



CENTRAL TEXAS REGIONAL  
**MOBILITY AUTHORITY**

## Regular Meeting of the Board of Directors

---

**9:00 a.m.**

Wednesday, March 29, 2023

Lowell H. Lebermann, Jr., Board Room  
3300 N. IH-35, Suite 300  
Austin, Texas 78705

---

*A live video stream of this meeting may be viewed on the internet at  
[www.mobilityauthority.com](http://www.mobilityauthority.com)*

**Persons with disabilities.** If you plan to attend this meeting and may need auxiliary aids or services, such as an interpreter for those who are deaf or hearing impaired, or if you are a reader of large print or Braille, please contact Laura Bohl at (512) 996-9778 at least two days before the meeting so that appropriate arrangements can be made.

**Español.** Si desea recibir asistencia gratuita para traducir esta información, llame al (512) 996-9778.

## AGENDA

---

### ***No action on the following:***

---

1. Welcome and opportunity for public comment – See **Notes** at the end of this agenda.

### ***Convene the Audit Committee Meeting***

---

2. Audit Committee Meeting
  - A. Audit Committee meeting called to order by Committee Chairman Singleton.
  - B. Authorize the engagement of RSM US, LLP to provide independent auditing services.
  - C. Adjourn Audit Committee.

## **Consent Agenda**

---

See **Notes** at the end of this agenda.

3. Approve the minutes from the January 25, 2023 Regular Board Meeting.
4. Prohibit the operation of certain vehicles on Mobility Authority toll facilities pursuant to the Habitual Violator Program.

## **Regular Items**

---

*Items to discuss, consider, and take appropriate action.*

5. Accept the financial statements for January 2023 and February 2023.

## **Briefings and Reports**

---

*Items for briefing and discussion only. No action will be taken by the Board.*

6. Executive Director Report.
  - A. Agency performance metrics.
    - i. Roadway Performance
    - ii. Call-Center Performance
  - B. MoPac South update.
  - C. FY 2024 budget process.

## **Executive Session**

---

*Under Chapter 551 of the Texas Government Code, the Board may recess into a closed meeting (an executive session) to deliberate any item on this agenda if the Chairman announces the item will be deliberated in executive session and identifies the section or sections of Chapter 551 that authorize meeting in executive session. A final action, decision, or vote on a matter deliberated in executive session will be made only after the Board reconvenes in an open meeting.*

*The Board may deliberate the following items in executive session if announced by the Chairman:*

7. Discuss the sale, transfer, or exchange of one or more parcels or interests in real property owned by the Mobility Authority and related legal issues as authorized by §551.071 (Consultation with Attorney) and §551.072 (Deliberation Regarding Real Property).

8. Discuss legal issues related to claims by or against the Mobility Authority; pending or contemplated litigation and any related settlement offers; or other matters as authorized by §551.071 (Consultation with Attorney).
9. Discuss legal issues relating to procurement and financing of Mobility Authority transportation projects and toll system improvements, as authorized by §551.071 (Consultation with Attorney).
10. Discuss personnel matters as authorized by §551.074 (Personnel Matters).

## ***Reconvene in Open Session.***

## ***Regular Items***

---

*Items to discuss, consider, and take appropriate action.*

11. Adjourn meeting.

## ***Notes***

---

***Opportunity for Public Comment.*** At the beginning of the meeting, the Board provides a period of up to one hour for public comment on any matter subject to the Mobility Authority's jurisdiction. Each speaker is allowed a maximum of three minutes. A person who wishes to address the Board must register in advance and provide the speaker's name, address, phone number and email, as well as the agenda item number and whether you wish to speak during the public comment period or during the agenda item. If a speaker's topic is not listed on this agenda, the Board may not deliberate the speaker's topic or question the speaker during the open comment period but may direct staff to investigate the matter or propose that an item be placed on a subsequent agenda for deliberation and possible action by the Board. The Board may not deliberate or act on an item that is not listed on this agenda.

***Consent Agenda.*** The Consent Agenda includes routine or recurring items for Board action with a single vote. The Chairman or any Board Member may defer action on a Consent Agenda item for discussion and consideration by the Board with the other Regular Items.

***Public Comment on Agenda Items.*** A member of the public may offer comments on a specific agenda item in open session if he or she signs the speaker registration sheet for that item before the Board takes up consideration of the item. The Chairman may limit the amount of time allowed for each speaker. Public comment unrelated to a specific agenda item must be offered during the open comment period.

***Meeting Procedures.*** The order and numbering of agenda items is for ease of reference only. After the meeting is convened, the Chairman may rearrange the order in which agenda items are considered, and the Board may consider items on the agenda in any order or at any time during the meeting.

***Participation by Telephone Conference Call.*** One or more members of the Board of Directors may participate in this meeting through a telephone conference call, as authorized by Sec. 370.262, Texas Transportation Code (*see below*). Under that law, each part of the telephone conference call meeting that by law must be open to the public, shall be audible to the public at the meeting location, and will be tape-recorded or documented by written minutes. On conclusion of the meeting, the tape recording or the written minutes of the meeting will be made available to the public.

TEXAS TRANSPORTATION CODE Sec. 370.262. MEETINGS BY TELEPHONE CONFERENCE CALL.

(a) Chapter 551, Government Code, does not prohibit any open or closed meeting of the board, a committee of the board, or the staff, or any combination of the board or staff, from being held by telephone conference call. The board may hold an open or closed meeting by telephone conference call subject to the requirements of Sections 551.125(c)-(f), Government Code, but is not subject to the requirements of Subsection (b) of that section.

*Mobility Authority Board Meeting Agenda*  
*Wednesday March 29, 2023*

(b) A telephone conference call meeting is subject to the notice requirements applicable to other meetings.

(c) Notice of a telephone conference call meeting that by law must be open to the public must specify the location of the meeting. The location must be a conference room of the authority or other facility in a county of the authority that is accessible to the public.

(d) Each part of the telephone conference call meeting that by law must be open to the public shall be audible to the public at the location specified in the notice and shall be tape-recorded or documented by written minutes. On conclusion of the meeting, the tape recording or the written minutes of the meeting shall be made available to the public.

TEXAS GOVERNMENT CODE Sec. 551.125. OTHER GOVERNMENTAL BODY. (a) Except as otherwise provided by this subchapter, this chapter does not prohibit a governmental body from holding an open or closed meeting by telephone conference call.

~~(b) A meeting held by telephone conference call may be held only if:~~

~~(1) an emergency or public necessity exists within the meaning of Section 551.045 of this chapter; and~~

~~(2) the convening at one location of a quorum of the governmental body is difficult or impossible; or~~

~~(3) the meeting is held by an advisory board.~~

(c) The telephone conference call meeting is subject to the notice requirements applicable to other meetings.

(d) The notice of the telephone conference call meeting must specify as the location of the meeting the location where meetings of the governmental body are usually held.

(e) Each part of the telephone conference call meeting that is required to be open to the public shall be audible to the public at the location specified in the notice of the meeting as the location of the meeting and shall be tape-recorded. The tape recording shall be made available to the public.

(f) The location designated in the notice as the location of the meeting shall provide two-way communication during the entire telephone conference call meeting and the identification of each party to the telephone conference shall be clearly stated prior to speaking.



CENTRAL TEXAS REGIONAL  
**MOBILITY AUTHORITY**

March 29, 2023  
AGENDA ITEM #1

---

Welcome and opportunity for public  
comment

Welcome and opportunity for public comment.  
No Board action required.



CENTRAL TEXAS REGIONAL  
**MOBILITY AUTHORITY**

March 29, 2023  
**AGENDA ITEM #2**

---

Audit Committee Meeting: Accept  
the Letter of Engagement from RSM  
US, LLP for independent  
auditing services

Strategic Plan Relevance: Stewardship  
Department: Finance  
Contact: José A. Hernandez, Chief Financial Officer  
Associated Costs: \$245,000  
Funding Source: Annual Operating Budget  
Action Requested: Consider and act on draft resolution

**Project Description/Background:** Each year the Mobility Authority engages an independent CPA firm to conduct the Authority's required annual audit and single audit. RSM US, L.L.P. will be conducting the annual audit for the Fiscal Year ending June 30, 2023 and will present those reports to the Audit Committee upon completion.

**Financing:** Annual Operating Budget

**Action requested/Staff Recommendation:** This item requests approval by the Audit Committee of the Chief Financial Officer's acceptance of an arrangement letter engaging RSM US, L.L.P. to provide independent auditing services to the Mobility Authority.

**Backup provided:** Draft Resolution  
Arrangement Letter

**MEETING OF THE AUDIT COMMITTEE  
OF THE  
CENTRAL TEXAS REGIONAL MOBILITY AUTHORITY**

**RESOLUTION NO. 23-0XX**

**APPROVING AN ARRANGEMENT LETTER WITH RSM US LLP FOR  
INDEPENDENT AUDITING SERVICES**

WHEREAS, the Mobility Authority is required to have an annual financial and compliance audit of its books and records in accordance with 43 *Texas Administrative Code* §26.61; and

WHEREAS, by Resolution No. 20-007, dated February 26, 2020, the Mobility Authority's Audit Committee approved the selection of RSM US LLP to provide independent auditing services to the Mobility Authority for a period of up to five (5) years; and

WHEREAS, the Chief Financial Officer and Controller recommend that the Audit Committee approve the arrangement letter with RSM US LLP to provide an independent audit of the finances of the Mobility Authority for the fiscal year ending on June 30, 2023, which is attached hereto as Exhibit A.

NOW THEREFORE, BE IT RESOLVED, that the Audit Committee approves the arrangement letter with RSM US LLP which is attached hereto as Exhibit A and authorizes the Chief Financial Officer to execute the arrangement letter on behalf of the Mobility Authority.

Adopted by the Audit Committee of the Board of Directors of the Central Texas Regional Mobility Authority on the 29<sup>th</sup> day of March 2023.

Submitted and reviewed by:

Approved:

---

James M. Bass  
Executive Director

---

David Singleton  
Chairman, Audit Committee

**Exhibit A**



March 22, 2023

Audit Committee of the Board of Directors  
Central Texas Regional Mobility Authority  
3300 North IH-35, Suite 300  
Austin, TX 78704

RSM US LLP

19026 Ridgewood Pkwy  
Suite 400  
San Antonio, TX 78259  
T +1 210 828 6281  
[www.rsmus.com](http://www.rsmus.com)

Attention: Mr. Jose Hernandez, CFO

### **The Objective and Scope of the Audit of the Financial Statements**

You have requested RSM US LLP (“RSM”, “we”, “us”, or “our”), audit Central Texas Regional Mobility Authority’s (the Authority) business-type activities and fiduciary fund activities as of and for the year ending June 30, 2023, which collectively comprise the basic financial statements. We are pleased to confirm our acceptance and our understanding of this audit engagement by means of this letter (“Arrangement Letter”).

The objectives of our audit are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor’s report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with auditing standards generally accepted in the United States of America (“GAAS”) and *Government Auditing Standards* issued by the Comptroller General of the United States (“GAS”) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of controls.

You have also requested that RSM perform the audit of the Authority as of June 30, 2023, to satisfy the audit requirements imposed by the Single Audit Act and Subpart F of Title 2 U.S. Code of Federal Regulations (“CFR”) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (“Uniform Guidance”) as well as the State of Texas Single Audit Circular and State of Texas *Uniform Grant Management Standards* (“Texas UGMS”).

### **The Responsibilities of the Auditor**

We will conduct our audit in accordance with GAAS, GAS, the Uniform Guidance, and the U.S. Office of Management and Budget’s (“OMB”) Compliance Supplement and the State of Texas *Uniform Grant Management Standards*. Those standards, regulations, supplements or guides require that we comply with applicable ethical requirements. As part of an audit in accordance with GAAS, GAS, and the Uniform Guidance, and State of Texas *Uniform Grant Management Standards*, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, based on an understanding of the entity and its environment, the applicable financial reporting framework, and the entity’s system of internal control, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion.

