

MONTHLY FINANCIAL REPORT

PERFORMANCE SUMMARY

November 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	NEUTRAL	B
Property Tax Collection Analysis	POSITIVE	POSITIVE	C
Sales Tax Collection Analysis	POSITIVE	POSITIVE	D
Expenditure Analysis	POSITIVE	NEGATIVE	E
ENTERPRISE FUND			
Water Billing Analysis	POSITIVE	POSITIVE	F
Sewer Billing Analysis	NEUTRAL	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	NEGATIVE	K
CRIME DISTRICT			
Sales Tax Collection Analysis	POSITIVE	POSITIVE	L
Expenditure Analysis	POSITIVE	POSITIVE	M
INVESTMENTS			
Investment Report	N/A	N/A	N

PERFORMANCE INDICATORS:

POSITIVE
NEGATIVE
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 NOVEMBER 2015

	Budget	YTD Revenue	% of Budget Collected	Prior YTD % of Total Collected
Ad Valorem Taxes	4,358,162	159,005	3.65%	1.47%
Penalties & Interest	40,000	1,061	2.65%	13.76%
Sales Tax	1,600,000	321,301	20.08%	31.32%
Franchise Tax	725,000	140,644	19.40%	18.73%
Other Tax	150,000	0	0.00%	0.00%
License & Permits	225,000	16,865	7.50%	14.23%
Charges for Services	56,000	4,522	8.08%	5.80%
DOT Fines	30,000	11,448	38.16%	11.62%
Other Municipal Court Fees	369,100	60,099	16.28%	13.37%
Interest Income	750	443	59.09%	7.82%
Intergovernmental	368,184	58,364	15.85%	14.08%
Other Revenue	32,500	13,900	42.77%	4.77%
Transfers from Enterprise Fund	1,756,685	292,781	16.67%	16.67%
Payment for Services-EDC	<u>200,000</u>	<u>33,333</u>	<u>16.67%</u>	<u>16.67%</u>
Total Revenues	9,911,381	1,113,765	11.24%	9.69%

\$1,600,000 unbudgeted payment from PHA not included for comparison purposes

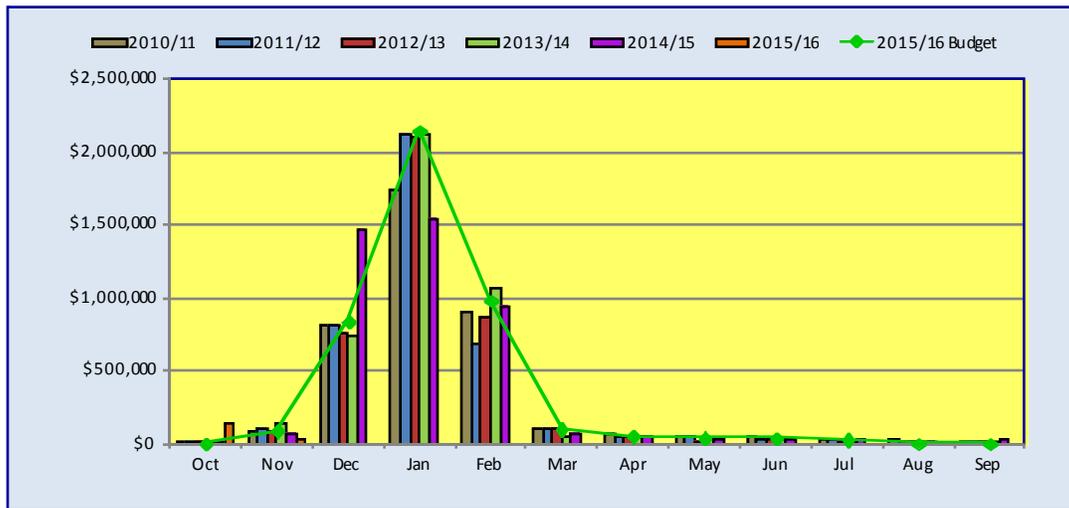
CHART B

TOTAL EXPENDITURES THROUGH NOVEMBER 2015

	Budget	YTD Expenditures	% of Budget Expended	Prior YTD % of Total Expended
Personnel	6,576,490	910,960	13.85%	16.08%
Supplies	314,240	20,921	6.66%	14.27%
Services	2,652,709	600,708	22.65%	16.93%
Capital	247,680	96,788	39.08%	19.41%
Oper Transfer to Other Funds	0	0	0.00%	0.00%
Total Expenditures	9,791,119	1,629,377	16.64%	16.34%

