



CENTRAL TEXAS REGIONAL  
**MOBILITY AUTHORITY**

September 28, 2022  
AGENDA ITEM #4

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Accept the financial statements for  
August 2022

Strategic Plan Relevance: Regional Mobility  
Department: Finance  
Contact: José Hernández, Chief Financial Officer  
Associated Costs: N/A  
Funding Source: N/A  
Action Requested: Consider and act on draft resolution

**Project Description/Background:** Presentation and acceptance of the financial statements for August 2022.

**Previous Actions & Brief History of the Program/Project:** N/A

**Financing:** N/A

**Action requested/Staff Recommendation:** Accept the financial statements for August 2022.

**Backup provided:** Draft Resolution  
Draft financial statements for August 2022

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

**RESOLUTION NO. 22-0XX**

**ACCEPT THE FINANCIAL STATEMENTS FOR AUGUST 2022**

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

WHEREAS, the Board has adopted policies and procedures intended to provide strong fiscal oversight and which authorize the Executive Director, working with the Mobility Authority'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 August 2022, and has caused financial statements to be prepared and attached to this resolution as Exhibit A; and

NOW THEREFORE, BE IT RESOLVED, that the Board of Directors accepts the financial statements for August 2022, attached hereto as Exhibit A.

Adopted by the Board of Directors of the Central Texas Regional Mobility Authority on the 28<sup>th</sup> day of September 2022.

Submitted and reviewed by:

Approved:

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James M. Bass  
Executive Director

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Robert W. Jenkins, Jr.  
Chairman, Board of Directors

**Exhibit A**

**Central Texas Regional Mobility Authority**  
**Income Statement**  
**For the Period Ending August 31, 2022**

	Budget Amount FY 2023	Actual Year to Date	Percent of Budget	Actual Prior Year to Date
<b>REVENUE</b>				
<b>Operating Revenue</b>				
Toll Revenue - Tags	119,610,800	20,261,274	16.94%	19,071,327
Video Tolls	46,743,300	8,636,463	18.48%	7,133,258
Fee Revenue	13,845,900	1,503,924	10.86%	2,382,412
<b>Total Operating Revenue</b>	<b>180,200,000</b>	<b>30,401,661</b>	<b>16.87%</b>	<b>28,586,997</b>
<b>Other Revenue</b>				
Interest Income	3,190,301	1,944,424	60.95%	36,338
Grant Revenue	1,359,833	-	-	20,995
Misc Revenue	130,000	9,434	7.26%	38,248
Gain/Loss on Sale of Asset	-	-	-	6,568
<b>Total Other Revenue</b>	<b>4,680,134</b>	<b>1,953,857</b>	<b>41.75%</b>	<b>102,149</b>
<b>TOTAL REVENUE</b>	<b>\$184,880,134</b>	<b>\$32,355,519</b>	<b>17.50%</b>	<b>28,689,146</b>
<b>EXPENSES</b>				
<b>Salaries and Benefits</b>				
Salary Expense-Regular	4,621,321	490,469	10.61%	622,078
Salary Reserve	80,000	-	-	-
TCDRS	1,046,269	97,357	9.31%	101,832
FICA	232,304	24,971	10.75%	30,981
FICA MED	67,009	7,072	10.55%	10,169
Health Insurance Expense	580,271	56,735	9.78%	64,078
Life Insurance Expense	5,972	678	11.35%	1,193
Auto Allowance Expense	10,200	1,063	10.42%	1,275
Other Benefits	126,590	12,229	9.66%	18,211
Unemployment Taxes	4,608	18	0.39%	166
<b>Total Salaries and Benefits</b>	<b>6,774,544</b>	<b>690,592</b>	<b>10.19%</b>	<b>849,984</b>

**Central Texas Regional Mobility Authority**  
**Income Statement**  
**For the Period Ending August 31, 2022**

	Budget Amount FY 2023	Actual Year to Date	Percent of Budget	Actual Prior Year to Date
<b>Administrative</b>				
<b>Administrative and Office Expenses</b>				
Accounting	9,500	1,222	12.86%	1,277
Auditing	190,000	-	-	-
Financial Advisors	108,000	36,000	33.33%	-
Human Resources	30,000	479	1.60%	84
Legal	70,000	1,770	2.53%	-
IT Services	350,000	24,654	7.04%	21,482
Internet	150	-	-	-
Software Licenses	557,500	29,668	5.32%	24,918
Cell Phones	24,200	1,747	7.22%	2,935
Local Telephone Service	10,000	16,047	160.47%	14,625
Overnight Delivery Services	250	40	16.06%	44
Copy Machine	15,500	2,544	16.41%	1,272
Repair & Maintenance-General	8,000	-	-	-
Meeting Expense	12,750	2,891	22.67%	83
Toll Tag Expense	3,000	100	3.33%	300
Parking / Local Ride Share	2,800	30	1.07%	-
Mileage Reimbursement	3,950	123	3.12%	11
Insurance Expense	651,250	85,376	13.11%	102,598
Rent Expense	731,203	124,013	16.96%	96,373
Building Parking	3,500	333	9.50%	22
Legal Services	443,000	340	0.08%	10,389
<b>Total Administrative and Office Expenses</b>	<b>3,224,553</b>	<b>327,376</b>	<b>10.15%</b>	<b>276,414</b>
<b>Office Supplies</b>				
Books & Publications	3,250	308	9.46%	292
Office Supplies	7,750	1,112	14.34%	475
Misc Office Equipment	4,500	-	-	630
Computer Supplies	221,950	52,142	23.49%	6,030
Other Reports-Printing	5,000	-	-	-
Office Supplies-Printed	3,100	85	2.75%	-
Postage Expense	550	122	22.20%	112
<b>Total Office Supplies</b>	<b>246,100</b>	<b>53,769</b>	<b>21.85%</b>	<b>7,538</b>

**Central Texas Regional Mobility Authority**  
**Income Statement**  
**For the Period Ending August 31, 2022**

	Budget Amount FY 2023	Actual Year to Date	Percent of Budget	Actual Prior Year to Date
<b>Communications and Public Relations</b>				
Graphic Design Services	75,000	-	-	-
Website Maintenance	111,500	15,136	13.57%	5,477
Research Services	140,000	-	-	-
Communications and Marketing	400,000	-	-	12,827
Advertising Expense	500,000	42,670	8.53%	48,832
Direct Mail	65,000	-	-	-
Video Production	82,500	28,359	34.37%	8,820
Photography	25,000	450	1.80%	199
Radio	50,000	-	-	-
Other Public Relations	2,500	-	-	-
Promotional Items	520,000	-	-	-
Annual Report printing	1,500	-	-	780
Direct Mail Printing	26,000	-	-	-
Other Communication Expenses	15,000	7,188	47.92%	10,760
<b>Total Communications and Public Relations</b>	<b>2,014,000</b>	<b>93,803</b>	<b>4.66%</b>	<b>87,695</b>
<b>Employee Development</b>				
Subscriptions	50,700	264	0.52%	123
Agency Memberships	78,550	-	-	150
Continuing Education	4,800	-	-	-
Professional Development	19,150	-	-	-
Other Licenses	1,900	375	19.74%	375
Seminars and Conferences	118,500	30,700	25.91%	-
Travel	93,500	-	-	-
<b>Total Employee Development</b>	<b>367,100</b>	<b>31,339</b>	<b>8.54%</b>	<b>648</b>
<b>Financing and Banking Fees</b>				
Trustee Fees	60,000	15,000	25.00%	11,463
Bank Fee Expense	3,240	185	5.71%	638
Continuing Disclosure	7,000	-	-	-
Arbitrage Rebate Calculation	15,000	16,300	108.67%	-
Rating Agency Expense	50,000	31,000	62.00%	-
<b>Total Financing and Banking Fees</b>	<b>135,240</b>	<b>62,485</b>	<b>46.20%</b>	<b>12,100</b>
<b>Total Administrative</b>	<b>5,986,993</b>	<b>568,772</b>	<b>9.50%</b>	<b>384,395</b>

