

**GENERAL MEETING OF THE BOARD OF DIRECTORS
OF THE
CENTRAL TEXAS REGIONAL MOBILITY AUTHORITY**

RESOLUTION NO. 07-68

WHEREAS, the Central Texas Regional Mobility Authority ("CTRMA") is empowered to procure such goods and services as it deems necessary to assist with its operations and to study and develop potential transportation projects, and is responsible to insure accurate financial records are maintained using sound and acceptable financial practices; and

WHEREAS, close scrutiny of CTRMA expenditures for goods and services, including those related to project development, as well as close scrutiny of CTRMA's financial condition and records is the responsibility of the Board of Directors and its designees through procedures the Board may implement from time to time; and

WHEREAS, the Board of Directors has adopted policies and procedures intended to provide strong fiscal oversight and which authorize the Executive Director, working with the CTRMA's Chief Financial Officer, to review invoices, approve disbursements, and prepare and maintain accurate financial records and reports; and

WHEREAS, the Executive Director, working with the Chief Financial Officer, has reviewed and authorized the disbursements necessary for the month of September 2007 and has caused a Financial Report to be prepared which is attached hereto as Attachment "A."

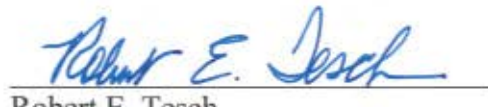
NOW THEREFORE, BE IT RESOLVED, that the Board of Directors accepts the Financial Report for September 2007, attached hereto as Attachment "A."

Adopted by the Board of Directors of the Central Texas Regional Mobility Authority on the 7th day of November, 2007.

Submitted and reviewed by:


Tom Nielson
General Counsel for the Central
Texas Regional Mobility Authority

Approved:


Robert E. Tesch
Chairman, Board of Directors
Resolution Number 07-68
Date Passed 11/7/07

**Central Texas Regional Mobility Authority
Income Statement
All Operating Departments**

	Budget FY 2008	Actual Year To Date 9/30/2007	Percent Of Budget	Actual Year To Date 9/30/2006
Revenue				
Toll Revenue-Cash-183A	1,800,000.00	492,631.95	27.37%	0.00
Toll Revenue-TxTag-183A	6,500,000.00	3,307,223.87	50.88%	0.00
Interest Income	1,369,790.00	1,062,830.55	77.59%	122,522.82
Reimbursed Expenditures	20,060.00	15,045.03	75.00%	12,633.39
Total Revenue	9,689,850.00	4,877,731.40	50.34%	135,156.21

	Budget FY 2008	Actual Year To Date 9/30/2007	Percent Of Budget	Actual Year To Date 9/30/2006
Expenditures				
Regular	1,431,950.00	278,581.11	19.45%	227,130.13
Part Time	20,000.00	2,330.63	11.65%	0.00
Overtime	7,000.00	157.41	2.25%	419.09
Contractual Employees	30,000.00	32,746.03	109.15%	43,250.00
TCDRS	181,533.00	34,747.76	19.14%	30,600.16
FICA	74,339.00	11,786.78	15.86%	10,962.16
FICA MED	21,591.00	3,941.01	18.25%	3,238.27
Health Insurance	134,542.00	23,569.46	17.52%	21,410.43
Life Insurance	1,697.00	419.20	24.70%	300.75
Auto Allowance	16,000.00	1,750.00	10.94%	1,750.00
Other Benefits	117,697.00	15,218.22	12.93%	9,868.05
Unemployment Taxes	855.00	109.80	12.84%	188.00
Total Salaries & Wages	2,037,204.00	405,357.41	19.90%	349,117.04

	Budget FY 2008	Actual Year To Date 9/30/2007	Percent Of Budget	Actual Year To Date 9/30/2006
Contractual Services				
Professional Services				
Accounting	9,000.00	1,825.97	20.29%	1,775.23
Auditing	50,000.00	16,060.00	32.12%	11,000.00
General Engineering Consultant	445,000.00	0.00		0.00
General System Consultant	425,000.00	0.00		0.00
Toll Collection contract	1,879,111.00	126,071.82	6.71%	0.00
Toll collection mgt admi	131,460.00	0.00		0.00
CSC mgt admin	84,074.00	0.00		0.00
Facility management	176,017.00	4,444.84	2.53%	0.00
Facility management	63,017.00	5,173.45	8.21%	0.00
Toll perform plan	35,106.00	0.00		0.00
Human Resources	30,000.00	7,933.30	26.44%	130.40
Legal	150,000.00	5,951.20	3.97%	585.00
Photography	15,000.00	259.00	1.73%	0.00
Traffic & Revenue Consultants	50,000.00	0.00		0.00
Communications and Marketing	150,000.00	0.00		0.00
Transcripts	1,000.00	0.00		0.00
Total Professional Services	3,693,785.00	167,719.58	4.54%	13,490.63

