



# MONTHLY FINANCIAL REPORT

## PERFORMANCE SUMMARY

July 2014

	Current Month	Year to Date	Chart
<b>GENERAL FUND</b>			
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	NEGATIVE	NEGATIVE	C
Sales Tax Collection Analysis	POSITIVE	POSITIVE	D
Expenditure Analysis	NEGATIVE	NEGATIVE	E
<b>ENTERPRISE FUND</b>			
Water Billing Analysis	NEGATIVE	NEGATIVE	F
Sewer Billing Analysis	NEGATIVE	NEGATIVE	G
Expense Analysis	NEGATIVE	NEGATIVE	H
<b>HOTEL OCCUPANCY TAX REVENUE</b>			
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
<b>SEDC</b>			
Sales Tax Collection Analysis	POSITIVE	POSITIVE	J
Expenditure Analysis	POSITIVE	POSITIVE	K
<b>CRIME DISTRICT</b>			
Sales Tax Collection Analysis	POSITIVE	POSITIVE	L
Expenditure Analysis	POSITIVE	NEUTRAL	M
<b>INVESTMENTS</b>			
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 JULY 31, 2014

	Budget	YTD Revenue	% of Budget Collected	Prior YTD % of Total Collected
Ad Valorem Taxes	4,296,867	4,245,969	98.82%	99.45%
Penalties & Interest	45,000	29,787	66.19%	85.61%
Sales Tax	1,442,840	1,254,910	86.97%	80.09%
Franchise Tax	665,000	574,654	86.41%	79.92%
Other Tax	92,000	107,786	117.16%	71.20%
License & Permits	120,000	211,430	176.19%	81.12%
Charges for Services	42,000	50,621	120.53%	77.77%
DOT Fines	60,000	8,890	14.82%	79.11%
Other Municipal Court Fees	380,000	307,316	80.87%	85.72%
Interest Income	5,065	945	18.66%	79.42%
Intergovernmental	523,428	417,171	79.70%	80.54%
Other Revenue	44,100	40,598	92.06%	82.39%
Transfers from Enterprise Fund	1,571,744	1,309,787	83.33%	83.33%
Payment for Services-EDC	<u>125,000</u>	<u>104,167</u>	<u>83.33%</u>	<u>83.33%</u>
<b>Total Revenues</b>	<b>9,413,044</b>	<b>8,664,031</b>	<b>92.04%</b>	<b>88.53%</b>

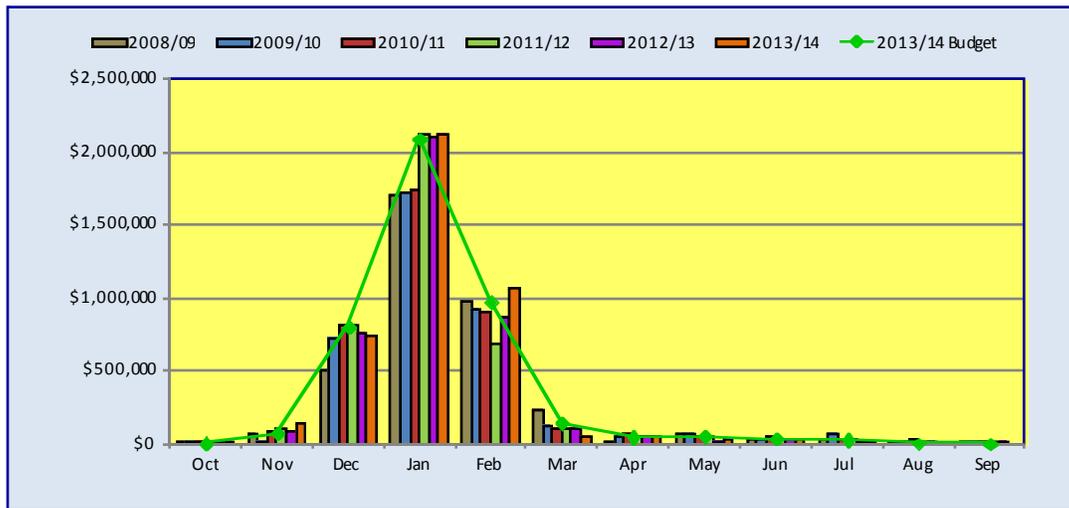
CHART B

## TOTAL EXPENDITURES THROUGH JULY 31, 2014

	Budget	YTD Expenditures	% of Budget Expended	Prior YTD % of Total Expended
Personnel	6,414,520	5,203,203	81.12%	83.59%
Supplies	302,702	243,463	80.43%	72.46%
Services	2,449,807	2,079,101	84.87%	81.59%
Capital	220,500	118,994	53.97%	39.83%
Oper Transfer to Other Funds	<u>0</u>	<u>0</u>	<u>0.00%</u>	<u>0.00%</u>
<b>Total Expenditures</b>	<b>9,387,529</b>	<b>7,644,760</b>	<b>81.44%</b>	<b>81.05%</b>

