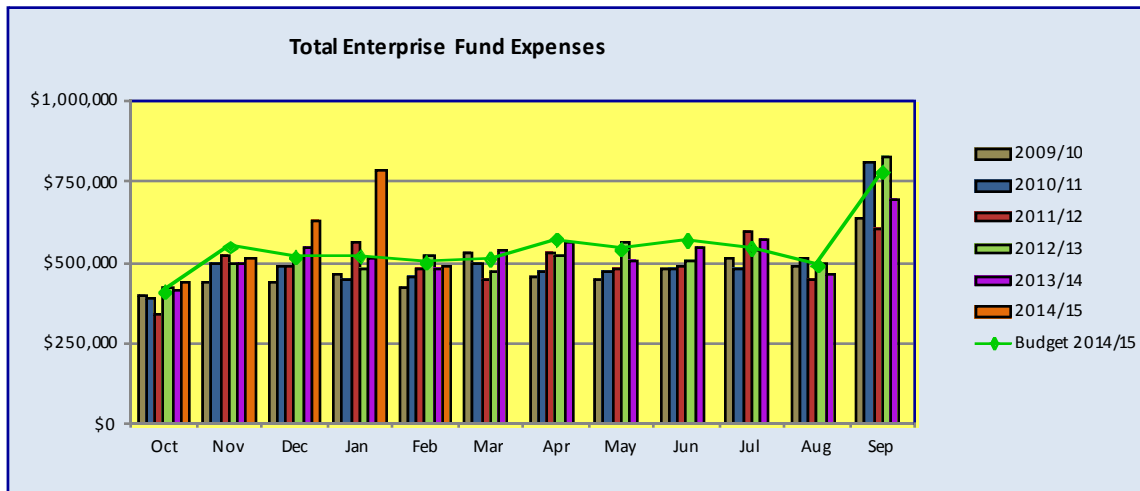
Average Percent of Wastewater Billings by Month vs. 2012/13 Percent of Budgeted Billings



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



EXPENDITURE ANALYSIS



Sept 2013 and Nov 2013 EXCLUDE property acquisition

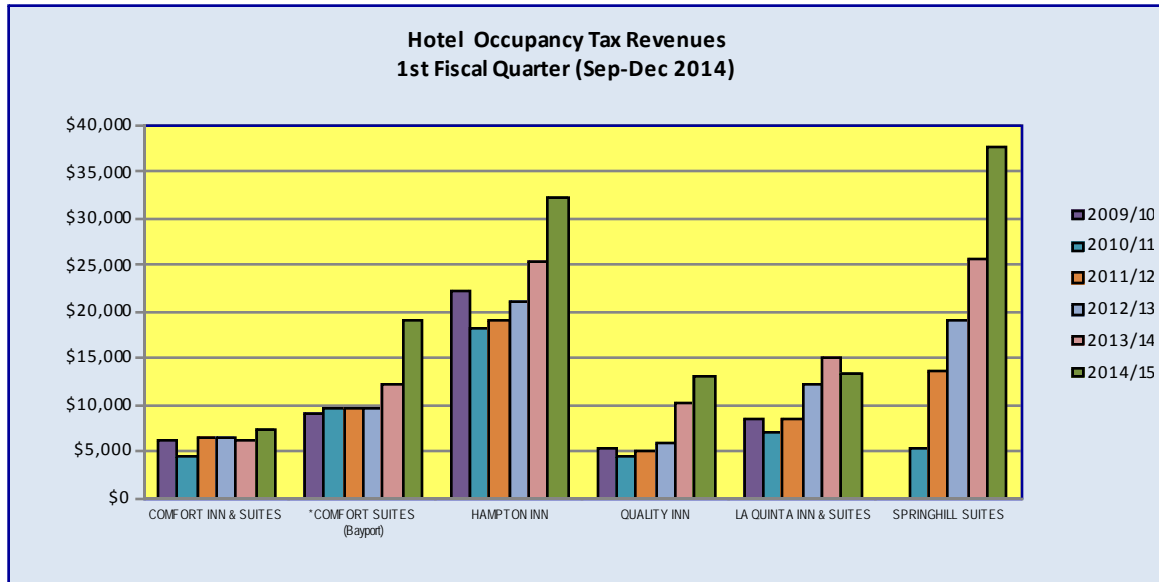
December 2014 & January 2015 expenses much higher than budgeted due to Lakeside lift station repairs