	Budget FY 2008	Actual Year To Date 9/30/2007	Percent Of Budget	Actual Year To Date 9/30/2006
Other Contractual Services				
IT Services	683,240.00	5,821.24	0.85%	1,665.25
Graphic Design Services	20,000.00	0.00		0.00
Website Maintenance	20,000.00	95.00	0.48%	4,041.25
Research Services	45,000.00	0.00		0.00
Copy Machine	13,000.00	2,037.31	15.67%	1,653.48
Software licenses	24,000.00	7,258.80	30.25%	7,259.80
Advertising	56,000.00	1,380.00	2.46%	7,665.89
Direct Mail	20,000.00	0.00		0.00
Video Production	10,000.00	0.00		34,487.98
Television	20,000.00	0.00		116,845.25
Radio	50,000.00	600.00	1.20%	0.00
Other Public Relations	0.00	1,032.73		13,933.75
Security Contracts	350,000.00	34,612.00	9.89%	134.40
Cell Phones	6,800.00	1,616.28	23.77%	1,317.50
Local	55,252.00	2,081.10	3.77%	1,545.75
Long Distance	2,000.00	77.97	3.90%	223.82
Internet	8,472.00	1,078.52	12.73%	918.00
Other Communication Expense	1,000.00	162.30	16.23%	20.26
Dues & Subscriptions	1,850.00	26.00	1.41%	600.00
Memberships	14,295.00	1,307.50	9.15%	115.00
Continuing Education	6,000.00	500.00	8.33%	1,303.00
Professional Development	22,000.00	0.00		0.00
Seminars and Conferences	26,450.00	940.00	3.55%	9,500.00
Other Contractual Svcs	0.00	764.40		735.00
Contractual Contingencies	141,000.00	988.00	0.70%	14850.00%
Total Other Contractual Services	1,562,359.00	72,464.14	4.64%	211,287.99
Total Contractual Expenses	5,256,144.00	240,183.72	4.57%	224,778.62

	Budget FY 2008	Actual Year To Date 9/30/2007	Percent Of Budget	Actual Year To Date 9/30/2006
Materials and Supplies				
Books & Publications	10,400.00	992.70	9.55%	489.87
Office Supplies	15,500.00	1,555.44	10.04%	2,361.98
Computer Supplies	15,500.00	346.29	2.23%	44.36
Copy Supplies	3,000.00	0.00		0.00
Annual Report	20,000.00	0.00		0.00
Other Reports	50,500.00	14,870.06	29.45%	0.00
Direct Mail	0.00	431.02		0.00
Office Supplies	3,500.00	498.68	14.25%	0.00
Maintenance Supplies	100.00	0.00		0.00
Promotional Items	10,000.00	0.00		0.00
Displays	5,000.00	0.00		1,750.00
Tools & Equipment	2,700.00	210.00	7.78%	0.00
Misc Materials & Supplies	3,500.00	0.00		0.00
Total Materials & Supplies Exp	139,700.00	18,904.19	13.53%	4,646.21

	Budget FY 2008	Actual Year To Date 9/30/2007	Percent Of Budget	Actual Year To Date 9/30/2006
Operating Expenses				
Gasoline	10,000.00	588.12	5.88%	0.00
Mileage Reimbursement	7,850.00	1,329.82	16.94%	567.58
Parking	26,950.00	4,177.95	15.50%	3,311.28
Meeting Facilities	2,600.00	0.00		0.00
Community Events	20,000.00	0.00		0.00
Meeting Expense	6,325.00	1,120.19	17.71%	569.18
Public Notices	2,300.00	0.00		3.00
Postage	8,900.00	865.78	9.73%	341.93
Overnight Services	1,250.00	119.80	9.58%	37.12
Delivery Services	2,400.00	327.11	13.63%	333.14
Insurance	175,000.00	7,399.02	4.23%	6,753.64
Repair & Maintenance-Vehicles	2,000.00	0.00		0.00
Rent	181,973.00	45,493.32	25.00%	40,160.30
Water	7,400.00	0.00		0.00
Electricity	56,000.00	8,378.49	14.96%	608.10
Amortization Expense	34,808.00	8,273.42	23.77%	8,869.73
Dep Exp- Furniture & Fixtures	4,000.00	2,767.80	69.20%	2,386.95
Dep Expense - Equipment	1,200.00	2,346.18	195.52%	2,346.18
Dep Expense - Autos & Trucks	8,000.00	0.00		0.00
Dep Expense-Buildng & Toll Fac	147,898.00	0.00		0.00
Dep Expense-Highways & Bridges	5,429,806.00	0.00		0.00
Dep Expense-Communic Equip	5,995.00	1,502.59	25.06%	1,490.88
Dep Expense-Toll Equipment	918,771.00	0.00		0.00
Dep Expense - Signs	120,436.00	0.00		0.00
Dep Expense-Land Improvemts	733,880.00	0.00		0.00
Depreciation Expense-Computers	33,000.00	2,177.28	6.60%	10,759.61
Recruitment	1,000.00	0.00		0.00
Community Initiative Grants	102,500.00	0.00		23,311.20
Total Operating Expense	8,052,242.00	86,866.87	1.08%	101,849.82
Financing Expenses				
Arbitrage Rebate	3,500.00	0.00		0.00
Bond Issuance Expense	0.00	361,895.07		0.00
Loan Fees	12,000.00	0.00		0.00
Bond Issuance Cost	25,000.00	0.00		0.00
Trustee Fees	2,000.00	0.00		950.01
Bank Fees	2,500.00	6,740.54	269.62%	331.93
Interest Expense	11,443,524.00	2,879,956.53	25.17%	0.00
Contingency	20,000.00	0.00		0.00
Total Financing Expense	11,508,524.00	3,248,592.14	28.23%	1,281.94
Total Expenses	26,993,814.00	3,999,904.33	14.82%	681,673.63
Net Income	-17,303,964.00	877,827.07		-546,517.42