CHART C

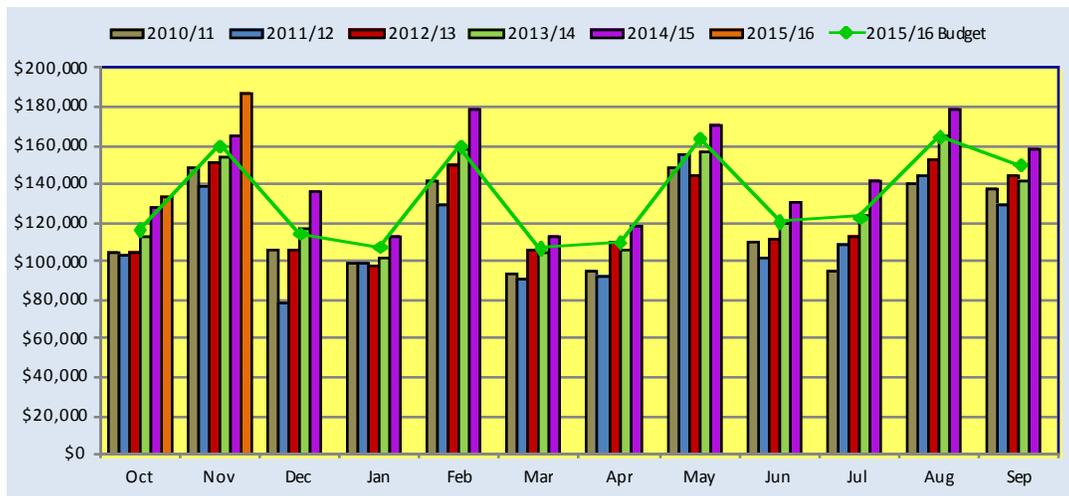
PROPERTY TAX ANALYSIS



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

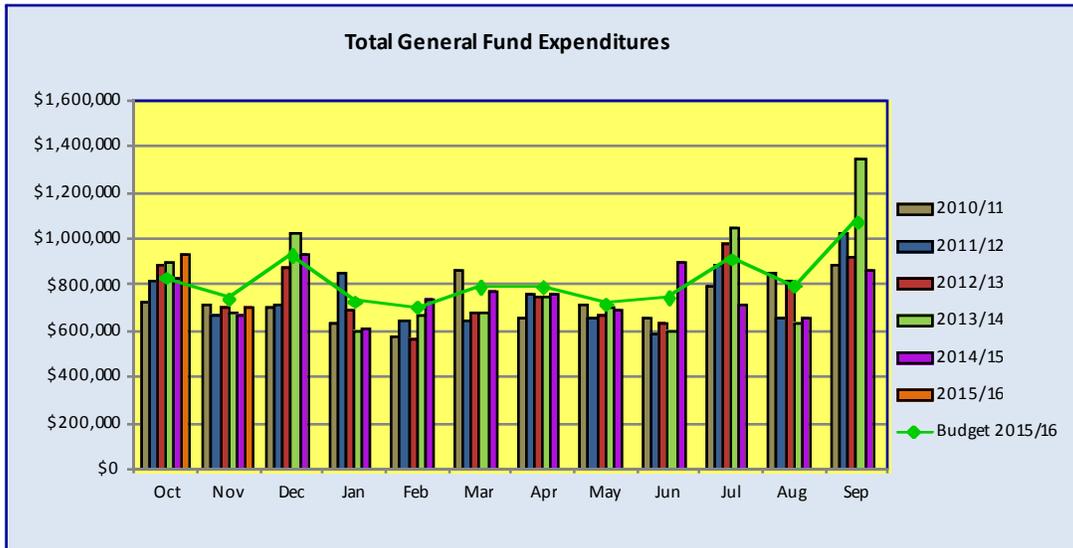
CHART D

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



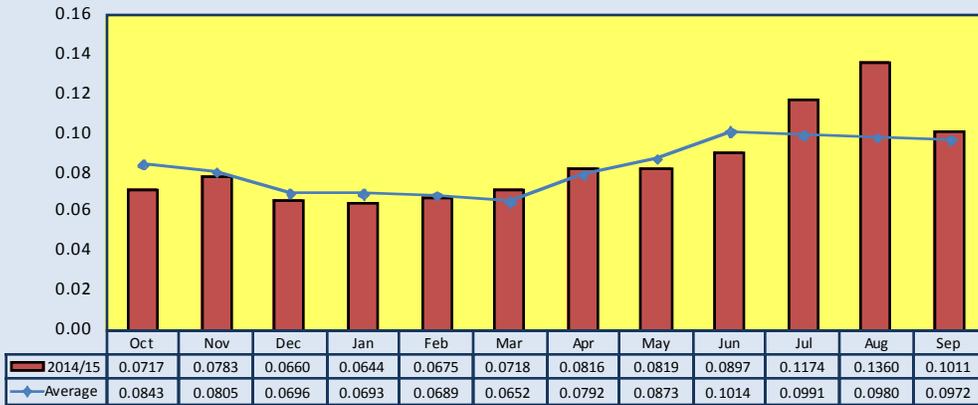
High expenditures in September 2010 are due to city hall A/C replacement.
High expenditures in September 2014 are due to Seascapes road construction