HOTEL TAX FUND



CHART I

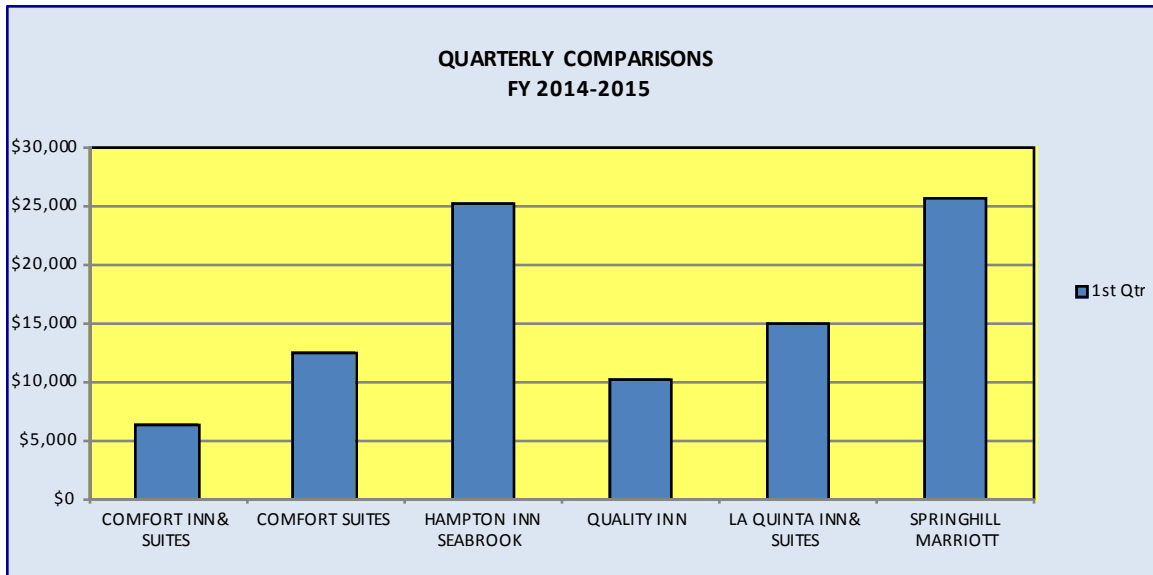
HOTEL TAX REVENUE ANALYSIS



*Springhill Marriott opened last quarter 2010

CHART J

HOTEL TAX REVENUE



SEABROOK EDC



CHART K

SALES TAX REVENUE ANALYSIS

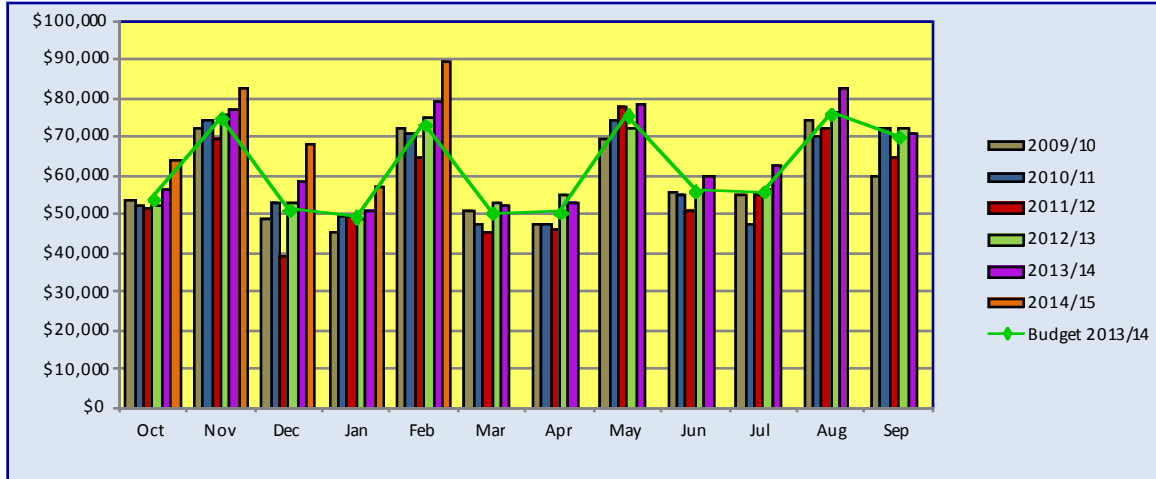
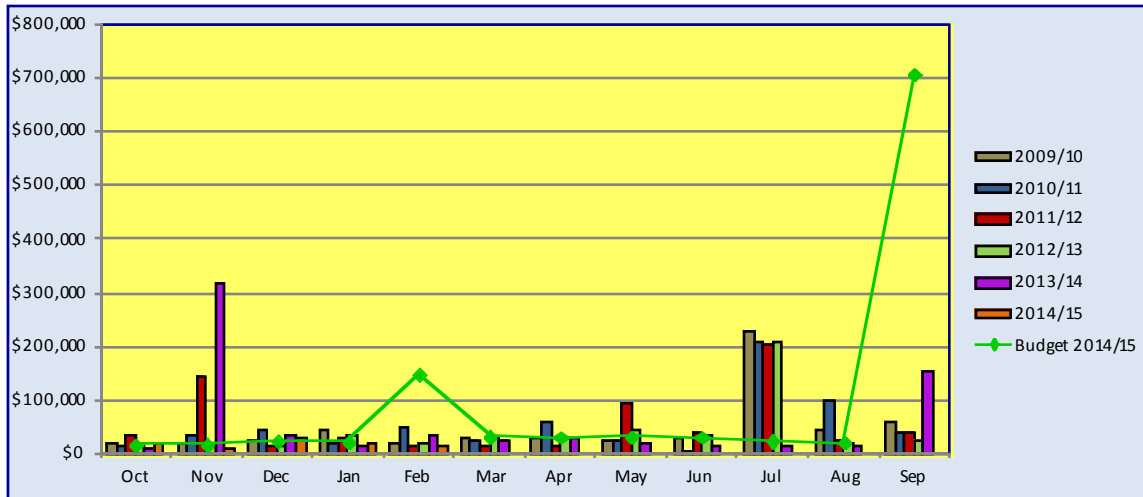