**Central Texas Regional Mobility Authority**  
**Income Statement**  
**For the Period Ending August 31, 2022**

	Budget Amount FY 2023	Actual Year to Date	Percent of Budget	Actual Prior Year to Date
<b>Operations and Maintenance</b>				
<b>Operations and Maintenance Consulting</b>				
GEC-Trust Indenture Support	763,997	210,712	27.58%	226,485
GEC-Financial Planning Support	275,000	46,465	16.90%	21,492
GEC-Toll Ops Support	2,550,000	101,146	3.97%	195,930
GEC-Roadway Ops Support	1,411,139	81,800	5.80%	61,672
GEC-Technology Support	654,369	129,877	19.85%	221,342
GEC-Public Information Support	200,000	19,246	9.62%	32,253
GEC-General Support	1,360,000	106,464	7.83%	191,720
General System Consultant	1,159,640	84,877	7.32%	152,849
Traffic Modeling	150,000	-	-	936
Traffic and Revenue Consultant	500,000	82,508	16.50%	-
<b>Total Operations and Maintenance Consulting</b>	<b>9,024,145</b>	<b>863,095</b>	<b>9.56%</b>	<b>1,104,678</b>
<b>Roadway Operations and Maintenance</b>				
Roadway Maintenance	1,868,052	695,433	37.23%	9,056
Landscape Maintenance	2,949,320	912,025	30.92%	199,715
Maintenance Supplies-Roadway	300,000	-	-	26,100
Tools & Equipment Expense	25,000	444	1.78%	-
Gasoline	30,000	3,450	11.50%	2,423
Repair & Maintenance - Vehicles	10,000	396	3.96%	234
Natural Gas	2,500	771	30.84%	656
Electricity - Roadways	250,000	42,810	17.12%	23,345
<b>Total Roadway Operations and Maintenance</b>	<b>5,434,872</b>	<b>1,655,328</b>	<b>30.46%</b>	<b>261,530</b>
<b>Toll Processing and Collection Expense</b>				
Image Processing	4,208,340	334,192	7.94%	306,910
Tag Collection Fees	8,453,846	1,508,831	17.85%	1,485,254
Court Enforcement Costs	10,000	-	-	-
DMV Lookup Fees	200	-	-	-
<b>Total Processing and Collection Expense</b>	<b>12,672,387</b>	<b>1,843,023</b>	<b>14.54%</b>	<b>1,792,164</b>

**Central Texas Regional Mobility Authority**  
**Income Statement**  
**For the Period Ending August 31, 2022**

	Budget Amount FY 2023	Actual Year to Date	Percent of Budget	Actual Prior Year to Date
<b>Toll Operations Expense</b>				
Generator Fuel	3,000	-	-	-
Fire and Burglar Alarm	500	82	16.45%	-
Refuse	2,180	324	14.85%	262
Water - Irrigation	7,500	2,334	31.12%	423
Electricity	500	111	22.17%	123
ETC spare parts expense	200,000	-	-	-
Repair & Maintenance Toll Equip	50,000	31,491	62.98%	-
Law Enforcement	500,000	66,950	13.39%	26,200
ETC Maintenance Contract	6,000,000	334,139	5.57%	43,900
Transaction Processing Maintenance Contract	1,500,000	-	-	-
ETC Toll Management Center System Operation	875,000	76,630	8.76%	37,500
ETC Development	559,000	-	-	106,556
ETC Testing	275,000	-	-	-
<b>Total Toll Operations Expense</b>	<b>9,972,680</b>	<b>512,061</b>	<b>5.13%</b>	<b>214,965</b>
<b>Total Operations and Maintenance</b>	<b>37,104,083</b>	<b>4,873,508</b>	<b>13.13%</b>	<b>3,373,337</b>
<b>Other Expenses</b>				
<b>Special Projects and Contingencies</b>				
HERO	149,000	24,638	16.54%	12,319
Special Projects	100,000	-	-	-
71 Express Net Revenue Payment	5,000,000	-	-	-
Customer Relations	3,000	-	-	-
Technology Initiatives	75,000	-	-	7,058
Other Contractual Svcs	370,000	49,500	13.38%	17,000
Contingency	300,000	-	-	-
<b>Total Special Projects and Contingencies</b>	<b>5,997,000</b>	<b>74,138</b>	<b>1.24%</b>	<b>36,377</b>
<b>Non Cash Expenses</b>				
Amortization Expense	2,020,950	213,382	10.56%	233,186
Amort Expense - Refund Savings	9,073,105	886,852	9.77%	452,571
Dep Exp - Furniture & Fixtures	2,178	436	20.00%	436
Dep Expense - Equipment	-	-	-	417
Dep Expense - Autos & Trucks	46,496	8,892	19.12%	3,823
Dep Expense - Buildng & Toll Fac	176,748	29,458	16.67%	29,458
Dep Expense - Highways & Bridges	53,479,102	8,436,924	15.78%	8,436,924
Dep Expense - Toll Equipment	4,736,604	698,975	14.76%	679,072
Dep Expense - Signs	1,052,717	169,428	16.09%	169,428
Dep Expense - Land Improvements	884,934	147,489	16.67%	147,489
Depreciation Expense - Computers	64,319	31,514	49.00%	31,514
<b>Total Non Cash Expenses</b>	<b>71,537,153</b>	<b>10,623,349</b>	<b>14.85%</b>	<b>10,184,317</b>
<b>Total Other Expenses</b>	<b>77,534,153</b>	<b>10,697,487</b>	<b>13.80%</b>	<b>10,220,695</b>



**Central Texas Regional Mobility Authority  
Income Statement  
For the Period Ending August 31, 2022**

	Budget Amount FY 2023	Actual Year to Date	Percent of Budget	Actual Prior Year to Date
<b>Non Operating Expenses</b>				
Bond Issuance Expense	1,250,000	88,049	7.04%	140,570
Loan Fee Expense	14,500	-	-	-
Interest Expense	83,664,454	13,003,297	15.54%	13,707,378
Community Initiatives	150,000	-	-	2,550
<b>Total Non Operating Expenses</b>	<b>\$85,078,954</b>	<b>\$13,091,346</b>	<b>15.39%</b>	<b>\$13,850,498</b>
<hr/>				
<b>TOTAL EXPENSES</b>	<b>212,478,727</b>	<b>29,921,704</b>	<b>14.08%</b>	<b>28,678,909</b>
<b>Net Income</b>	<b>\$ (27,598,593)</b>	<b>\$ 2,433,815</b>		<b>\$ 10,237</b>