CHART C

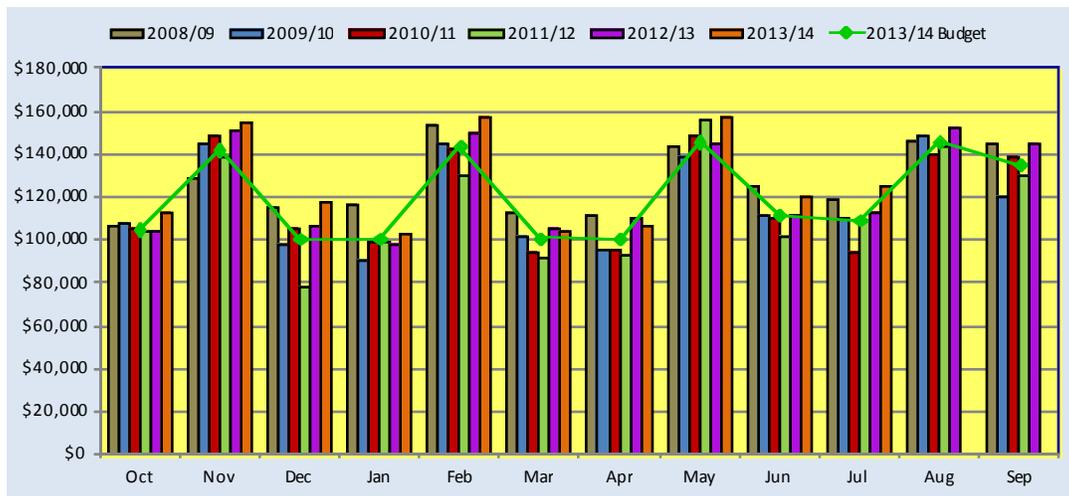
PROPERTY TAX ANALYSIS



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

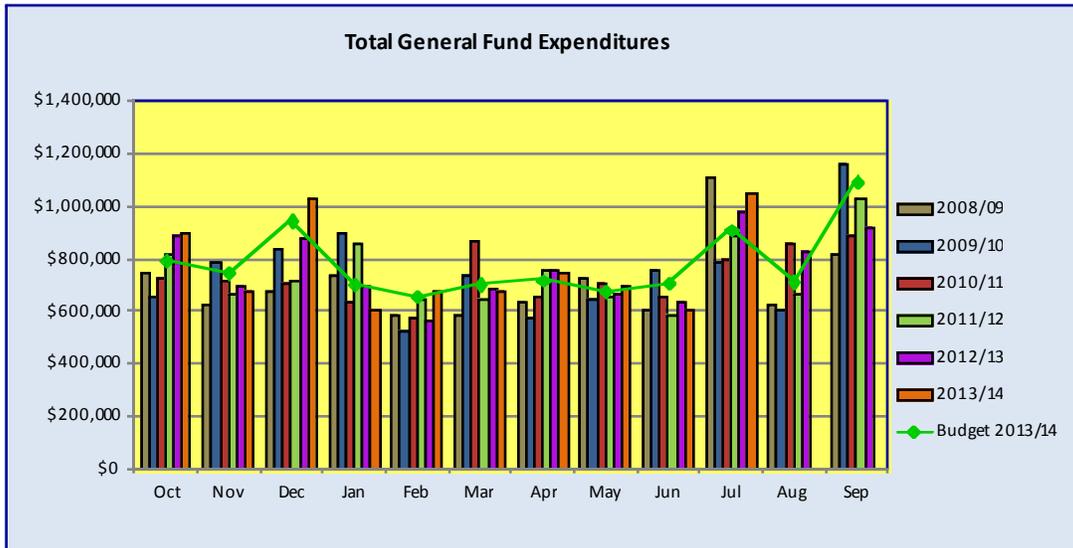
CHART D

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.

EXPENDITURE ANALYSIS



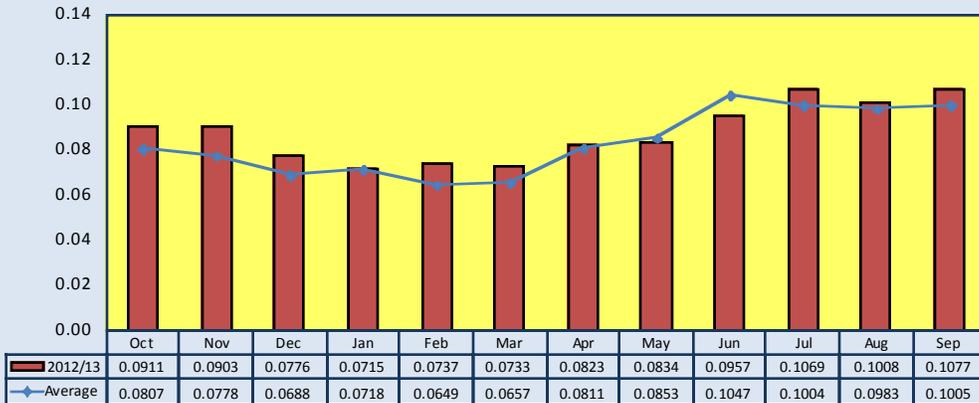
High expenditures in September 2008 are a result of Hurricane Ike.  
 High expenditures in September 2010 are due to city hall A/C replacement.