CHART L

EXPENDITURE ANALYSIS



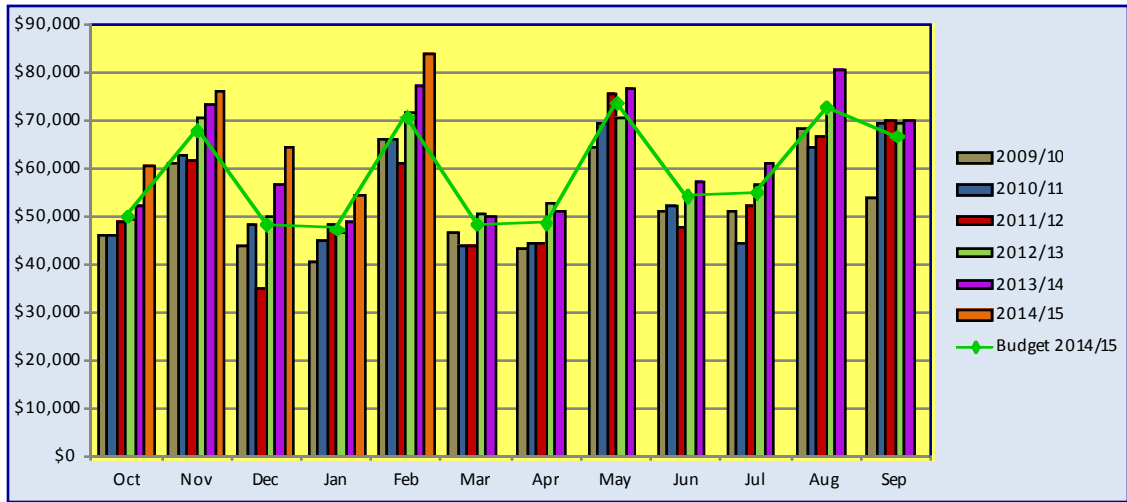
2014/15 September budget reflects appropriations for incentives and Business relocation off HWY 146
 High exp in Nov 2011 was due to Gateway sign. July expenditures prior to 2013/14 included debt service payments.

