

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

**RESOLUTION NO. 09-23**

**February 2009 Financial Report**

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 February 2009 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 February 2009, attached hereto as Attachment "A."

Adopted by the Board of Directors of the Central Texas Regional Mobility Authority on the 25th day of March, 2009.

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 09-23  
Date Passed 3/25/09

Central Texas Regional Mobility Authority  
Balance Sheet

As of

February 28, 2009

February 28, 2008

**Assets**

**Current Assets**

Cash in Operating Fund	2,133.24	228,573.95
Regions Operating Account	10,000.05	0.00
Chase-Regions Trustee Account	0.00	5,068.00
Regions Trustee cash account	0.00	3,684.33
Cash In TexSTAR	664,096.14	5,955,378.31
Money Market Payroll Account	5,080.07	52,503.88
Regions Payroll Account	0.05	0.00
Fidelity Government MMA	9,177,960.11	11,763,206.41
Restricted Cash-TexStar	36,944,283.86	48,298,155.39
Total Cash Equivalents	46,791,420.23	66,069,243.99
Accounts Receivable	2,126.46	0.00
Due From TTA	487,362.90	541,049.20
Due From NTTA	41,229.45	34,994.70
Due From HCTRA	31,582.80	59,027.85
Interest Receivable	36,644.87	0.00
Total Receivables	598,946.48	635,071.75
Certificates of Deposit	4,500,000.00	
Agencies	0.00	(20.10)
Prepaid Insurance	71,366.87	105,345.08
Total Prepaid Expenses	71,366.87	105,345.08
<b>Total Current Assets</b>	<b>51,973,866.87</b>	<b>67,046,967.00</b>
<b>Construction Work in Process</b>		
Utility Relocation Expense	15,664.44	7,296.44
Consulting-Admin Services	70,456.38	28,559.43
Consulting-Reimbursed Expenses	5,137.68	5,137.68
Environmental Fees	32,151.99	0.00
Funding Costs	133,785.52	39,204.26
Legal Fees-Construction	986,276.61	669,270.56
Traffic & Revenue Analysis	3,477,920.77	1,657,685.87
Engineering	5,574,121.51	2,291,049.21
Right of Way	1,170,380.54	68,947.30
Project Management	52,307.84	0.00
Total Preliminary Costs	11,518,203.28	4,767,150.75
Public Involvement	203,554.88	142,610.38
CDA Oversight	26,333.97	10,000.00
Total Construction Engineering	229,888.85	152,610.38
Design	4,181,205.40	0.00
Other Construction Costs	8,736.00	0.00
Total Construction Costs	4,189,941.40	0.00
Toll Collection System	27,220.00	37,815.03
Total Accrued Interest	0.00	0.00
Amortization Bond Issue Costs	0.00	0.00
<b>Total Construction WIP</b>	<b>15,965,253.53</b>	<b>4,957,576.16</b>

### Fixed Assets

Computers	1,205,203.69		1,202,456.72	
Accum Deprec-Computers	<u>(729,959.61)</u>	475,244.08	<u>(334,527.12)</u>	867,929.60
Computer Software	6,132,394.48		5,332,004.88	
Accumulated Amortization-Software	<u>(1,967,298.14)</u>	4,165,096.34	<u>(666,636.66)</u>	4,665,368.22
Furniture and Fixtures	102,134.95		93,167.66	
Accum Deprec-Furn & Fixtures	<u>(45,297.52)</u>	56,837.43	<u>(25,236.51)</u>	67,931.15
Equipment	100,517.93		76,177.93	
Accum Depec-Equipment	<u>(44,706.82)</u>	55,811.11	<u>(25,308.48)</u>	50,869.45
Autos and Trucks	16,295.00		16,295.00	
Accum Deprec-Autos and Trucks	<u>(7,117.37)</u>	9,177.63	<u>(2,376.36)</u>	13,918.64
Buildings and Toll Facilities	7,062,332.11		7,062,332.11	
Accum Deprec-Buildings & Toll	<u>(306,231.79)</u>	6,756,100.32	<u>(114,960.32)</u>	6,947,371.79
Highways and Bridges	197,804,082.03		195,521,355.24	
Accum Deprec-Highways & Bridge	<u>(8,975,936.39)</u>	188,828,145.64	<u>(3,209,173.75)</u>	192,312,181.49
Communication Equipment	1,938,955.13		1,938,955.13	
Accum Deprec-Comm Equip	<u>(352,701.26)</u>	1,586,253.87	<u>(139,640.52)</u>	1,799,314.61
Toll Equipment	4,587,114.80		4,587,114.80	
Accum Deprec-Toll Equip	<u>(802,458.84)</u>	3,784,655.96	<u>(302,195.70)</u>	4,284,919.10
Signs	5,612,601.26		5,260,262.00	
Accum Deprec-Signs	<u>(230,590.70)</u>	5,382,010.56	<u>(87,654.31)</u>	5,172,607.69
Land Improvements	1,031,686.00		946,495.00	
Accum Deprec-Land Improv	<u>(79,046.71)</u>	952,639.29	<u>(27,314.48)</u>	919,180.52
Right of Way		23,680,885.15		22,795,124.38
Leasehold Improvements		73,209.65		43,104.49
<b>Total Fixed Assets</b>		<b>235,806,067.03</b>		<b>239,939,821.13</b>