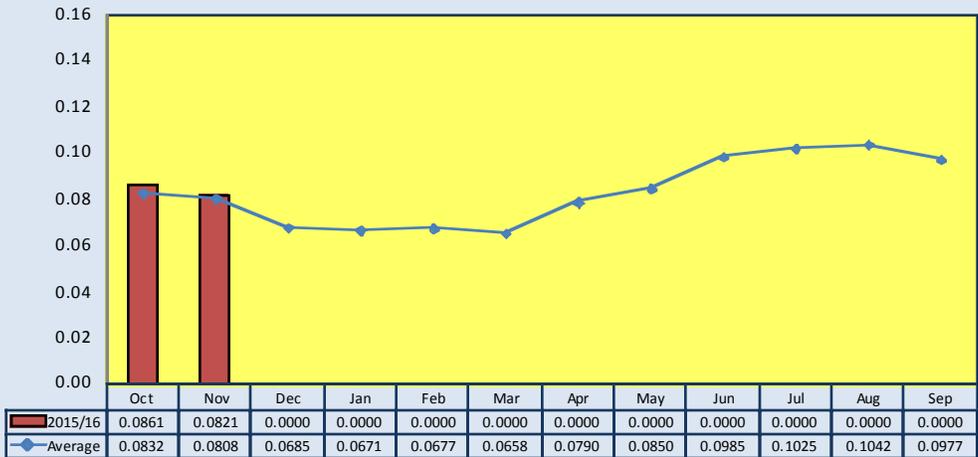
CHART F

WATER BILLING ANALYSIS

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

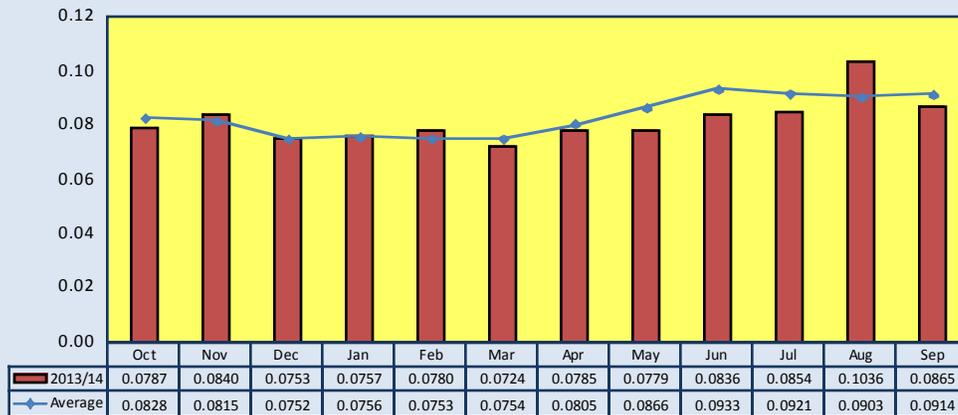


Average Percent of Water Billings by Month vs. 2015/16 Percent of Budgeted Billings



WASTEWATER BILLING ANALYSIS

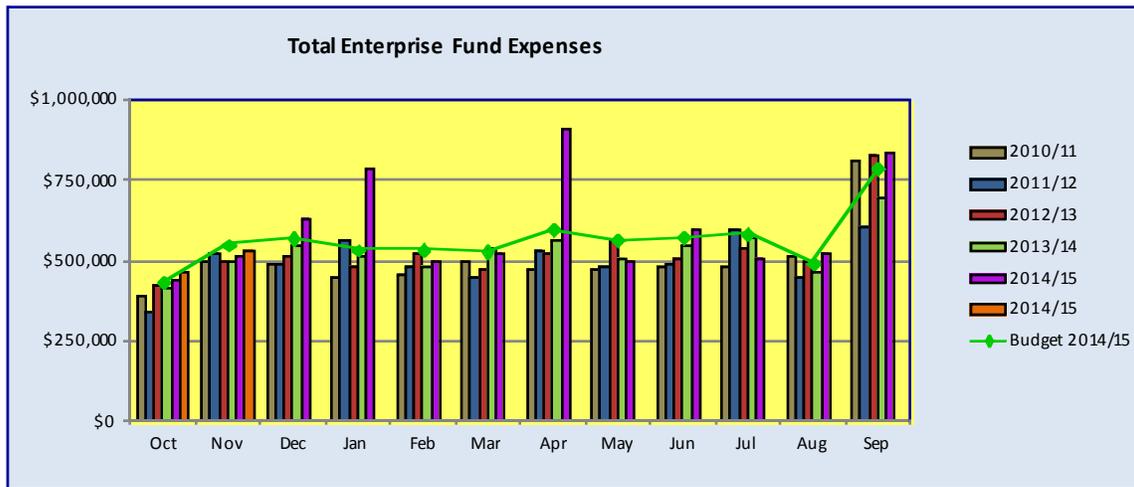
Average Percent of Wastewater Billings by Month vs. 2014/15 Percent of Budgeted Billings



Average Percent of Wastewater Billings by Month vs. 2015/16 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

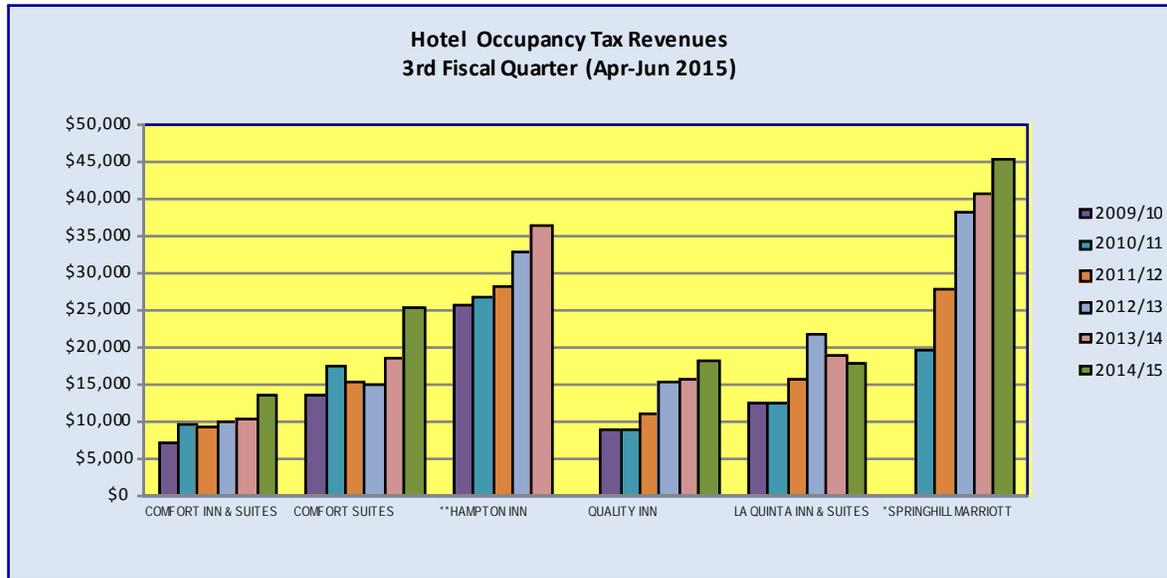
April 2015 expenses due to wastewater treatment plant upgrades