**Central Texas Regional Mobility Authority**  
**Balance Sheet**  
**as of August 31, 2022**

	as of 08/31/2022	as of 08/31/2021
<b>ASSETS</b>		
<b>Current Assets</b>		
<b>Cash</b>		
Regions Operating Account	\$ 2,795,467	\$ 918,633
Cash in TexStar	42,849	440,210
Regions Payroll Account	96,550	166,851
<b>Restricted Cash</b>		
Goldman Sachs FSGF 465	982,744,133	806,475,366
Restricted Cash - TexSTAR	10,388,374	154,480,846
Overpayments account	291,128	688,742
<b>Total Cash and Cash Equivalents</b>	<u>996,358,500</u>	<u>963,170,649</u>
<b>Accounts Receivable</b>		
Accounts Receivable	2,770,089	2,770,089
Due From Other Agencies	69,732	76,268
Due From TTA	604,373	2,134,668
Due From NTTA	1,110,520	1,247,828
Due From HCTRA	1,842,768	1,715,017
Due From TxDOT	4,153,555	361,003
Interest Receivable	708,479	1,964,162
<b>Total Receivables</b>	<u>11,259,516</u>	<u>10,269,034</u>
<b>Short Term Investments</b>		
Treasuries	-	268,632,640
Agencies	112,436,936	-
<b>Total Short Term Investments</b>	<u>112,436,936</u>	<u>268,632,640</u>
<b>Total Current Assets</b>	<u>1,120,054,953</u>	<u>1,242,072,323</u>
<b>Total Construction in Progress</b>	297,896,258	204,822,886
<b>Fixed Assets (Net of Depreciation and Amortization)</b>		
Computers	66,993	256,074
Computer Software	1,573,709	2,424,280
Furniture and Fixtures	1,742	4,356
Equipment	9,624	120,047
Autos and Trucks	84,991	35,709
Buildings and Toll Facilities	4,387,561	4,564,308
Highways and Bridges	1,708,237,966	1,754,222,113
Toll Equipment	19,320,520	21,796,971
Signs	12,974,251	13,562,630
Land Improvements	6,051,780	6,936,714
Right of way	88,149,606	88,149,606
Leasehold Improvements	37,021	83,164
<b>Total Fixed Assets</b>	<u>1,840,895,764</u>	<u>1,892,155,973</u>
<b>Other Assets</b>		
Intangible Assets-Net	174,405,333	123,933,985
2005 Bond Insurance Costs	3,345,875	3,611,848
Prepaid Insurance	42,688	51,299
Deferred Outflows (pension related)	675,913	641,074
Pension Asset	2,549,818	591,247
<b>Total Other Assets</b>	<u>181,019,627</u>	<u>128,829,452</u>
<b>Total Assets</b>	<u><u>\$ 3,439,866,601</u></u>	<u><u>\$ 3,467,880,634</u></u>

**Central Texas Regional Mobility Authority**  
**Balance Sheet**  
**as of August 31, 2022**

	as of 08/31/2022	as of 08/31/2021
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
Accounts Payable	\$ 43,514,320	\$ 66,803,210
Construction Payable	5,356,306	11,551,951
Overpayments	294,629	692,058
Interest Payable	13,632,683	17,122,619
TCDRS Payable	71,893	82,882
Due to other Agencies	3,073	8,018
Due to TTA	606,448	636,027
Due to NTTA	-	91,905
Due to HCTRA	132,638	128,705
Due to Other Entities	55,983	1,302,613
71E TxDOT Obligation - ST	1,818,107	1,523,691
<b>Total Current Liabilities</b>	<b>65,486,080</b>	<b>99,943,679</b>
<b>Long Term Liabilities</b>		
Compensated Absences	268,014	290,123
Deferred Inflows (pension related)	1,481,361	109,052
<b>Long Term Payables</b>	<b>1,749,375</b>	<b>399,175</b>
<b>Bonds Payable</b>		
<b>Senior Lien Revenue Bonds:</b>		
Senior Lien Revenue Bonds 2010	88,711,545	82,336,073
Senior Lien Revenue Bonds 2011	19,037,840	18,760,451
Senior Refunding Bonds 2013	3,475,000	7,080,000
Senior Lien Revenue Bonds 2015	10,000,000	298,790,000
Senior Lien Refunding Revenue Bonds 2016	70,790,000	348,295,000
Senior Lien Revenue Bonds 2018	44,345,000	44,345,000
Senior Lien Revenue Bonds 2020A	50,265,000	50,265,000
Senior Lien Refunding Bonds 2020B	55,600,000	56,205,000
Senior Lien Refunding Bonds 2020C	138,435,000	138,435,000
Senior Lien Revenue Bonds 2020E	167,160,000	167,160,000
Senior Lien Revenue Bonds 2021B	255,075,000	255,075,000
Senior Lien Refunding Bonds 2021D	274,625,000	-
Senior Lien Refunding Bonds 2021E	335,610,000	-
Sn Lien Rev Bnd Prem/Disc 2013	596,372	2,385,490
Sn Lien Revenue Bnd Prem 2015	-	16,988,417
Senior Lien Premium 2016 Revenue Bonds	7,456,351	38,299,760
Sn Lien Revenue Bond Premium 2018	3,105,362	3,371,935
Senior Lien Revenue Bond Premium 2020A	11,318,006	11,450,447
Senior Lien Refunding Bond Premium 2020B	11,682,477	12,217,552
Senior Lien Revenue Bonds Premium 2020E	25,570,024	27,285,411
Senior Lien Revenue Bonds Premium 2021B	53,451,667	53,721,177
Senior Lien Refunding Bonds Premium 2021D	44,780,143	-
<b>Total Senior Lien Revenue Bonds</b>	<b>1,671,089,788</b>	<b>1,632,466,712</b>
<b>Sub Lien Revenue Bonds:</b>		
Sub Lien Refunding Bonds 2013	2,725,000	5,320,000
Sub Lien Refunding Bonds 2016	72,605,000	73,055,000
Subordinated Lien BANs 2018	-	46,020,000
Sub Lien Refunding Bonds 2020D	98,580,000	99,705,000
Subordinated Lien BANs 2020F	110,875,000	110,875,000
Subordinate Lien Refunding Bonds 2020G	61,570,000	61,570,000
Subordinated Lien BANs 2021C	244,185,000	244,185,000
Sub Refunding 2013 Prem/Disc	127,249	508,997
Sub Refunding 2016 Prem/Disc	5,655,571	6,476,588
Sub Lien BANS 2018 Premium	-	88,189
Subordinated Lien BANs 2020F Premium	9,340,018	13,342,882
Subordinated Lien Refunding Bonds Premium 2020G	7,100,891	7,504,863
Sub Lien BANS 2021C Premium	32,983,935	40,595,613
<b>Total Sub Lien Revenue Bonds</b>	<b>645,747,664</b>	<b>709,247,131</b>

**Central Texas Regional Mobility Authority  
Balance Sheet  
as of August 31, 2022**

	as of 08/31/2022	as of 08/31/2021
<b>Other Obligations</b>		
TIFIA Note 2021	352,597,160	306,447,585
71E TxDOT Obligation - LT	55,077,264	57,263,411
Regions 2017 MoPAC Note	-	24,990,900
Regions 2022 MoPac Loan	24,690,900	-
<b>Total Other Obligations</b>	<u>432,365,324</u>	<u>388,701,896</u>
<b>Total Long Term Liabilities</b>	<u>2,750,952,151</u>	<u>2,730,814,915</u>
<b>Total Liabilities</b>	<u><b>2,816,438,231</b></u>	<u><b>2,830,758,593</b></u>
	<b>NET ASSETS</b>	
Contributed Capital	121,462,104	121,462,104
Net Assets Beginning	499,532,189	515,649,438
Current Year Operations	2,434,077	10,499
<b>Total Net Assets</b>	<u><b>623,428,370</b></u>	<u><b>637,122,041</b></u>
<b>Total Liabilities and Net Assets</b>	<u><b>\$ 3,439,866,601</b></u>	<u><b>\$ 3,467,880,634</b></u>

**Central Texas Regional Mobility Authority**  
**Statement of Cash Flow**  
**as of August 2022**

**Cash flows from operating activities:**

Receipts from toll revenues	\$	31,434,155
Payments to vendors		(7,008,528)
Payments to employees		(739,853)
Net cash flows provided by (used in) operating activities		23,685,774

**Cash flows from capital and related financing activities:**

Issuance Expense		(88,049)
Payments on bonds / loans		(300,000)
Interest payments		(39,904,215)
Acquisition of capital assets - non project		(1,133,692)
Acquisitions of construction in progress		(14,437,788)
Net cash flows provided by (used in) capital and related financing activities		(55,863,744)

**Cash flows from investing activities:**

Interest Receivable		(13,119)
Interest income		1,945,034
Purchase of investments		(14,069,764)
Proceeds from sale or maturity of investments		11,600,000
Net cash flows provided by (used in) investing activities		(524,730)
Net increase (decrease) in cash and cash equivalents		(32,702,701)
Cash and cash equivalents at beginning of period		1,029,061,201
Cash and cash equivalents at end of period	\$	996,358,500