### Long Term Investments

GIC		0.00		0.00
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### Other Assets

Security Deposits		9,483.30		8,643.30
Intangible Assets		650.00		650.00
2005 Bond Issuance Costs		8,508,443.90		8,823,023.51
<b>Total Assets</b>		<b>312,263,764.63</b>		<b>320,776,681.10</b>

### Liabilities

#### Current Liabilities

Accounts Payable		394,879.41		182,410.67
Interest Payable		1,381,832.24		687,887.44
TCDRS Payable		21,418.32		20,984.90
Other		8,229.86		0.00
Due to State of Texas		1,428.04		574.81
<b>Total Current Liabilities</b>		<b>1,807,787.87</b>		<b>891,857.82</b>

#### Long Term Liabilities

Accrued Vac & Sick Leave Paybl		205,137.00		150,835.00
Retainage Payable		144,776.71		1,928,833.03
Senior Lien Revenue Bonds 2005		170,938,506.96		170,114,368.18
Sn Lien Rev Bnd Prem/Disc 2005		5,148,019.63		5,345,466.20
TIFIA note 2008		69,672,073.34		66,257,950.00
<b>Total Long Term Liabilities</b>		<b>246,108,513.64</b>		<b>243,797,452.41</b>
<b>Total Liabilities</b>		<b>247,916,301.51</b>		<b>244,689,310.23</b>

**Net Assets Section**

Contributed Capital

18,334,845.57

18,430,634.57

Net Assets beginning

52,402,779.47

60,360,660.99

Current Year Operations

(6,390,161.92)

(2,703,924.69)

**Total Net Assets**

46,012,617.55

57,656,736.30

**Total Liabilities and Net Assets**

312,263,764.63

320,776,681.10



Central Texas Regional Mobility Authority  
Income Statement  
All Operating Departments

Revenue	Budget	Actual Year	Percent	Actual Year
	FY 2009	To Date 2/28/2009	Of Budget	To Date 2/28/2008
Toll Revenue-Cash-183A	530,000.00	595,045.03	112.27%	1,047,885.26
Toll Revenue-TxTag-183A	13,040,000.00	9,181,953.35	70.41%	7,771,427.63
Toll Revenue-HCTRA-183A	350,000.00	291,646.80	83.33%	0.00
Toll Revenue-NTTA-183A	180,000.00	161,129.25	89.52%	0.00
Video Tolls	430,000.00	671,769.75	156.23%	0.00
Fee Revenue	0.00	404,134.17		0.00
Operating Revenue	14,530,000.00	11,305,678.35	77.81%	8,819,312.89
Interest Income	1,133,500.00	809,871.09	71.45%	2,987,497.47
Reimbursed Expenditures	0.00	2,936.43		41,873.92
<b>Total Revenue</b>	<b>15,663,500.00</b>	<b>12,118,485.87</b>	<b>77.37%</b>	<b>11,852,866.72</b>

Expenditures	Budget	Actual Year	Percent	Actual Year
	FY 2009	To Date 2/28/2009	Of Budget	To Date 2/28/2008
Regular	1,729,245.00	955,265.83	55.24%	781,208.42
Part Time	12,000.00	0.00		2,524.51
Overtime	4,000.00	71.43	1.79%	157.41
Contractual Employees	105,000.00	41,271.52	39.31%	73,787.09
TCDRS	244,264.00	126,063.94	51.61%	99,158.36
FICA	85,441.00	41,034.81	48.03%	33,124.88
FICA MED	26,031.00	14,239.66	54.70%	11,261.31
Health Insurance	184,994.00	96,467.38	52.15%	79,804.92
Life Insurance	5,707.00	3,225.53	56.52%	2,028.39
Auto Allowance	9,000.00	6,000.00	66.67%	5,300.00
Other Benefits	152,156.00	28,820.88	18.94%	30,647.00
Unemployment Taxes	2,079.00	1,605.59	77.23%	763.95
Salary Reserve	65,000.00	0.00		0.00
<b>Total Salaries &amp; Wages</b>	<b>2,624,917.00</b>	<b>1,314,066.57</b>	<b>50.06%</b>	<b>1,119,766.24</b>

**Contractual Services**

**Professional Services**

Accounting	9,000.00	5,590.81	62.12%	5,975.46
Auditing	40,000.00	37,626.00	94.07%	22,560.00
General Engineering Consultant	360,000.00	586,835.97	163.01%	0.00
General System Consultant	250,000.00	99,810.28	39.92%	0.00
Toll Collection contract	1,440,000.00	702,728.31	48.80%	777,802.10
Toll collection mgt admi	75,000.00	54,897.53	73.20%	0.00
CSC mgt admin	45,000.00	9,045.17	20.10%	0.00
Facility maintenance	100,000.00	38,609.68	38.61%	32,797.52
Facility management	0.00	15,602.05		30,209.22
Toll perform plan	25,000.00	6,459.69	25.84%	0.00
Human Resources	25,000.00	580.20	2.32%	13,889.20
Legal	200,000.00	35,368.04	17.68%	63,156.07
Photography	20,000.00	3,946.92	19.73%	13,985.00
Traffic & Revenue Consultants	40,000.00	0.00		45,000.00
Transcripts	1,000.00	0.00		0.00
<b>Total Professional Services</b>	<b>2,630,000.00</b>	<b>1,597,100.65</b>	<b>60.73%</b>	<b>1,028,851.30</b>