HOTEL TAX FUND



CHART I

HOTEL TAX REVENUE ANALYSIS

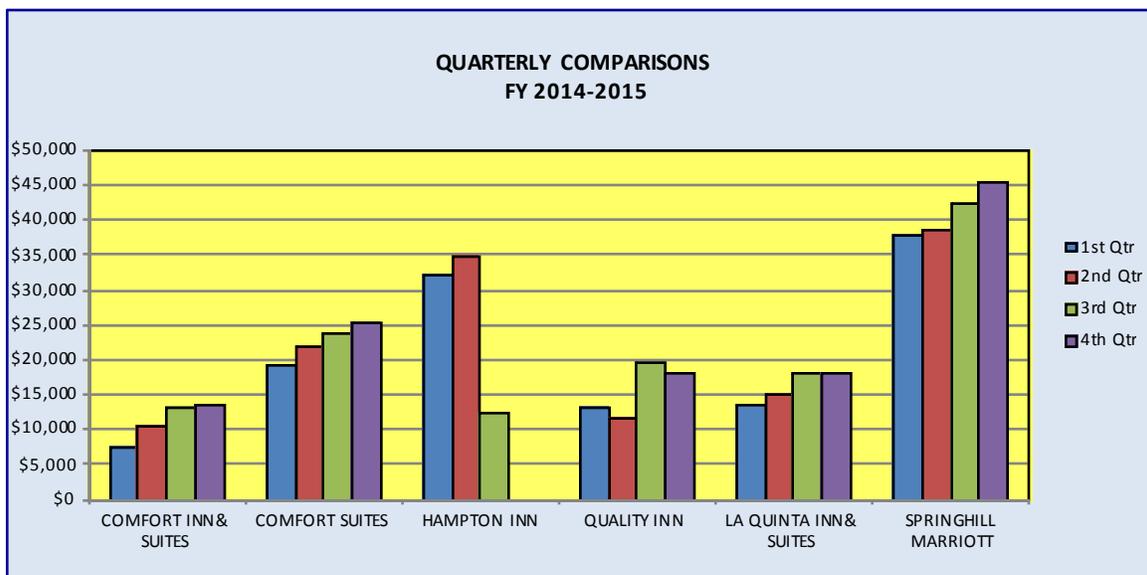


*Springhill Marriott opened last quarter 2010

** Hampton Inn closed 3rd quarter 2015 due to fire

CHART J

HOTEL TAX REVENUE



** Hampton Inn closed 3rd quarter 2015 due to fire



CHART K

SALES TAX REVENUE ANALYSIS

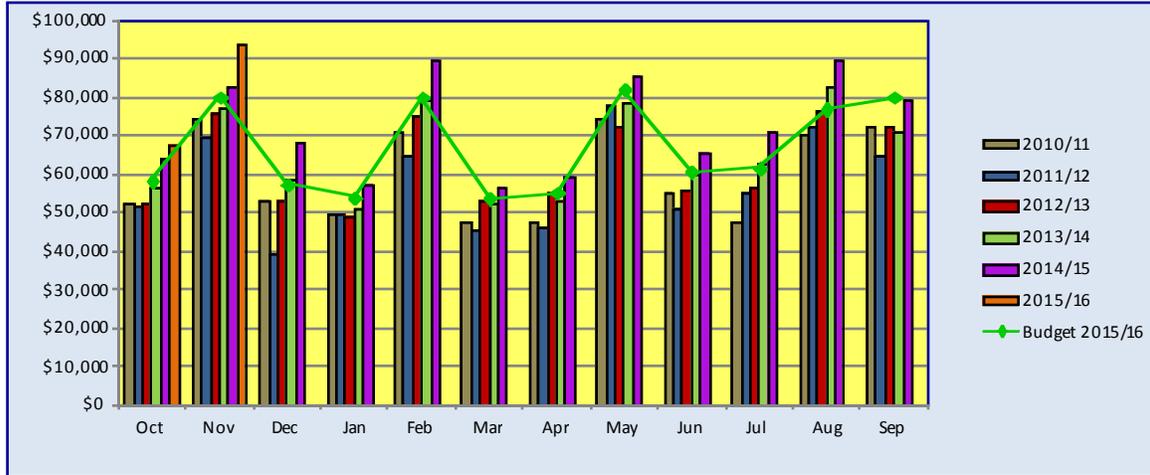
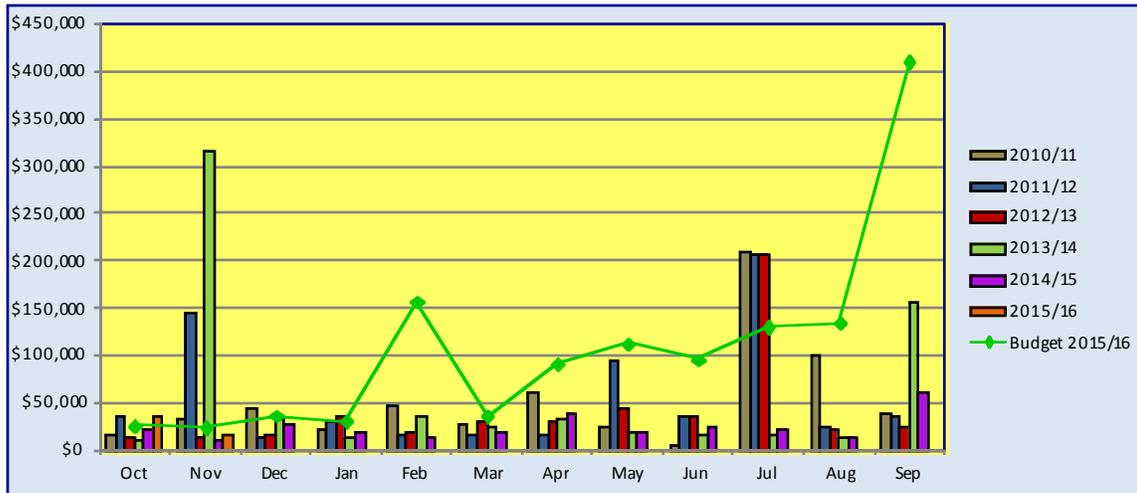