**Reconciliation of change in net assets to net cash provided by operating activities:**

Operating income	\$	14,440,797
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation and amortization		9,728,806
Changes in assets and liabilities:		
(Increase) decrease in accounts receivable		(1,019,375)
(Increase) decrease in prepaid expenses and other assets		85,376
(Decrease) increase in accounts payable		1,403,713
Increase (decrease) in accrued expenses		(953,543)
Total adjustments		9,244,977
Net cash flows provided by (used in) operating activities	\$	23,685,774

**Reconciliation of cash and cash equivalents:**

Unrestricted cash and cash equivalents	\$	176,138,192
Restricted cash and cash equivalents		820,220,308
Total	\$	996,358,500

**INVESTMENTS by FUND**

		Balance August 31, 2022			
Renewal & Replacement Fund					
TexSTAR	1,802.46			TexSTAR	10,431,222.84
Goldman Sachs	19,078.57			Goldman Sachs	977,247,588.67
Agencies/ Treasuries			20,881.03	Agencies & Treasury Notes	112,444,442.74
Grant Fund					\$ 1,100,123,254.25
TexSTAR	456,703.15				
Goldman Sachs	7,206,204.66				
Agencies/ Treasuries	2,444,987.88		10,107,895.69		
<b>Senior Debt Service Reserve Fund</b>					
TexSTAR	991,188.21				
Goldman Sachs	97,266,783.36				
Agencies/ Treasuries	9,999,950.44		108,257,922.01		
2010 Senior Lien Debt Service Account					
Goldman Sachs	60,837.62		60,837.62		
2011 Sr Debt Service Accountt					
Goldman Sachs	2,491,209.23		2,491,209.23		
2013 Sr Debt Service Accountt					
Goldman Sachs	2,349,967.04		2,349,967.04		
2013 Sub Debt Service Account					
Goldman Sachs	1,842,818.51		1,842,818.51		
2013 Sub Debt Service Reserve Fund					
Goldman Sachs	123.65		784,463.26		
TexSTAR	784,339.61				
2015 Sr Debt Service Account					
Goldman Sachs	4,494,995.93		4,494,995.93		
2016 Sr Lien Rev Refunding Debt Service Account					
Goldman Sachs	10,294,355.33		10,294,355.33		
2016 Sub Lien Rev Refunding Debt Service Account					
Goldman Sachs	1,331,663.19		1,331,663.19		
2016 Sub Lien Rev Refunding DSR					
Goldman Sachs	7,018,361.48				
Agencies/ Treasuries	-		7,018,361.48		
Operating Fund					
TexSTAR	42,849.34				
TexSTAR-Trustee	5,024,502.99				
Goldman Sachs	7,762,787.68		12,830,140.01		
Revenue Fund					
Goldman Sachs	8,032,736.04		8,032,736.04		
General Fund					
TexSTAR	1,143,771.52				
Goldman Sachs	122,880,283.68				
Agencies/ Treasuries	-		124,024,055.20		
71E Revenue Fund					
Goldman Sachs	23,110,368.33		23,110,368.33		
MoPac Revenue Fund					
Goldman Sachs	443,654.66		443,654.66		
MoPac General Fund					
Goldman Sachs	11,810,183.79		11,810,183.79		
MoPac Operating Fund					
Goldman Sachs	476,347.55		476,347.55		
MoPac Loan Repayment Fund					
Goldman Sachs	289,551.56		289,551.56		
2015B Project Account					
Goldman Sachs	42,109,862.26				
TexSTAR	351,542.38		42,461,404.64		
2015 TIFIA Project Account					
Goldman Sachs	38,603,936.40				
TexSTAR	698,394.40				
Agencies/ Treasuries	-		39,302,330.80		
2011 Sr Financial Assistance Fund					
Goldman Sachs	976,263.91		976,279.92		
TexSTAR	16.01				
2018 Sr Lien Debt Service Account					
Goldman Sachs	302,945.38		302,945.38		
2018 Sr Lien Project Cap I					
Goldman Sachs	200,396.85		200,396.85		
2018 Sr Lien Project Account					
Goldman Sachs	11,003,962.48				
TexSTAR	936,112.77		11,940,075.25		
2020A Senior Lien Debt Service Account					
Goldman Sachs	861,302.19		861,302.19		
2020B Senior Lien Debt Service Account					
Goldman Sachs	870,873.17		870,873.17		
2020C Senior Lien Debt Service Account					
Goldman Sachs	631,944.03		631,944.03		
2020D Sub Lien Debt Service Account					
Goldman Sachs	1,257,708.94		1,257,708.94		
2020D Sub Debt Service Reserve Fund					
Goldman Sachs	8,146,797.25		8,146,797.25		
2020E Senior Lien Project Account					
Goldman Sachs	151,994,033.76		151,994,033.76		
2020E Senior Lien Project Cap Interest					
Goldman Sachs	21,775,464.36		21,775,464.36		
2020F Sub Lien Project Account					
Goldman Sachs	25,518,561.50		25,518,561.50		
2020F Sub Lien Deb Service Account					
Goldman Sachs	926,989.05		926,989.05		
2020G Sub Lien Debt Service Account					
Goldman Sachs	426,828.81		426,828.81		
2020G Sub Lien Debt Service Reserve Account					
Goldman Sachs	2,655,331.16		2,655,331.16		
2021A Sub Lien Debt Service Reserve Account					
Goldman Sachs	11,052,799.07		11,052,799.07		
Agencies/ Treasuries				29,657,752.22	
2021A Sub Debt Service Account					
Goldman Sachs	96.05		96.05		
2021B Senior Lien Cap I Project Fund					
Goldman Sachs	46,120,865.48		46,120,865.48		
2021B Senior Lien Project Account					
Goldman Sachs	130,587,798.95				
Agencies/ Treasuries	99,999,504.42		230,587,303.37		
2021C Sub Lien Cap I Project Fund					
Goldman Sachs	1,340.51		1,340.51		
2021C Sub Lien Project Account					
Goldman Sachs	164,155,559.36		164,155,559.36		
2021C Sub Lien Debt Service Account					
Goldman Sachs	2,040,520.34		2,040,520.34		
2021D Senior Lien Debt Service Account					
Goldman Sachs	2,192,875.27		2,192,875.27		
2021E Senior Lien Debt Service Account					
Goldman Sachs	3,650,220.28		3,650,220.28		
			\$ 1,100,123,254.25		