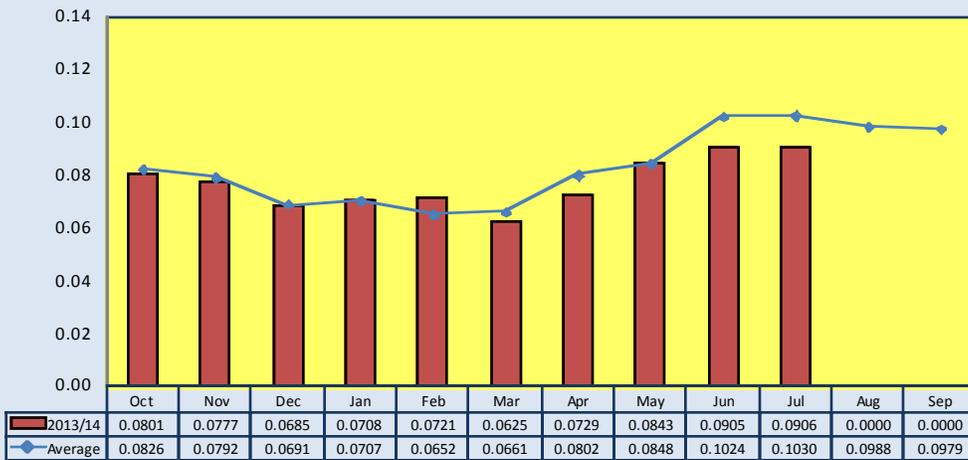
CHART F

WATER BILLING ANALYSIS

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

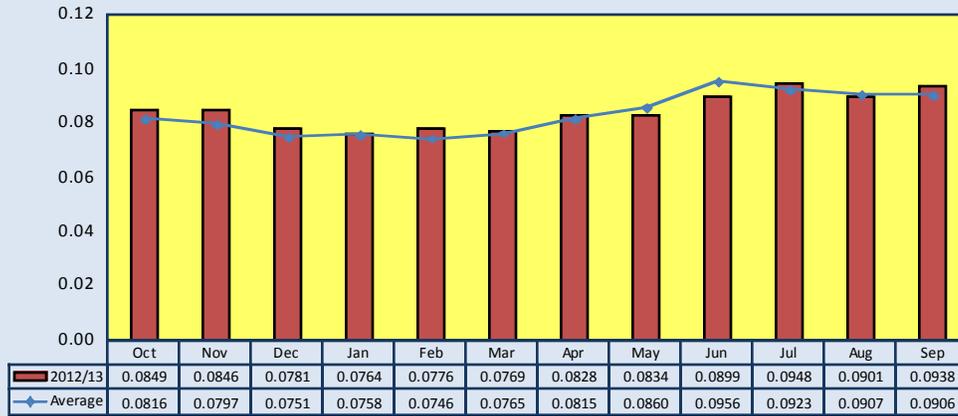


Average Percent of Water Billings by Month vs.  
2013/14 Percent of Budgeted Billings

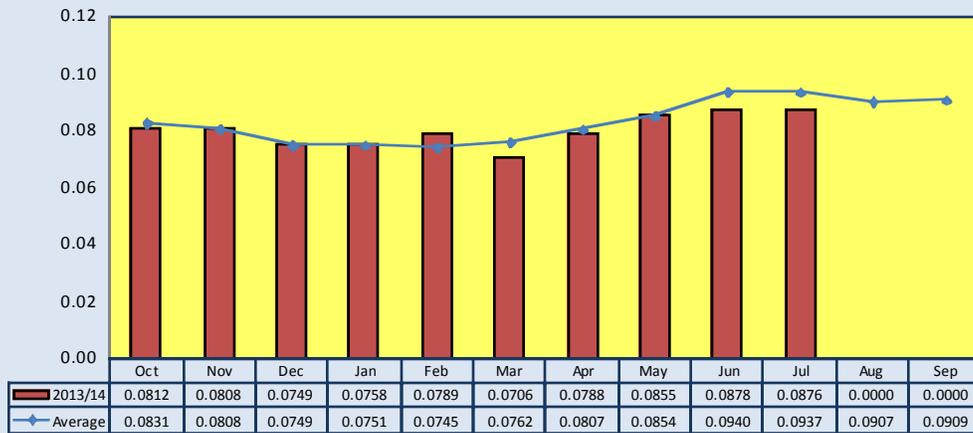


WASTEWATER BILLING ANALYSIS

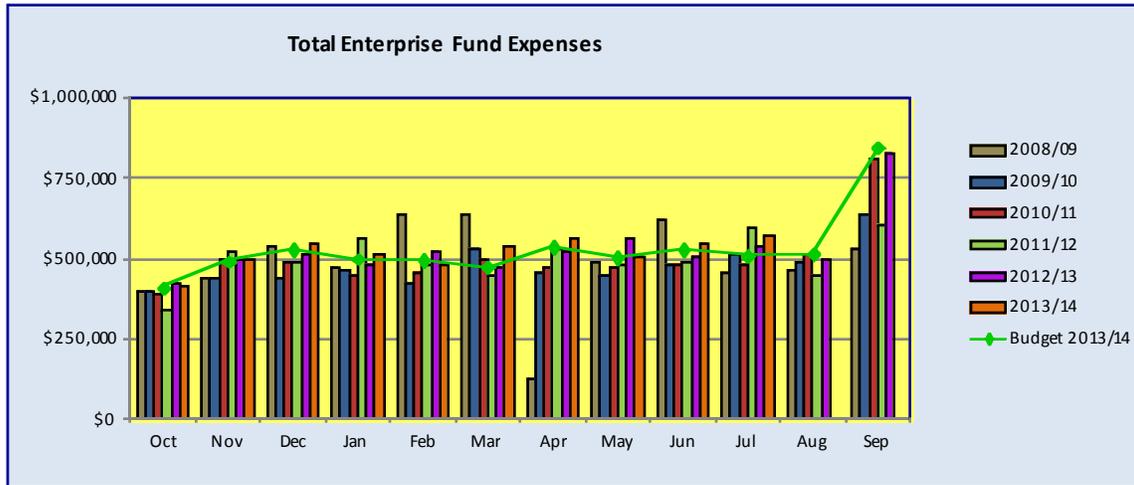
**Average Percent of Wastewater Billings by Month vs. 2012/13 Percent of Budgeted Billings**