CHART L

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

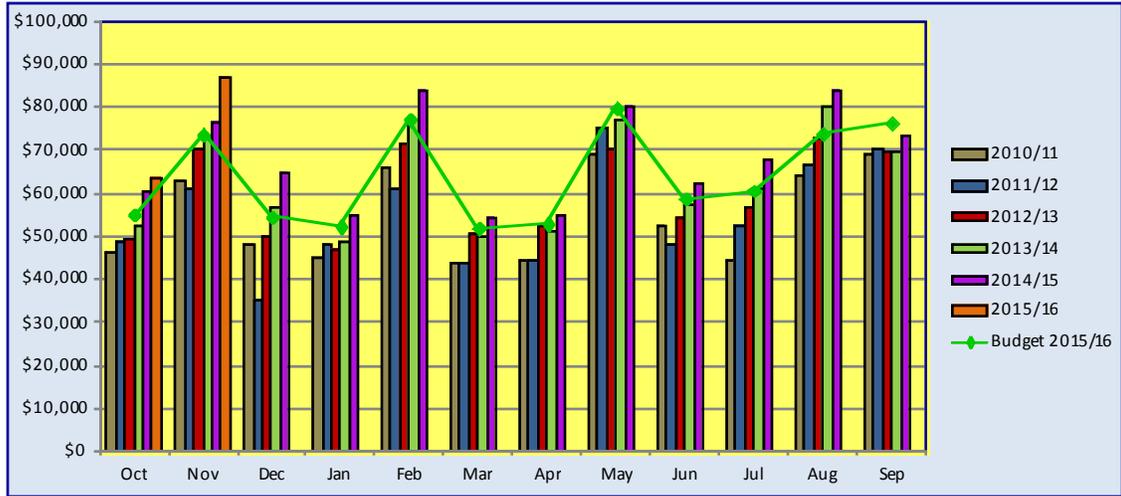
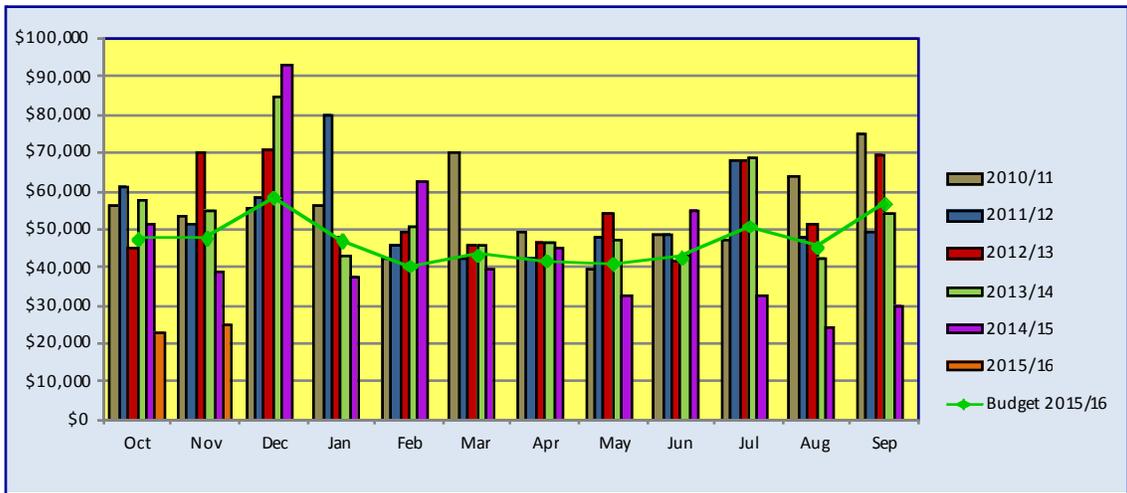