CRIME DISTRICT



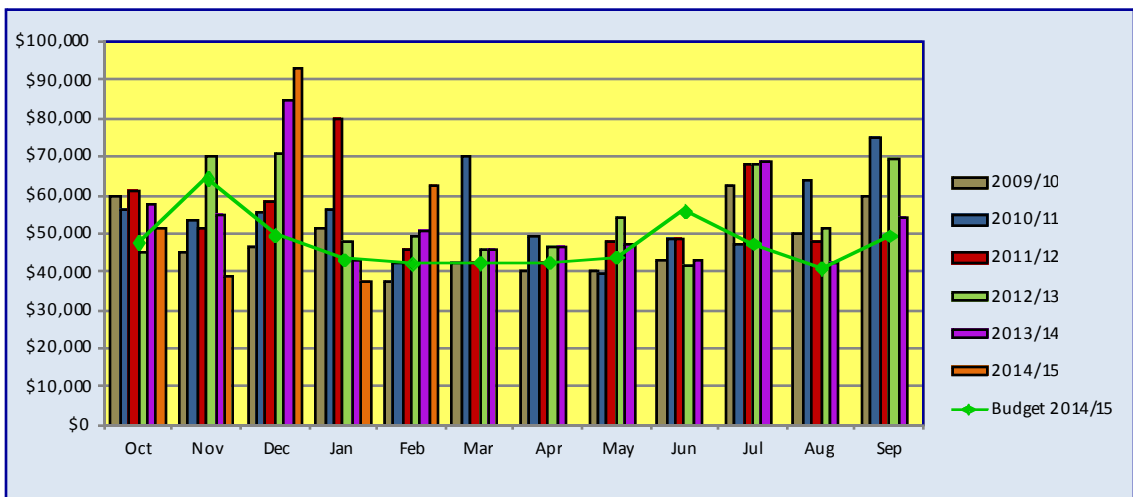
SALES TAX REVENUE ANALYSIS

CHART M



EXPENDITURE ANALYSIS

CHART N



Large December expenditures included vehicles

INVESTMENTS



CHART O

MONTHLY INVESTMENT REPORT

TEXPOOL REPORT

MONTH OF FEBRUARY 2015
0.0441%

	BEGINNING BALANCE	TRANSFER IN/(OUT)	INT EARNED (Posted Feb)	ENDING BALANCE	PURPOSE OF FUND
GENERAL FUND - UNRESTRICTED	1,693,559.27	4,883,592.66	98.51	6,577,250.44	Working capital
ENTERPRISE FUND - UNRESTRIC	1,963,054.82	(162,366.29)	71.14	1,800,759.67	Working capital
ENTERPRISE FUND - RESTRICTEI	300,000.00	0.00	incl in above	300,000.00	Customer liability
CAPITAL IMPACT FEES	2,386,017.53	0.00	80.70	2,386,098.23	Water & sewer lines extensions & expansions
PARK FEES	110,228.10	0.00	3.73	110,231.83	Reserved for acquisition & development of park land
SEIZURE	70,013.09	0.00	2.37	70,015.46	Solely to purchase equipment for Law Enforcement
CHILD SAFETY PROGRAMS	32,129.65	0.00	1.09	32,130.74	Reserved for Child Safety/School Zones
FEDERAL SEIZURE	22,092.56	2,913.49	0.75	25,006.80	Criminal Investigation - Federal Funds
HOTEL/MOTEL FUND	1,125,491.02	(475.72)	38.05	1,125,053.35	Restricted for promotion of tourism
DEBT SERVICE FUND	2,941,366.38	(277,794.69)	96.22	2,663,667.91	Restricted for General fund reserves & yearly debt service
WTR/SWR BONDS	292,151.69	(273.69)	9.88	291,887.88	Funds transferred from Bond Mkt Acct to allow liquidity
IT BONDS	0.00	525,000.00	7.68	525,007.68	Fiber Optics
PD & GF BONDS	0.00	6,850,000.00	100.18	6,850,100.18	Public Wokrks Facility
FIRE BONDS	0.00	725,000.00	10.60	725,010.60	Fire Engine
PARK BONDS	(0.00)	450,000.00	6.58	450,006.58	Splash Pad
LIBRARY BONDS	70.54	0.00	0.00	70.54	Funds transferred from Bond Mkt Acct to allow liquidity
LAKESIDE DRIVE CERT DEP	324,745.97	0.00	10.98	324,756.95	
CAROTHERS	25,008.40	500.00	0.86	25,509.26	
CRIME DISTRICT	387,771.64	(33,202.35)	12.02	354,581.31	Funds transferred from Bond Mkt Acct to allow liquidity
SEDC II - UNRESTRICTED	2,040,148.45	78,813.80	76.50	2,119,038.75	Seabrook Economic Development Corporation II
SEDC II - RESTRICT FOR EMERG	180,000.00	0.00	incl in above	180,000.00	Emergency Reserve
STEP FUND	33,485.16	0.00	1.13	33,486.29	
PUBLIC SAFETY	173,283.37	0.00	5.86	173,289.23	
MUNI COURT - SECURITY FUND	21,664.97	0.00	0.73	21,665.70	Funds from fines to be used for security
COURT - TIME PAYMENT FEES	9,376.51	0.00	0.32	9,376.83	Funds from fines to be used to improve court
MUNI COURT - TECHNOLOGY FUNI	6,485.43	0.00	0.22	6,485.65	
PEG Fund	0.00	8,292.79	0.25	8,293.04	
STABILIZATION FUND	801,657.81	0.00	27.11	801,684.92	
TOTAL TEXPOOL FUND	14,939,802.36	13,050,000.00	663.46	\$27,990,465.82	