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



EXPENDITURE ANALYSIS



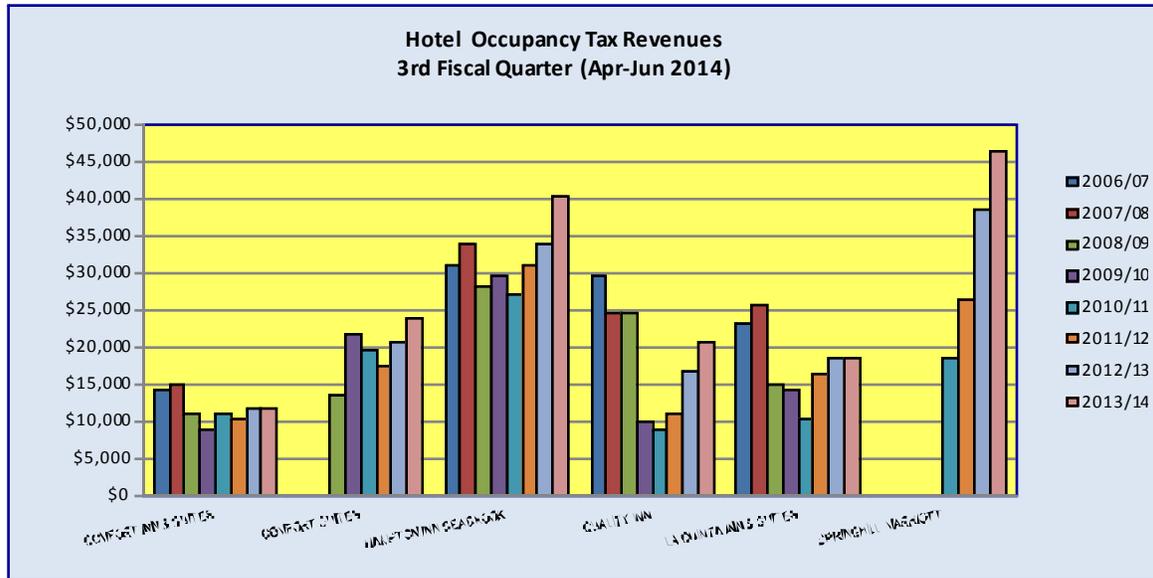
Low expenses April 2009 due to TML insurance reimbursement for IKE  
Sept 2013 and Nov 2013 EXCLUDE property acquisition

# HOTEL TAX FUND



## HOTEL TAX REVENUE ANALYSIS

CHART I

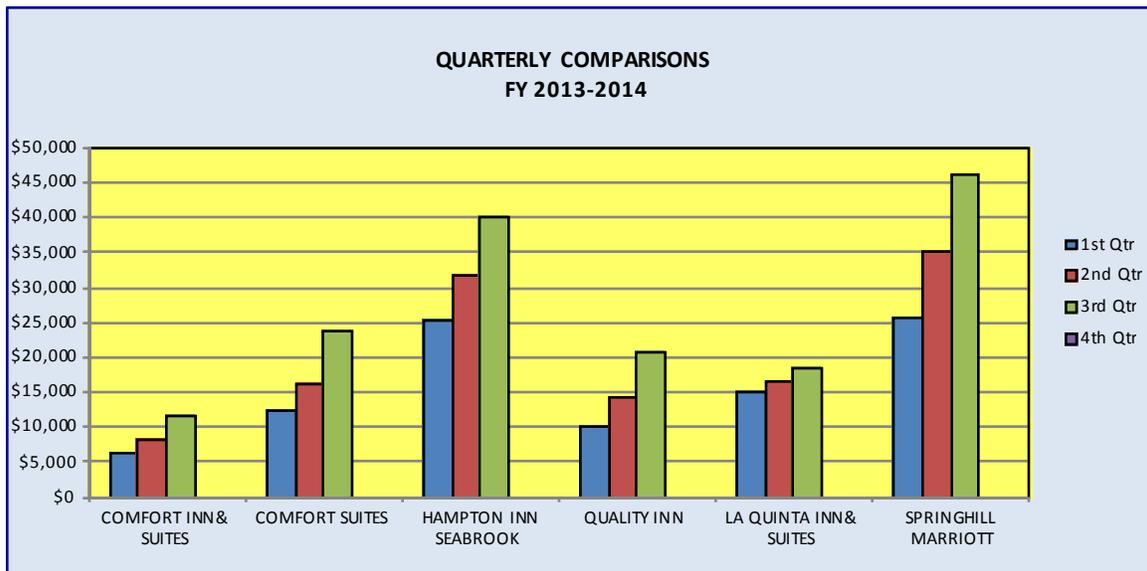


\*Comfort Suites-Bayport Blvd. opened 2008/09

\*\* Springhill Marriott opened last quarter 2010

## HOTEL TAX REVENUE

CHART J



# SEABROOK EDC



CHART K

## SALES TAX REVENUE ANALYSIS

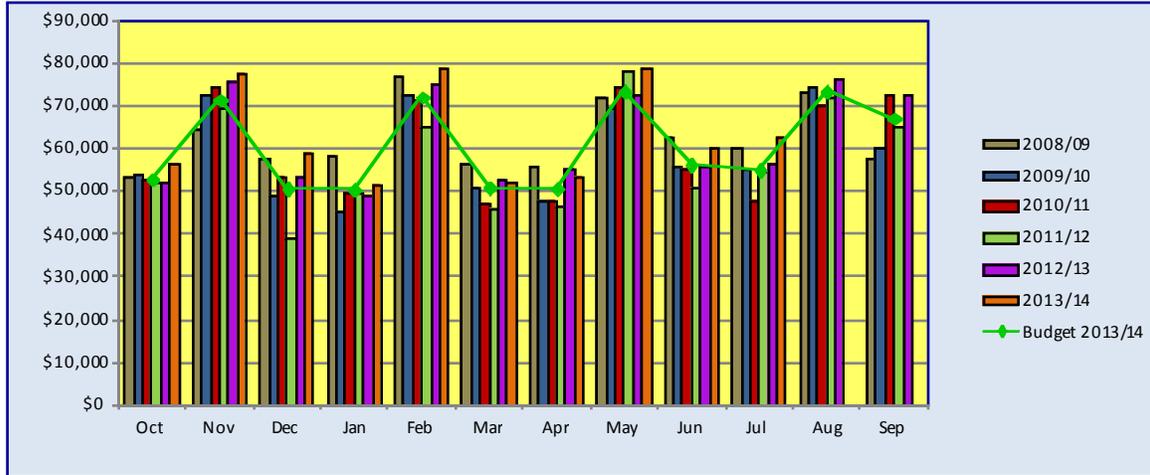
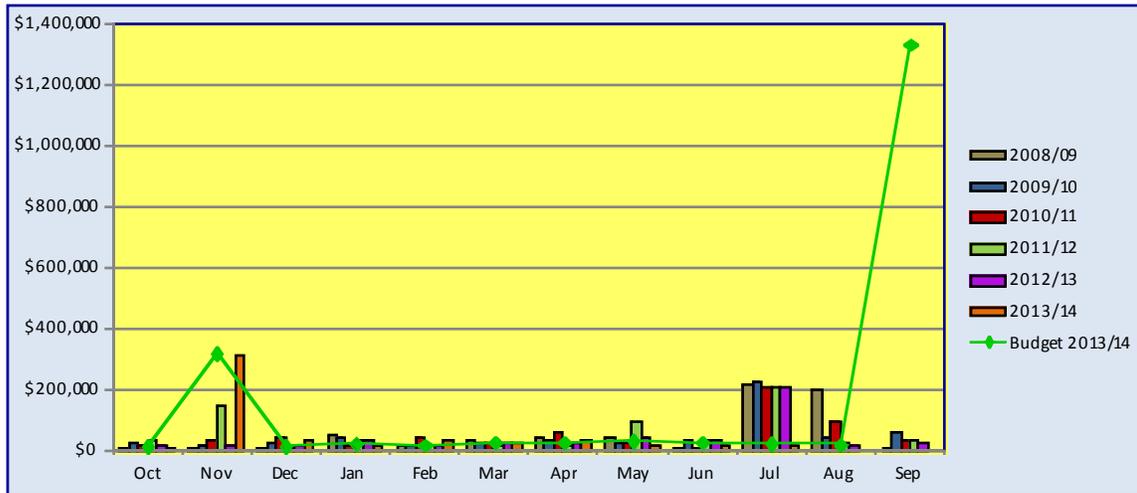