**THE POWER OF BEING UNDERSTOOD**  
AUDIT | TAX | CONSULTING

- Consider the Authority's system of internal control in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing an opinion on the effectiveness of the Authority's internal control. However, we will communicate to you in writing concerning any significant deficiencies or material weaknesses in internal control relevant to the audit of the financial statements that we have identified during the audit.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Conclude, based on the audit evidence obtained, whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Authority's ability to continue as a going concern for a reasonable period of time.

Because of the inherent limitations of an audit, together with the inherent limitations of controls, an unavoidable risk that some material misstatements may not be detected exists, even though the audit is properly planned and performed in accordance with GAAS and GAS. Because the determination of waste or abuse is subjective, GAS does not require auditors to perform specific procedures to detect waste or abuse in financial statement audits.

We will communicate to the audit committee of the board of directors (a) any fraud involving senior management and fraud (whether caused by senior management or other employees) that causes a material misstatement of the financial statements that becomes known to us during the audit, and (b) any instances of noncompliance with laws and regulations that we become aware of during the audit (unless they are clearly inconsequential).

We are responsible for the compliance audit of major programs under the Uniform Guidance and the Texas UGMS, including the determination of major programs, the consideration of internal control over compliance, and reporting responsibilities.

Our report(s) on internal control over financial reporting and over compliance for major programs will include any significant deficiencies and material weaknesses in internal control over financial reporting and over compliance for major programs of which we become aware as a result of obtaining an understanding of internal control and performing tests of internal control over financial reporting and over compliance for major programs consistent with requirements of the standards and regulations identified above. Our report(s) on compliance matters will address material errors, fraud, violations of compliance obligations, and other responsibilities imposed by state and federal statutes and regulations or assumed by contracts; and any state or federal grant, entitlement or loan program questioned costs of which we become aware, consistent with requirements of the standards and regulations identified above.

We will maintain our independence in accordance with the standards of the American Institute of Certified Public Accountants and GAS.

### **The Responsibilities of Management and Identification of the Applicable Financial Reporting Framework**

Management is responsible for:

1. Identifying and ensuring that the Authority complies with the laws and regulations applicable to its activities, and for informing us about all known violations of such laws or regulations, other than those that are clearly inconsequential;

2. The design and implementation of programs and controls to prevent and detect fraud, and for informing us about all known or suspected fraud affecting the Authority involving management, employees who have significant roles in internal control, and others where the fraud could have a material effect on the financial statements; and
3. Informing us of its knowledge of any allegations of fraud or suspected fraud affecting the Authority received in communications from employees, former employees, analysts, regulators, vendors, customers or others.

Management is responsible for the preparation of the required supplementary information ("RSI") which accounting principles generally accepted in the United States of America ("U.S. GAAP") require to be presented to supplement the basic financial statements.

The audit committee is responsible for informing us of its views about the risks of fraud, waste or abuse within the Authority, and its knowledge of any fraud, waste or abuse or suspected fraud, waste or abuse affecting the Authority.

Our audit will be conducted on the basis that management and, when appropriate, those charged with governance acknowledge and understand that they have responsibility:

1. For the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America ("U.S. GAAP");
2. To evaluate subsequent events through the date the financial statements are issued. Management also agrees that it will not conclude on subsequent events earlier than the date of the management representation letter referred to below;
3. For the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error;
4. For report distribution; and
5. To provide us with:
  - a. Access to all information of which management is aware that is relevant to the preparation and fair presentation of the financial statements including information relevant to disclosures;
  - b. Draft financial statements, including information relevant to their preparation and fair presentation, when needed, to allow for the completion of the audit in accordance with the proposed timeline;
  - c. Additional information that we may request from management for the purpose of the audit; and
  - d. Unrestricted access to persons within the Authority from whom we determine it necessary to obtain audit evidence.

As part of our audit process, we will request from management and, when appropriate, those charged with governance written confirmation concerning representations made to us in connection with the audit, including, among other items:

1. That management has fulfilled its responsibilities as set out in the terms of this Arrangement Letter; and

2. That it believes the effects of any uncorrected misstatements aggregated by us during the current engagement and pertaining to the latest period presented are immaterial, both individually and in the aggregate, to the financial statements taken as a whole.

Because the audit will be performed in accordance with the Single Audit Act and the Uniform Guidance, management is responsible for (a) identifying all federal awards received and expended; (b) preparing and the fair presentation of the schedule of expenditures of federal awards (including notes and noncash assistance received) in accordance with Uniform Guidance requirements; (c) internal control over compliance; (d) compliance with federal statutes, regulations, and the terms and conditions of federal awards; (e) making us aware of significant vendor relationships where the vendor is responsible for program compliance; (f) following up and taking corrective action on audit findings, including the preparation of a summary schedule of prior audit findings and a corrective action plan; (g) timely and accurate completion of the data collection form and (h) submitting the reporting package and data collection form.

### **Reporting**

We will issue a written report upon completion of our audit of the Authority's financial statements. Our report will be addressed to the audit committee of the board of directors of the Authority. Circumstances may arise in which our report may differ from its expected form and content based on the results of our audit. Depending on the nature of these circumstances, it may be necessary for us to modify our opinion, or add an emphasis-of-matter paragraph or other-matter paragraph to our auditor's report.

If circumstances arise relating to the condition of the Authority's records, the availability of appropriate audit evidence or indications of a significant risk of material misstatement of the financial statements because of error, fraudulent financial reporting or misappropriation of assets that, in our professional judgment, prevent us from completing the audit or forming an opinion, we retain the unilateral right to take any course of action permitted by professional standards, including, but not limited to, declining to express an opinion or issue a report, or withdrawing from the engagement.

In addition to our report on the Authority's financial statements, we will also issue the following reports:

1. A report on the fairness of the presentation of the Authority's schedule of expenditures of federal awards for the year ending June 30, 2023;
2. Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with GAS;
3. Report on Compliance for Each Major Federal Program and Report on Internal Control Over Compliance Required by the Uniform Guidance; and
4. An accompanying schedule of findings and questioned costs.

### **Records and Assistance**

During the course of our engagement, we may accumulate records containing data that should be reflected in the Authority's books and records. The Authority will determine that all such data, if necessary, will be so reflected. Accordingly, the Authority will not expect us to maintain copies of such records in our possession.

The assistance to be supplied by Authority personnel, including the preparation of schedules and analyses of accounts, has been discussed and coordinated with Jose Hernandez, CFO. The timely and accurate completion of this work is an essential condition to our completion of the audit and issuance of our audit report.

### **Nonaudit Services**

In connection with our audit, you have requested us to perform the following nonaudit services:

1. Provide assistance with the processing of the draft financial statements and printing of the final report.

GAS independence standards require that the auditor maintain independence so that opinions, findings, conclusions, judgments and recommendations will be impartial and viewed as impartial by reasonable and informed third parties. Before we agree to provide a nonaudit service to the Authority, we determine whether providing such a service would create a significant threat to our independence for GAS audit purposes, either by itself or in aggregate with other nonaudit services provided. A critical component of our determination is consideration of management's ability to effectively oversee the nonaudit services to be performed. The Authority has agreed that Jose Hernandez, CFO, possesses suitable skill, knowledge or experience and that the individual understands the audit support services to be performed sufficiently to oversee them. Accordingly, the management of Authority agrees to the following:

1. The Authority has designated Jose Hernandez, CFO, as a senior member of management who possesses suitable skill, knowledge and experience to oversee the services;
2. Jose Hernandez, CFO, will assume all management responsibilities for subject matter and scope of the services;
3. The Authority will evaluate the adequacy and results of the services performed; and
4. The Authority accepts responsibility for the results and ultimate use of the services.

GAS further requires that we establish an understanding with the Authority's management or those charged with governance of the objectives of the nonaudit services, the services to be performed, the Authority's acceptance of its responsibilities, the auditor's responsibilities and any limitations of the nonaudit services. We believe this Arrangement Letter documents that understanding.

### **Parties' Understandings Concerning Situation Around COVID-19**

To the extent any of the services described herein require a party to visit ("Visiting Party") the other party's facilities ("Host Party") in person, the Visiting Party agrees to comply with the Host Party's rules and regulations regarding COVID-19 safety protocols while on the Host Party's premises, provided the Visiting Party is made aware of such rules and regulations. Further, in the event any of the services described herein need to be suspended and/or rescheduled by a party due to the ongoing situation surrounding COVID-19, the party requesting the suspension or rescheduling of the services will provide the other party with prompt written notice of the foregoing. To the extent such suspension and/or rescheduling of the services impacts either the cost of the services or the ability of the Authority or RSM to meet any deadlines or timeframes set forth herein, or both, the parties will document this in a written agreement mutually agreed upon and executed by both parties.

### **Other Relevant Information**

In accordance with GAS, a copy of our most recent peer review report is enclosed for your information.

### **Fees and Costs**

Our fees for the services described above are based upon the value of the services performed and the time required by the individuals assigned to the engagement, including report processing, travel, meals, and fees for services from other professionals, as well as a charge of 3.5% of fees for all other expenses, including indirect administrative expenses such as technology, research and library databases, communications, photocopying, postage and clerical assistance. Our fee for period ending June 30, 2023, is a base audit fee of \$245,000 which includes the implementation of the new data platform and excludes the compliance work which is expected to be at \$9,500 for each major federal or state program.

Additionally, the Authority and RSM will agree on the level of effort and related fees for the required implementation GASB Statement No. 96 *Subscription-Based Information Technology Arrangements*.

Our fee estimate and completion of our work are based upon the following criteria:

1. Anticipated cooperation from the Authority personnel
2. Timely responses to our inquiries
3. Timely completion and delivery of client assistance requests
4. Timely communication of all significant accounting and financial reporting matters
5. The assumption that unexpected circumstances will not be encountered during the engagement

If any of the aforementioned criteria are not met, then fees may increase. Interim billings will be submitted as work progresses and as expenses are incurred. Billings are due upon submission.

#### **Use of Subcontractors and Third-Party Products**

From time to time and depending upon the circumstances, we may, in our sole discretion, use affiliates of ours or qualified third-party service providers, located within or outside the United States, to assist us in providing professional services to you. In such circumstances, it may be necessary for us to disclose Confidential Information (as such term is defined below) to them. In addition, if necessary to perform the services requested, we may arrange for one or more of the member firms of the RSM International Network (each an "RSM International Network Firm") to provide services to you outside of the United States. Those third-party service providers, affiliates of RSM, and RSM International Network Firms we use to assist us in providing services to you are collectively referred to herein as "Subcontractors." You hereby consent to us sharing your information, including Confidential Information, with our Subcontractors, within or outside of the United States; provided that such recipients are bound by written obligations of confidentiality that are as protective of your Confidential Information as the confidentiality terms set forth herein. You acknowledge and agree that: (i) our use of Subcontractors may involve the processing, input, disclosure, movement, transfer, and storage of your information and data outside of our technology infrastructure; and (ii) an RSM International Network Firm may also share with us any work product, time and billing information, or any other information concerning you or your affiliates reasonably necessary for us to perform the services requested under this Arrangement Letter.

We also may provide services to you using certain third-party hardware, software, software services, managed services (including, but not limited to, web hosting, data security, data back-up, email security, or similar services subject to direct end-user or subscription agreements), applications, and equipment (collectively, "Third-Party Products"). You acknowledge that your or our use of a Third-Party Product may involve the processing, input, disclosure, movement, transfer, and storage of information provided by you to us, including Personal Information and Confidential Information, within the Third-Party Product's infrastructure and not ours. You further acknowledge that the terms of use and service, including, but not limited to, applicable laws, set forth in the end-user license, end-user subscription agreement, or other end-user agreement for such Third-Party Product (collectively, "EULA(s)") will govern all obligations of such licensor relating to data privacy, storage, recovery, security, and processing within such Third-Party Product's infrastructure, as well as, the service levels associated with such Third-Party Product. You hereby consent to the disclosure of your information, including your Confidential Information and Personal Information, to the licensors of such Third-Party Products for the purpose described herein.

To the extent RSM gives the Authority access to a Third-Party Product in connection with the services contemplated herein, the Authority agrees to comply with the terms of any applicable EULA for such Third-Party Product, and the Authority shall be solely responsible for the improper use of a Third-Party Product or a violation of the applicable EULA for such Third-Party Product, by the Authority, or any user to whom the Authority grants access to such Third-Party Product. The Authority agrees to indemnify and hold RSM harmless from and against any claims, actions, lawsuits, proceedings, judgments, liens, losses, damages, liabilities, expenses, and costs (including legal fees, expenses, and costs) relating to, or arising from or out of, the improper use of a Third-Party Product, or a violation of the terms of the applicable EULA for such Third-Party Product, by the Authority, or any user to whom the Authority grants access to such Third-Party Product.