**CTRMA INVESTMENT REPORT**

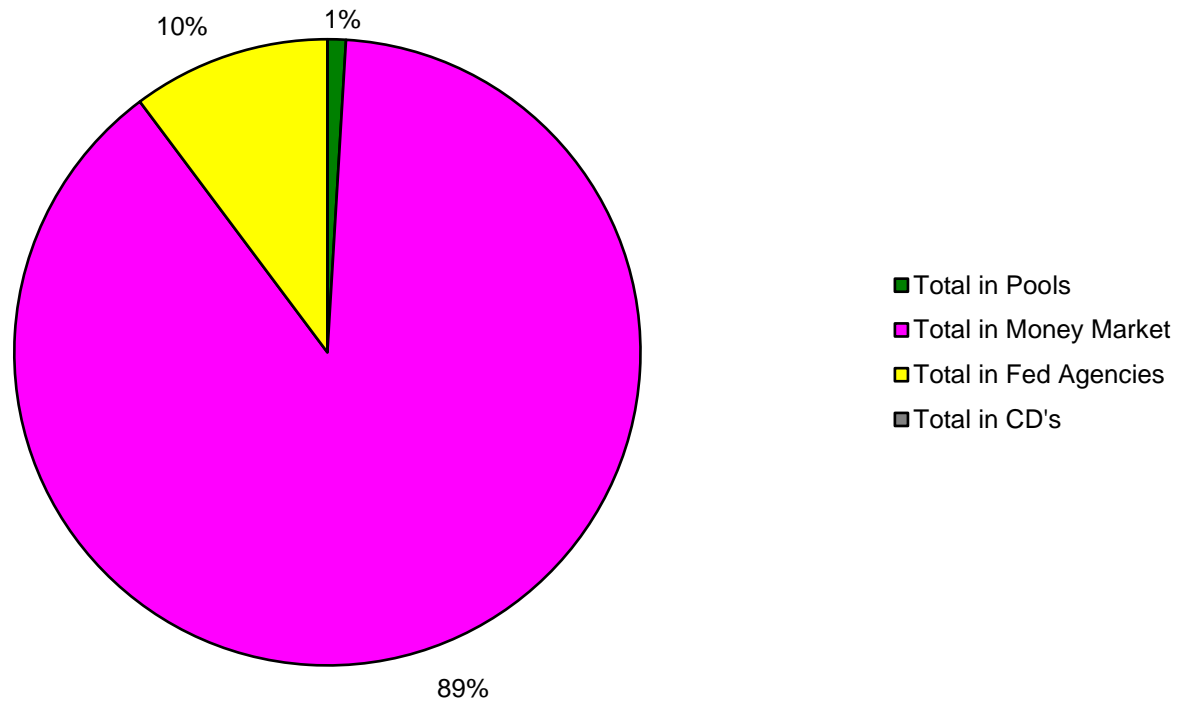
	Month Ending 8/31/2022					Rate August	
	Balance 8/1/2022	Additions	Discount Amortization	Accrued Interest	Withdrawals		Balance 8/31/2022
<b>Amount in Trustee TexStar</b>							
2011 Sr Lien Financial Assist Fund	16.01			0.00		16.01	1.9469%
2013 Sub Lien Debt Service Reserve General Fund	783,044.82			1,294.79		784,339.61	1.9469%
Trustee Operating Fund	91,128,107.81			15,663.71	90,000,000.00	1,143,771.52	1.9469%
Renewal and Replacement Grant Fund	4,016,452.92	4,000,000.00		8,050.07	3,000,000.00	5,024,502.99	1.9469%
Senior Lien Debt Service Reserve Fund	1,799.49			2.97		1,802.46	1.9469%
2015B Sr Ln Project	455,949.23			753.92		456,703.15	1.9469%
2015C TIFIA Project	90,975,776.37			15,411.84	90,000,000.00	991,188.21	1.9469%
2018 Sr Lien Project Account	350,962.03			580.35		351,542.38	1.9469%
	697,241.47			1,152.93		698,394.40	1.9469%
	934,567.41			1,545.36		936,112.77	1.9469%
	<b>189,343,917.56</b>	<b>4,000,000.00</b>		<b>44,455.94</b>	<b>183,000,000.00</b>	<b>10,388,373.50</b>	
<b>Amount in TexStar Operating Fund</b>	<b>41,790.90</b>	<b>3,000,000.00</b>		<b>1,058.44</b>	<b>3,000,000.00</b>	<b>42,849.34</b>	<b>1.9469%</b>
<b>Goldman Sachs</b>							
Operating Fund	7,678,930.47	4,076,278.34		9,870.02	4,002,291.15	7,762,787.68	2.0965%
2020A Senior Lien Debt Service Account	761,546.89	98,815.62		939.68		861,302.19	2.0965%
2020B Senior Lien Debt Service Account	593,798.15	276,450.46		624.56		870,873.17	2.0965%
2020C Senior Lien Debt Service Account	317,201.71	314,498.42		243.90		631,944.03	2.0965%
2020D Sub Lien Debt Service Account	914,802.61	341,898.96		1,007.37		1,257,708.94	2.0965%
2020D Sub Debt Service Reserve Fund	8,136,203.22			10,594.03		8,146,797.25	2.0965%
2020E Sr Lien Project Account	151,796,381.44			197,652.32		151,994,033.76	2.0965%
2020E Sr Ln Project Cap Interest	21,747,148.20			28,316.16		21,775,464.36	2.0965%
2020F Sub Lien Project Account	28,893,756.83			41,327.08	3,416,522.41	25,518,561.50	2.0965%
2020F Sub Lien Debt Service Account	465,274.28	461,357.03		357.74		926,989.05	2.0965%
2020G Sub Lien Debt Service Account	214,233.89	212,430.20		164.72		426,828.81	2.0965%
2020G Sub Debt Service Reserve Fund	2,556,190.73	95,863.53		3,276.90		2,655,331.16	2.0965%
2021A Sub Debt Service Reserve Fund	10,491,644.87	547,787.33		13,366.87		11,052,799.07	2.0965%
2021A Sub Debt Service Account	95.93			0.12		96.05	2.0965%
2021B Senior Lien Cap I Project Fund	46,060,891.04			59,974.44		46,120,865.48	2.0965%
2021B Senior Lien Project Account	130,587,797.21			1.74		130,587,798.95	2.0965%
2021C Sub Lien Cap I Project Fund	1,338.77			1.74		1,340.51	2.0965%
2021C Sub Lien Project Account	163,962,927.20			216,027.87	23,395.71	164,155,559.36	2.0965%
2021C Sub Lien Debt Service Account	1,023,511.38	1,016,222.72		786.24		2,040,520.34	2.0965%
2021D Senior Lien Debt Service Account	1,218,784.03	973,027.48		1,063.76		2,192,875.27	2.0965%
2021E Senior Lien Debt Service Account	2,584,476.36	1,062,950.10		2,793.82		3,650,220.28	2.0965%
2011 Sr Financial Assistance Fund	974,994.26			1,269.65		976,263.91	2.0965%
2010 Senior DSF	60,758.50			79.12		60,837.62	2.0965%
2011 Senior Lien Debt Service Account	2,178,145.29	310,394.25		2,669.69		2,491,209.23	2.0965%
2013 Senior Lien Debt Service Account	2,043,774.93	303,693.80		2,498.31		2,349,967.04	2.0965%
2013 Sub Debt Service Reserve Fund	123.49			0.16		123.65	2.0965%
2013 Subordinate Debt Service Account	1,602,691.60	238,167.79		1,959.12		1,842,818.51	2.0965%
2015A Sr Lien Debt Service Account	4,489,150.10			5,845.83		4,494,995.93	2.0965%
2015B Project Account	42,055,097.52			54,764.74		42,109,862.26	2.0965%
2015C TIFIA Project Account	38,654,578.39			50,684.01	101,326.00	38,603,936.40	2.0965%
2016 Sr Lien Rev Refunding Debt Service Account	9,604,884.72	677,326.81		12,143.80		10,294,355.33	2.0965%
2016 Sub Lien Rev Refunding Debt Service Account	959,382.57	371,230.70		1,049.92		1,331,663.19	2.0965%
2016 Sub Lien Rev Refunding DSR	7,009,233.96			9,127.52		7,018,361.48	2.0965%
2018 Sr Lien Project Cap I	200,136.40			260.45		200,396.85	2.0965%
2018 Sr Lien Debt Service Account	151,414.77	151,414.77		115.84		302,945.38	2.0965%
2018 Sr Lien Project Account	10,992,456.24			14,355.01	2,848.77	11,003,962.48	2.0965%
Grant Fund	7,196,832.84			9,371.82		7,206,204.66	2.0965%
Renewal and Replacement	166,386.23	250,000.00		229.75	397,537.41	19,078.57	2.0965%
Revenue Fund	9,386,231.77	15,172,401.93		10,868.99	16,536,766.65	8,032,736.04	2.0965%
General Fund	29,020,889.80	94,072,622.04		36,771.84	250,000.00	122,880,283.68	2.0965%
Senior Lien Debt Service Reserve Fund	7,257,332.76	90,000,000.00		9,450.60		97,266,783.36	2.0965%
71E Revenue Fund	22,282,110.97	906,593.90		28,633.35	106,969.89	23,110,368.33	2.0965%
MoPac Revenue Fund	52,369.64	620,862.14		372.06	229,949.18	443,654.66	2.0965%
MoPac General Fund	11,709,436.88	85,980.93		14,765.98		11,810,183.79	2.0965%
MoPac Operating Fund	701,207.08	50,410.62		1,109.99	276,380.14	476,347.55	2.0965%
MoPac Loan Repayment Fund	145,530.39	143,968.25		52.92		289,551.56	2.0965%
	<b>788,902,086.31</b>	<b>212,832,648.12</b>		<b>856,841.55</b>	<b>25,343,987.31</b>	<b>977,247,588.67</b>	
<b>Amount in Fed Agencies and Treasuries</b>							
Amortized Principal	112,444,567.94		(125.20)			112,444,442.74	
	112,444,567.94		(125.20)			112,444,442.74	
<b>Certificates of Deposit</b>							
<b>Total in Pools</b>	189,385,708.46	7,000,000.00		45,514.38	186,000,000.00	10,431,222.84	
<b>Total in GS FSGF</b>	788,902,086.31	212,832,648.12		856,841.55	25,343,987.31	977,247,588.67	
<b>Total in Fed Agencies and Treasuries</b>	112,444,567.94		(125.20)			112,444,442.74	
<b>Total Invested</b>	<b>1,090,732,362.71</b>	<b>219,832,648.12</b>		<b>902,355.93</b>	<b>211,343,987.31</b>	<b>1,100,123,254.25</b>	