CHART N

EXPENDITURE ANALYSIS



Large December expenditures included vehicles

INVESTMENTS



CHART O

MONTHLY INVESTMENT REPORT

TEXPOOL REPORT

MONTH OF NOVEMBER 2015

±1105%

	BEGINNING BALANCE	TRANSFER IN/(OUT)	INT EARNED (Posted Sept)	ENDING BALANCE	PURPOSE OF FUND
GENERAL FUND - UNRESTRICTED	4,114,924.42	(390,082.48)	488.29	3,725,330.23	Working capital
GENERAL FUND - RESTRICTED	1,600,000.00	0.00	incl in above	1,600,000.00	
ENTERPRISE FUND - UNRESTRICTED	1,836,265.95	(196,728.67)	176.30	1,639,713.58	Working capital
ENTERPRISE FUND - RESTRICTED	300,000.00	0.00	incl in above	300,000.00	Customer liability
CAPITAL IMPACT FEES	2,477,187.90	0.00	224.91	2,477,412.81	Water & sewer lines extensions & expansions
PARK FEES	110,280.82	0.00	10.01	110,290.83	Reserved for acquisition & development of park land
SEIZURE	70,046.58	0.00	6.36	70,052.94	Soley to purchase equipment for Law Enforcement
CHILD SAFETY PROGRAMS	32,145.02	0.00	2.92	32,147.94	Reserved for Child Safety/School Zones
FEDERAL SEIZURE	15,015.76	0.00	1.36	15,017.12	Criminal Investigation - Federal Funds
HOTEL/MOTEL FUND	1,283,678.79	(389.12)	116.42	1,283,406.09	Restricted for promotion of tourism
DEBT SERVICE FUND	1,791,270.03	11,781.83	162.68	1,803,214.54	Restricted for General fund reserves & yearly debt service
WTR/SWR BONDS	292,017.60	0.00	26.51	292,044.11	Funds transferred from Bond Mkt Acct to allow liquidity
IT BONDS	472,232.82	0.00	42.88	472,275.70	Fiber Optics
PD & GF BONDS	6,731,120.85	0.00	611.05	6,731,731.90	Public Wokrks Facility
FIRE BONDS	23,586.65	0.00	2.14	23,588.79	Fire Engine
PARK BONDS	280,150.21	0.00	25.44	280,175.65	Splash Pad
LIBRARY BONDS	70.55	0.00	0.01	70.56	Funds transferred from Bond Mkt Acct to allow liquidity
LAKESIDE DRIVE CERT DEP	282,893.96	0.00	25.69	282,919.65	
CAROTHERS	85,520.75	(175.52)	7.75	85,352.98	
CRIME DISTRICT	692,749.38	(9,363.95)	62.05	683,447.48	Funds transferred from Bond Mkt Acct to allow liquidity
SEDC II - UNRESTRICTED	2,687,625.83	76,977.48	266.15	2,764,869.46	Seabrook Economic Development Corporation II
SEDC II - RESTRICT FOR EMERGENCY	180,000.00	0.00	incl in above	180,000.00	Emergency Reserve
STEP FUND	70,501.27	0.00	6.40	70,507.67	
PUBLIC SAFETY	213,366.34	0.00	19.37	213,385.71	
MUNI COURT - SECURITY FUND	21,675.32	0.00	1.97	21,677.29	Funds from fines to be used for security
COURT - TIME PAYMENT FEES	15,381.01	(433.35)	1.36	14,949.02	Funds from fines to be used to improve court
MUNI COURT - TECHNOLOGY FUND	6,488.52	(139.00)	0.58	6,350.10	
PEG Fund	61,890.84	8,552.78	6.35	70,449.97	
STABILIZATION FUND	802,041.15	0.00	72.82	802,113.97	
TOTAL TEXPOOL FUND	26,550,128.32	(500,000.00)	2,367.77	\$26,052,496.09	

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



Monthly Newsletter: December 2015

ANNOUNCEMENTS

We would like to recognize and welcome the following entities who joined the TexPool program in November 2015:

TexPool

McClellan County District Attorney

TexPool Prime

McClellan County District Attorney

Upcoming Events

12/06/2015 – 12/08/2015

GTOT
Houston

01/24/2016 – 01/27/2016
TASA MidWinter Conference
Austin

02/29/2016 – 03/04/2016
TASBO Annual Conference
Dallas

TexPool Advisory Board Members

Jose Elizondo, Jr.	Vivian Wood
Georgia Sanchez	Jerry Dale
Patrick Krishock	Sharon Matthews
Michele Tuttle	David Landeros

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

Operated under the supervision of the Texas Treasury Safekeeping Trust Company

For more information visit www.texpool.com.

Economic and Market Commentary: Finally time to kick rates off the ground

December 1, 2015

This year marks the 50th anniversary of the beloved TV special, "A Charlie Brown Christmas." But for cash managers, the more apt Peanuts reference is Lucy pulling that football at the last second when Charlie Brown runs to kick it. Federal Reserve Chair Janet Yellen has played her best Lucy impression by postponing an expected liftoff several times already this year.

We—and the majority of the market—think the Fed will raise rates in its December policy-making meeting. A data-dependent Fed will likely find current economic numbers acceptable when it meets Dec. 15-16 even if inflation continues to be low. The labor market has been strong and even the softening in the residential housing has been offset somewhat by corporate sales. Of course, geopolitical violence could derail a hike if everyone responds to it by staying home to watch CNN instead of shopping or eating out. The Fed is concerned about negative externalities and is assessing all avenues, but most lead to a hike.

If that does occur, some have raised concerns about whether rates on money market securities will follow suit given the extreme demand for these types of securities. We believe the Fed's monetary policy tool of the overnight reverse repo facility will not only

(continued page 6)

Performance as of November 30, 2015

	TexPool	TexPool Prime
Current Invested Balance	\$12,046,105,287.35	\$1,158,650,077.62
Weighted Average Maturity**	44 Days	34 Days
Weighted Average Life**	75 Days	42 Days
Net Asset Value	0.99991	0.99997
Total Number of Participants	2,345	196
Management Fee on Invested Balance	0.0473%	0.0638%
Interest Distributed	\$1,091,656.94	\$157,042.45
Management Fee Collected	\$366,341.06	\$35,977.22
Standard & Poor's Current Rating	AAAm	AAAm
Month Averages		
Average Invested Balance	\$12,068,354,431.46	\$1,044,411,903.31
Average Monthly Rate*	0.11%	0.18%
Average Weighted Average Maturity**	46 Days	37 Days
Average Weighted Average Life**	78 Days	48 Days

*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.