Expenditures	Budget FY 2009	Actual Year To Date 2/28/2009	Percent Of Budget	Actual Year To Date 2/28/2008
<b>Other Contractual Services</b>				
IT Services	170,000.00	24,141.12	14.20%	22,702.14
Graphic Design Services	20,000.00	3,575.00	17.88%	0.00
Website Maintenance	20,000.00	14,592.46	72.96%	2,910.25
Research Services	30,000.00	5,049.90	16.83%	5,565.00
Copy Machine	11,800.00	5,567.42	47.18%	5,710.87
Software licenses	23,000.00	16,529.70	71.87%	20,396.80
ETC system Maintenance	1,188,000.00	524,758.53	44.17%	0.00
ETC Development	399,000.00	0.00		0.00
ETC Testing	100,000.00	945.00	0.95%	0.00
Communications and Marketing	125,000.00	70,784.87	56.63%	0.00
Advertising	100,000.00	63,672.10	63.67%	7,021.96
Direct Mail	15,000.00	0.00		0.00
Video Production	10,000.00	3,400.00	34.00%	0.00
Television	5,000.00	0.00		0.00
Radio	25,000.00	21,066.00	84.26%	4,685.00
Other Public Relations	2,500.00	0.00		1,032.73
Law Enforcement	260,000.00	121,142.00	46.59%	122,809.77
Special Assignments	30,000.00	0.00		0.00
Traffic Management	50,000.00	5,459.48	10.92%	0.00
Emergency Maintenance	40,000.00	0.00		0.00
Railroad Crossing Maintenance	10,000.00	0.00		0.00
Contingency Projects	100,000.00	0.00		0.00
Roadway Maintenance Contract	300,000.00	130,102.01	43.37%	0.00
Landscape Maintenance	100,000.00	28,605.00	28.61%	0.00
Signal & Illumination Maintenance	250,000.00	175,028.00	70.01%	0.00
Mowing and Litter Control	352,500.00	162,673.50	46.15%	0.00
Hazardous Material Cleanup	15,000.00	0.00		0.00
Striping	50,000.00	0.00		0.00
Graffiti Removal	5,000.00	936.00	18.72%	0.00
Cell Phones	9,760.00	4,359.85	44.67%	5,308.37
Local	18,500.00	9,869.68	53.35%	9,553.53
Long Distance	1,500.00	198.58	13.24%	392.82
Internet	6,060.00	3,154.56	52.06%	3,164.37
Fiber Optic System	62,900.00	18,946.57	30.12%	0.00
Other Communication Expense	2,000.00	1,122.66	56.13%	628.98
Subscriptions	2,000.00	0.00		353.00
Memberships	16,000.00	18,075.00	112.97%	5,407.50
Continuing Education	2,150.00	0.00		644.85
Professional Development	15,250.00	0.00		238.00
Seminars and Conferences	32,250.00	16,099.76	49.92%	10,922.00
Total Travel	0.00	33,423.10		33,102.97
Other Contractual Svcs	1,500.00	0.00		1,277.90
TxTag Collection Fees	1,077,600.00	382,836.15	35.53%	0.00
Contractual Contingencies	191,000.00	475.00	0.25%	2,898.43
<b>Total Other Contractual Services</b>	<b>5,339,770.00</b>	<b>1,866,589.00</b>	<b>34.96%</b>	<b>403,618.32</b>
<b>Total Contractual Expenses</b>	<b>7,969,770.00</b>	<b>3,463,689.65</b>	<b>43.46%</b>	<b>1,432,469.62</b>

Expenditures	Budget FY 2009	Actual Year To Date 2/28/2009	Percent Of Budget	Actual Year To Date 2/28/2008
Books & Publications	10,200.00	7,863.96	77.10%	4,785.71
Office Supplies Expense	19,600.00	1,947.00	9.93%	4,161.65
Computer Supplies Expense	5,250.00	2,778.41	52.92%	2,075.94
Copy Supplies Expense	2,000.00	277.35	13.87%	188.44
Annual Report Printing	10,000.00	9,149.00	91.49%	96.60
Other Printed Reports	20,500.00	12,496.25	60.96%	25,528.63
Direct Mail-printing Expense	20,000.00	0.00		431.02
Office Supplies-printed	1,000.00	67.06	6.71%	1,607.29
Maintenance Supplies Expense	100.00	0.00		0.00
Promotional Items expense	10,000.00	0.00		199.34
Displays	5,000.00	0.00		468.93
Tools & Equipment Expense	11,500.00	329.01	2.86%	864.95
Misc Materials & Supplies	3,200.00	1,038.17	32.44%	6,340.99
<b>Total Materials &amp; Supplies Exp</b>	<b>153,350.00</b>	<b>35,946.21</b>	<b>23.44%</b>	<b>46,749.49</b>