All Investments in the portfolio are in compliance with the CTRMA's Investment policy and the relevant provisions of the Public Funds Investment Act Chapter 2256.023

José Hernández, CFO  
Mary Temple, Controller

8/31/2022

## Allocation of Funds





Amount of Investments As of August 31, 2022

Agency	CUSIP #	COST	Book Value	Market Value	Yield to Maturity	Purchased	Matures	FUND
Agency - Federal Farm Credit	3133EM5T5	2,444,854.60	2,444,987.88	2,441,601.45	0.0076%	9/24/2021	9/21/2022	Grant Fund
Agency - Federal Farm Credit	3133EM5T5a	9,999,405.30	9,999,950.44	9,986,100.00	0.0076%	9/24/2021	9/21/2022	Sr Lien DSR
Agency - Federal Farm Credit	3133EM5T5b	99,994,053.00	99,999,504.42	99,861,000.00	0.0076%	9/24/2021	9/21/2022	2021B Sr Project
		<u>112,438,312.90</u>	<u>112,444,442.74</u>	<u>112,288,701.45</u>				

Agency	CUSIP #	COST	Cummulative Amortization	Book Value	Maturity Value	Interest Income		
						Accrued Interest	Amortization	Interest Earned
Agency - Federal Farm Credit	3133EM5T5	2,444,854.60	133.27	2,444,987.87	2,445,000.00	142.63	12.11	154.74
Agency - Federal Farm Credit	3133EM5T5a	9,999,405.30	545.14	9,999,950.44	10,000,000.00	583.33	(632.89)	(49.56)
Agency - Federal Farm Credit	3133EM5T5b	99,994,053.00	5,451.43	99,999,504.43	100,000,000.00	5,833.33	495.58	6,328.91
		<u>112,438,312.90</u>	<u>6,129.84</u>	<u>112,444,442.74</u>	<u>112,445,000.00</u>	<u>6,559.29</u>	<u>(125.20)</u>	<u>6,434.09</u>

## ESCROW FUNDS

### Travis County Escrow Fund - Elroy Road

	<b>Balance</b>		<b>Accrued</b>		<b>Balance</b>
	<b>8/1/2022</b>	<b>Additions</b>	<b>Interest</b>	<b>Withdrawals</b>	<b>8/31/2022</b>
Goldman Sachs	3,774,926.04		5,083.71		3,780,009.75

### Travis County Escrow Fund - Ross Road

	<b>Balance</b>		<b>Accrued</b>		<b>Balance</b>
	<b>8/1/2022</b>	<b>Additions</b>	<b>Interest</b>	<b>Withdrawals</b>	<b>8/31/2022</b>
Goldman Sachs	116,751.99		169.22		116,921.21

### Travis County Escrow Fund - Old San Antonio Road

	<b>Balance</b>		<b>Accrued</b>		<b>Balance</b>
	<b>8/1/2022</b>	<b>Additions</b>	<b>Interest</b>	<b>Withdrawals</b>	<b>8/31/2022</b>
Goldman Sachs	47,302.51		66.13		47,368.64

### Travis County Escrow Fund - Old Lockhart Road

	<b>Balance</b>		<b>Accrued</b>		<b>Balance</b>
	<b>8/1/2022</b>	<b>Additions</b>	<b>Interest</b>	<b>Withdrawals</b>	<b>8/31/2022</b>
Goldman Sachs	262,649.14		417.18		263,066.32

### Travis County Escrow Fund - County Line Road

	<b>Balance</b>		<b>Accrued</b>		<b>Balance</b>
	<b>8/1/2022</b>	<b>Additions</b>	<b>Interest</b>	<b>Withdrawals</b>	<b>8/31/2022</b>
Goldman Sachs	324,190.50		460.32		324,650.82

### Travis County Escrow Fund - South Pleasant Valley Road

	<b>Balance</b>		<b>Accrued</b>		<b>Balance</b>
	<b>8/1/2022</b>	<b>Additions</b>	<b>Interest</b>	<b>Withdrawals</b>	<b>8/31/2022</b>
Goldman Sachs	334,023.76		443.20		334,466.96

### Travis County Escrow Fund - Thaxton Road

	<b>Balance</b>		<b>Accrued</b>		<b>Balance</b>
	<b>8/1/2022</b>	<b>Additions</b>	<b>Interest</b>	<b>Withdrawals</b>	<b>8/31/2022</b>
Goldman Sachs	140,807.79		187.71		140,995.50

### Travis County Escrow Fund - Pearce Lane Road

	<b>Balance</b>		<b>Accrued</b>		<b>Balance</b>
	<b>8/1/2022</b>	<b>Additions</b>	<b>Interest</b>	<b>Withdrawals</b>	<b>8/31/2022</b>
Goldman Sachs	317,605.74		424.90		318,030.64



### PERFORMANCE

#### As of August 31, 2022

Current Invested Balance	\$8,988,292,520.61
Weighted Average Maturity (1)	21 Days
Weighted Average Life (2)	48 Days
Net Asset Value	0.999479
Total Number of Participants	991
Management Fee on Invested Balance	0.06%*
Interest Distributed	\$15,648,991.14
Management Fee Collected	\$468,388.74
% of Portfolio Invested Beyond 1 Year	4.39%
Standard & Poor's Current Rating	AAAm

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

#### August Averages

Average Invested Balance	\$9,191,699,953.34
Average Monthly Yield, on a simple basis	1.9469%
Average Weighted Maturity (1)	27 Days
Average Weighted Life (2)	50 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 instruction 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.

### NEW PARTICIPANTS

We would like to welcome the following entity who joined the TexSTAR program in August:

\* Montgomery County Municipal Utility District No. 88

### HOLIDAY REMINDER

In observance of **Columbus Day, TexSTAR will be closed on Monday, October 10, 2022**. All ACH transactions initiated on Friday, October 7th will settle on Tuesday, October 11th. Please plan accordingly for your liquidity needs.