**Central Texas Regional Mobility Authority
Balance Sheet**

As of

September 30, 2007

September 30, 2006

Assets

Current Assets

Cash in Operating Fund	32,560.73		760.80
Chase-Regions Trustee Account	4,742.78		0.00
Regions Trustee cash account	294,879.43		0.00
Cash In TexSTAR	6,219,922.52		7,536,835.82
Cash in Chase Money Mkt Funds	0.00		3,849,657.06
Money Market Payroll Account	5,392.75		2,093.80
Fidelity Government MMA	3,101,184.71		0.00
Restricted Cash-TexStar	56,106,624.60		21,750,466.70
Total Cash Equivalents		65,433,124.58	33,139,053.38
Due From TTA	680,780.95		0.00
Due From NTTA	58,066.60		0.00
Due From HCTRA	112,997.60		0.00
Interest Receivable	45,442.51		106,747.36
Total Receivables		897,287.66	106,747.36
Agencies		2,973,694.17	17,344,279.08
Prepaid Insurance	32,354.69		4,193.62
Prepaid Expenses	0.00		1,899.98
Total Prepaid Expenses		32,354.69	6,093.60
Total Current Assets		69,668,644.04	50,596,934.22

Construction Work In Process

Utility Relocation Expense	61,460.46		60,531.19
Consulting-Admin Services	687,052.37		680,417.12
Consulting-Reimbursed Expenses	5,766.34		121.82
Environmental Fees	398,750.00		398,750.00
Funding Costs	30,000.00		30,000.00
Legal Fees-Construction	2,381,810.25		1,842,547.77
Traffic & Revenue Analysis	2,630,741.88		2,013,050.97
Unsuccessful Proposers	356,625.82		356,625.82
Engineering	4,915,206.51		2,085,255.89
Right of Way	18,639,948.46		125,017.00
Total Preliminary Costs		30,107,362.09	7,592,317.58
Public Involvement	405,786.07		173,044.89
CDA Oversight	8,959,324.18		4,945,983.07
Engineering	14,082,913.49		14,082,913.49
Total Construction Engineering		23,448,023.74	19,201,941.45
Design	31,817,910.80		26,412,385.62
Construction-CDA	138,002,747.18		100,603,624.57
Other Construction Costs	434,173.28		158,118.08
Total Construction		170,254,831.26	127,174,128.27
Toll Collection System		8,417,125.55	3,585,969.14
Accrued Interest Income	(14,744,301.61)		(11,341,611.46)
Accrued Interest Expense	27,524,716.84		18,889,068.45
Amortization of Bond Premium	(3,701,455.14)		(2,511,696.24)
Amortization Bond Disc Invest	(339,262.30)		(200,582.69)
Total Accrued Interest		8,739,697.79	4,835,178.06
Amortization Bond Issue Costs		3,360,843.92	2,282,791.25
Total Construction WIP		244,327,884.35	164,672,325.75

Fixed Assets				
Computers	115,571.52		115,571.52	
Accum Deprec-Computers	<u>(92,950.25)</u>	22,621.27	<u>(73,363.83)</u>	42,207.69
Computer Software	95,156.88		95,156.88	
Accumulated Amortization-Software	<u>(47,133.41)</u>	48,023.47	<u>(19,034.60)</u>	76,122.28
Furniture and Fixtures	64,311.66		52,907.09	
Accum Deprec-Furn & Fixtures	<u>(17,488.44)</u>	46,823.22	<u>(6,573.57)</u>	46,333.52
Equipment	30,721.93		28,777.93	
Accum Depec-Equipment	<u>(15,892.64)</u>	14,829.29	<u>(6,507.92)</u>	22,270.01
Autos and Trucks	16,295.00		0.00	
Communication Equipment	30,743.13		30,256.02	
Accum Deprec-Comm Equip	<u>(10,436.26)</u>	20,306.87	<u>(4,425.96)</u>	25,830.06
Leasehold Improvements		45,055.01		38,490.18
Total Fixed Assets		213,954.13		251,253.74
Other Assets				
Security Deposits		8,643.30		8,643.30
Long Term Investments				
GIC		5,173,418.88		100,056,948.84
Other Assets				
Intangible Assets		650.00		650.00
2005 Bond Issuance Costs		9,207,630.17		10,647,577.91
Total Assets		<u>328,600,824.87</u>		<u>326,233,683.76</u>
Liabilities				
Current Liabilities				
Accounts Payable		28,304.21		12,546,728.99
Interest Payable		2,879,956.53		2,840,318.81
TCDRS Payable		19,406.72		23,119.14
Due to State of Texas		112.20		287.39
Total Due to other Entities		112.20		0.00
Total Current Liabilities		<u>2,927,779.66</u>		<u>15,410,454.33</u>
Long Term Liabilities				
Retainage Payable		4,558,912.84		6,472,599.23
BANS 2005		66,000,000.00		66,000,000.00
Senior Lien Revenue Bonds 2005		169,715,619.24		168,943,735.37
Sn Lien Rev Bnd Prem/Disc 2005		5,757,185.58		7,346,510.31
Total Long Term Liabilities		<u>246,031,717.66</u>		<u>248,762,844.91</u>
Total Liabilities		<u>248,959,497.32</u>		<u>264,173,299.24</u>
Net Assets Section				
Contributed Capital		18,430,634.57		62,604,167.57
Net Assets beginning		60,332,865.91		
Current Year Operations		877,827.07		(543,133.05)
Total Liabilities and Net Assets		<u>328,600,824.87</u>		<u>326,234,333.76</u>