Expenditures	Budget FY 2009	Actual Year To Date 2/28/2009	Percent Of Budget	Actual Year To Date 2/28/2008
<b>Operating Expenses</b>				
Gasoline Expense	6,000.00	2,171.81	36.20%	1,960.43
Mileage Reimbursement	17,550.00	3,179.75	18.12%	4,260.58
Toll Tag Expense	1,650.00	1,329.50	80.58%	0.00
Parking	41,790.00	23,755.02	56.84%	16,771.53
Meeting Facilities	3,400.00	0.00		50.00
Community Events	20,000.00	0.00		0.00
Meeting Expense	7,250.00	1,646.31	22.71%	3,146.90
Public Notices	9,800.00	0.00		3,055.78
Postage	8,750.00	238.80	2.73%	870.99
Overnight Delivery Services	2,850.00	149.84	5.26%	1,108.31
Local Delivery Services	3,100.00	1,243.16	40.10%	850.78
Insurance	156,000.00	88,733.71	56.88%	57,164.47
Repair and Maintenance	500.00	241.46	48.29%	0.00
Repair & Maintenance-Vehicles	1,000.00	1,037.40	103.74%	109.39
Repair and Maintenance Toll Equip	15,000.00	0.00		0.00
Rent	192,191.00	126,215.62	65.67%	122,528.09
Water	8,500.00	2,731.31	32.13%	0.00
Electricity	122,000.00	57,904.61	47.46%	55,427.70
Amortization Expense	1,140,000.00	838,962.54	73.59%	559,306.85
Dep Exp- Furniture & Fixtures	18,000.00	12,611.88	70.07%	10,053.61
Dep Expense - Equipment	4,200.00	11,538.04	274.72%	11,004.42
Dep Expense - Autos & Trucks	4,080.00	3,043.61	74.60%	2,376.36
Dep Expense-Buildng & Toll Fac	177,600.00	117,705.52	66.28%	100,590.28
Dep Expense-Highways & Bridges	5,040,000.00	3,715,116.58	73.71%	2,812,694.15
Dep Expense-Communic Equip	196,800.00	131,114.28	66.62%	114,805.08
Dep Expense-Toll Equipment	480,000.00	307,854.24	64.14%	264,529.10
Dep Expense - Signs	144,000.00	88,142.04	61.21%	76,698.77
Dep Expense-Land Improvemts	54,000.00	32,539.20	60.26%	23,900.17
Depreciation Expense-Computers	384,000.00	243,185.84	63.33%	207,875.65
Other Licenses	1,250.00	235.00	18.80%	0.00
Community Initiative Grants	67,000.00	25,000.00	37.31%	15,000.00
<b>Total Operating Expense</b>	<b>8,328,261.00</b>	<b>5,837,627.07</b>	<b>70.09%</b>	<b>4,466,139.39</b>
<b>Financing Expenses</b>				
Arbitrage Rebate	3,500.00	2,500.00	71.43%	0.00
Bond Issuance Expense	276,000.00	185,405.44	67.18%	746,501.73
Loan Fees	11,000.00	11,500.00	104.55%	11,000.00
Bond Issuance Cost	25,000.00	0.00		0.00
Trustee Fees	2,000.00	2,000.00	100.00%	0.00
Bank Fees	25,000.00	13,393.13	53.57%	16,328.56
Interest Expense	11,144,632.00	7,642,519.72	68.58%	6,714,336.38
Contingency	20,000.00	0.00		3,500.00
<b>Total Financing Expense</b>	<b>11,507,132.00</b>	<b>7,857,318.29</b>	<b>68.28%</b>	<b>7,491,666.67</b>
<b>Total Expenses</b>	<b>30,583,430.00</b>	<b>18,508,647.79</b>	<b>60.52%</b>	<b>14,556,791.41</b>
<b>Net Income</b>	<b>-14,919,930.00</b>	<b>-6,390,161.92</b>		<b>-2,703,924.69</b>