CHART L

## 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

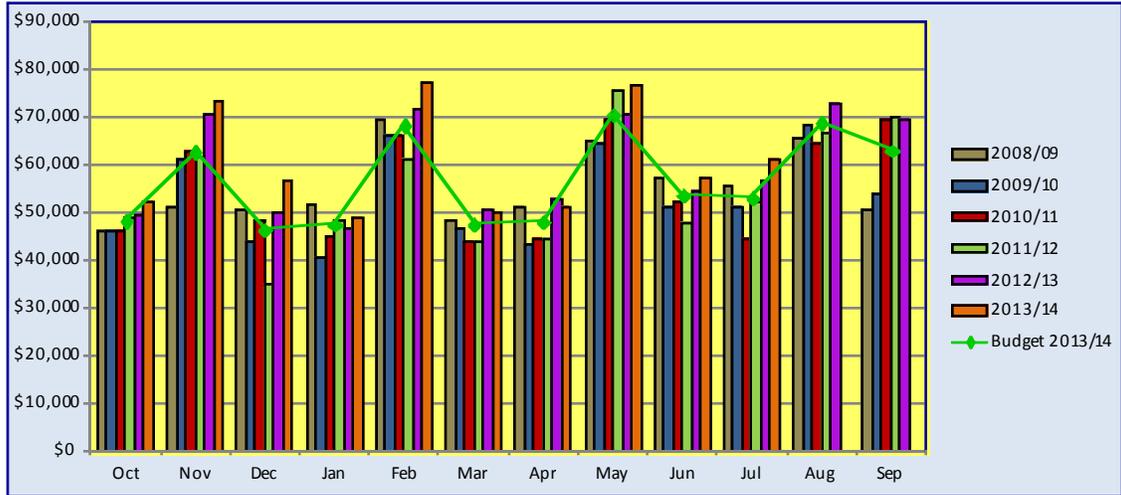
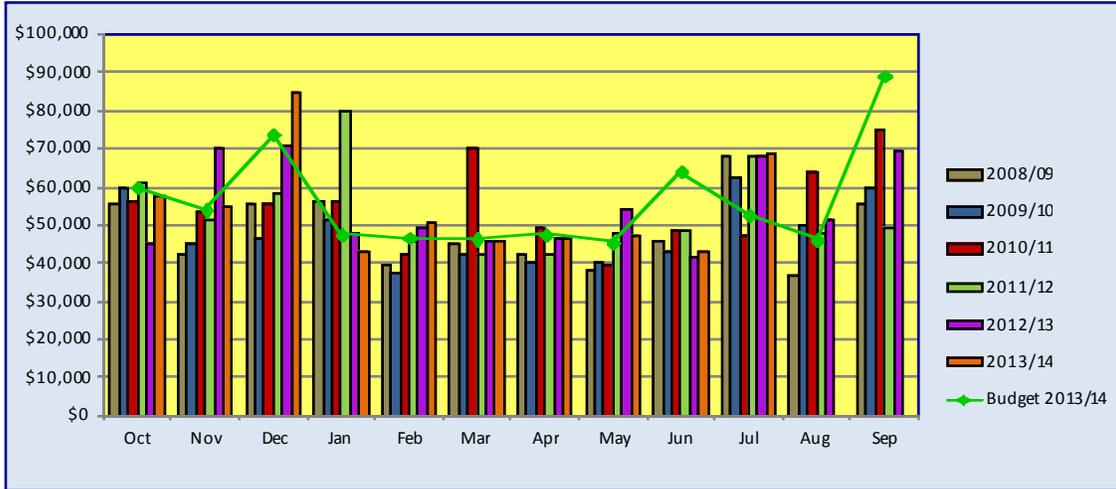