CTRMA INVESTMENT REPORT

Month Ending 9/30/2007							Current	
Balance		Discount			Balance	Rate as of	Maturity	
8/31/2007	Additions	Amortization	Accrued Interest	Withdrawals	9/30/2007	9/30/2007		
Amount in repo								
Debt Service Fund			14,222.99		5,136,998.72	3.35%	Jan 1, 08	
totals	0.00	0.00	14,222.99	0.00	5,136,998.72			
Amount in Trustee TexStar								
Additional Projects Fund			39,861.78	174,426.84	9,371,556.65	5.117%		
Construction Fund			85,953.48	2,236,279.83	19,645,910.60	5.117%		
Trustee Operating Fund			3,454.52		824,761.11	5.117%		
Renewal & Replacement Fund			414.08		98,860.00	5.117%		
TxDOT Grant Fund			45,366.54		10,831,174.54	5.117%		
Revenue Fund			8,427.84		2,012,130.96	5.117%		
Debt Service Reserve Fund			55,800.37		13,322,230.74	5.117%		
	0.00	0.00	239,278.61	2,410,706.67	56,106,624.60			
Amount in TexStar Operating Fund								
	6,599,634.84		27,069.18	406,781.50	6,219,922.52	5.117%		
Fidelity Money Market Fund								
-Operating Fund	5,562.18		23.11		5,585.29	4.750%		
-Additional Projects Fund	0.00	174,426.84	0.00	174,426.84	0.00	4.750%		
-Construction Fund	0.00	2,236,279.93		2,236,279.93	0.00	4.750%		
-Debt Service Fund	50,986.91		211.84		51,198.75	4.750%		
-Subordinate Lien DS Fund	1,630.76		6.78		1,637.54	4.750%		
-TxDOT Grant Fund	1,030,045.71	1,016,750.00	2,198.60		2,048,994.31	4.750%		
-Renewal and Replavement	19,123.05		79.45		19,202.50	4.750%		
-Revenue Fund	4,846.98	809,797.76	1,130.30		815,775.04	4.750%		
-Debt Service Reserve Fund	9,138.62		37.97		9,176.59	4.750%		
	1,121,334.21	4,237,254.53	0.00	3,688.05	2,951,570.02			
Money Market Fund-payroll								
	740.23	90,000.00		49.01	85,396.49	4.200%		
Amount in Fed Agencies								
Amortized Principal	3,967,270.19	0.00	6,424.46		2,973,694.65			
Accrued Interest			11,004.17	1,000,000.00				
	3,967,270.19	0.00	6,424.46	1,000,000.00	2,973,694.65			
Total in Repo's								
	5,122,775.73	0.00	0.00	14,222.99	0.00	5,136,998.72		
Total in Pools								
	64,877,687.50	0.00	0.00	266,347.79	2,817,488.17	62,326,547.12		
Total in Money Market								
	1,122,074.44	4,327,254.53	0.00	3,737.06	2,496,103.26	2,956,962.77		
Total in Fed Agencies								
	3,967,270.19	0.00	6,424.46	0.00	1,000,000.00	2,973,694.65		
Total Invested								
	75,089,807.86	4,327,254.53	6,424.46	284,307.84	6,313,591.43	73,394,203.26		

Amount in Fed Agencies As of September 30, 2007

Agency	CUSIP #	COST	Book Value	Market Value	Yield to Maturity	Purchased	Matures	FUND
Federal Home Loan Bank	3133X5DV7	2,466,550.00	2,484,874.78	2,487,500.00	5.310%	5/24/2007	1/14/2008	Additional Projects Fund
Federal Home Loan Bank	3133X1GR2	487,831.06	488,819.88	492,059.70	5.250%	7/31/2007	10/15/2008	Renewal and Replacement
Totals		<u>2,954,381.06</u>	<u>2,973,694.66</u>	<u>2,979,559.70</u>				
Matured								
Federal Home Loan Bank	3133X8NL2	991,956.00	1,000,000.00	1,000,000.00	5.260%	4/24/2007	9/28/2007	TxDOT Grant Fund
Totals		<u>991,956.00</u>	<u>1,000,000.00</u>	<u>1,000,000.00</u>				