CTRMA INVESTMENT REPORT

	Month Ending 2/28/2009					Current Rate as of 2/28/2009	
	Balance 1/31/2009	Additions	Discount Amortization	Accrued Interest	Withdrawals		Balance 2/28/2009
<b>Amount in Trustee TexStar</b>							
Additional Projects Fund	3,952,702.48			1,709.64	1,643,441.31	2,310,970.81	0.634%
Construction Fund	5,859,944.80			3,160.23	31,136.13	5,831,968.90	0.634%
General Fund	8,393,208.46			4,541.12		8,397,749.58	0.634%
Trustee Operating Fund	2,496,124.37			1,049.44	1,000,000.00	1,497,173.81	0.634%
Renewal & Replacement Fund	102,560.78			55.49		102,616.27	0.634%
TxDOT Grant Fund	8,067,284.20			4,364.78		8,071,648.98	0.634%
Revenue Fund	617.48			0.33		617.81	0.634%
Debt Service Reserve Fund	10,725,734.57			5,803.13		10,731,537.70	0.634%
	39,598,177.14	0.00	0.00	20,684.16	2,674,577.44	36,944,283.86	
<b>Amount in TexStar Operating Fund</b>	555,144.69	1,000,000.00		478.65	891,527.20	664,096.14	0.634%
<b>Fidelity Money Market Fund</b>							
-Operating Fund	981,907.15	400,000.00		389.41	99,813.67	1,282,482.89	0.320%
-Additional Projects Fund	1,544.08	1,643,441.31		1.81	1,644,987.20	0.00	0.320%
-Construction Fund	0.00	31,136.13		11.40	31,147.53	0.00	0.320%
-Debt Service Fund	638,496.42	619,958.33		238.93		1,258,693.68	0.320%
-Subordinate Lien DS Fund	7,868.18			3.94		7,872.12	0.320%
-TxDOT Grant Fund	1,070,626.60	108,229.86		10,841.13	100,000.00	1,089,697.59	0.320%
-Renewal and Replacement	42,375.14	99,000.00		762.41		142,137.55	0.320%
-Revenue Fund	994,643.75	1,280,150.36		370.52	1,739,821.89	535,342.74	0.320%
-General Fund	1,060,148.59	676,580.11		525.75		1,737,254.45	0.320%
-Debt Service Reserve Fund	3,123,839.54			639.55		3,124,479.09	0.320%
	7,921,449.45	4,858,496.10	0.00	13,784.85	3,615,770.29	9,177,960.11	
<b>Money Market Fund-payroll</b>	1,487.83	105,000.00		1.01	101,408.77	5,080.07	0.100%
<b>Certificates of Deposit</b>	7,475,000.00	100,000.00			3,075,000.00	4,500,000.00	
Total in Pools	40,153,321.83	1,000,000.00	0.00	21,162.81	3,566,104.64	37,608,380.00	
Total in Money Market	7,922,937.28	4,963,496.10	0.00	13,785.86	3,717,179.06	9,183,040.18	
Total in Fed Agencies	0.00	0.00	0.00	0.00	0.00	0.00	
<b>Total Invested</b>	55,551,259.11	6,063,496.10	0.00	34,948.67	10,358,283.70	51,291,420.18	

All Investments in the portfolio are in compliance with the CTRMA's Investment policy.

William Chapman, CFO

## INVESTMENTS by FUND

Balance  
February 28, 2009

<b>Additional Projects Fund</b>			
TexSTAR	2,310,970.81		
Fidelity	0.00		
			2,310,970.81
<b>Construction Fund</b>			
TexSTAR	5,831,968.90		
Fidelity	0.00		
			5,831,968.90
<b>Renewal &amp; Replacement Fund</b>			
TexSTAR	102,616.27		
Fidelity	142,137.55		
CD's	400,000.00		
			644,753.82
<b>TxDOT Grant Fund</b>			
TexSTAR	8,071,648.98		
Fidelity	1,089,697.59		
CD's	4,100,000.00		
Agencies	0.00		
			13,261,346.57
<b>Subordinate Lien DS Fund</b>			
TexSTAR	0.00		
Fidelity	7,872.12		
			7,872.12
<b>Debt Service Reserve Fund</b>			
TexSTAR	10,731,537.70		
Fidelity	3,124,479.09		
CD's			
			13,856,016.79
<b>Debt Service Fund</b>			
TexSTAR	0.00		
Fidelity	1,258,693.68		
			1,258,693.68
<b>Operating Fund</b>			
TexSTAR	664,096.14		
TexSTAR-Trustee	1,497,173.81		
MMA Payroll	5,080.07		
Fidelity	1,282,482.89		
			3,448,832.91
<b>Revenue Fund</b>			
TexSTAR	617.81		
Fidelity	535,342.74		
			535,960.55
<b>General Fund</b>			
TexSTAR	8,397,749.58		
Fidelity	1,737,254.45		
			10,135,004.03
			51,291,420.18