You acknowledge that your or our use of Third-Party Products may be subject to limitations, delays, interruptions, errors, and other problems which are beyond our control, including, without limitation, internet outage or lack of availability related to updates, upgrades, patches, fixes, maintenance, or other issues. We will not be liable for any delays, delivery failures, or other losses or damages resulting from such issues. Nor will we be held responsible or liable for any loss, or unauthorized use or disclosure, of any information or data provided by you, including, without limitation, Personal Information provided by you, resulting from your or our use of a Third-Party Product.

#### **Use and Ownership; Access to Audit Documentation**

The Audit Documentation for this engagement is the property of RSM. For the purposes of this Arrangement Letter, the term "Audit Documentation" shall mean the confidential and proprietary records of RSM's audit procedures performed, relevant audit evidence obtained, other audit-related workpapers, and conclusions reached. Audit Documentation shall not include custom-developed documents, data, reports, analyses, recommendations, and deliverables authored or prepared by RSM for the Authority under this Arrangement Letter, or any documents belonging to the Authority or furnished to RSM by the Authority.

Review of Audit Documentation by a successor auditor or as part of due diligence is subject to applicable RSM policies, and will be agreed to, accounted for and billed separately. Any such access to our Audit Documentation is subject to a successor auditor signing an Access & Release Letter substantially in RSM's form. RSM reserves the right to decline a successor auditor's request to review our workpapers.

In the event we are required by government regulation, subpoena or other legal process to produce our documents or our personnel as witnesses with respect to our engagement for the Authority, the Authority will, so long as we are not a party to the proceeding in which the information is sought, reimburse us for our professional time and expenses, as well as the fees and expenses of our counsel, incurred in responding to such requests.

You acknowledge and grant your assent that representatives of the cognizant or oversight agency or their designee, other government audit staffs, and the U.S. Government Accountability Office shall have access to the Audit Documentation upon their request and that we shall maintain the Audit Documentation for a period of at least three years after the date of the report, or for a longer period if we are requested to do so by the cognizant or oversight agency. Access to the requested Audit Documentation will be provided under the supervision of RSM audit personnel and at a location designated by our firm.

### **Indemnification, Limitation of Liability, and Claim Resolution**

Because RSM will rely on the Authority and its management and the audit committee of the board of directors to discharge the foregoing responsibilities, the Authority agrees to indemnify, hold harmless and release RSM and its partners, principals, officers, directors, employees, affiliates, subsidiaries, contractors, Subcontractors, agents, representatives, successors, or assigns from all claims, liabilities, losses and costs arising in circumstances where there has been a knowing misrepresentation by a member of the Authority's management.

**THE AUTHORITY AND RSM AGREE THAT NO CLAIM ARISING OUT, FROM, OR RELATING TO THE SERVICES RENDERED PURSUANT TO THIS ARRANGEMENT LETTER SHALL BE FILED MORE THAN TWO YEARS AFTER THE DATE OF THE AUDIT REPORT ISSUED BY RSM OR THE DATE OF THIS ARRANGEMENT LETTER IF NO REPORT HAS BEEN ISSUED. IN NO EVENT SHALL RSM OR THE AUTHORITY, OR ANY OF THEIR RESPECTIVE PARTNERS, PRINCIPALS, OFFICERS, DIRECTORS, EMPLOYEES, AFFILIATES, SUBSIDIARIES, CONTRACTORS, SUBCONTRACTORS, AGENTS, REPRESENTATIVES, SUCCESSORS, OR ASSIGNS (COLLECTIVELY, THE "COVERED PARTIES" AND EACH INDIVIDUALLY, A "COVERED PARTY"), BE LIABLE FOR THE INTERRUPTION OR LOSS OF BUSINESS, ANY LOST PROFITS, SAVINGS, REVENUE, GOODWILL, SOFTWARE, HARDWARE, OR DATA, OR THE LOSS OF USE THEREOF (REGARDLESS OF WHETHER SUCH LOSSES ARE DEEMED DIRECT DAMAGES), OR INCIDENTAL, INDIRECT, PUNITIVE, CONSEQUENTIAL, SPECIAL, EXEMPLARY, OR SIMILAR SUCH DAMAGES, EVEN IF ADVISED OF THE POSSIBILITY OF SUCH DAMAGES. TO THE FULLEST EXTENT PERMITTED BY LAW, THE TOTAL AGGREGATE LIABILITY OF THE COVERED PARTIES ARISING OUT OF, FROM, OR RELATING TO THIS ARRANGEMENT LETTER, OR THE REPORT ISSUED OR SERVICES PROVIDED HEREUNDER, REGARDLESS OF THE CIRCUMSTANCES OR NATURE OR TYPE OF CLAIM, INCLUDING, WITHOUT LIMITATION, CLAIMS ARISING FROM A COVERED PARTY'S NEGLIGENCE OR BREACH OF CONTRACT OR WARRANTY, OR RELATING TO OR ARISING FROM A GOVERNMENT, REGULATORY OR ENFORCEMENT ACTION, INVESTIGATION, PROCEEDING, OR FINE, WILL NOT EXCEED THE TOTAL AMOUNT OF THE FEES PAID BY THE AUTHORITY TO RSM UNDER THIS ARRANGEMENT LETTER. NOTWITHSTANDING THE FOREGOING, NOTHING IN THIS LIMITATION OF LIABILITY PROVISION SHALL, OR SHALL BE INTERPRETED OR CONSTRUED TO, RELIEVE THE AUTHORITY OF ITS PAYMENT OBLIGATIONS TO RSM UNDER THIS ARRANGEMENT LETTER.**

### **Confidentiality**

RSM and the Authority may, from time to time, disclose Confidential Information (as defined below) to one another. Accordingly, RSM and the Authority agree as the recipient of such Confidential Information (the "Receiving Party") to keep strictly confidential all Confidential Information provided to it by the disclosing party (the "Disclosing Party") and use, modify, store, and copy such Confidential Information only as necessary to perform its obligations and exercise its rights under this Arrangement Letter. Except as otherwise set forth herein, the Receiving Party may only disclose the Confidential Information of the Disclosing Party to its personnel, agents, and representatives who are subject to obligations of confidentiality at least as restrictive as those set forth herein and only for the purpose of exercising its rights and fulfilling its obligations hereunder. To avoid any doubt, RSM is permitted to disclose the Authority's Confidential Information to RSM's personnel, agents, and representatives to provide the services or exercise its rights under this Arrangement Letter or for the purpose of maintaining compliance with applicable laws and professional, regulatory, and/or ethical standards.

As used herein, "Confidential Information" means, information in any form, oral, graphic, written, electronic, machine-readable or hard copy consisting of: (i) any nonpublic information provided by the Disclosing Party, including, but not limited to, all of its inventions, designs, data, source and object code, programs, program interfaces, know-how, trade secrets, techniques, ideas, discoveries, marketing and business plans, pricing, profit margins and/or similar information; (ii) any information that the Disclosing Party identifies as confidential; or (iii) any information that, by its very nature, a person in the same or similar circumstances would understand should be treated as confidential, including, but not limited to, this Arrangement Letter.

As used herein, the term "Confidential Information" will not include information that: (i) is publicly available at the time of disclosure by the Disclosing Party; (ii) becomes publicly available by publication or otherwise after disclosure by the Disclosing Party, other than by breach of the confidentiality obligations set forth herein by the Receiving Party; (iii) was lawfully in the Receiving Party's possession, without restriction as to confidentiality or use, at the time of disclosure by the Disclosing Party; (iv) is provided to the Receiving Party without restriction as to confidentiality or use by a third party without violation of any obligation to the Disclosing Party; or (v) is independently developed by employees or agents of the Receiving Party who did not access or use the Confidential Information.

The Receiving Party will treat the Disclosing Party's Confidential Information with the same degree of care as the Receiving Party treats its own confidential and proprietary information, but in no event will such standard of care be less than a reasonable standard of care. The Receiving Party will promptly notify the Disclosing Party if it becomes aware that any of the Confidential Information of the Disclosing Party has been used or disclosed in violation of this Arrangement Letter.

Notwithstanding the foregoing, in the event that the Receiving Party becomes legally compelled to disclose any of the Confidential Information of the Disclosing Party, or as may be required by applicable regulations or professional standards, the Receiving Party will use commercially reasonable efforts to provide the Disclosing Party with notice prior to disclosure, to the extent permitted by law.

#### **Preexisting Nondisclosure Agreements**

In the event that the parties have executed a separate nondisclosure agreement and such agreement does not automatically terminate or expire upon execution of this Arrangement Letter, such agreement shall be terminated as of the effective date of this Arrangement Letter.

#### **Data Protection Compliance**

Our Privacy Policy ("Privacy Policy") is located on our website at <https://rsmus.com/pages/rsm-us-privacy-policy.html>. Our Privacy Policy may be amended from time to time in our sole discretion and without prior notice, and is hereby incorporated by reference into this Arrangement Letter. You acknowledge that you have read and understand the Privacy Policy and agree to the practices as described therein.

We take reasonable steps to comply with all applicable privacy, cybersecurity, and data protection laws that may apply to Personal Information and Confidential Information we process on behalf of our clients. Upon written request, but not more than annually during the term of this Arrangement Letter, we will deliver to you a copy of our third-party provided SOC 2 report evidencing the operating effectiveness of our Information Technology ("IT") control environment. We will also provide summaries of our IT security and disaster recovery policies and make our senior IT personnel reasonably available for discussion upon request. Our SOC 2 report and any information we disclose to you concerning our IT control environment shall constitute Confidential Information of RSM and shall be subject to the confidentiality obligations set forth in this Arrangement Letter.

Prior to disclosing to us or our Subcontractors or granting us or our Subcontractors with access to your data, you will identify in writing any personal, technical, or other data provided or made accessible to us or our Subcontractors pursuant to this Arrangement Letter that may be subject to heightened protections under applicable privacy, cybersecurity, export control, and/or data protection laws, including, but not limited to, protected health information pursuant to the Health Information Portability and Accountability Act of 1996 ("HIPAA"), classified or controlled unclassified information subject to the National Industrial Security Program, the National Industrial Security Program Operating Manual, or the Defense Federal Acquisition Regulation Supplement ("DFARS"), data subject to Export Administration Regulations ("EAR"), or International Traffic in Arms Regulations ("ITAR") controlled data. Unless otherwise expressly agreed upon and specified in writing by RSM and the Authority, you shall not provide us or any of our Subcontractors with access to such data and you shall be responsible for the handling of all such data in connection with the performance of the services requested hereunder, including, but not limited to, the scrubbing, de-identification, de-aggregation, protection, encryption, transfer, movement, input, storage, migration, deletion, copying, processing, and modification of such data.

RSM and the Authority acknowledge and agree that they may correspond or convey information and documentation, including Confidential Information and Personal Information, via various forms of electronic transmission, including, but not limited to, Third-Party Products, such as, email, FTP and cloud-based sharing and hosting applications (e.g., portals, data analytics tools, and helpdesk and support ticketing applications), and that neither party has control over the performance, operation, reliability, availability, or security of these electronic transmissions methods. Therefore, neither party will be liable for any loss, damage, expense, harm, disclosure or inconvenience resulting from the loss, delay, interception, corruption, unauthorized disclosure, or alteration of any electronic transmission where the party has used commercially reasonable efforts to protect such information. We offer our clients various platforms for the exchange of information. You hereby agree that you shall be bound by and comply with any and all user terms and conditions made available (whether by link, click-through, or otherwise) with respect to such platforms.

### **Personal Information**

As used herein, the term "Personal Information" means any personal information that directly or indirectly identifies a natural person as may be defined by applicable privacy, data protection or cybersecurity laws, and includes, but is not limited to, nonpublic, personally identifiable information such as Social Security numbers, Social Insurance numbers, driver's license numbers or state- or province-issued identification card numbers, credit or debit card numbers with or without any required security code, number or passwords, health information, and other personal information as defined by applicable laws, whether of the Authority or the Authority's customers or other third parties.