CHART N

## EXPENDITURE ANALYSIS



# INVESTMENTS



CHART O

## MONTHLY INVESTMENT REPORT

ANNOUNCEMENTS  
We would

TEXPOOL REPORT  
  
MONTH OF JULY 2014  
0.0313%

	BEGINNING BALANCE	TRANSFER IN/(OUT)	INT EARNED (Posted July)	ENDING BALANCE	PURPOSE OF FUND
GENERAL FUND - UNRESTRICTED	4,443,374.54	(90,508.61)	129.69	4,352,995.62	Working capital
ENTERPRISE FUND - UNRESTRIC	2,227,851.44	31,808.99	68.16	2,259,728.59	Working capital
ENTERPRISE FUND - RESTRICTEI	300,000.00	0.00	incl in above	300,000.00	Customer liability
CAPITAL IMPACT FEES	2,211,534.31	194,000.00	58.97	2,405,593.28	Water & sewer lines extensions & expansions
PARK FEES	5,718.67	0.00	0.15	5,718.82	Reserved for acquisition & development of park land
SEIZURE	0.00	75,000.00	0.08	75,000.08	Solely to purchase equipment for Law Enforcement
CHILD SAFETY PROGRAMS	15,123.41	20,000.00	0.42	35,123.83	Reserved for Child Safety/School Zones
FEDERAL SEIZURE	42,085.42	0.00	1.12	42,086.54	Criminal Investigation - Federal Funds
HOTEL/MOTEL FUND	1,016,910.00	120,633.63	27.17	1,137,570.80	Restricted for promotion of tourism
DEBT SERVICE FUND	2,906,364.96	8,663.67	77.23	2,915,105.86	Restricted for General fund reserves & yearly debt service
WTR/SWR BONDS	382,087.12	(36,000.00)	9.46	346,096.58	Funds transferred from Bond Mkt Acct to allow liquidity
FIRE BONDS	74,366.15	0.00	1.98	74,368.13	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	2,570.42	(2,000.00)	0.07	570.49	Funds transferred from Bond Mkt Acct to allow liquidity
LAKESIDE DRIVE CERT DEP	332,673.79	22,000.00	8.86	354,682.65	
CAROTHERS	25,003.27	0.00	0.66	25,003.93	
CRIME DISTRICT	249,489.07	74,826.73	6.58	324,322.38	Funds transferred from Bond Mkt Acct to allow liquidity
SEDC II - UNRESTRICTED	1,624,710.02	51,575.59	48.81	1,676,334.42	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	23,478.55	10,000.00	0.63	33,479.18	
PUBLIC SAFETY	153,948.27	20,000.00	4.11	173,952.38	
MUNI COURT - SECURITY FUND	21,660.52	0.00	0.58	21,661.10	Funds from fines to be used for security
COURT - TIME PAYMENT FEES	9,624.57	0.00	0.26	9,624.83	Funds from fines to be used to improve court
MUNI COURT - TECHNOLOGY FUNI	6,484.10	0.00	0.17	6,484.27	
PEG Fund	0.00	0.00	0.00	0.00	
STABILIZATION FUND	801,493.40	0.00	21.30	801,514.70	
<b>TOTAL TEXPOOL FUND</b>	<b>17,056,552.00</b>	<b>500,000.00</b>	<b>466.46</b>	<b>\$17,557,018.46</b>	

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 entity who joined the TexPool program in July 2014:

### TexPool

Wichita Falls Housing Authority

### Upcoming Events

8/27/14 – 8/29/14

TAC Legislative Conference  
Austin

9/26/14 – 9/28/14

TASA/TASB Annual Conference  
Dallas

9/30/14 – 10/3/14

TML Conference  
Houston

### TexPool Advisory Board Members

R.C. Allen	LaVonne Mason
Pati Buchenau	John McGrane
Jose Elizondo, Jr.	Clay McPhail
Ron Leverett	Vivian Wood

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: *MoneyNet* as of 5/31/14).

Visit us at [FederatedInvestors.com](http://FederatedInvestors.com).

G35884-24 (8/14)

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## Monthly Newsletter August 2014

# Economic and Market Commentary

## Month in Cash: About that elephant in the room

August 1, 2014

Before we discuss what's happening—and more accurately, what isn't—on the rate front, let's get the elephant in the room out of the way. As most if not all of you know by now, the Securities and Exchange Commission has adopted new rules for money-market funds, the most notable of which will require net asset values (NAVs) to fluctuate on institutional prime and institutional municipal money-market funds—Treasury, government and retail funds are exempt. First, it's important to understand this change won't take effect for two years. But we do expect our industry to begin to react sooner than that with new options and products for clients.

Might the SEC-mandated changes impact money-market rates? Potentially. Let's say some institutions opt to move into products other than money funds, such as bank CDs. That could have the effect of lowering money fund demand. Maybe the economy continues to improve, driving up the use of corporate finance and commercial paper. That could have the effect of boosting the supply of potential money-fund portfolio securities. Together, less demand/more supply could conspire to push up money-fund security yields. But if that were to happen, the higher yields very well could lure back investors who left the market, raising demand again and driving down yields.

In other words, supply-and-demand factors and market dynamics will determine what ultimately happens. But again, it's a two-year implementation time for the floating NAV on a limited set of funds, and we don't think rates are going to start to rise for fundamental reasons until the 2015 time frame, so all of this is down-the-road conjecture. That said, another big plus from our point of view was the SEC's decision to retain the \$1 per-share NAV using amortized-cost pricing for Treasury, government and retail funds. The beauty of this highly mechanized accounting method is it effectively allows for instantaneous pricing on transactions—a client can send us a request to redeem a portion of their funds at 10:30 in the morning and can have their money by 11.

As for the current money-market environment, there was little movement along the cash-yield curve over the past month—rates remained stubbornly low, save for a slight steepening on the longer end of the curve that corresponds both to the end of quantitative easing and the initial moves up in the target funds rate.