**February 09 Certificates of Deposit Outstanding**

Bank	CUSIP #	COST	Yield to Maturity	Purchased	Matures	Feb 09 Interest	Cummulative Interest Earned	Cummulative Interest Received	FUND
First Trust Bank	33732NAP0	100,000	3.25%	5/21/2008	5/21/2009	\$ 276.03	\$ 2,533.81	\$ 2,478.93	Renewal and Replacement
Merrick Bank	59012YRW9	100,000	3.30%	5/21/2008	5/21/2009	\$ 281.34	\$ 2,586.96		Renewal and Replacement
Capmark Bank	140653UQ7	100,000	3.30%	5/21/2009	5/21/2009	\$ 281.34	\$ 2,586.96		Renewal and Replacement
Farmers & Merchants Bank	308680AJ6	100,000	3.30%	5/23/2008	5/23/2009	\$ 280.27	\$ 2,825.61	\$ 2,490.22	Renewal and Replacement
Centennial Bank	30943UBX5	99,000	3.25%	9/4/2008	5/4/2008	\$ 185.12			Renewal and Replacement
Cathay Bank	149159DV4	100,000	3.40%	6/13/2008	6/12/2009	\$ 289.49	\$ 2,463.37		TxDOT Grant Fund
Wright Exp Fin Serv	98233PNY9	100,000	3.35%	6/13/2008	6/12/2009	\$ 285.14	\$ 2,426.54		TxDOT Grant Fund
First National Bank	32115CAW8	100,000	3.35%	6/18/2008	6/18/2009	\$ 284.99	\$ 2,369.47		TxDOT Grant Fund
Firstcity Bank	33765PCS7	100,000	3.35%	6/12/2008	6/12/2009	\$ 284.52	\$ 2,416.12	\$ 2,248.62	TxDOT Grant Fund
SCB Bank	78391TCX5	100,000	3.35%	6/13/2008	6/13/2009	\$ 284.52	\$ 2,416.12	\$ 2,248.62	TxDOT Grant Fund
Horicon Bank	440392ED6	100,000	3.35%	6/17/2008	6/17/2009	\$ 285.01	\$ 2,378.98		TxDOT Grant Fund
New South Savings Bank	64880T5A1	100,000	3.35%	6/12/2008	6/12/2009	\$ 285.14	\$ 2,426.54		TxDOT Grant Fund
Oregon Community Bank	68583TCD8	100,000	3.35%	6/18/2008	6/18/2009	\$ 284.52	\$ 2,360.29	\$ 2,248.62	TxDOT Grant Fund
Capital Bank	14056MCC7	100,000	3.35%	6/18/2008	6/18/2009	\$ 284.52	\$ 2,360.29	\$ 2,248.62	TxDOT Grant Fund
New Century Bank	64353PDU4	100,000	3.40%	6/18/2008	6/18/2009	\$ 288.77	\$ 2,395.53	\$ 2,282.20	TxDOT Grant Fund
Regions Bank	CDRB12282	100,000	3.70%	10/1/2008	2/4/2009	\$ 314.24			TxDOT Grant Fund
Regions Bank	CDRB12290	3,000,000	3.23%	10/1/2008	6/30/2009	\$ 7,433.43	\$ 31,857.54	\$ 31,857.54	TxDOT Grant Fund
Regions Bank	CDRB19782	100,000	1.00%	2/11/2009	3/11/2009				TxDOT Grant Fund
		<u>4,500,000.00</u>					<u>11,908.39</u>	<u>66,404.12</u>	<u>48,103.37</u>

199,000 Not included in total





## Monthly Newsletter - February 2009

### Performance

#### As of February 28, 2009

Current Invested Balance	\$6,132,498,993.34
Weighted Average Maturity (1)	50 Days
Weighted Average Maturity (2)	73 Days
Net Asset Value	1.000402
Total Number of Participants	670
Management Fee on Invested Balance	0.05%*
Interest Distributed	\$3,511,913.55
Management Fee Collected	\$234,841.64
% of Portfolio Invested Beyond 1 Year	1.16%
Standard & Poor's Current Rating	AAAm

#### February Averages

Average Invested Balance	\$6,058,555,992.49
Average Monthly Yield, on a simple basis	0.7053%
Average Weighted Average Maturity (1)*	48 Days
Average Weighted Average Maturity (2)*	72 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 February 2009:

★ City of College Station

★ Fort Worth Transportation Authority

★ City of Eastland

### Email Address Changes

Please communicate any email address changes to TexSTAR so we may update your account information. Monthly newsletters as well as holiday and early close notices are sent to participants by email and an old email address may prevent you from receiving these important messages. This information can be provided to TexSTAR by emailing us at [textstar@firstsw.com](mailto:textstar@firstsw.com), faxing the information to 214.953.8878 or calling TexSTAR Participant Services at 1.800.839.7827.

### Economic Commentary

Favorable economic news is getting very scarce. The industrial sector is contracting at a rate rarely seen during recessions of the past fifty years. Confidence, both business and consumer, stands at or close to post-war lows. To make matters worse, the improvement in financial conditions seen between November and January has partly reversed: equity prices are making new lows, credit spreads are widening again, and importantly, the decline in mortgage rates has also stalled. All this has happened after a fourth quarter when GDP fell at a stunning -6.2% annual rate. Unfortunately, the policy response has been short of clarity and implementation so far. In labor markets, the news could hardly have been much worse. Continuing claims have exceeded five million for the first time in history. The unemployment rate rose to 7.6% in January from 7.2% in December. The housing decline, even at this advanced stage, has gathered additional momentum. In a backdrop of record high affordability, the declines in home sales are remarkable and underscore a key adverse psychology that has beset housing: demand is being postponed by expectations of lower future prices. The only potential silver lining has been in consumer spending data. Up 0.4%, real consumer spending posted the first increase in six months this January.

In essence, we are in a recession matching the depths of 1980 and 1974-75. On monetary policy, the efficacy of the Fed's focus on both balance sheet expansion and change in the composition of the balance sheet toward risky assets will determine how quickly financial conditions can ease. Fiscal stimulus is also key. The package enacted is quite front-loaded and should boost second and third quarter growth by around 2%-3% at an annual rate. The combination of fiscal stimulus, reduced inventory cutbacks, and slightly easier financial conditions should gradually restore growth into positive territory in the second half of 2009 after a large contraction in the first half of the year. However, only tepid below-trend growth of just over 1% is expected, low enough that the unemployment rate will keep rising. Moreover, there remains much downside risk. In particular, some recovery in confidence is crucial for fiscal and monetary policy to work. Right now the economy is stuck in a vicious cycle of low confidence begetting low activity—hiring and capital spending for businesses; consumer spending and housing for households—which begets still lower confidence. This cycle has to be broken.