Agency	CUSIP #	COST	Cumulative Amortization	9/30/07		Interest Income September 2007		
				Book Value	Maturity Value	Accrued Interest	Amortization	Interest Earned
Federal Home Loan Bank	3133X5DV7	2,466,550.00	18,324.78	2,484,874.78	2,500,000.00	6,562.50	4,363.04	10,925.54
Federal Home Loan Bank	3133X1GR2	487,831.06	988.82	488,819.88	495,000.00	1,650.00	494.41	2,144.41
Totals		<u>2,954,381.06</u>	<u>19,313.60</u>	<u>2,973,694.66</u>	<u>2,995,000.00</u>	<u>8,212.50</u>	<u>4,857.45</u>	<u>13,069.95</u>
Matured								
Federal Home Loan Bank	3133X8NL2	991,956.00	8,044.00	1,000,000.00	1,000,000.00	2,791.67	1,567.01	4,358.68
Totals		<u>991,956.00</u>	<u>8,044.00</u>	<u>1,000,000.00</u>	<u>1,000,000.00</u>	<u>2,791.67</u>	<u>1,567.01</u>	<u>4,358.68</u>
Totals						<u>11,004.17</u>	<u>6,424.46</u>	<u>17,428.63</u>



Monthly Newsletter - September 2007

Performance

As of September 30, 2007

Current Invested Balance	\$5,101,146,389.66
Weighted Average Maturity (1)	20 Days
Weighted Average Maturity (2)	79 Days
Net Asset Value	1.000240
Total Number of Participants	573
Management Fee on Invested Balance	0.12%*
Interest Distributed	\$21,505,454.93
Management Fee Collected	\$208,154.52
Standard & Poor's Current Rating	AAAm

September Averages

Average Invested Balance	\$5,065,319,247.80
Average Monthly Yield, on a simple basis	5.1175%
Average Weighted Average Maturity (1)*	20 Days
Average Weighted Average Maturity (2)*	78 Days

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

- (1) This weighted average maturity calculation uses the SEC Rule 2a-7 definition for stated maturity for any floating rate instrument held in the portfolio to determine the weighted average maturity for the pool. This Rule specifies that a variable rate instrument to be paid in 397 calendar days or less shall be deemed to have a maturity equal to the period remaining until the next readjustment of the interest rate.
- (2) This weighted average maturity calculation uses the final maturity of any floating rate instruments held in the portfolio to calculate the weighted average maturity for the pool.

* The maximum management fee authorized for the TexSTAR Cash Reserve Fund is 12 basis points. This fee may be waived in full or in part in the discretion of the TexSTAR co-administrators at any time as provided for in the TexSTAR Information Statement.

Rates reflect historical information and are not an indication of future performance.

New Participants

We would like to welcome the following entities who joined the TexSTAR program in September 2007:

- ★ City of Elgin
- ★ Wharton County
- ★ Rankin ISD
- ★ Village of Briarcliff
- ★ Parmer County Hospital District
- ★ El Paso Academy, Inc.

Holiday Reminder

In observance of the Veterans Day holiday, TexSTAR will be closed on Monday, November 12, 2007. All ACH transactions initiated on Friday, November 9th, will settle on Tuesday, November 13th.

Economic Commentary

During the third quarter, fears that began in the subprime mortgage market moved rapidly across all markets, causing spreads to widen precipitously and liquidity to shrink rapidly, regardless of underlying fundamentals. The impact of investors' reactions was felt most severely within short term fixed income markets, as witnessed by the spread between the fed funds rate and LIBOR (the rate at which banks lend to each other on an unsecured basis). In an unusual move, the Federal Reserve and global central banks reversed their tight monetary policies going into the quarter to intervene in the markets with the hope of averting broader economic concern. While conditions have begun to improve since the Fed's move to lower both the fed funds rate and the discount rate by 50 bps in September, fixed income markets still remain historically wide driven by risk aversion, with pricing still not fully reflecting securities' intrinsic values.

Despite the quarter's financial market turbulence, the economy continued to post strong fundamental results in the face of continued weakness in the housing sector. In addition, strong income growth along with receding gas prices translated into solid growth in consumer spending. Despite soft employment numbers, the unemployment rate remained unchanged and inflation concerns eased.

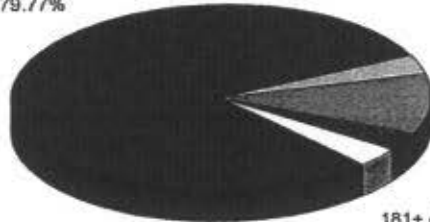
Following September 18th's 50 bp cut in the fed funds rate to 4.75%, any additional moves by the Federal Reserve are expected to be dependent on the behavior of both labor and financial markets. With a strong payroll number, the Fed would likely stay on the sidelines at the October 31st meeting. However, deterioration in either of these indicators could motivate the Fed to cut rates further. Additionally, the state of the credit and stock markets will also play key roles at the next FOMC meeting, as either of these could affect the Fed's outlook on growth.