Each party agrees to transmit Personal Information consistent with applicable laws and any other obligations the respective party may have. In the event you transmit to us Personal Information in an unencrypted format or via unencrypted means, you agree that we have no obligation to notify you of the foregoing.

You represent and warrant that you have provided all notices and obtained all consents required under applicable data protection laws prior to your collection, use and disclosure to us or our Subcontractors of such Personal Information and shall take reasonable steps to ensure that such Personal Information does not include irrelevant or unnecessary information about individuals.

Where we are acting as a service provider under the California Consumer Privacy Act, including as amended or replaced ("CCPA"), we (i) will not sell any Personal Information received from the Authority; (ii) will not disclose Personal Information to another business, person, or third party, except for the purpose of maintaining or providing the services or exercising our rights as specified in this Arrangement Letter, including to provide Personal Information to advisers or sub-contractors, or to the extent such disclosure is required by law.

We certify that we understand and will comply with the requirements enumerated in (i) and (ii). For the avoidance of doubt, all permitted uses of Personal Information by service providers that are enumerated in the CCPA are understood to apply to the Personal Information processed by us.

We are permitted to use all such Personal Information to perform our obligations and exercise our rights under this Arrangement Letter. The parties agree that as part of the performance of the services as described in this Arrangement Letter, and as part of the direct business relationship between the parties, we may use the Personal Information to improve and develop services and for other similar internal and business purposes. We agree to maintain appropriate security measures to protect such Personal Information in accordance with applicable laws.

If we become aware of an unauthorized acquisition or use of the Authority provided Personal Information, we will promptly inform you of such unauthorized acquisition or use as required by applicable laws and, upon your written request, reasonably cooperate with you at your sole cost in support of any breach notification requirements as imposed upon you by applicable laws.

#### **Retention of Records**

We will return to you all original records you provide to us in connection with this engagement. Further, in addition to providing you with those deliverables set forth in this Arrangement Letter, we will provide to you a copy of any records we prepare or accumulate in connection with such deliverables which are not otherwise reflected in your books and records without which your books and records would be incomplete. You have the sole responsibility for retaining and maintaining in your possession or custody all of your financial and nonfinancial records related to this engagement. We will not host, and will not accept responsibility to host, any of your records. We, however, may maintain a copy of any records of yours necessary for us to comply with applicable law and/or professional standards or to exercise our rights under this Arrangement Letter. Any such records retained by us will be subject to the confidentiality obligations set forth herein and destroyed in accordance with our record retention policies.

#### **Termination**

Your failure to make full payment of any and all undisputed amounts invoiced in a timely manner constitutes a material breach for which we may refuse to provide deliverables and/or, upon written notice, suspend or terminate our services under this Arrangement Letter. We will not be liable to you for any resulting loss, damage or expense connected with the suspension or termination of our services due to your failure to make full payment of undisputed amounts invoiced in a timely manner.

In the event you terminate this engagement, you will pay us for all services rendered (including deliverables and products delivered), expenses incurred, and noncancelable commitments made by us on your behalf through the effective date of termination.

We will not be responsible for any delay or failure in our performance resulting from acts beyond our reasonable control or unforeseen or unexpected circumstances, such as, but not limited to, acts of God, government or war, riots or strikes, disasters, fires, floods, epidemics, pandemics or outbreaks of communicable disease, cyberattacks, and internet or other system or network outages. At your option, you may terminate this Arrangement Letter where our services are delayed more than 120 days; however, you are not excused from paying us for all amounts owed for services rendered and deliverables provided prior to the termination of this Arrangement Letter.

When an engagement has been suspended at the request of management or those charged with governance and work on that engagement has not recommenced within 120 days of the request to suspend our work, we may, at our sole discretion, terminate this Arrangement Letter without further obligation to you. Resumption of our work following termination may be subject to our client acceptance procedures and, if resumed, will require additional procedures not contemplated in this Arrangement Letter.

Accordingly, the scope, timing and fee arrangement discussed in this Arrangement Letter will no longer apply. In order for us to recommence work, the execution of a new Arrangement Letter will be required.

Either party may terminate this **Arrangement Letter** upon written notice if: (i) circumstances arise that in its judgment would cause its continued performance to result in a violation of law, a regulatory requirement, applicable professional or ethical standards, or, in the case of RSM, our client acceptance or retention standards; or (ii) if the other party is placed on a Sanctioned List (as defined herein), or if any director or executive of, or other person closely associated with such other party or its affiliate, is placed on a Sanctioned List.

The parties agree that those provisions of this Arrangement Letter which, by their context, are intended to survive, including, but not limited to, payment, limitations on liability, claim resolution, use and ownership, and confidentiality obligations, shall survive the termination of this Arrangement Letter.

### **Miscellaneous**

We may mention your name and provide a general description of the engagement in our client lists and marketing materials. Notwithstanding anything stated to the contrary in this Arrangement Letter, the Authority acknowledges and consents that we also may utilize Confidential Information and Personal Information that you have provided to us in connection with this engagement to develop, enhance, modify and improve technologies, tools, methodologies, services and offerings and/or for development or performance of data analysis, business analytics or insights, or other insight generation. Information developed in connection with these purposes may be used or disclosed to you or current or prospective clients to provide them services or offerings. We will not use or disclose such Confidential Information or Personal Information in a way that would permit the Authority or an individual to be identified by third parties without your prior written consent.

You have informed us that you may issue public debt in the future and that you may include our report on your financial statements in the offering statement. You have further informed us that you do not intend for us to be associated with the proposed offering.

We agree that our association with any proposed offering is not necessary, providing the Authority agrees to clearly indicate that we are not associated with the contents of any such official statement or memorandum. The Authority agrees that the following disclosure will be prominently displayed in any such official statement or memorandum:

RSM US LLP, our independent auditor, has not been engaged to perform, and has not performed, since the date of its report included herein, any procedures on the financial statements addressed in that report. RSM US LLP also has not performed any procedures relating to this [official statement] [memorandum].

Our professional standards require that we perform certain additional procedures, on current and previous years' engagements, whenever a partner or professional employee leaves the firm and is subsequently employed by or associated with a client in a key position. Accordingly, you agree to compensate us for any additional costs incurred as a result of your employment of one of our partners, principals or employees.

Each party hereto affirms it has not been placed on a Sanctioned List (as defined below) and will promptly notify the other party upon becoming aware that it has been placed on a Sanctioned List at any time throughout the duration of this Arrangement Letter. The Authority shall not, and shall not permit third parties to, access or use any of the deliverables provided for hereunder, or Third-Party Products provided hereunder, in violation of any applicable sanctions laws or regulations, including, but not limited to, accessing or using the deliverables provided for hereunder or any Third-Party Products from any territory under embargo by the United States or Canada. The Authority shall not knowingly cause RSM to violate any sanctions applicable to RSM.

As used herein "Sanctioned List" means any sanctioned person or entity lists promulgated by the Office of Foreign Assets Control of the U.S. Department of the Treasury, the U.S. State Department, the Consolidated Canadian Autonomous Sanctions List, the United Nations Security Council, the European Union, and United Kingdom.

Nothing in this Arrangement Letter shall limit the liability of RSM to the Authority for any negligence, violation of applicable auditing standards, or other fault in the performance of audit procedures, whether at common law, under the federal securities laws, or pursuant to any applicable state law. Any term of this Arrangement Letter that would be prohibited by or impair our independence under applicable law or regulation shall not apply, to the extent necessary only to avoid such prohibition or impairment.

### **Notices**

Unless otherwise expressly agreed upon by the parties in this Arrangement Letter, all notices required to be given hereunder will be in writing and addressed to the party at the business address provided in this Arrangement Letter, or such other address as such party may indicate by a notice delivered to the other party. A copy of any legal notice (e.g., any claimed breach or termination of this Arrangement Letter) sent by the Authority to RSM shall also be sent to the following address: Office of the General Counsel, RSM US LLP, 200 South Wacker Drive, Suite 3900, Chicago, IL 60606. Except as otherwise expressly provided in this Arrangement Letter, notices hereunder will be deemed given and effective: (i) if personally delivered, upon delivery; (ii) if sent by registered or certified mail or by overnight courier service with tracking capabilities, upon receipt; and, (iii) if sent by electronic mail (without indication of delivery failure), at such time as the party that sent the notice receives confirmation of receipt, whether by read-receipt confirmation or otherwise.

### **Governing Law**

This Arrangement Letter, including, without limitation, its validity, interpretation, construction, and enforceability, and any dispute, litigation, suit, action, claim, or other legal proceeding arising out of, from, or relating in any way to this Arrangement Letter, any provisions herein, a report issued or the services provided hereunder, will be governed and construed in accordance with the laws of the State of Illinois, without regard to its conflict of law principles, and applicable U.S. federal law.

### **Entire Agreement**

This Arrangement Letter constitutes the complete and exclusive statement of agreement between RSM and the Authority, and supersedes all prior agreements, understandings, and proposals, whether oral or written, relating to the subject matter of this Arrangement Letter.

If any term or provision of this Arrangement Letter is determined to be invalid or unenforceable, such term or provision will be deemed stricken, and all other terms and provisions will remain in full force and effect.

This Arrangement Letter may be amended or modified only by a written instrument executed by both parties.

### **Electronic Signatures and Counterparts**

Each party hereto agrees that any electronic signature of a party to this Agreement Letter or any electronic signature to a document contemplated hereby (including any representation letter) is intended to authenticate such writing and shall be as valid, and have the same force and effect, as a manual signature. Any such electronically signed document shall be deemed (a) to be "written" or "in writing," (b) to have been signed and (c) to constitute a record established and maintained in the ordinary course of business and an original written record when printed from electronic files. Each party hereto also agrees that electronic delivery of a signature to any such document (via email or otherwise) shall be as effective as manual delivery of a manual signature. For purposes hereof, "electronic signature" includes, but is not limited to, (a) a scanned copy (as a "pdf" (portable document format) or other replicating image) of a manual ink signature, (b) an electronic copy of a traditional signature affixed to a document,

Mr. Jose Hernandez, CFO  
Central Texas Regional Mobility Authority  
March 22, 2023  
Page 14

(c) a signature incorporated into a document utilizing touchscreen capabilities or (d) a digital signature. This Arrangement Letter may be executed in one or more counterparts, each of which shall be considered an original instrument, but all of which shall be considered one and the same agreement. Paper copies or "printouts" of such documents, if introduced as evidence in any judicial, arbitral, mediation or administrative proceeding, will be admissible as between the parties to the same extent and under the same conditions as other original business records created and maintained in documentary form. Neither party shall contest the admissibility of true and accurate copies of electronically signed documents on the basis of the best evidence rule or as not satisfying the business records exception to the hearsay rule.

Please sign and return a copy of this Arrangement Letter to indicate your acknowledgment of, and agreement with, the arrangements for our audit of the financial statements, including our respective responsibilities.

**Acknowledgment and Acceptance**

Each party acknowledges that it has read and agrees to all of the terms and conditions contained herein. Each party and its signatory below represents that said signatory is a duly authorized representative of such party and has the requisite power and authority to bind such party to the undertakings and obligations contained herein.

**AGREED TO AND ACKNOWLEDGED BY:**

RSM US LLP



Marc Sewell, Audit Partner

Confirmed on behalf of Central Texas Regional Mobility Authority:

\_\_\_\_\_  
Jose Hernandez, CFO

\_\_\_\_\_  
Date



CENTRAL TEXAS REGIONAL  
**MOBILITY AUTHORITY**

March 29, 2023  
**AGENDA ITEM #3**

---

Approve the minutes from the  
January 25, 2023 Regular Board  
Meeting

Strategic Plan Relevance: Service  
Department: Legal  
Contact: Geoff Petrov, General Counsel  
Associated Costs: N/A  
Funding Source: N/A  
Action Requested: Consider and act on motion to approve minutes

**Description/Background:** Approve the attached draft minutes for the January 25, 2023, Regular Board Meeting.

**Backup provided:** Draft minutes

**MINUTES**

**Regular Meeting of the Board of Directors of the  
CENTRAL TEXAS REGIONAL MOBILITY AUTHORITY**

**Wednesday, January 25, 2023**

**9:00 a.m.**

This was an in-person meeting. Notice of the meeting was posted January 20, 2023, online on the website of the Mobility Authority and in the Mobility Authority's office lobby at 3300 N. Interstate 35, #300, Austin, Texas 78705-1849. Chairman Robert Jenkins and Board Members David Armbrust, Mike Doss, and Heather Gaddes were present.