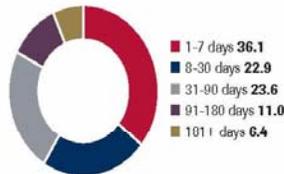
TexPool Participant Services
1001 Texas Avenue, Suite 1400 · Houston, TX 77002
Phone: 1-866-TEXPOOL (839-7665) · Fax: 1-866-839-3291 · TexPool.com

Managed and
Served by **Federated.**
G35884-24 (12/15)



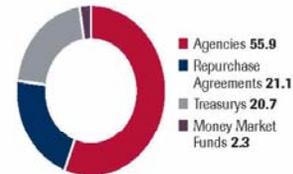
Portfolio by Maturity (%)

As of November 30, 2015



Portfolio by Type of Investment (%)

As of November 30, 2015



Portfolio Asset Summary as of November 30, 2015

	Book Value	Market Value
Uninvested Balance	\$697,748.61	\$697,748.61
Receivable for Investments Sold	0.00	0.00
Accrual of Interest Income	1,570,284.27	1,570,284.27
Interest and Management Fees Payable	-1,091,696.74	-1,091,696.74
Payable for Investments Purchased	0.00	0.00
Accrued Expenses & Taxes	-15,046.49	0.00
Repurchase Agreements	2,544,241,000.00	2,544,213,859.25
Mutual Fund Investments	0.00	0.00
Government Securities	6,098,418,971.67	6,097,846,241.17
US Treasury Bills	1,888,844,247.25	1,888,844,550.00
US Treasury Notes	1,712,339,778.78	1,711,858,291.41
Total	\$12,046,105,287.35	\$12,045,039,277.97

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	\$3,692,033,442.48
Higher Education	57	\$889,586,881.27
Healthcare	81	\$254,155,543.92
Utility District	729	\$1,559,140,695.05
City	453	\$3,510,249,155.69
County	179	\$983,184,420.77
Other	271	\$1,150,095,757.04

**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.

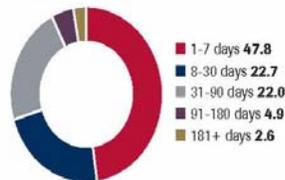


Daily Summary						
Date	Money Mkt. Fund Equiv. (SEC Std.)	Dividend Factor	TexPool Invested Balance	NAV	WAM Days	WAL Days
11/1	0.0954%	0.000002613	\$12,347,881,934.92	1.00002	45	80
11/2	0.0914%	0.000002503	\$12,311,126,072.71	1.00005	44	78
11/3	0.0935%	0.000002563	\$12,217,188,692.13	1.00003	44	76
11/4	0.0934%	0.000002558	\$12,164,062,764.53	1.00003	44	76
11/5	0.0963%	0.000002638	\$12,174,894,256.90	1.00002	46	79
11/6	0.0959%	0.000002624	\$12,216,971,969.32	1.00001	46	80
11/7	0.0959%	0.000002624	\$12,216,971,969.32	1.00001	46	80
11/8	0.0959%	0.000002624	\$12,216,971,969.32	1.00001	46	80
11/9	0.1144%	0.000003134	\$12,181,006,722.61	1.00000	44	77
11/10	0.1143%	0.000003131	\$12,200,099,038.62	0.99995	44	77
11/11	0.1143%	0.000003131	\$12,200,099,038.62	0.99995	44	77
11/12	0.1156%	0.000003166	\$12,215,042,417.17	0.99995	44	76
11/13	0.1187%	0.000003252	\$12,171,224,978.12	0.99994	45	77
11/14	0.1187%	0.000003252	\$12,171,224,978.12	0.99994	45	77
11/15	0.1187%	0.000003252	\$12,171,224,978.12	0.99994	45	77
11/16	0.1215%	0.000003330	\$11,952,931,431.01	0.99994	44	75
11/17	0.1238%	0.000003393	\$11,920,947,866.04	0.99994	48	78
11/18	0.1302%	0.000003566	\$11,963,848,452.51	0.99995	48	80
11/19	0.1163%	0.000003185	\$11,954,952,992.13	0.99994	48	79
11/20	0.1125%	0.000003083	\$11,759,124,390.61	0.99995	50	82
11/21	0.1125%	0.000003083	\$11,759,124,390.61	0.99995	50	82
11/22	0.1125%	0.000003083	\$11,759,124,390.61	0.99995	50	82
11/23	0.1109%	0.000003038	\$11,728,507,250.17	0.99995	47	79
11/24	0.1057%	0.000002895	\$11,867,791,641.71	0.99994	46	76
11/25	0.1104%	0.000003025	\$12,020,464,936.24	0.99991	46	76
11/26	0.1104%	0.000003025	\$12,020,464,936.24	0.99991	46	76
11/27	0.1185%	0.000003246	\$12,040,387,732.69	0.99991	47	78
11/28	0.1185%	0.000003246	\$12,040,387,732.69	0.99991	47	78
11/29	0.1185%	0.000003246	\$12,040,387,732.69	0.99991	47	78
11/30	0.1199%	0.000003285	\$12,046,105,287.35	0.99991	44	75
Average:	0.1105%	0.000003026	\$12,068,354,431.46	0.99996	46	78

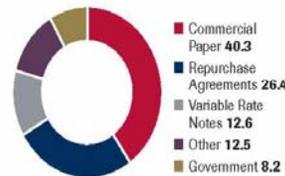


TEXPOOL PRIME

Portfolio by Maturity (%)
As of November 30, 2015



Portfolio by Type of Investment (%)
As of November 30, 2015



Portfolio Asset Summary as of November 30, 2015

	Book Value	Market Value
Uninvested Balance	\$14,212.76	\$14,212.76
Receivable for Investments Sold	392,342.86	392,342.86
Accrual of Interest Income	0.00	0.00
Interest and Management Fees Payable	-157,042.18	-157,042.18
Payable for Investments Purchased	0.00	0.00
Accrued Expenses & Taxes	-1,552.57	-1,552.57
Repurchase Agreements	305,565,000.00	305,565,000.00
Commercial Paper	467,185,336.18	467,202,977.25
Bank Instruments	65,244,700.12	65,198,020.00
Mutual Fund Investments	145,018,802.03	145,018,802.03
Government Securities	29,987,866.66	29,989,460.00
Variable Rate Notes	145,400,411.76	145,392,607.00
Total	\$1,158,650,077.62	\$1,158,614,827.15