(continued page 6)

### PERFORMANCE AS OF JULY 31, 2014

	TexPool	TexPool Prime
Current Invested Balance	\$13,885,079,614.31	\$955,217,769.48
Weighted Average Maturity (1)*	49 Days	41 Days
Weighted Average Maturity (2)*	78 Days	46 Days
Net Asset Value	1.00004	1.00001
Total Number of Participants	2,315	177
Management Fee on Invested Balance	0.0473%	0.0638%
Interest Distributed	\$378,280.62	\$48,573.68
Management Fee Collected	\$572,804.67	\$53,923.57
Standard & Poor's Current Rating	AAAm	AAAm

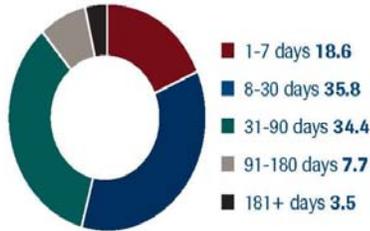
### Month Averages

Average Invested Balance	\$14,263,310,798.25	\$993,875,683.54
Average Monthly Yield, on a simple basis (3)*	0.03%	0.06%
Average Weighted Average Maturity (1)*	47 Days	42 Days
Average Weighted Average Maturity (2)*	77 Days	45 Days

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

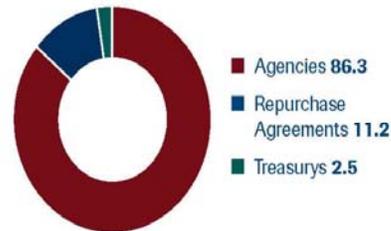
## Portfolio by Maturity (%)

As of July 31, 2014



## Portfolio by Type of Investment (%)

As of July 31, 2014



### PORTFOLIO ASSET SUMMARY AS OF JULY 31, 2014

	Book Value	Market Value
Uninvested Balance	\$334,296.44	\$334,296.44
Receivable for Investments Sold	0.00	0.00
Accrual of Interest Income	5,584,463.34	5,584,463.34
Interest and Management Fees Payable	-376,274.79	-376,274.79
Payable for Investments Purchased	-240,965,875.00	-240,965,875.00
Accrued Expenses & Taxes	0.00	0.00
Repurchase Agreements	1,584,698,000.00	1,584,693,050.00
Mutual Fund Investments	0.00	0.00
Government Securities	12,194,603,013.69	12,195,093,965.02
US Treasury Bills	0.00	0.00
US Treasury Notes	350,203,970.63	350,185,450.00
<b>Total</b>	<b>\$13,885,079,614.31</b>	<b>\$13,885,547,115.01</b>

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	\$4,166,964,500.10
Higher Education	56	\$957,417,509.92
Healthcare	80	\$480,584,474.11
Utility District	713	\$1,841,126,932.42
City	450	\$4,089,609,933.88
County	174	\$1,115,322,097.34
Other	267	\$1,233,702,110.78

#### 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)
7/1	0.0312%	0.000000855	\$14,413,674,492.69	1.00005	49	79
7/2	0.0303%	0.000000830	\$14,427,455,839.82	1.00005	49	80
7/3	0.0297%	0.000000813	\$14,360,423,015.80	1.00005	51	81
7/4	0.0297%	0.000000813	\$14,360,423,015.80	1.00005	51	81
7/5	0.0297%	0.000000813	\$14,360,423,015.80	1.00005	51	81
7/6	0.0297%	0.000000813	\$14,360,423,015.80	1.00005	51	81
7/7	0.0295%	0.000000808	\$14,358,552,734.99	1.00005	50	81
7/8	0.0297%	0.000000814	\$14,355,103,154.19	1.00004	49	80
7/9	0.0306%	0.000000838	\$14,329,953,050.02	1.00004	50	81
7/10	0.0306%	0.000000839	\$14,233,346,867.29	1.00004	50	81
7/11	0.0304%	0.000000834	\$14,422,689,002.87	1.00004	49	79
7/12	0.0304%	0.000000834	\$14,422,689,002.87	1.00004	49	79
7/13	0.0304%	0.000000834	\$14,422,689,002.87	1.00004	49	79
7/14	0.0314%	0.000000860	\$14,327,225,868.00	1.00004	47	77
7/15	0.0323%	0.000000884	\$14,302,739,067.78	1.00004	46	76
7/16	0.0324%	0.000000887	\$14,285,668,991.09	1.00005	47	77
7/17	0.0324%	0.000000889	\$14,235,674,555.25	1.00005	47	77
7/18	0.0316%	0.000000867	\$14,197,374,060.95	1.00005	47	77
7/19	0.0316%	0.000000867	\$14,197,374,060.95	1.00005	47	77
7/20	0.0316%	0.000000867	\$14,197,374,060.95	1.00005	47	77
7/21	0.0315%	0.000000863	\$14,062,771,669.34	1.00005	44	75
7/22	0.0315%	0.000000862	\$14,077,901,315.33	1.00004	43	73
7/23	0.0318%	0.000000871	\$14,040,346,908.00	1.00004	43	73
7/24	0.0315%	0.000000864	\$14,000,842,570.38	1.00005	43	72
7/25	0.0321%	0.000000879	\$14,298,597,415.58	1.00003	44	73
7/26	0.0321%	0.000000879	\$14,298,597,415.58	1.00003	44	73
7/27	0.0321%	0.000000879	\$14,298,597,415.58	1.00003	44	73
7/28	0.0261%	0.000000715	\$14,263,014,073.06	1.00004	43	71
7/29	0.0323%	0.000000886	\$14,257,965,775.77	1.00004	42	69
7/30	0.0342%	0.000000937	\$14,107,644,697.19	1.00003	44	72
7/31	0.0393%	0.000001077	\$13,885,079,614.31	1.00004	49	78
<b>Average</b>	<b>0.0313%</b>	<b>0.000000857</b>	<b>\$14,263,310,798.25</b>	<b>1.00004</b>	<b>47</b>	<b>77</b>

# TEXPOOL PRIME

August 2014

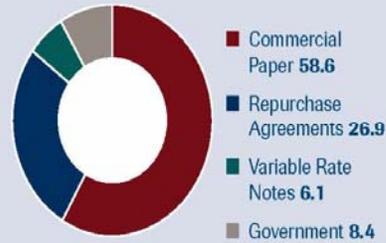
## Portfolio by Maturity (%)