For more information about TexSTAR, please visit our web site at www.texstar.org.

Information at a Glance

Portfolio by Type of Investment As of September 30, 2007

1 to 7 days
79.77%



91 to 180 days
3.32%

31 to 90 days
10.22%

8 to 30 days
3.29%

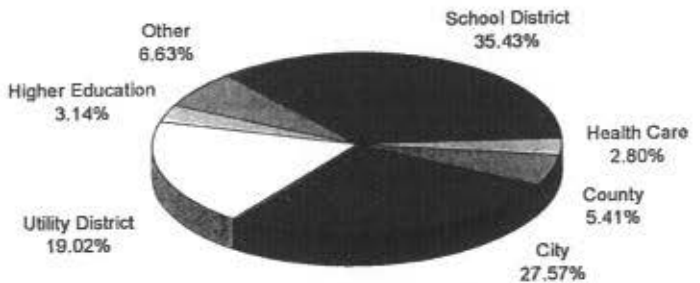
181+ days
3.40%

Repurchase Agreements
77.12%



Agencies
22.88%

Portfolio by Maturity As of September 30, 2007



Distribution of Participants by Type As of September 30, 2007

Performance

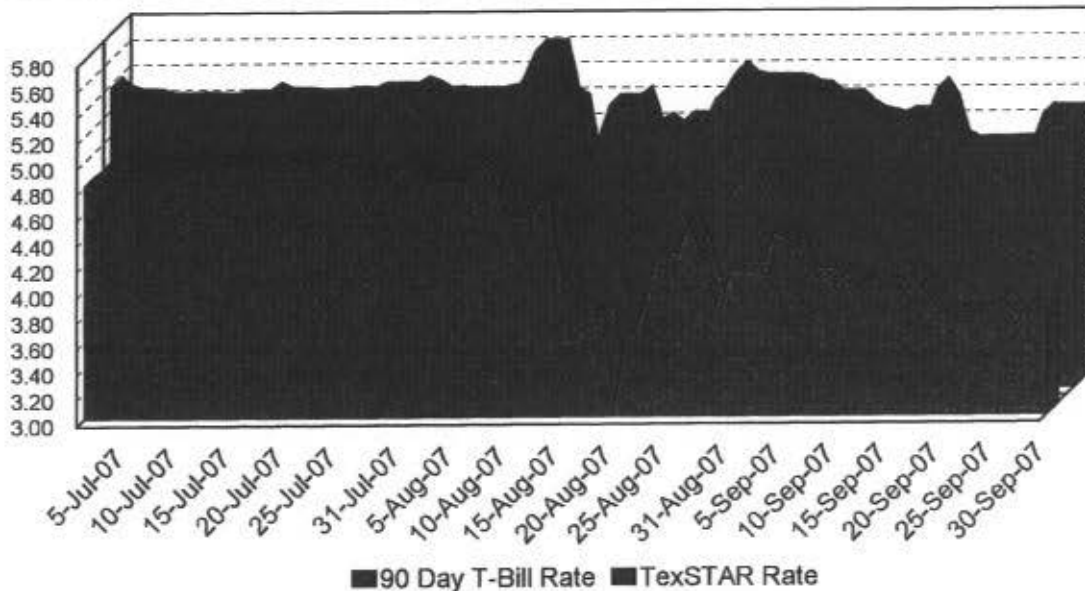
Month	Average Rate	Book Value	Market Value	Net Asset Value	WAM (1)*	WAM (2)*	Number of Participants
Sep 07	5.1175%	\$ 5,101,146,389.66	\$ 5,102,374,857.54	1.000240	20	78	573
Aug 07	5.2540%	5,117,776,256.51	5,118,532,127.32	1.000118	16	42	567
Jul 07	5.2829%	5,037,425,646.08	5,037,616,062.72	1.000037	18	22	554
Jun 07	5.2883%	4,850,271,396.79	4,850,377,392.01	1.000014	18	25	543
May 07	5.2613%	4,809,313,042.18	4,809,314,578.92	1.000000	11	20	531
Apr 07	5.2803%	5,032,146,136.61	5,031,747,141.26	0.999920	13	23	523
Mar 07	5.2999%	5,200,629,725.85	5,200,442,100.26	0.999957	11	26	513
Feb 07	5.2903%	5,608,621,555.72	5,608,663,678.19	1.000007	12	31	505
Jan 07	5.2920%	4,939,413,083.56	4,939,578,732.47	1.000033	17	40	501
Dec 06	5.2991%	4,277,003,031.52	4,276,711,759.92	0.999923	15	49	493
Nov 06	5.2785%	3,929,299,527.54	3,928,963,502.14	0.999914	22	63	488
Oct 06	5.2903%	3,782,690,698.30	3,782,682,727.03	0.999997	30	75	484
Sep 06	5.2742%	3,711,282,274.72	3,712,264,237.96	1.000249	24	81	472