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	85	\$605,541,106.14
Higher Education	8	\$50,417,704.68
Healthcare	10	\$10,021,518.03
Utility District	8	\$68,904,501.67
City	39	\$218,699,331.93
County	23	\$92,355,819.27
Other	23	\$110,994,713.77



TEXPOOL PRIME

Daily Summary

Date	Money Mkt. Fund Equiv. (SEC Std.)	Dividend Factor	TexPool Prime Invested Balance	NAV	WAM Days	WAL Days
11/1	0.1528%	0.000004187	\$985,039,808.49	1.00002	36	50
11/2	0.1659%	0.000004546	\$996,194,881.20	1.00002	34	47
11/3	0.2955%	0.000008096	\$1,022,419,042.61	1.00002	33	46
11/4	0.1591%	0.000004358	\$1,023,457,538.83	1.00002	32	45
11/5	0.1561%	0.000004277	\$1,025,212,017.14	1.00002	32	45
11/6	0.1558%	0.000004269	\$1,031,869,641.45	1.00001	33	45
11/7	0.1558%	0.000004269	\$1,031,869,641.45	1.00001	33	45
11/8	0.1558%	0.000004269	\$1,031,869,641.45	1.00001	33	45
11/9	0.1701%	0.000004660	\$1,033,017,357.51	1.00001	30	42
11/10	0.1751%	0.000004797	\$1,034,072,044.07	1.00000	37	49
11/11	0.1751%	0.000004797	\$1,034,072,044.07	1.00000	37	49
11/12	0.1914%	0.000005243	\$1,015,916,192.57	1.00001	39	51
11/13	0.1981%	0.000005427	\$1,006,526,600.91	1.00001	39	52
11/14	0.1981%	0.000005427	\$1,006,526,600.91	1.00001	39	52
11/15	0.1981%	0.000005427	\$1,006,526,600.91	1.00001	39	52
11/16	0.2076%	0.000005689	\$1,031,269,370.95	1.00001	37	48
11/17	0.1959%	0.000005365	\$1,025,538,334.86	1.00001	37	47
11/18	0.1711%	0.000004687	\$1,029,154,300.50	1.00001	36	47
11/19	0.1810%	0.000004958	\$1,033,472,474.02	1.00001	39	49
11/20	0.1896%	0.000005194	\$1,014,839,126.20	0.99999	43	54
11/21	0.1896%	0.000005194	\$1,014,839,126.20	0.99999	43	54
11/22	0.1896%	0.000005194	\$1,014,839,126.20	0.99999	43	54
11/23	0.1876%	0.000005141	\$1,026,662,562.34	1.00000	41	51
11/24	0.1844%	0.000005051	\$1,037,665,569.98	0.99999	40	49
11/25	0.1757%	0.000004813	\$1,143,908,634.50	0.99997	36	45
11/26	0.1757%	0.000004813	\$1,143,908,634.50	0.99997	36	45
11/27	0.1855%	0.000005083	\$1,121,006,702.61	0.99997	36	45
11/28	0.1855%	0.000005083	\$1,121,006,702.61	0.99997	36	45
11/29	0.1855%	0.000005083	\$1,121,006,702.61	0.99997	36	45
11/30	0.1832%	0.000005019	\$1,158,650,077.62	0.99997	34	42
Average:	0.1830%	0.000005014	\$1,044,411,903.31	1.00000	37	48

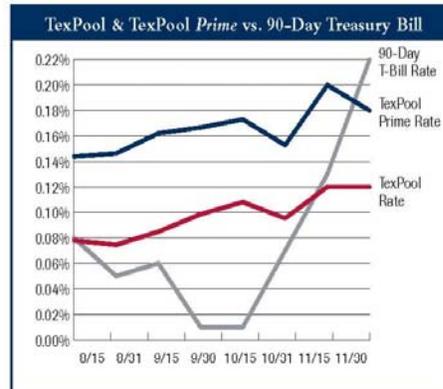


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continue to be effective at establishing a floor under short-term interest rates but also provide adequate supply for those with which it trades. The New York Fed holds over \$2.5 trillion of Treasury securities on its balance sheet that it can make available for reverse-repo transactions with approved counterparties, of which we are one. This gives eligible participants a place to invest if traditional markets appear too expensive.

We have already seen an increase in the London interbank offered rate (Libor) over the course of November in anticipation of the Fed move. But the flip side is you won't see the whole curve shift up by 25 basis points if the Fed moves to a 25-50 basis-point target range because it is already 75% of the way there. Over November, 1-month Libor increased from 19 basis points to 24, 6-month from 55 to 65 and 1-year from 86 to 97. So the curve might shift less than 10 basis points.

It's important to realize that different money funds in the marketplace have different composition and so may adjust to the rate hikes at different speeds. The higher overnight positions in government funds may mean that these funds adjust more quickly. Municipals would be next because of their use of 7-day variable rate demand notes (VRDNs)—within a week they should catch up to the direct market. Prime funds would be third, lagging around one-to-two months because they don't have as much in the overnight or 7-day spaces. In preparation, we continue to have shorter Weighted Average Maturity (WAM), down in the mid to high 30s for the most part, high percentages of floating rate securities and an ample amount of liquidity.



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.