As of July 31, 2014



## Portfolio by Type of Investment (%)

As of July 31, 2014



### PORTFOLIO ASSET SUMMARY AS OF JULY 31, 2014

	Book Value	Market Value
Uninvested Balance	-\$346.33	-\$346.33
Accrual of Interest Income	108,192.78	108,192.78
Interest and Management Fees Payable	-48,573.77	-48,573.77
Payable for Investments Purchased	-11,900,000.00	-11,900,000.00
Accrued Expenses & Taxes	0.00	0.00
Repurchase Agreements	259,788,000.00	259,788,000.00
Commercial Paper	568,754,567.19	568,786,906.70
Bank Instruments	0.00	0.00
Mutual Fund Investments	0.00	0.00
Government Securities	108,516,125.66	108,520,806.00
Variable Rate Notes	31,999,803.95	31,998,281.00
<b>Total</b>	<b>\$955,217,769.48</b>	<b>\$955,233,266.38</b>

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	\$489,629,686.72
Higher Education	8	\$85,024,344.74
Healthcare	8	\$5,697,237.16
Utility District	5	\$44,482,392.89
City	35	\$123,910,980.05
County	19	\$110,444,339.26
Other	22	\$116,035,102.30

# TEXPOOL PRIME

## DAILY SUMMARY

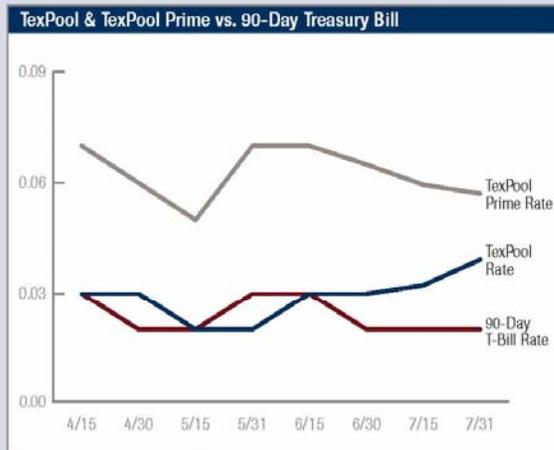
Date	Money Mkt. Fund Equiv. (SEC Std.)	Daily Allocation Factor	TexPool Prime Invested Balance	Market Value Per Share	WAM Days (1)	WAM Days (2)
7/1	0.0650%	0.00001780	\$983,656,356.51	1.00001	46	49
7/2	0.0600%	0.00001644	\$985,419,965.50	1.00001	45	49
7/3	0.0601%	0.00001647	\$977,542,080.76	1.00000	46	50
7/4	0.0601%	0.00001647	\$977,542,080.76	1.00000	46	50
7/5	0.0601%	0.00001647	\$977,542,080.76	1.00000	46	50
7/6	0.0601%	0.00001647	\$977,542,080.76	1.00000	46	50
7/7	0.0565%	0.00001547	\$980,426,844.85	1.00001	42	46
7/8	0.0568%	0.00001556	\$984,716,306.11	1.00001	43	47
7/9	0.0574%	0.00001573	\$987,185,858.95	1.00001	43	46
7/10	0.0522%	0.00001430	\$997,141,872.41	1.00001	42	46
7/11	0.0558%	0.00001529	\$1,001,257,796.89	1.00001	42	46
7/12	0.0558%	0.00001529	\$1,001,257,796.89	1.00001	42	46
7/13	0.0558%	0.00001529	\$1,001,257,796.89	1.00001	42	46
7/14	0.0558%	0.00001528	\$998,886,627.02	1.00001	41	44
7/15	0.0595%	0.00001630	\$980,715,173.88	1.00001	41	45
7/16	0.0587%	0.00001635	\$979,568,662.49	1.00001	40	44
7/17	0.0579%	0.00001586	\$1,008,669,738.98	1.00001	38	42
7/18	0.0552%	0.00001512	\$1,006,914,252.82	1.00001	39	42
7/19	0.0552%	0.00001512	\$1,006,914,252.82	1.00001	39	42
7/20	0.0552%	0.00001512	\$1,006,914,252.82	1.00001	39	42
7/21	0.0583%	0.00001597	\$1,003,209,472.44	1.00001	38	41
7/22	0.0598%	0.00001637	\$1,001,191,966.54	1.00001	41	44
7/23	0.0591%	0.00001620	\$994,379,117.76	1.00001	40	43
7/24	0.0602%	0.00001650	\$993,100,873.28	1.00001	42	45
7/25	0.0608%	0.00001666	\$995,951,890.50	1.00000	42	45
7/26	0.0608%	0.00001666	\$995,951,890.50	1.00000	42	45
7/27	0.0608%	0.00001666	\$995,951,890.50	1.00000	42	45
7/28	0.0519%	0.00001422	\$1,000,899,627.20	1.00001	40	43
7/29	0.0500%	0.00001371	\$1,020,540,760.79	1.00001	39	41
7/30	0.0520%	0.00001424	\$1,032,679,032.12	1.00001	39	42
7/31	0.0571%	0.00001564	\$955,217,769.48	1.00001	41	46
<b>Average</b>	<b>0.0576%</b>	<b>0.00001578</b>	<b>\$993,875,683.54</b>	<b>1.00001</b>	<b>42</b>	<b>45</b>

# TEXPOOL

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

*(continued from page 1)*

The consensus is still for a May-June 2015 tightening, a view the statement from July's Fed policymakers meeting did nothing to dispel despite grumbings from a few regional Fed presidents that the target rate should be raised sooner. What's most important for dictating the path of short-term rates is what happens with the employment, housing and inflation. The employment picture is pretty strong and continues to strengthen, but both inflation and housing have stuck in a sort of two-steps-forward, one-step-back mode. It's all fuzzy and a bit uncertain, and we think that's the way rate policy will be for the time being. In this environment, we continue to keep our weighted average maturity a little short in our TexPool Prime portfolios and a little longer in TexPool portfolios, with a focus in both on floaters that can adjust with changes in rates.



*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.*