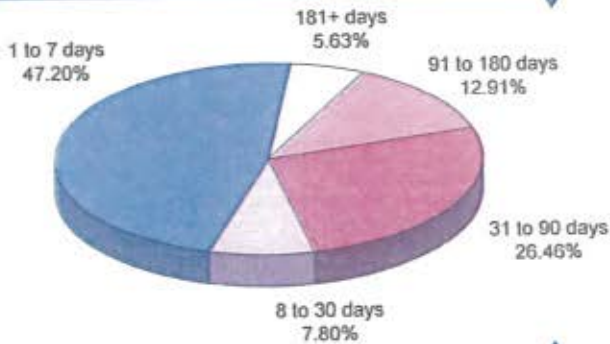
This information is an excerpt from an economic report dated February 2009 provided to TexSTAR by JP Morgan Asset Management, Inc., the investment manager of the TexSTAR pool.

**For more information about TexSTAR, please visit our web site at [www.texstar.org](http://www.texstar.org).**

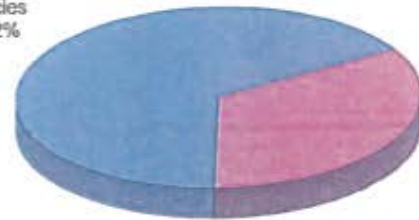


## Information at a Glance

### Portfolio by Type of Investment As of February 28, 2009



Agencies  
66.32%



Repurchase  
Agreements  
33.68%

### Portfolio by Maturity As of February 28, 2009



### Distribution of Participants by Type As of February 28, 2009

## Performance

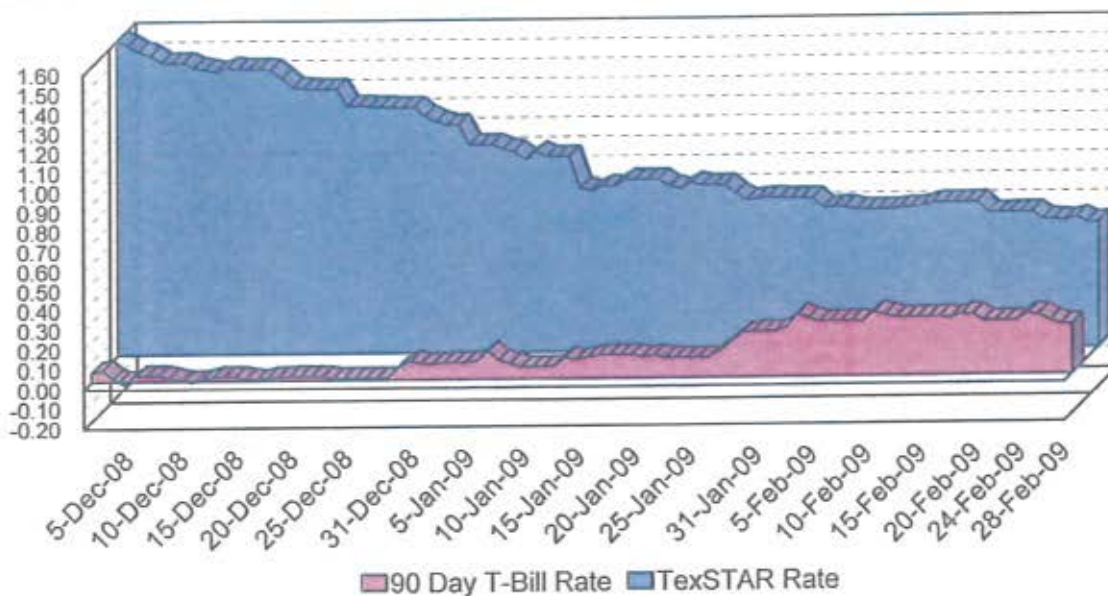
Month	Average Rate	Book Value	Market Value	Net Asset Value	WAM (1)*	WAM (2)*	Number of Participants
Feb 09	0.7053%	\$ 6,132,498,993.34	\$ 6,134,995,172.40	1.000402	48	72	670
Jan 09	0.9005%	5,676,377,612.45	5,680,297,695.81	1.000683	50	78	667
Dec 08	1.3793%	4,993,884,782.18	4,999,322,863.96	1.001075	48	81	664
Nov 08	1.5651%	4,516,705,034.64	4,520,414,835.22	1.000821	37	76	663
Oct 08	1.7825%	4,653,785,653.26	4,652,712,677.18	0.999727	39	82	659
Sep 08	2.2986%	5,252,346,054.07	5,248,471,023.31	0.999262	34	81	650
Aug 08	2.2120%	4,936,314,476.42	4,933,265,676.60	0.999370	36	87	647
Jul 08	2.1874%	5,328,247,286.85	5,325,742,811.75	0.999529	30	84	643
Jun 08	2.2467%	5,450,912,795.58	5,448,966,529.06	0.999642	31	86	637
May 08	2.2194%	5,893,819,751.64	5,893,907,633.72	1.000013	28	87	627
Apr 08	2.4396%	6,349,528,618.20	6,349,341,491.76	0.999970	21	82	623
Mar 08	2.9807%	6,635,062,776.30	6,636,736,509.65	1.000252	17	82	616
Feb 08	3.4224%	6,294,186,095.49	6,296,863,425.91	1.000401	17	82	609

## Portfolio Asset Summary as of February 28, 2009

	Book Value	Market Value
Uninvested Balance	\$ 599.04	\$ 599.04
Accrual of Interest Income	7,011,169.46	7,011,169.46
Interest and Management Fees Payable	(3,573,836.51)	(3,573,836.51)
Payable for Investment Purchased	0.00	0.00
Repurchase Agreements	2,064,419,000.00	2,064,419,000.00
Government Securities	4,064,642,061.35	4,067,138,240.41
<b>Total</b>	<b>\$ 6,132,498,993.34</b>	<b>\$ 6,134,995,172.40</b>

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 guarantees. Should you require a copy of the portfolio, please contact TexSTAR Participant Services.