**An archived copy of the live-streamed audio of this meeting is available at:**

<https://mobilityauthority.swagit.com/play/01262023-501>

After noting that a quorum of the Board was present, Chairman Jenkins called the meeting to order at 9:07 a.m. and had each Board Member state their name for the record.

1. Welcome and opportunity for public comment.

No comment was provided.

**Consent Agenda**

2. Approve the minutes from the December 14, 2022 Regular Board Meeting.
3. Prohibit the operation of certain vehicles on Mobility Authority toll facilities pursuant to the Habitual Violator Program.

**ADOPTED AS: RESOLUTION NO. 23-001**

4. Approve a contract with American Infrastructure Maintenance Management, LLC. for the 183A Small Sign Replacement Maintenance Project.

**ADOPTED AS: RESOLUTION NO. 23-002**

**MOTION:** Approve Item Nos. 2 thru 4.  
**RESULT:** Approved (Unanimous); 4-0  
**MOTION:** Heather Gaddes

**SECONDED BY:** Mike Doss  
**AYE:** Armbrust, Doss, Gaddes, Jenkins  
**NAY:** None.

**Regular Items**

5. Accept the financial statements for November 2022 and December 2022.

Presentation by Jose Hernandez, Chief Financial Officer.

**MOTION:** Accept the financial statements for November 2022 and December 2022.  
**RESULT:** Approved (Unanimous); 4-0  
**MOTION:** Heather Gaddes  
**SECONDED BY:** Mike Doss  
**AYE:** Armbrust, Crossley, Doss, Gaddes, Jenkins, Singleton  
**NAY:** None.

**ADOPTED AS: RESOLUTION NO. 23-003**

6. Discuss and consider approving the 2022 Annual Report.

Presentation by Jori Liu, Director of Communications.

**MOTION:** Approve the 2022 Annual Report.  
**RESULT:** Approved (Unanimous); 4-0  
**MOTION:** David Armbrust  
**SECONDED BY:** Heather Gaddes  
**AYE:** Armbrust, Crossley, Doss, Gaddes, Jenkins, Singleton  
**NAY:** None.

**ADOPTED AS: RESOLUTION NO. 23-004**

7. Discuss and consider approving Amendment No. 3 to the contract with Cofiroute USA, LLC to adjust compensation for Pay By Mail services.

Presentation by Tracie Brown, Director of Operations.

**MOTION:** Approve Amendment No. 3 to the contract with Cofiroute USA, LLC to adjust compensation for Pay By Mail services.  
**RESULT:** Approved (Unanimous); 4-0  
**MOTION:** Mike Doss  
**SECONDED BY:** Heather Gaddes  
**AYE:** Armbrust, Crossley, Doss, Gaddes, Jenkins, Singleton

**NAY:** None.

**ADOPTED AS:** **RESOLUTION NO. 23-005**

8. Discuss and consider approving a request to issue a request for proposals for information technology consulting services.

**MOTION:** Approve a request to issue a request for proposals for information technology consulting services.

**RESULT:** Approved (Unanimous); 4-0

**MOTION:** David Armbrust

**SECONDED BY:** Mike Doss

**AYE:** Armbrust, Crossley, Doss, Gaddes, Jenkins, Singleton

**NAY:** None.

**ADOPTED AS:** **RESOLUTION NO. 23-006**

### **Briefings and Reports**

9. Quarterly Project Updates.

Presentation by Mike Sexton, P.E., Acting Director of Engineering.

- A. 183A Phase III Project.
- B. 183 North Mobility Project.
- C. MoPac Cemetery Tree Planting Project.
- D. Barton Skyway Ramp Relief Project

10. Executive Director Report.

Presentation by James M. Bass, Executive Director

- A. Mobility Authority office plan.
- B. Agency performance metrics.
  - (i) Roadway performance
  - (ii) Call-Center performance

### **Executive Session**

Chairman Jenkins announced there would be no Executive Session and tabled Item Nos. 11 thru 14.

11. Discuss the sale, transfer, or exchange of one or more parcels or interests in real property owned by the Mobility Authority and related legal issues as authorized by §551.071 (Consultation with Attorney) and §551.072 (Deliberation Regarding Real Property).
12. Discuss legal issues related to claims by or against the Mobility Authority; pending or contemplated litigation and any related settlement offers; or other matters as authorized by §551.071 (Consultation with Attorney).
13. Discuss legal issues relating to procurement and financing of Mobility Authority transportation projects, as authorized by §551.071 (Consultation with Attorney).
14. Discuss personnel matters as authorized by §551.074 (Personnel Matters).

**Regular Items**

After confirming that no member of the public wished to address the Board, Chairman Jenkins declared the meeting adjourned at 10:57 a.m.

15. Adjourn Meeting.



CENTRAL TEXAS REGIONAL  
**MOBILITY AUTHORITY**

March 29, 2023  
**AGENDA ITEM #4**

---

Prohibit the operation of certain  
vehicles on Mobility Authority toll  
facilities pursuant to the Habitual  
Violator Program

Strategic Plan Relevance:	Stewardship & Service
Department:	Operations
Contact:	Tracie Brown, Director of Operations
Associated Costs:	N/A
Funding Source:	N/A
Action Requested:	Consider and act on draft resolution

**Project Description/Background:** The Mobility Authority's habitual violator process prescribes two notices before habitual violator remedies go into effect. A pre-determination letter is sent 60 days before any remedies are enforced advising the customer again of their outstanding balance and providing an opportunity for resolution. Assuming no resolution, a *Notice of Determination* is mailed notifying the customer they've been determined to be a habitual violator and advising of the consequences. The customer is also informed of their right to appeal the decision and the process by which to do so.

If the customer does not contact the Authority to appeal the habitual violator determination or resolve their outstanding balance, a block is placed on the related vehicle's registration preventing renewal. The block remains in effect until all tolls and fees have been paid, a payment plan has been arranged with the Mobility Authority or the customer is determined to no longer be a habitual violator.

**Previous Actions & Brief History of the Program/Project:** State law provides that persons deemed to be habitual violators may also be prohibited from use of the Mobility Authority's toll facilities by order of the Board of Directors. Habitual violator customers operating a vehicle in violation of a ban are subject to a Class C misdemeanor with a fine up to \$500. A second or subsequent occurrence may result in impoundment of the vehicle. Similar to registration blocks, vehicle bans remain in effect until all

outstanding amounts owed to the Authority have been resolved or the customer is no longer deemed a habitual violator.

**Financing:** Not applicable.

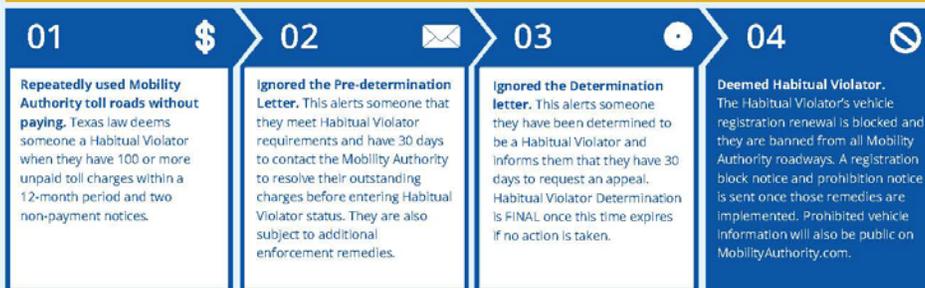
**Action requested/Staff Recommendation:** Staff affirms that all required steps have been followed and proper notice previously provided to customers determined to be habitual violators. To date, these customers have not appealed this determination or resolved their outstanding balances.

Therefore, staff recommends that the Board of Directors approve the order prohibiting certain vehicles from use of the Authority's toll facilities. Following the Board's approval of this order, a Notice of Prohibition will be mailed by first class mail advising of the ban, consequences if the ban is violated and how the customer may resolve their outstanding balance.

**Backup provided:** Habitual Violator Vehicle Ban FAQs  
Draft Resolution



## Habitual Violator Process



### Who is a Habitual Violator?

A Habitual Violator is defined in Section 372.106(a) of the Texas Transportation Code as (A) one who was issued at least two written notices of nonpayment that contained in aggregate 100 or more events of nonpayment within a period of one year and, (B) was issued a warning that failure to pay the amounts specified in the notices may result in the toll project entity's exercise of Habitual Violator remedies.

### What enforcement remedies is the Mobility Authority implementing for Habitual Violators?

To encourage equitable payment by all customers, legislation allows for enforcement remedies up to and including vehicle registration renewal blocks, prohibiting Habitual Violator's vehicles on Mobility Authority roadways, on-road enforcement of the vehicle ban, as well as posting names to the agency website of those Habitual Violators with banned vehicles. The Mobility Authority will be implementing these remedies beginning November 2019.

### How will I know I'm a Habitual Violator subject to enforcement remedies?

Habitual Violators are provided due process protections prior to any enforcement action.

- A registered vehicle owner who the Mobility Authority determines meets the Habitual Violator status is sent a letter advising them that Habitual Violator remedies may be implemented if the customer's outstanding balance is not resolved. This letter is not required by law but is sent as a courtesy to reflect the Mobility Authority's commitment to the customer.
- A registered vehicle owner who the Mobility Authority determines to be a Habitual Violator receives written notice of that determination and an opportunity for a justice of the peace hearing to challenge their Habitual Violator status.
- Habitual Violator Determination is FINAL if no action is taken, prompt in the Mobility Authority to send a Vehicle Registration Block Notice and/or a Vehicle Ban Notice. These notices urge the Habitual Violator yet again to resolve their toll debt with the Mobility Authority.
- Sufficient time is provided to respond to all notifications.

Learn more about the Habitual Violator Enforcement Program at [MobilityAuthority.com](http://MobilityAuthority.com)



**How can I resolve my Habitual Violator status and settle my toll bill balance?**

You can pay outstanding tolls and administrative fees with cash, money order or credit card (a payment plan may be available) by: calling the Mobility Authority Customer Service Center at 512-410-0562, online at [www.paymobilitybill.com](http://www.paymobilitybill.com), or in person at our walk-up center.

**Why is the Mobility Authority pursuing enforcement remedies?**

The vehicle registration block and other toll enforcement actions are intended to encourage tollway drivers to pay for services rendered to ensure fairness to the overwhelming majority of drivers who pay for the service, maintenance and safety of the toll roads.

**How will a person be notified that he or she is subject to enforcement remedies?**

A notification letter announcing that a person has met the criteria of Habitual Violator is sent to the address in the Texas Department of Motor Vehicles (TTC 372.106) database, allowing 30 days to contact to dispute their determination as a Habitual Violator or address the account balance before remedies are applied. If the Habitual Violator does not make arrangements with the Mobility Authority during this period, they will be subject to all enforcement remedies. Additionally, notification of a registration renewal block is mailed.

**Can someone dispute a toll bill?**

Yes. You may contact the Mobility Authority to review all outstanding tolls and fees, correct any errors and arrange for payment to clear your status as a Habitual Violator and the block on your registration. Habitual Violators are also given an opportunity to request an administrative hearing with a justice of the peace.

**How will I know or be notified that I am subject to a vehicle ban?**

Habitual violators subject to vehicle ban will receive notification that they have been banned, including when the ban will take effect and instructions for how to remove their status as a Habitual Violator.

**Can I dispute my toll bill that subjects me to the vehicle ban?**

Yes. You may contact the Mobility Authority to review all outstanding tolls and administrative fees, correct any errors and arrange for payment to clear your status as a Habitual Violator and remove the vehicle ban.

**What happens if I am banned, but get caught driving on a Mobility Authority toll road?**

A person commits an offense when operating a vehicle in violation of the ban and is subject to a Class C misdemeanor with a fine up to \$500. A second or subsequent occurrence of driving on the tollway in violation of a ban may result in impoundment of the vehicle.