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 February 2015:

TexPool

Highlands at Mayfield Ranch MUD
Willow Point MUD
Fort Bend County MUD 169
Montgomery County MUD 119

Upcoming Events

4/12/15 – 4/15/15
GFOAT Spring Conference
San Marcos
4/20/15 – 4/23/15
County Treasurers' Education Seminar
San Marcos
5/07/15 – 05/10/15
LBJ School/TACA
Austin

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.

Additional information regarding TexPool is available upon request:

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

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Monthly Newsletter March 2015

Economic and Market Commentary

Month in Cash: Rate hike not the only issue to play out this year

March 1, 2015

You know things are getting interesting when the timing of the Federal Reserve's long-delayed hike in rates is not the most uncertain issue facing cash managers.

Liftoff—probably to another target range rather than a specific number—is pretty much written in stone for 2015. It is just a question of the timing. At present, we think the move will take place midyear, in one of the two policymaking meetings of June or July. The consensus is around 70% for the hike to be approved at one of those two meetings, and nearly everyone agrees the latest it will come is at the September meeting. Neither the minutes of the recent Federal Open Market Committee (FOMC) or Chair Janet Yellen's testimony on Capitol Hill last week altered this outlook significantly.

What's less clear is what path money funds will take to adapt to the Securities and Exchange Commission's 2014 ruling regarding them. If you recall, the SEC announced that starting in 2016, prime institutional money funds must state the value of its shares down to the fourth decimal place. This means a move from the stable \$1 per share to a "floating" net asset value (NAV). There are many strategies out there for money market firms, from transitioning an institutional fund into a retail product (which are permitted to maintain the stable NAV), or changing a fund's composition, such as converting a prime fund into one that invests in government securities.

While these potential moves will affect the competitive landscape, their effect on the supply of government debt could be a greater issue. There are plenty of short-term Treasuries available now. But if more players get in the game, the supply could diminish. For example, money currently invested in CDs, commercial paper, and the like could soak up Treasuries and agencies on a massive scale. More to come on this subject when some of these conversions begin to take place mid-year.