## TexSTAR versus 90-Day Treasury Bill



This material is for information purposes only. This information does not represent an offer to buy or sell a security. The above rate information is obtained from sources that are believed to be reliable; however, its accuracy or completeness may be subject to change. The TexSTAR management fee may be waived in full or in part at the discretion of the TexSTAR co-administrators and the TexSTAR rate for the period shown reflects waiver of fees. This table represents investment performance return to the customer, net of fees, and is not an indication of future performance. An investment in the security is not insured or guaranteed by the Federal Deposit Insurance Corporation or any other government agency. Although the issuer seeks to preserve the value of an investment at \$1.00 per share, it is possible to lose money by investing in the security. Information about these and other program details are in the fund's Information Statement which should be read carefully before investing. The yield on the 90-Day Treasury Bill ("T-Bill Yield") is shown for comparative purposes only. When comparing the investment returns of the TexSTAR pool to the T-Bill Yield, you should know that the TexSTAR pool consist of allocations of specific diversified securities as detailed in the respective Information Statements. The T-Bill Yield is taken from Bloomberg Finance L.P. and represents the daily closing yield on the then current 90-day T-Bill.

## Daily Summary for February 2009

Date	Mny Mkt Fund Equiv. [SEC Std.]	Daily Allocation Factor	TexSTAR Invested Balance	Market Value Per Share	WAM Days (1)*	WAM Days (2)*
1-Feb-09	0.7724%	0.0000211620	5,676,377,612.45	1.000683	47	73
2-Feb-09	0.7689%	0.0000210650	5,785,155,955.59	1.000658	46	71
3-Feb-09	0.7212%	0.0000197590	5,924,483,347.86	1.000637	45	71
4-Feb-09	0.7264%	0.0000199000	5,979,352,784.35	1.000591	45	70
5-Feb-09	0.7248%	0.0000198580	6,078,758,615.16	1.000555	44	69
6-Feb-09	0.7096%	0.0000194400	6,121,825,346.29	1.000509	45	69
7-Feb-09	0.7096%	0.0000194400	6,121,825,346.29	1.000509	45	69
8-Feb-09	0.7096%	0.0000194400	6,121,825,346.29	1.000509	45	69
9-Feb-09	0.7090%	0.0000194260	6,213,795,081.45	1.000514	45	69
10-Feb-09	0.7178%	0.0000196660	6,208,876,589.70	1.000498	48	72
11-Feb-09	0.7195%	0.0000197120	6,237,413,780.48	1.000485	48	71
12-Feb-09	0.7259%	0.0000198890	6,225,138,015.95	1.000480	48	71
13-Feb-09	0.7426%	0.0000203450	6,103,348,333.02	1.000492	47	70
14-Feb-09	0.7426%	0.0000203450	6,103,348,333.02	1.000492	47	70
15-Feb-09	0.7426%	0.0000203450	6,103,348,333.02	1.000492	47	70
16-Feb-09	0.7426%	0.0000203450	6,103,348,333.02	1.000492	47	70
17-Feb-09	0.7437%	0.0000203750	6,100,176,528.94	1.000506	46	69
18-Feb-09	0.6880%	0.0000188490	6,063,829,792.87	1.000514	48	71
19-Feb-09	0.6871%	0.0000188240	5,988,168,795.48	1.000547	49	72
20-Feb-09	0.6901%	0.0000189080	5,964,582,466.18	1.000531	50	74
21-Feb-09	0.6901%	0.0000189080	5,964,582,466.18	1.000531	50	74
22-Feb-09	0.6901%	0.0000189080	5,964,582,466.18	1.000531	50	74
23-Feb-09	0.6517%	0.0000178550	5,993,643,315.50	1.000522	51	75
24-Feb-09	0.6504%	0.0000178180	6,014,042,746.04	1.000403	52	76
25-Feb-09	0.6441%	0.0000176460	6,074,732,976.11	1.000384	51	74
26-Feb-09	0.6606%	0.0000180990	6,138,007,095.56	1.000452	52	74
27-Feb-09	0.6336%	0.0000173600	6,132,498,993.34	1.000402	50	73
28-Feb-09	0.6336%	0.0000173600	6,132,498,993.34	1.000402	50	73
<b>Average</b>	<b>0.7053%</b>	<b>0.000019323</b>	<b>6,058,555,992.49</b>		<b>48</b>	<b>72</b>



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



### **TexSTAR Board Members**

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Advisory Board*

For more information contact TexSTAR Participant Services ★ 1-800-TEX-STAR ★ [www.texstar.org](http://www.texstar.org)

 **First Southwest Asset Management**

 **JPMorganChase**