**How will the Mobility Authority know if I'm still driving (after being banned)?**

Mobility Authority roads are equipped with technology that recognizes vehicle and license plates on our prohibited list. Individuals operating a prohibited vehicle on Mobility Authority roads will be reported to nearby law enforcement patrolling Mobility Authority roads.

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

**RESOLUTION NO. 23-0XX**

**PROHIBITING THE OPERATION OF CERTAIN MOTOR VEHICLES  
ON MOBILITY AUTHORITY TOLL FACILITIES PURSUANT TO  
THE HABITUAL VIOLATOR PROGRAM**

WHEREAS, Transportation Code, Chapter 372, Subchapter C, authorizes toll project entities, including the Central Texas Regional Mobility Authority (Mobility Authority), to exercise various remedies against certain motorists with unpaid toll violations; and

WHEREAS, Transportation Code §372.106 provides that a “habitual violator” is a registered owner of a vehicle who a toll project entity determines:

(1) was issued at least two written notices of nonpayment that contained:

(A) in the aggregate, 100 or more events of nonpayment within a period of one year, not including events of nonpayment for which: (i) the registered owner has provided to the toll project entity information establishing that the vehicle was subject to a lease at the time of nonpayment, as provided by applicable toll project entity law; or (ii) a defense of theft at the time of the nonpayment has been established as provided by applicable toll project entity law; and

(B) a warning that the failure to pay the amounts specified in the notices may result in the toll project entity’s exercise of habitual violator remedies; and

(2) has not paid in full the total amount due for tolls and administrative fees under those notices; and

WHEREAS, the Mobility Authority previously determined that the individuals listed in Exhibit A are habitual violators, and these determinations are now considered final in accordance with Transportation Code, Chapter 372, Subchapter C; and

WHEREAS, Transportation Code §372.109 provides that a final determination that a person is a habitual violator remains in effect until (1) the total amount due for the person’s tolls and administrative fees is paid; or (2) the toll project entity, in its sole discretion, determines that the amount has been otherwise addressed; and

WHEREAS, Transportation Code §372.110 provides that a toll project entity, by order of its governing body, may prohibit the operation of a motor vehicle on a toll project of the entity if:

(1) the registered owner of the vehicle has been finally determined to be a habitual violator; and

(2) the toll project entity has provided notice of the prohibition order to the registered owner; and

WHEREAS, the Executive Director recommends that the Board prohibit the operation of the motor vehicles listed in Exhibit A on the Mobility Authority's toll roads, including (1) 183A Toll; (2) 290 Toll; (3) 71 Toll; (4) MoPac Express Lanes; (5) 45SW Toll; and (6) 183 Toll.

NOW THEREFORE, BE IT RESOLVED that the motor vehicles listed in Exhibit A are prohibited from operation on the Mobility Authority's toll roads, effective March 29, 2023; and

BE IT FURTHER RESOLVED that the Mobility Authority shall provide notice of this resolution to the individuals listed in Exhibit A, as required by Transportation Code §372.110; and

BE IT IS FURTHER RESOLVED that the prohibition shall remain in effect for the motor vehicles listed in Exhibit A until the respective habitual violator determinations are terminated, as provided by Transportation Code §372.110.

Adopted by the Board of Directors of the Central Texas Regional Mobility Authority on the 29<sup>th</sup> day of March 2023.

Submitted and reviewed by:

Approved:

---

James M. Bass  
Executive Director

---

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

**Exhibit A**

LIST OF PROHIBITED VEHICLES

*(To be provided at the Board Meeting)*



CENTRAL TEXAS REGIONAL  
**MOBILITY AUTHORITY**

March 29, 2023  
**AGENDA ITEM #5**

---

Accept the financial statements for  
January 2023 and February 2023

Strategic Plan Relevance: Stewardship  
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 January 2023 and February 2023.

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

**Financing:** N/A

**Action requested/Staff Recommendation:** Accept the financial statements for January 2023 and February 2023.

**Backup provided:** Draft Resolution  
Draft financial statements for January 2023  
and February 2023

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

**RESOLUTION NO. 23-0XX**

**ACCEPT THE FINANCIAL STATEMENTS FOR JANUARY 2023  
AND FEBRUARY 2023**

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 January 2023 and has caused financial statements to be prepared and attached to this resolution as Exhibit A; and

WHEREAS, the Executive Director, working with the Chief Financial Officer, has reviewed and authorized the disbursements necessary for the month of February 2023 and has caused financial statements to be prepared and attached to this resolution as Exhibit B.

NOW THEREFORE, BE IT RESOLVED, that the Board of Directors accepts the financial statements for January 2023 and financial statements for February 2023, attached hereto as Exhibit A and Exhibit B, respectively.

Adopted by the Board of Directors of the Central Texas Regional Mobility Authority on the 29<sup>th</sup> day of March 2023.

Submitted and reviewed by:

Approved:

---

James M. Bass  
Executive Director

---

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

**Exhibit A**

Financial Statements for January 2023

**Central Texas Regional Mobility Authority**  
**Income Statement**  
**For the Period Ending January 31, 2023**

	Budget			
	Amount FY	Actual Year to	Percent of	Actual Prior
	2023	Date	Budget	Year to Date
<b>REVENUE</b>				
<b>Operating Revenue</b>				
Toll Revenue - Tag	119,610,800	81,813,824	68.40%	66,537,191
Video Tolls	46,743,300	37,872,216	81.02%	25,803,211
Fee Revenue	13,845,900	7,385,860	53.34%	7,857,389
<b>Total Operating Revenue</b>	<b>180,200,000</b>	<b>127,071,901</b>	<b>70.52%</b>	<b>100,197,791</b>
<b>Other Revenue</b>				
Interest Income	3,190,301	15,831,522	496.24%	736,974
Grant Revenue	1,359,833	267,971	19.71%	350,649
Misc Revenue	130,000	16,467	12.67%	138,785
Gain/Loss on Sale of Asset	-	-	-	6,568
<b>Total Other Revenue</b>	<b>4,680,134</b>	<b>16,115,960</b>	<b>344.35%</b>	<b>1,232,976</b>
<b>TOTAL REVENUE</b>	<b>\$184,880,134</b>	<b>\$143,187,860</b>	<b>77.45%</b>	<b>101,430,767</b>
<b>EXPENSES</b>				
<b>Salaries and Benefits</b>				
Salary Expense-Regular	4,621,321	2,105,892	45.57%	2,217,693
Salary Reserve	80,000	-	-	-
TCDRS	1,046,269	612,673	58.56%	458,146
FICA	232,304	88,369	38.04%	103,501
FICA MED	67,009	30,719	45.84%	33,206
Health Insurance Expense	580,271	235,916	40.66%	229,378
Life Insurance Expense	5,972	2,477	41.47%	3,626
Auto Allowance Expense	10,200	5,313	52.08%	5,525
Other Benefits	126,590	46,458	36.70%	94,061
Unemployment Taxes	4,608	(1,583)	-34.35%	10,580
<b>Total Salaries and Benefits</b>	<b>6,774,544</b>	<b>3,126,232</b>	<b>46.15%</b>	<b>3,155,714</b>

**Central Texas Regional Mobility Authority**  
**Income Statement**  
**For the Period Ending January 31, 2023**

	Budget			
	Amount FY	Actual Year to	Percent of	Actual Prior
	2023	Date	Budget	Year to Date
<b>Administrative</b>				
<b>Administrative and Office Expenses</b>				
Accounting	9,500	4,508	47.45%	4,996
Auditing	190,000	138,655	72.98%	100,975
Financial Advisors	108,000	115,200	106.67%	14,400
Human Resources	30,000	49,753	165.84%	14,473
Legal	70,000	22,184	31.69%	-
IT Services	350,000	274,239	78.35%	69,427
Internet	150	-	-	-
Software Licenses	557,500	411,775	73.86%	281,751
Cell Phones	24,200	9,530	39.38%	11,433
Local Telephone Service	10,000	55,845	558.45%	51,720
Overnight Delivery Services	250	40	16.06%	57
Copy Machine	15,500	8,904	57.45%	7,632
Repair & Maintenance-General	8,000	-	-	2,273
Meeting Expense	12,750	6,524	51.17%	552
Toll Tag Expense	3,000	300	10.00%	1,020
Parking / Local Ride Share	2,800	444	15.84%	-
Mileage Reimbursement	3,950	678	17.17%	76
Insurance Expense	651,250	324,650	49.85%	324,914
Rent Expense	731,203	381,803	52.22%	341,633
Building Parking	3,500	1,020	29.13%	270
Legal Services	443,000	150,576	33.99%	175,094
<b>Total Administrative and Office Expenses</b>	<b>3,224,553</b>	<b>1,956,627</b>	<b>60.68%</b>	<b>1,402,696</b>
<b>Office Supplies</b>				
Books & Publications	3,250	1,367	42.07%	1,797
Office Supplies	7,750	1,526	19.70%	824
Misc Office Equipment	4,500	8,470	188.21%	732
Computer Supplies	221,950	190,781	85.96%	27,494
Other Reports-Printing	5,000	-	-	-
Office Supplies-Printed	3,100	1,041	33.58%	171
Postage Expense	550	244	44.40%	288
<b>Total Office Supplies</b>	<b>246,100</b>	<b>203,430</b>	<b>82.66%</b>	<b>31,307</b>

**Central Texas Regional Mobility Authority**  
**Income Statement**  
**For the Period Ending January 31, 2023**

	Budget			
	Amount FY	Actual Year to	Percent of	Actual Prior
	2023	Date	Budget	Year to Date
<b>Communications and Public Relations</b>				
Graphic Design Services	75,000	-	-	-
Website Maintenance	111,500	32,577	29.22%	29,647
Research Services	140,000	-	-	10,109
Communications and Marketing	400,000	-	-	12,827
Advertising Expense	500,000	115,477	23.10%	128,265
Direct Mail	65,000	-	-	-
Video Production	82,500	29,097	35.27%	8,820
Photography	25,000	11,895	47.58%	199
Radio	50,000	-	-	-
Other Public Relations	2,500	1,200	48.00%	-
Promotional Items	520,000	12,682	2.44%	-
Annual Report printing	1,500	-	-	780
Direct Mail Printing	26,000	-	-	-
Other Communication Expenses	15,000	19,018	126.79%	12,160
<b>Total Communications and Public Relations</b>	<b>2,014,000</b>	<b>221,946</b>	<b>11.02%</b>	<b>202,806</b>
<b>Employee Development</b>				
Subscriptions	50,700	1,278	2.52%	123
Agency Memberships	78,550	60,479	76.99%	36,375
Continuing Education	4,800	650	13.54%	334
Professional Development	19,150	4,275	22.32%	-
Other Licenses	1,900	577	30.36%	554
Seminars and Conferences	118,500	42,623	35.97%	1,915
Travel	93,500	4,698	5.02%	8,567
<b>Total Employee Development</b>	<b>367,100</b>	<b>114,580</b>	<b>31.21%</b>	<b>47,868</b>
<b>Financing and Banking Fees</b>				
Trustee Fees	60,000	43,000	71.67%	34,038
Bank Fee Expense	3,240	706	21.80%	2,103
Continuing Disclosure	7,000	9,018	128.82%	6,184
Arbitrage Rebate Calculation	15,000	16,300	108.67%	13,967
Rating Agency Expense	50,000	43,000	86.00%	12,000
<b>Total Financing and Banking Fees</b>	<b>135,240</b>	<b>112,024</b>	<b>82.83%</b>	<b>68,291</b>
<b>Total Administrative</b>	<b>5,986,993</b>	<b>2,608,606</b>	<b>43.57%</b>	<b>1,752,967</b>