Portfolio Asset Summary as of September 30, 2007

	Book Value	Market Value
Uninvested Balance	\$ 2,173,122.64	\$ 2,173,122.64
Accrual of Interest Income	5,720,263.97	5,720,263.97
Interest and Management Fees Payable	(21,527,017.16)	(21,527,017.16)
Payable for Investment Purchased	(49,991,920.00)	(49,991,920.00)
Repurchase Agreements	3,989,667,000.00	3,989,667,000.00
Government Securities	1,175,104,940.21	1,176,333,408.09
Total	\$ 5,101,146,389.66	\$ 5,102,374,857.54

Market value of collateral supporting the Repurchase Agreements is at least 102% of the Book Value. The portfolio is managed by J.P. Morgan Chase & Co. and the assets are safekept in a separate custodial account at the Federal Reserve Bank in the name of TexSTAR. The only source of payment to the Participants are the assets of TexSTAR. There is no secondary source of payment for the pool such as insurance or guarantee. Should you require a copy of the portfolio, please contact TexSTAR Participant Services.

TexSTAR versus 90-Day Treasury Bill



Daily Summary for September 2007

Date	Mny Mkt Fund Equiv. [SEC Std.]	Daily Allocation Factor	TexSTAR Invested Balance	Market Value Per Share	WAM Days (1)*	WAM Days (2)*
1-Sep-07	5.3641%	0.000146962	5,117,776,256.51	1.000118	19	72
2-Sep-07	5.3641%	0.000146962	5,117,776,256.51	1.000118	19	72
3-Sep-07	5.3641%	0.000146962	5,117,776,256.51	1.000118	19	72
4-Sep-07	5.3510%	0.000146603	5,022,739,575.19	1.000060	21	75
5-Sep-07	5.3106%	0.000145497	4,901,880,501.99	1.000092	21	82
6-Sep-07	5.3033%	0.000145295	4,898,072,880.44	1.000093	21	83
7-Sep-07	5.2372%	0.000143485	5,016,982,644.74	1.000155	20	80
8-Sep-07	5.2372%	0.000143485	5,016,982,644.74	1.000155	20	80
9-Sep-07	5.2372%	0.000143485	5,016,982,644.74	1.000155	20	80
10-Sep-07	5.1552%	0.000141239	4,979,814,606.92	1.000197	19	80
11-Sep-07	5.1059%	0.000139889	4,981,787,016.92	1.000178	19	80
12-Sep-07	5.0854%	0.000139327	4,958,147,272.44	1.000176	19	80
13-Sep-07	5.0631%	0.000138715	4,940,538,272.00	1.000168	20	81
14-Sep-07	5.1032%	0.000139813	4,932,490,613.78	1.000164	20	80
15-Sep-07	5.1032%	0.000139813	4,932,490,613.78	1.000164	20	80
16-Sep-07	5.1032%	0.000139813	4,932,490,613.78	1.000164	20	80
17-Sep-07	5.3262%	0.000145922	5,018,842,965.66	1.000151	21	79
18-Sep-07	5.1983%	0.000142418	5,026,185,170.50	1.000168	21	78
19-Sep-07	4.9109%	0.000134545	5,013,928,918.40	1.000269	21	78
20-Sep-07	4.8669%	0.000133339	5,161,933,463.00	1.000288	20	76
21-Sep-07	4.8722%	0.000133485	5,175,710,425.51	1.000243	20	75
22-Sep-07	4.8722%	0.000133485	5,175,710,425.51	1.000243	20	75
23-Sep-07	4.8722%	0.000133485	5,175,710,425.51	1.000243	20	75
24-Sep-07	4.8777%	0.000133636	5,148,863,000.39	1.000245	20	75
25-Sep-07	4.8739%	0.000133531	5,382,789,815.44	1.000232	18	77
26-Sep-07	4.8944%	0.000134092	5,303,804,725.23	1.000235	18	78
27-Sep-07	5.1214%	0.000140313	5,187,930,258.73	1.000242	19	79
28-Sep-07	5.1165%	0.000140178	5,101,146,389.66	1.000240	20	79
29-Sep-07	5.1165%	0.000140178	5,101,146,389.66	1.000240	20	79
30-Sep-07	5.1165%	0.000140178	5,101,146,389.66	1.000240	20	79
Average	5.1175%	0.000140204	5,065,319,247.80		20	78

TexSTAR Participant Services
First Southwest Asset Management, Inc.
325 North St. Paul Street, Suite 800
Dallas, Texas 75201



TexSTAR Board Members

William Chapman

Nell Lange

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First Southwest Company

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Northside ISD

Reid Road MUD No. 1

Harlingen CISD

McKinney ISD

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Griggs & Santow

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Governing Board Vice President

Governing Board Treasurer

Governing Board Secretary

Governing Board Asst. Sec./Treas.