Even as we wait for its big decision, the Fed continues to give us plenty to handle on a weekly basis. It is constantly tweaking its reverse repurchase program (RRP) in an effort to "ensure that this tool will be ready to support the monetary policy

(continued page 6)

PERFORMANCE AS OF FEBRUARY 28, 2015

	TexPool	TexPool Prime
Current Invested Balance	\$16,074,756,742.12	\$1,562,579,883.67
Weighted Average Maturity (1)*	50 Days	36 Days
Weighted Average Maturity (2)*	75 Days	41 Days
Net Asset Value	1.00007	1.00002
Total Number of Participants	2,325	184
Management Fee on Invested Balance	0.0473%	0.0638%
Interest Distributed	\$561,526.03	\$105,383.03
Management Fee Collected	\$592,226.33	\$68,075.69
Standard & Poor's Current Rating	AAAm	AAAm

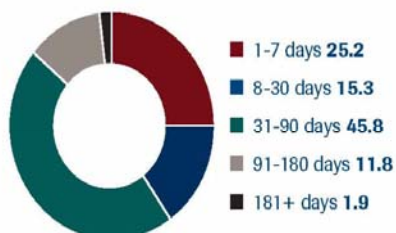
Month Averages

Average Invested Balance	\$16,626,835,971.81	\$1,667,529,777.93
Average Monthly Yield, on a simple basis (3)*	0.04%	0.08%
Average Weighted Average Maturity (1)*	46 Days	34 Days
Average Weighted Average Maturity (2)*	66 Days	39 Days

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

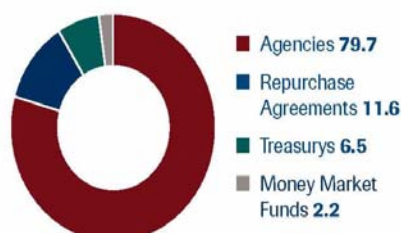
Portfolio by Maturity (%)

As of February 28, 2015



Portfolio by Type of Investment (%)

As of February 28, 2015



PORTFOLIO ASSET SUMMARY AS OF FEBRUARY 28, 2015

	Book Value	Market Value
Uninvested Balance	-\$25,716,364.50	-\$25,716,364.50
Receivable for Investments Sold	0.00	0.00
Accrual of Interest Income	2,059,163.71	2,059,163.71
Interest and Management Fees Payable	-561,575.10	-561,575.10
Payable for Investments Purchased	-89,995,320.90	-89,995,320.90
Accrued Expenses & Taxes	0.00	0.00
Repurchase Agreements	1,884,968,000.00	1,884,940,145.00
Mutual Fund Investments	350,014,068.65	350,014,068.65
Government Securities	12,903,446,802.12	12,904,516,940.16
US Treasury Bills	0.00	0.00
US Treasury Notes	1,050,541,968.14	1,050,523,400.0
Total	\$16,074,756,742.12	\$16,075,780,457.02

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	\$5,878,702,070.24
Higher Education	56	\$1,221,782,627.62
Healthcare	80	\$764,996,403.46
Utility District	721	\$1,762,664,984.28
City	451	\$4,015,272,654.31
County	175	\$1,364,924,554.55
Other	267	\$1,066,210,024.01