### ECONOMIC COMMENTARY

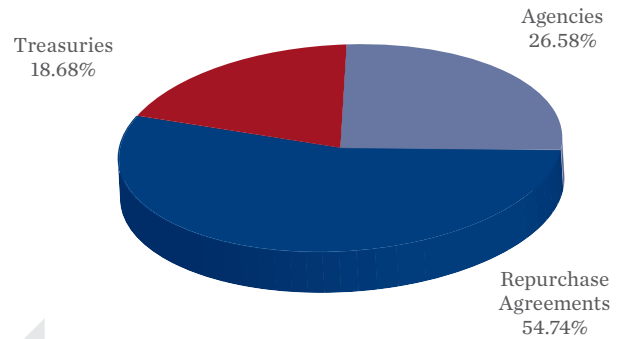
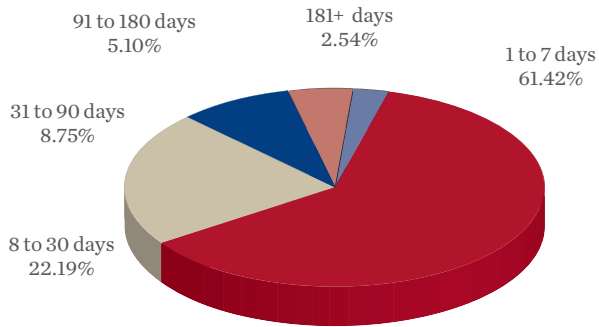
#### Market review

August proved that we are not in a recession just yet, although economic data continued to show the economy losing steam despite sustained strength in the labor market. Investors continued to weigh the risks of high inflation and slowing growth while looking to the Federal Reserve (Fed) for any indication of future interest rate policy. Signs of broad-based weakening in the economy remained evident as soaring inflation, supply constraints, rising interest rates and growing uncertainty about the economic outlook have weighed on activity. While real consumer spending rose 0.2% month-over-month (m/m) in July and in line with pre-pandemic standards, it came in short of expectations for the month. Flash August manufacturing and services purchasing managers' indices (PMIs) confirmed the widespread weakening in the economy, with both indicators decreasing relative to July. The manufacturing PMI declined to 51.3 from 52.2 and the services PMI plunged to 44.2 from 47.3. New home sales fell 12.6% in July and are down 29.6% year-over-year (y/y), as housing affordability challenged homebuyers. The median price of new homes was up 5.9% m/m, and the 30-year fixed mortgage rate climbed above 5.50%. Positively, inflation showed signs of softening but remained well above the Fed's 2% target. Both the July CPI and PCE reports were cooler than expected. Headline CPI was unchanged (consensus +0.2% m/m) while core CPI (ex-food and energy) rose 0.3% m/m (consensus +0.5%). From a year ago, headline CPI inflation fell from 9.1% y/y in June to 8.5% in July, while core CPI was unchanged from June, rising 5.9%. The monthly decline in inflation was driven by a fall in energy prices, airfares, and used vehicle prices. Other areas of inflation remained hot, however, including a 1.1% increase in food prices and a 0.6% rise in owners' equivalent rent. The headline PCE price index edged down -0.1% m/m in July from a 1% increase in June, driven by falling energy prices, while the core PCE index rose by just 0.1% m/m from 0.6% in June bringing the y/y increase down to 4.6% from 4.8% previously.

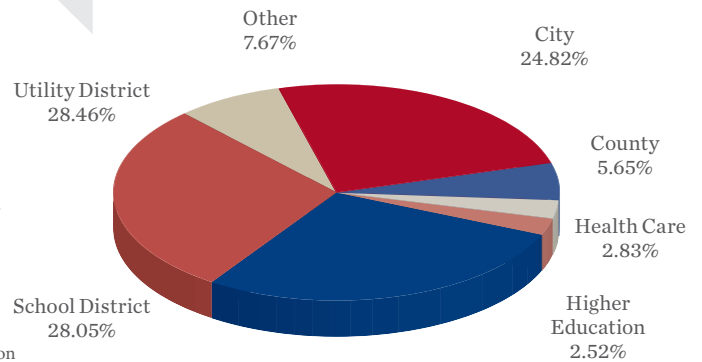
(continued page 4)

## INFORMATION AT A GLANCE

### PORTFOLIO BY TYPE OF INVESTMENT AS OF AUGUST 31, 2022



### PORTFOLIO BY MATURITY AS OF AUGUST 31, 2022 (1)



### DISTRIBUTION OF PARTICIPANTS BY TYPE AS OF AUGUST 31, 2022

(1) Portfolio by Maturity is calculated using WAM (1) definition for stated maturity. See page 1 for definition

## HISTORICAL PROGRAM INFORMATION

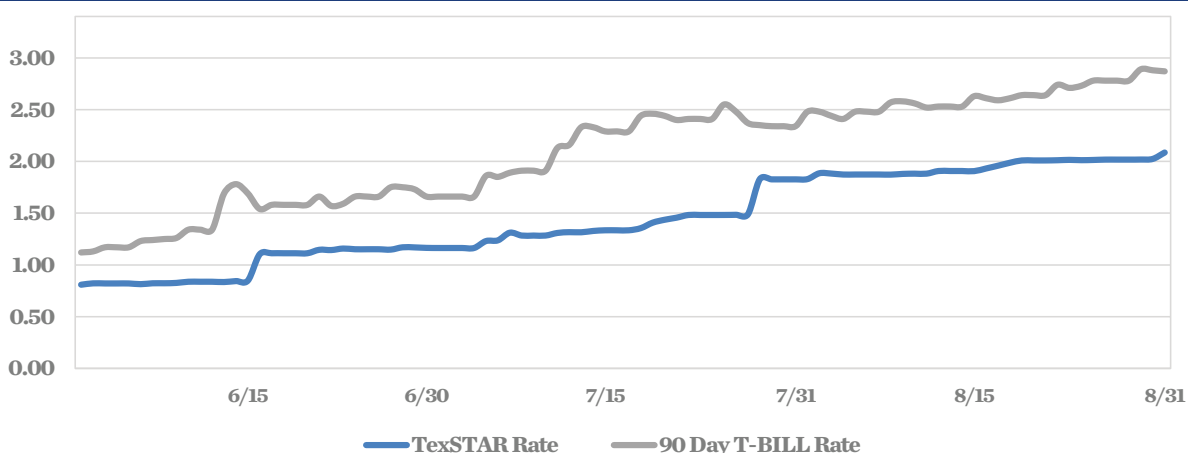
MONTH	AVERAGE RATE	BOOK VALUE	MARKET VALUE	NET ASSET VALUE	WAM (1)	WAL (2)	NUMBER OF PARTICIPANTS
Aug 22	1.9469%	\$8,988,292,520.61	\$8,983,610,837.50	0.999479	27	50	991
Jul 22	1.4010%	9,799,798,062.32	9,793,880,215.07	0.999396	34	49	990
Jun 22	0.9850%	9,799,299,684.61	9,793,062,348.93	0.999363	42	57	989
May 22	0.6459%	9,701,777,049.61	9,700,243,468.41	0.999841	43	61	988
Apr 22	0.3225%	8,985,925,505.16	8,984,338,322.90	0.999818	39	60	986
Mar 22	0.1070%	9,050,970,696.95	9,050,137,013.72	0.999907	27	38	981
Feb 22	0.0104%	9,779,113,455.23	9,778,353,196.78	0.999922	26	32	979
Jan 22	0.0100%	9,399,813,099.48	9,399,092,954.95	0.999923	31	38	977
Dec 21	0.0139%	8,763,539,414.27	8,763,577,847.71	1.000011	40	52	977
Nov 21	0.0102%	8,132,746,877.26	8,133,007,416.80	1.000032	47	62	965
Oct 21	0.0100%	8,641,191,692.82	8,641,540,291.95	1.000040	41	58	963
Sep 21	0.0100%	9,019,799,096.23	9,020,390,786.23	1.000065	43	62	958

## PORTFOLIO ASSET SUMMARY AS OF AUGUST 31, 2022

	BOOK VALUE	MARKET VALUE
Uninvested Balance	\$ 982.42	\$ 982.42
Accrual of Interest Income	2,361,317.68	2,361,317.68
Interest and Management Fees Payable	(15,595,422.12)	(15,595,422.12)
Payable for Investment Purchased	0.00	0.00
Repurchase Agreement	4,928,001,999.54	4,928,001,999.54
Government Securities	4,073,523,643.09	4,068,841,959.98
<b>TOTAL</b>	<b>\$ 8,988,292,520.61</b>	<b>\$ 8,983,610,837.50</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 guarantee. 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 historical 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 of \$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 consists 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. The TexSTAR yield is calculated in accordance with regulations governing the registration of open-end management investment companies under the Investment Company Act of 1940 as promulgated from time to time by the federal Securities and Exchange Commission.