Advisory Board

Advisory Board

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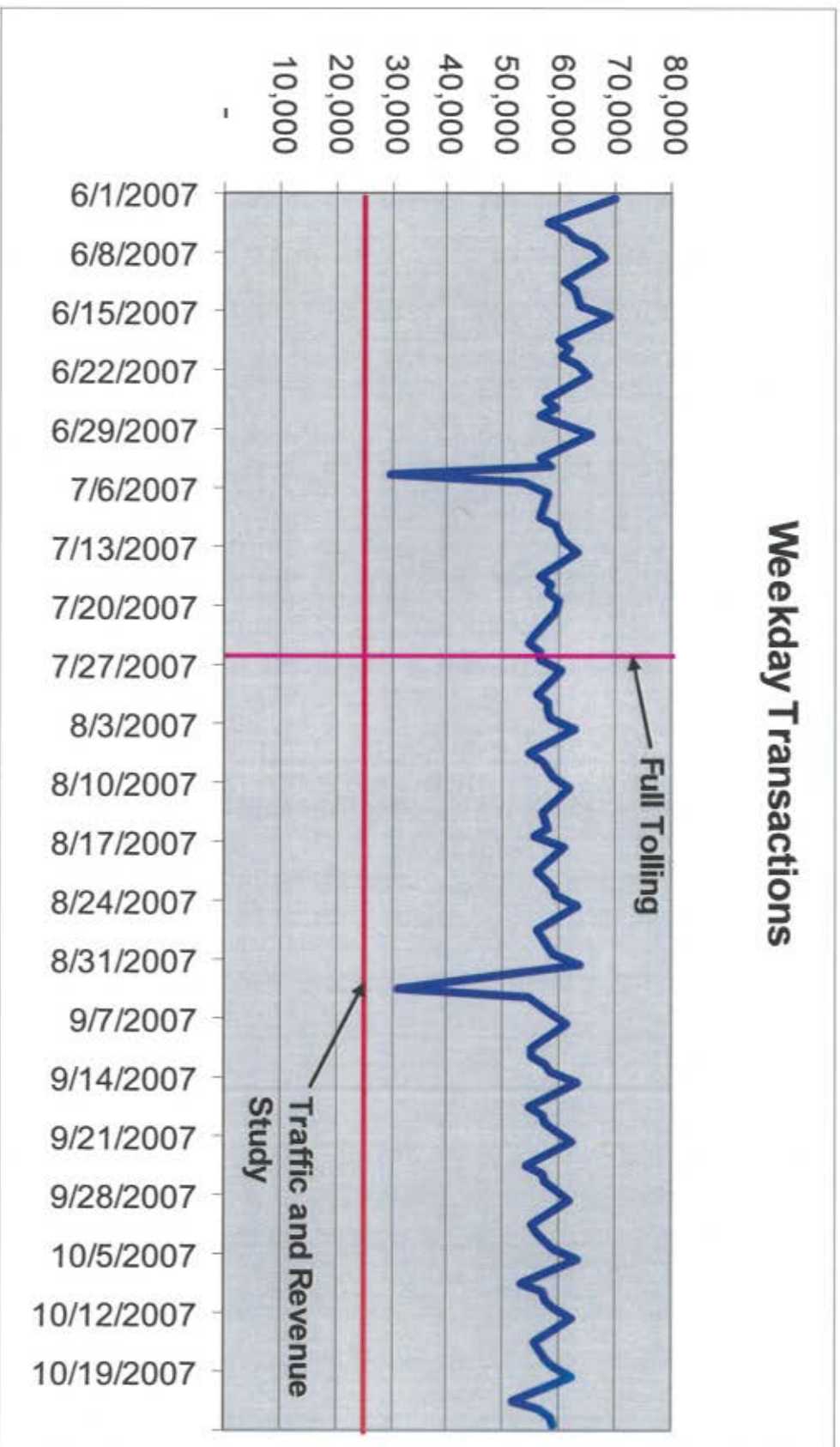
Advisory Board

For more information contact TexSTAR Participant Services ★ 1-800-TEX-STAR ★ www.texstar.org

 **First Southwest Asset Management**

 **JPMorganChase**

Weekday ETC Transactions



Traffic & Revenue Study

Calendar Year	Average Weekday Transactions	Annual Revenue
2007	24,660	\$3,060,000
2008	33,696	\$10,336,000
2009	45,879	\$13,937,000
2010	58,435	\$19,595,000
2011	70,414	\$23,446,000

July Avg
weekday
transactions

56,668

Sept Avg
weekday
transactions

56,668

58,561

Aug Avg
weekday
transactions

Actual Revenue FY 2008

	Cash	AVI
July	\$ 183,581.23	\$1,063,354.35
August	\$ 171,031.80	\$1,166,888.45
September	\$ 138,018.82	\$1,076,981.07
October		

Traffic & Revenue Study

Calendar Year	Average Weekday Transactions	Annual Revenue
2007	24,660	\$3,060,000
2008	33,696	\$10,336,000
2009	45,879	\$13,937,000
2010	58,435	\$19,595,000
2011	70,414	\$23,446,000

FY 08 projection
\$15,199,423 based on July-
September 07
actuals