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

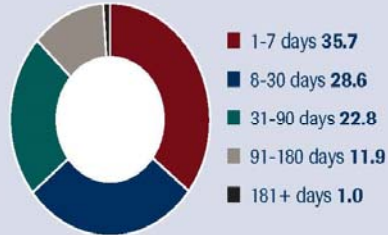
Date	Money Mkt. Fund Equiv. (SEC Std.)	Daily Allocation Factor	TexPool Invested Balance	Market Value Per Share	WAM Days (1)	WAM Days (2)
2/1	0.0464%	0.000001270	\$16,089,782,441.87	1.00007	42	62
2/2	0.0433%	0.000001187	\$16,353,505,457.53	1.00007	40	59
2/3	0.0398%	0.000001091	\$16,434,183,665.31	1.00007	42	59
2/4	0.0403%	0.000001104	\$16,875,814,093.45	1.00007	43	61
2/5	0.0422%	0.000001156	\$17,023,948,398.42	1.00007	44	61
2/6	0.0430%	0.000001179	\$17,272,733,026.51	1.00006	45	62
2/7	0.0430%	0.000001179	\$17,272,733,026.51	1.00006	45	62
2/8	0.0430%	0.000001179	\$17,272,733,026.51	1.00006	45	62
2/9	0.0430%	0.000001177	\$17,332,694,643.78	1.00007	43	61
2/10	0.0428%	0.000001173	\$17,256,997,006.61	1.00007	45	62
2/11	0.0430%	0.000001178	\$17,239,296,917.49	1.00007	46	63
2/12	0.0451%	0.000001235	\$16,982,063,975.96	1.00007	46	63
2/13	0.0465%	0.000001273	\$16,570,510,284.62	1.00007	47	65
2/14	0.0465%	0.000001273	\$16,570,510,284.62	1.00007	47	65
2/15	0.0465%	0.000001273	\$16,570,510,284.62	1.00007	47	65
2/16	0.0465%	0.000001273	\$16,570,510,284.62	1.00007	47	65
2/17	0.0448%	0.000001227	\$16,441,235,786.18	1.00007	44	62
2/18	0.0442%	0.000001211	\$16,410,186,618.89	1.00007	43	63
2/19	0.0439%	0.000001204	\$16,353,414,403.99	1.00005	48	67
2/20	0.0441%	0.000001208	\$16,349,544,047.58	1.00006	51	75
2/21	0.0441%	0.000001208	\$16,349,544,047.58	1.00006	51	75
2/22	0.0441%	0.000001208	\$16,349,544,047.58	1.00006	51	75
2/23	0.0437%	0.000001196	\$16,344,332,674.63	1.00006	48	72
2/24	0.0456%	0.000001248	\$16,309,633,023.70	1.00006	51	75
2/25	0.0429%	0.000001174	\$16,405,288,214.67	1.00005	49	74
2/26	0.0447%	0.000001226	\$16,456,643,843.10	1.00007	49	75
2/27	0.0459%	0.000001257	\$16,074,756,742.12	1.00007	50	75
2/28	0.0459%	0.000001257	\$16,074,756,742.12	1.00007	50	75
Average	0.0441%	0.000001208	\$16,628,835,971.81	1.00007	46	66

TEXPOOL PRIME

March 2015

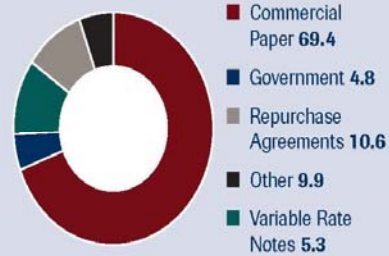
Portfolio by Maturity (%)

As of February 28, 2015



Portfolio by Type of Investment (%)

As of February 28, 2015



PORTFOLIO ASSET SUMMARY AS OF FEBRUARY 28, 2015

	Book Value	Market Value
Uninvested Balance	\$651.21	\$651.21
Accrual of Interest Income	20,362.62	20,362.62
Interest and Management Fees Payable	-105,383.12	-105,383.12
Payable for Investments Purchased	0.00	0.00
Accrued Expenses & Taxes	0.00	0.00
Repurchase Agreements	165,032,000.00	165,032,000.00
Commercial Paper	1,113,632,568.91	1,113,655,157.00
Bank Instruments	3,000,000.00	2,999,940.00
Mutual Fund Investments	155,003,923.88	155,003,923.88
Government Securities	74,997,200.70	75,000,300.00
Variable Rate Notes	\$50,998,559.47	\$50,998,110.00
Total	\$1,562,579,883.67	\$1,562,605,061.59

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	83	\$861,855,923.28
Higher Education	8	\$85,863,521.51
Healthcare	9	\$16,365,584.36
Utility District	5	\$43,571,433.92
City	37	\$189,660,205.56
County	20	\$147,838,973.64
Other	22	117,423,480.61