**Central Texas Regional Mobility Authority**  
**Income Statement**  
**For the Period Ending January 31, 2023**

	Budget			
	Amount FY	Actual Year to	Percent of	Actual Prior
	2023	Date	Budget	Year to Date
<b>Operations and Maintenance</b>				
<b>Operations and Maintenance Consulting</b>				
GEC-Trust Indenture Support	763,997	416,215	54.48%	337,145
GEC-Financial Planning Support	275,000	153,097	55.67%	117,562
GEC-Toll Ops Support	2,550,000	432,337	16.95%	453,926
GEC-Roadway Ops Support	1,411,139	543,770	38.53%	513,940
GEC-Technology Support	654,369	251,512	38.44%	306,617
GEC-Public Information Support	200,000	87,071	43.54%	109,904
GEC-General Support	1,360,000	409,470	30.11%	509,576
General System Consultant	1,159,640	493,086	42.52%	623,000
Traffic Modeling	150,000	-	-	24,361
Traffic and Revenue Consultant	500,000	595,200	119.04%	279,700
<b>Total Operations and Maintenance Consulting</b>	<b>9,024,145</b>	<b>3,381,760</b>	<b>37.47%</b>	<b>3,275,732</b>
<b>Roadway Operations and Maintenance</b>				
Roadway Maintenance	1,868,052	1,652,492	88.46%	1,054,267
Landscape Maintenance	2,949,320	2,154,895	73.06%	599,268
Maintenance Supplies-Roadway	300,000	-	-	47,497
Tools & Equipment Expense	25,000	444	1.78%	110
Gasoline	30,000	10,747	35.82%	8,485
Repair & Maintenance - Vehicles	10,000	(5,926)	-59.26%	2,843
Natural Gas	2,500	3,333	133.34%	2,975
Electricity - Roadways	250,000	160,866	64.35%	104,008
<b>Total Roadway Operations and Maintenance</b>	<b>5,434,872</b>	<b>3,976,852</b>	<b>73.17%</b>	<b>1,819,453</b>
<b>Toll Processing and Collection Expense</b>				
Image Processing	4,208,340	1,930,594	45.88%	2,187,592
Tag Collection Fees	8,453,846	5,757,258	68.10%	4,908,071
Court Enforcement Costs	10,000	-	-	-
DMV Lookup Fees	200	-	-	-
<b>Total Processing and Collection Expense</b>	<b>12,672,387</b>	<b>7,687,852</b>	<b>60.67%</b>	<b>7,095,663</b>

**Central Texas Regional Mobility Authority**  
**Income Statement**  
**For the Period Ending January 31, 2023**

	Budget			
	Amount FY	Actual Year to	Percent of	Actual Prior
	2023	Date	Budget	Year to Date
<b>Toll Operations Expense</b>				
Generator Fuel	3,000	853	28.44%	-
Fire and Burglar Alarm	500	288	57.57%	247
Refuse	2,180	1,122	51.45%	966
Telecommunications	-	2,240	-	-
Water - Irrigation	7,500	4,520	60.27%	3,358
Electricity	500	461	92.27%	405
ETC spare parts expense	200,000	-	-	(33,850)
Repair & Maintenance Toll Equip	50,000	78,097	156.19%	5,197
Law Enforcement	500,000	251,655	50.33%	220,455
ETC Maintenance Contract	6,000,000	4,102,246	68.37%	1,731,420
Transaction Processing Maintenance Contract	1,500,000	-	-	-
ETC Toll Management Center System Operation	875,000	357,620	40.87%	363,577
ETC Development	559,000	34,175	6.11%	259,991
ETC Testing	275,000	-	-	-
<b>Total Toll Operations Expense</b>	<b>9,972,680</b>	<b>4,833,277</b>	<b>48.47%</b>	<b>2,551,766</b>
<b>Total Operations and Maintenance</b>	<b>37,104,083</b>	<b>19,879,741</b>	<b>53.58%</b>	<b>14,742,613</b>
<b>Other Expenses</b>				
<b>Special Projects and Contingencies</b>				
HERO	149,000	86,234	57.87%	86,234
Special Projects	100,000	-	-	-
71 Express Net Revenue Payment	5,000,000	3,334,734	66.69%	2,735,391
Customer Relations	3,000	-	-	-
Technology Initiatives	75,000	43,834	58.45%	41,395
Other Contractual Svcs	370,000	211,140	57.06%	121,925
Contingency	300,000	-	-	-
<b>Total Special Projects and Contingencies</b>	<b>5,997,000</b>	<b>3,675,942</b>	<b>61.30%</b>	<b>2,984,944</b>

**Central Texas Regional Mobility Authority**  
**Income Statement**  
**For the Period Ending January 31, 2023**

	Budget			
	Amount FY	Actual Year to	Percent of	Actual Prior
	2023	Date	Budget	Year to Date
<b>Non Cash Expenses</b>				
Amortization Expense	2,020,950	745,346	36.88%	816,149
Amort Expense - Refund Savings	9,073,105	3,147,906	34.69%	5,174,082
Dep Exp - Furniture & Fixtures	2,178	1,525	70.01%	1,525
Dep Expense - Equipment	-	-	-	1,458
Dep Expense - Autos & Trucks	46,496	31,121	66.93%	14,649
Dep Expense - Building & Toll Fac	176,748	103,103	58.33%	103,103
Dep Expense - Highways & Bridges	53,479,102	29,529,234	55.22%	29,529,234
Dep Expense - Toll Equipment	4,736,604	2,139,513	45.17%	2,376,753
Dep Expense - Signs	1,052,717	593,000	56.33%	593,000
Dep Expense - Land Improvements	884,934	516,212	58.33%	516,212
Depreciation Expense - Computers	64,319	63,512	98.74%	110,297
<b>Total Non Cash Expenses</b>	<b>71,537,153</b>	<b>36,870,470</b>	<b>51.54%</b>	<b>39,236,461</b>
<b>Total Other Expenses</b>	<b>77,534,153</b>	<b>40,546,412</b>	<b>52.29%</b>	<b>42,221,405</b>
<b>Non Operating Expenses</b>				
Bond Issuance Expense	1,250,000	308,173	24.65%	4,740,802
Loan Fee Expense	14,500	48,000	331.03%	14,500
Interest Expense	83,664,454	44,953,187	53.73%	46,813,766
CAMPO RIF Payment	-	-	-	5,000,000
Community Initiatives	150,000	22,500	15.00%	17,550
<b>Total Non Operating Expenses</b>	<b>\$85,078,954</b>	<b>\$45,331,859</b>	<b>53.28%</b>	<b>\$56,586,618</b>
<b>TOTAL EXPENSES</b>				
	<b>212,478,727</b>	<b>111,492,850</b>	<b>52.47%</b>	<b>118,459,318</b>
<b>Net Income</b>	<b>\$ (27,598,593)</b>	<b>\$ 31,695,010</b>		<b>\$ (17,028,551)</b>

**Central Texas Regional Mobility Authority**  
**Balance Sheet**  
as of January 31, 2023

	as of 01/31/2023		as of 01/31/2022	
<b>ASSETS</b>				
<b>Current Assets</b>				
<b>Cash</b>				
Regions Operating Account	\$ 1,564,061		\$ 1,148,712	
Cash in TexStar	43,462		540,257	
Regions Payroll Account	102,511		396,338	
<b>Restricted Cash</b>				
Goldman Sachs FSGF 465	1,068,614,662		622,264,868	
Restricted Cash - TexSTAR	13,560,169		12,424,169	
Overpayments account	291,024		620,089	
<b>Total Cash and Cash Equivalents</b>		<u>1,084,175,889</u>		<u>637,394,433</u>
<b>Accounts Receivable</b>				
Accounts Receivable	2,770,089		2,770,089	
Due From Other Agencies	68,894		65,069	
Due From TTA	1,072,795		5,526,893	
Due From NTTA	1,185,338		1,014,369	
Due From HCTRA	3,861,175		1,488,688	
Due From TxDOT	164,602		-	
Interest Receivable	693,342		2,275,224	
<b>Total Receivables</b>		<u>9,816,236</u>		<u>13,140,331</u>
<b>Short Term Investments</b>				
Treasuries	(0)		317,519,984	
Agencies	(0)		169,014,056	
<b>Total Short Term Investments</b>		<u>(0)</u>		<u>486,534,040</u>
<b>Total Current Assets</b>		<u>1,093,992,125</u>		<u>1,137,068,804</u>
<b>Total Construction in Progress</b>		338,066,902		249,869,046
<b>Fixed Assets (Net of Depreciation and Amortization)</b>				
Computers	34,995		177,291	
Computer Software	1,059,480		1,993,145	
Furniture and Fixtures	653		3,267	
Equipment	9,624		10,665	
Autos and Trucks	62,761		116,112	
Buildings and Toll Facilities	4,313,916		4,490,663	
Highways and Bridges	1,687,674,536		1,736,661,885	
Toll Equipment	19,475,100		20,249,133	
Signs	12,854,976		13,184,763	
Land Improvements	5,683,057		6,567,991	
Right of way	88,149,606		88,149,606	
Leasehold Improvements	19,286		63,938	
<b>Total Fixed Assets</b>		<u>1,819,337,992</u>		<u>1,871,668,460</u>
<b>Other Assets</b>				
Intangible Assets-Net	172,144,278		182,278,101	
2005 Bond Insurance Costs	3,125,752		3,522,886	
Prepaid Insurance	392,247		339,609	
Deferred Outflows (pension related)	675,913		641,074	
Pension Asset	2,549,818		591,247	
<b>Total Other Assets</b>		<u>178,888,008</u>		<u>187,372,917</u>
<b>Total Assets</b>		<u><u>\$ 3,430,285,027</u></u>		<u><u>\$ 3,445,979,227</u></u>

**Central Texas Regional Mobility Authority**  
**Balance Sheet**  
**as of January 31, 2023**

	as of 01/31/2023	as of 01/31/2022
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
Accounts Payable	\$ 43,799,156	\$ 39,812,002
Construction Payable	5,088,769	7,535,784
Overpayments	294,629	623,474
Interest Payable	6,329,349	18,120,146
TCDRS Payable	76,511	89,051
Due to other Agencies	15,153	2,898
Due to TTA	592,076	492,180
Due to HCTRA	132,984	106,592
Due to Other Entities	55,330	886,509
71E TxDOT Obligation - ST	5,152,841	4,259,082
<b>Total Current Liabilities</b>	61,536,799	71,927,717
<b>Long Term Liabilities</b>		
Compensated Absences	240,954	287,164
Deferred Inflows (pension related)	1,481,361	109,052
	1,722,315	396,217
<b>Long Term Payables</b>		
<b>Bonds Payable</b>		
<b>Senior Lien Revenue Bonds:</b>		
Senior Lien Revenue Bonds 2010	91,506,338	84,929,946
Senior Lien Revenue Bonds 2011	15,786,767	18,360,274
Senior Refunding Bonds 2013	-	3,475,000
Senior Lien Revenue Bonds 2015	10,000,000	10,000,000
Senior Lien Refunding Revenue Bonds 2016	59,340,000	70,790,000
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	54,970,000	55,600,000
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	274,625,000
Senior Lien Refunding Bonds 2021E	332,585,000	335,610,000
Sn Lien Rev Bnd Prem/Disc 2013	(0)	1,640,024
Senior Lien Premium 2016 Revenue Bonds	7,103,571	7,966,754
Sn Lien Revenue Bond Premium 2018	2,994,290	3,260,863
Senior Lien Revenue Bond Premium 2020A	11,247,218	11,402,494
Senior Lien Refunding Bond Premium 2020B	11,459,528	11,994,604
Senior Lien Revenue Bonds Premium 2020E	24,855,280	26,570,667
Senior Lien Revenue Bonds Premium 2021B	53,253,278	53,646,313
Senior Lien Refunding Bonds Premium 2021D	44,138,000	44,929,549
<b>Total Senior Lien Revenue Bonds</b>	1,649,144,272	1,670,081,487