### DAILY SUMMARY FOR AUGUST 2022

DATE	MNY MKT FUND EQUIV. [SEC Std.]	DAILY ALLOCATION FACTOR	INVESTED BALANCE	MARKET VALUE PER SHARE	WAM DAYS (1)	WAL DAYS (2)
8/1/2022	1.8287%	0.000050102	\$9,917,161,604.34	0.999467	32	46
8/2/2022	1.8851%	0.000051647	\$9,902,180,899.25	0.999376	31	45
8/3/2022	1.8822%	0.000051566	\$9,858,163,740.26	0.999384	31	45
8/4/2022	1.8728%	0.000051310	\$9,628,106,706.29	0.999374	31	46
8/5/2022	1.8730%	0.000051314	\$9,605,466,880.09	0.999333	30	44
8/6/2022	1.8730%	0.000051314	\$9,605,466,880.09	0.999333	30	44
8/7/2022	1.8730%	0.000051314	\$9,605,466,880.09	0.999333	30	44
8/8/2022	1.8719%	0.000051284	\$9,579,738,971.39	0.999324	32	46
8/9/2022	1.8789%	0.000051477	\$9,690,826,514.39	0.999333	31	45
8/10/2022	1.8812%	0.000051541	\$9,641,584,481.60	0.999372	31	45
8/11/2022	1.8812%	0.000051539	\$9,377,763,686.61	0.999376	32	46
8/12/2022	1.9068%	0.000052242	\$9,031,900,995.99	0.999384	30	58
8/13/2022	1.9068%	0.000052242	\$9,031,900,995.99	0.999384	30	58
8/14/2022	1.9068%	0.000052242	\$9,031,900,995.99	0.999384	30	58
8/15/2022	1.9056%	0.000052209	\$9,017,910,115.61	0.999394	27	54
8/16/2022	1.9312%	0.000052909	\$8,989,522,796.74	0.999477	26	54
8/17/2022	1.9579%	0.000053642	\$8,972,297,566.71	0.999476	26	54
8/18/2022	1.9863%	0.000054418	\$8,983,463,140.28	0.999463	25	53
8/19/2022	2.0087%	0.000055032	\$8,934,735,388.95	0.999464	24	52
8/20/2022	2.0087%	0.000055032	\$8,934,735,388.95	0.999464	24	52
8/21/2022	2.0087%	0.000055032	\$8,934,735,388.95	0.999464	24	52
8/22/2022	2.0107%	0.000055087	\$8,946,714,132.46	0.999455	24	53
8/23/2022	2.0143%	0.000055186	\$8,942,206,399.44	0.999471	24	52
8/24/2022	2.0113%	0.000055104	\$8,845,202,231.96	0.999491	24	52
8/25/2022	2.0134%	0.000055161	\$8,888,452,915.06	0.999456	23	51
8/26/2022	2.0168%	0.000055256	\$8,808,094,008.58	0.999463	22	50
8/27/2022	2.0168%	0.000055256	\$8,808,094,008.58	0.999463	22	50
8/28/2022	2.0168%	0.000055256	\$8,808,094,008.58	0.999463	22	50
8/29/2022	2.0175%	0.000055274	\$8,772,171,565.04	0.999452	22	50
8/30/2022	2.0235%	0.000055437	\$8,860,346,744.78	0.999433	21	49
8/31/2022	2.0850%	0.000057123	\$8,988,292,520.61	0.999479	21	48
<b>Average</b>	<b>1.9469%</b>	<b>0.000053340</b>	<b>\$9,191,699,953.34</b>		<b>27</b>	<b>50</b>



## *ECONOMIC COMMENTARY (cont.)*

At the highly anticipated Fed's annual Economic Policy Symposium in Jackson Hole, Chairman Powell's speech was hawkish and emphasized the Fed's resolve to bring down inflation. "Restoring price stability will likely require a restrictive policy stance for quite some time." Notably, he pushed back on the market's view that the Fed would begin easing policy next year. Powell emphasized that "the historical record cautions strongly against prematurely loosening policy," referencing the summary of economic projections (SEP) dot plots for 2023 when discussing the longer-run policy outlook. He candidly spoke about the cost of reducing inflation bringing "some pain" for businesses and households but said that failure to restore price stability will mean "far greater pain." While he did not provide guidance regarding the magnitude of the September rate hike, he indicated that another unusually large increase at the next meeting may be appropriate but will be dependent on upcoming data between now and then. Meanwhile, employment remained a bright spot, showing few signs of weakening. Weekly jobless claims, which had been slowly rising since March, peaked at 262,000 at the beginning of August, the highest level since November, before declining to 232,000 for the week ending August 27.

The July JOLTs report showed a 605,000 decline in job openings – the most in over 2 years. Despite the drop, it is still very much a worker's market. Job openings remained elevated at 11.2 million. There are still almost two job openings for every one unemployed person in the U.S., a stat the Fed has referenced when characterizing the current labor markets as "out of balance." The July jobs report was much stronger than expected with payrolls rising by a revised 526,000 (more than double the consensus estimate of +250,000); and the unemployment rate falling to 3.5%. With this report, the U.S. labor market hit two notable milestones, having recovered all the payroll jobs lost in the pandemic recession and achieving the lowest unemployment rate (3.46% to two decimals) since May 1969.

August's employment report showed still solid job growth with a slight tick down in earnings and a modest rise in the unemployment rate driven by a healthy increase in the labor force. Nonfarm payrolls rose by 315,000. While gains were broad-based across the economy, the payroll increase was slightly less impressive following downward revisions of a cumulative -107,000 to the prior two months. Employment as measured by the household survey rose by a very strong 442,000. However, this was dwarfed by an unexpected but welcome 786,000 surge in the labor force, which caused the unemployment rate to increase from 3.5% to 3.7%. Overall, this report provides the economy with more runway for a soft landing, showing continued employment momentum along with a little more slack in the labor market, reducing economy-wide inflation pressures. In this environment, front end Treasury yields surged. The three-month Treasury bill yield increased 56 bps to end the month at 2.93%; the six-month Treasury bill yield rose 48 bps to end at 3.35%; and the 12-month Treasury bill yield increased 57 bps to end the month at 3.51%.

### **Outlook**

Jackson Hole allowed the Fed to clarify its prioritization of risks and policy responses. No mention was made of employment. Inflation is the priority, then growth, and then markets. Despite the current strength in the labor market, there are signs that the huge excess demand for labor is easing. However, at a time when talk of recession dominates most conversations, the continued strength in the labor market provides strong support to Chairman Powell's assertion that the economy is not in recession at this time. Despite some softening in the July CPI print, the Federal Reserve still has a long way to go to bring inflation back to its 2.00% target. While investors were hopeful for dovish signals at Jackson Hole, they were forced to readjust their summer expectations from a dovish pivot to a Fed strategy of "hike and hold" next year. Accordingly, markets are now pricing in a 70% likelihood of a 75-bps hike in September. Expectations for rate cuts in 2023 were pushed back, as markets brace for a "higher rates for longer" environment. The only real certainty is that Fed remains laser focused on taming inflation and is willing to sacrifice some softness in the economy and labor market to do so. We continue to expect a 75-bp rate hike in September, followed by a 50-bps hike in November and a 25-bps hike in December, bringing the year-end federal funds rate range to 3.75-4.00%.

This information is an excerpt from an economic report dated August 2022 provided to TexSTAR by JP Morgan Asset Management, Inc., the investment manager of the TexSTAR pool.



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