TEXPOOL PRIME

DAILY SUMMARY

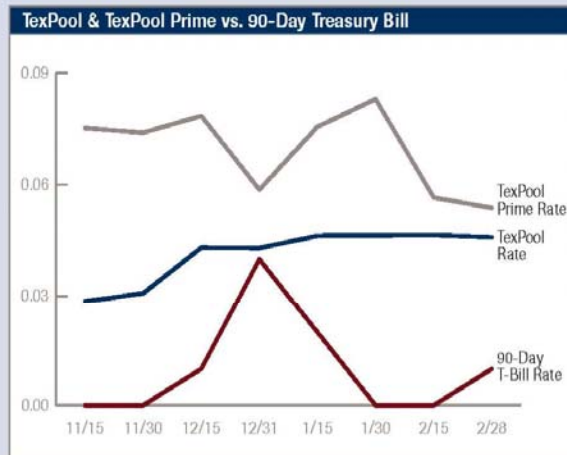
Date	Money Mkt. Fund Equiv. (SEC Std.)	Daily Allocation Factor	TexPool Prime Invested Balance	Market Value Per Share	WAM Days (1)	WAM Days (2)
2/1	0.0630%	0.000002274	\$1,646,864,350.98	1.00002	38	41
2/2	0.0748%	0.000002049	\$1,707,452,333.12	1.00002	34	37
2/3	0.0771%	0.000002111	\$1,770,841,369.76	1.00002	32	36
2/4	0.0740%	0.000002028	\$1,765,468,880.98	1.00003	32	38
2/5	0.0788%	0.000002158	\$1,759,852,214.50	1.00003	31	37
2/6	0.0629%	0.000002270	\$1,760,083,542.73	1.00002	34	39
2/7	0.0629%	0.000002270	\$1,760,083,542.73	1.00002	34	39
2/8	0.0629%	0.000002270	\$1,760,083,542.73	1.00002	34	39
2/9	0.0621%	0.000002249	\$1,757,003,103.59	1.00002	34	39
2/10	0.0639%	0.000002299	\$1,754,076,688.12	1.00002	33	39
2/11	0.0621%	0.000002249	\$1,757,624,594.06	1.00002	34	39
2/12	0.0903%	0.000002475	\$1,690,303,031.84	1.00002	36	41
2/13	0.0925%	0.000002534	\$1,593,576,782.73	1.00001	37	43
2/14	0.0925%	0.000002534	\$1,593,576,782.73	1.00001	37	43
2/15	0.0925%	0.000002534	\$1,593,576,782.73	1.00001	37	43
2/16	0.0925%	0.000002534	\$1,593,576,782.73	1.00001	37	43
2/17	0.0874%	0.000002395	\$1,639,433,432.86	1.00002	34	40
2/18	0.0668%	0.000002377	\$1,635,209,380.76	1.00002	33	39
2/19	0.0814%	0.000002230	\$1,626,202,467.94	1.00002	33	38
2/20	0.0793%	0.000002172	\$1,626,935,408.06	1.00001	33	38
2/21	0.0793%	0.000002172	\$1,626,935,408.06	1.00001	33	38
2/22	0.0793%	0.000002172	\$1,626,935,408.06	1.00001	33	38
2/23	0.0785%	0.000002152	\$1,637,804,644.94	1.00002	31	37
2/24	0.0782%	0.000002142	\$1,632,972,864.56	1.00002	32	38
2/25	0.0764%	0.000002092	\$1,632,263,606.21	1.00002	35	40
2/26	0.0797%	0.000002184	\$1,608,717,067.27	1.00002	35	41
2/27	0.0811%	0.000002223	\$1,562,579,883.67	1.00002	36	41
2/28	0.0811%	0.000002223	\$1,562,579,883.67	1.00002	36	41
Average	0.0826%	0.000002263	\$1,667,529,777.93	1.00002	34	39

TEXPOOL

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objectives of the FOMC." In addition to the \$300 billion overnight reverse repo program, the policymakers undertook four smaller weekly term operations and also announced a quarter-end term offering in March. Why all the complication? The Fed is experimenting with how the participants react to rate adjustments. Think of it as a litmus test to see what will work when the Fed raises the federal funds rate. These term reverse-repo offerings have not had a significant effect. Participants are generally not using all the overnight repo as it is, meaning that the Fed's guaranteed five-basis-point return has been often providing that crucial floor for participants.



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.