**Central Texas Regional Mobility Authority**  
**Balance Sheet**  
**as of January 31, 2023**

	as of 01/31/2023	as of 01/31/2022
<b>Sub Lien Revenue Bonds:</b>		
Sub Lien Refunding Bonds 2013	-	2,725,000
Sub Lien Refunding Bonds 2016	71,435,000	72,605,000
Sub Lien Refunding Bonds 2020D	97,440,000	98,580,000
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	0	349,935
Sub Refunding 2016 Prem/Disc	5,318,000	6,132,422
Subordinated Lien BANs 2020F Premium	7,672,157	11,675,022
Subordinated Lien Refunding Bonds Premium 2020G	6,932,569	7,336,541
Sub Lien BANS 2021C Premium	29,812,403	37,424,080
<b>Total Sub Lien Revenue Bonds</b>	635,240,129	653,458,001
<b>Other Obligations</b>		
TIFIA Note 2021	355,184,077	347,778,243
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>	434,952,241	430,032,554
<b>Total Long Term Liabilities</b>	2,721,058,957	2,753,968,258
<b>Total Liabilities</b>	2,782,595,756	2,825,895,975
<b>NET ASSETS</b>		
Contributed Capital	121,462,104	121,462,104
Net Assets Beginning	494,531,895	515,649,438
Current Year Operations	31,695,272	(17,028,289)
<b>Total Net Assets</b>	647,689,271	620,083,253
<b>Total Liabilities and Net Assets</b>	\$ 3,430,285,027	\$ 3,445,979,227

**Central Texas Regional Mobility Authority**  
**Statement of Cash Flow**  
**as of January 2023**

**Cash flows from operating activities:**

Receipts from toll revenues	129,532,537
Receipts from Other Sources	284,438
Payments to vendors	(35,257,283)
Payments to employees	(3,157,446)
Net cash flows provided by (used in) operating activities	91,402,246

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

Prepaid payment on Intangible assets	(3,147,906)
Issuance Expense	(5,128,229)
Payments on bonds / loans	(25,795,520)
RIF Contribution	(5,000,000)
Acquisition of capital assets - non project	(3,587,413)
Acquisitions of construction in progress	(49,853,992)
Net cash flows provided by (used in) capital and related financing activities	(92,513,060)

**Cash flows from investing activities:**

Interest income	15,830,113
Purchase of investments	(231,548,896)
Proceeds from sale or maturity of investments	157,044,443
Net cash flows provided by (used in) investing activities	(58,674,340)

Net increase (decrease) in cash and cash equivalents	(59,785,154)
Cash and cash equivalents at beginning of period	1,153,777,279
Cash and cash equivalents at end of period	1,093,992,125

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

Operating income	31,695,010
Adjustments to reconcile change in net assets to net cash provided by operating activities:	
Depreciation and amortization	36,870,470
Changes in assets and liabilities:	
Decrease in accounts receivable	2,460,637
Increase in prepaid expenses and other assets	264,184
(Decrease) increase in accounts payable	
Decrease in accrued expenses	(9,388,044)
Decrease in Interest expense	45,331,859
Increase in interest receivable	(15,832,131)
Difference between Operating statement and Trial balance	262
Total adjustments	59,707,236
Net cash flows provided by (used in) operating activities	\$ 91,402,246

**Reconciliation of cash and cash equivalents:**

Unrestricted cash and cash equivalents	11,817,294
Restricted cash and cash equivalents	1,082,174,831
Total	1,093,992,125

**INVESTMENTS by FUND**

		Balance January 31, 2023	
Renewal & Replacement Fund			
TexSTAR	1,828.16		13,603,630.98
Goldman Sachs	28,079.85		1,063,434,678.87
Agencies/ Treasuries		29,908.01	-
Grant Fund			\$ 1,077,038,309.85
TexSTAR	463,231.23		
Goldman Sachs	9,767,587.46		
Agencies/ Treasuries		10,230,818.69	
<b>Senior Debt Service Reserve Fund</b>			
TexSTAR	1,005,356.14		
Goldman Sachs	108,591,001.06		
Agencies/ Treasuries		109,596,357.20	
2010 Senior Lien Debt Service Account			
Goldman Sachs	61,612.69	61,612.69	
2011 Sr Debt Service Accountt			
Goldman Sachs	637,008.97	637,008.97	
2013 Sr Debt Service Accountt			
Goldman Sachs	40,033.53	40,033.53	
2013 Sub Debt Service Account			
Goldman Sachs	31,509.94	31,509.94	
2013 Sub Debt Service Reserve Fund			
Goldman Sachs	125.23	795,676.10	
TexSTAR	795,550.87		
2015 Sr Debt Service Account			
Goldman Sachs	4,302,261.82	4,302,261.82	
2016 Sr Lien Rev Refunding Debt Service Account			
Goldman Sachs	1,825,700.60	1,825,700.60	
2016 Sub Lien Rev Refunding Debt Service Account			
Goldman Sachs	490,192.62	490,192.62	
2016 Sub Lien Rev Refunding DSR			
Goldman Sachs	7,107,773.35		
Agencies/ Treasuries		7,107,773.35	
Operating Fund			
TexSTAR	43,461.80		
TexSTAR-Trustee	8,119,628.21		
Goldman Sachs	8,139,143.39	16,302,233.40	
Revenue Fund			
Goldman Sachs	7,375,311.52	7,375,311.52	
General Fund			
TexSTAR	1,160,120.50		
Goldman Sachs	147,794,124.63		
Agencies/ Treasuries		148,954,245.13	
71E Revenue Fund			
Goldman Sachs	28,300,285.03	28,300,285.03	
MoPac Revenue Fund			
Goldman Sachs	312,415.00	312,415.00	
MoPac General Fund			
Goldman Sachs	11,064,884.33	11,064,884.33	
MoPac Operating Fund			
Goldman Sachs	245,563.65	245,563.65	
MoPac Loan Repayment Fund			
Goldman Sachs	613,476.37	613,476.37	
2015B Project Account			
Goldman Sachs	42,527,960.90		
TexSTAR	356,567.30	42,884,528.20	
2015 TIFIA Project Account			
Goldman Sachs	38,105,500.17		
TexSTAR	708,377.19		
Agencies/ Treasuries		38,813,877.36	
2011 Sr Financial Assistance Fund			
Goldman Sachs	502,399.23	502,415.31	
TexSTAR	16.08		
2018 Sr Lien Debt Service Account			
Goldman Sachs	192,865.97	192,865.97	
2018 Sr Lien Project Cap I			
Goldman Sachs	677.73	677.73	
2018 Sr Lien Project Account			
Goldman Sachs	12,600,608.36		
TexSTAR	949,493.50	13,550,101.86	
2020A Senior Lien Debt Service Account			
Goldman Sachs	221,334.41	221,334.41	
2020B Senior Lien Debt Service Account			
Goldman Sachs	292,481.94	292,481.94	
2020C Senior Lien Debt Service Account			
Goldman Sachs	374,833.70	374,833.70	
2020D Sub Lien Debt Service Account			
Goldman Sachs	601,250.16	601,250.16	
2020D Sub Debt Service Reserve Fund			
Goldman Sachs	8,250,579.76	8,250,579.76	
2020E Senior Lien Project Account			
Goldman Sachs	153,930,294.40	153,930,294.40	
2020E Senior Lien Project Cap Interest			
Goldman Sachs	18,334,163.24	18,334,163.24	
2020F Sub Lien Project Account			
Goldman Sachs	10,199,621.06	10,199,621.06	
2020F Sub Lien Deb Service Account			
Goldman Sachs	481,421.60	481,421.60	
2020G Sub Lien Debt Service Account			
Goldman Sachs	221,668.84	221,668.84	
2020G Sub Lien Debt Service Reserve Account			
Goldman Sachs	3,167,097.88	3,167,097.88	
2021A Sub Lien Debt Service Reserve Account			
Goldman Sachs	13,959,512.13	13,959,512.13	33,280,639.22
2021A Sub Debt Service Account			
Goldman Sachs	97.26	97.26	
2021B Senior Lien Cap I Project Fund			
Goldman Sachs	40,841,501.81	40,841,501.81	
2021B Senior Lien Project Account			
Goldman Sachs	233,427,862.30		
Agencies/ Treasuries		233,427,862.30	
2021C Sub Lien Cap I Project Fund			
Goldman Sachs	1,357.59	1,357.59	
2021C Sub Lien Project Account			
Goldman Sachs	145,266,867.58	145,266,867.58	
2021C Sub Lien Debt Service Account			
Goldman Sachs	1,059,908.75	1,059,908.75	
2021D Senior Lien Debt Service Account			
Goldman Sachs	1,018,001.94	1,018,001.94	
2021E Senior Lien Debt Service Account			
Goldman Sachs	1,126,719.12	1,126,719.12	
		\$ 1,077,038,309.85	

CTRMA INVESTMENT REPORT

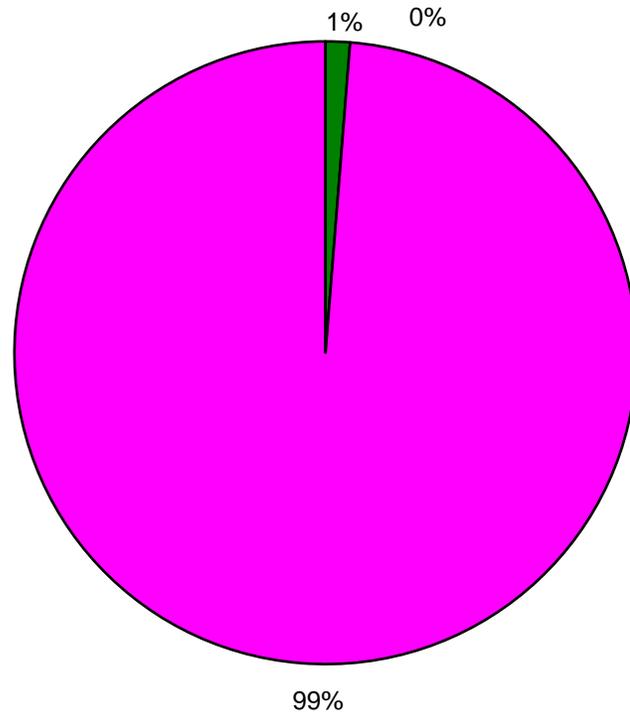
Month Ending 1/31/2023						
Balance 1/1/2023	Additions	Discount Amortization	Accrued Interest	Withdrawals	Balance 1/31/2023	Rate January
<b>Amount in Trustee TexStar</b>						
2011 Sr Lien Financial Assist Fund	16.04		0.04		16.08	4.2515%
2013 Sub Lien Debt Service Reserve General Fund	792,689.17 1,155,947.39		2,861.70 4,173.11		795,550.87 1,160,120.50	4.2515%
Trustee Operating Fund	7,593,378.33	4,000,000.00	26,249.88	3,500,000.00	8,119,628.21	4.2515%
Renewal and Replacement	1,821.61		6.55		1,828.16	4.2515%
TxDOT Grant Fund	461,564.92		1,666.31		463,231.23	4.2515%
Senior Lien Debt Service Reserve Fund	1,001,739.75		3,616.39		1,005,356.14	4.2515%
2015B Sr Ln Project	355,284.68		1,282.62		356,567.30	4.2515%
2015C TIFIA Project	705,829.05		2,548.14		708,377.19	4.2515%
2018 Sr Lien Project Account	946,078.05		3,415.45		949,493.50	4.2515%
	13,014,348.99	4,000,000.00	45,820.19	3,500,000.00	13,560,169.18	
<b>Amount in TexStar Operating Fund</b>						
	43,305.47	3,500,000.00	156.33	3,500,000.00	43,461.80	4.2515%
<b>Goldman Sachs</b>						
Operating Fund	8,111,366.93	4,000,740.29	27,036.17	4,000,000.00	8,139,143.39	4.1900%
2020A Senior Lien Debt Service Account	1,266,797.87	207,058.12	4,103.42	1,256,625.00	221,334.41	4.1900%
2020B Senior Lien Debt Service Account	1,988,081.84	274,033.61	6,266.49	1,975,900.00	292,481.94	4.1900%
2020C Senior Lien Debt Service Account	1,899,557.24	358,929.03	5,915.55	1,889,568.12	374,833.70	4.1900%
2020D Sub Lien Debt Service Account	2,641,102.59	575,873.28	8,361.03	2,624,086.74	601,250.16	4.1900%
2020D Sub Debt Service Reserve Fund	8,223,027.76		27,552.00		8,250,579.76	4.1900%
2020E Sr Lien Project Account	153,416,259.27		514,035.13		153,930,294.40	4.1900%
2020E Sr Ln Project Cap Interest	21,979,219.86		73,643.38	3,718,700.00	18,334,163.24	4.1900%
2020F Sub Lien Project Account	15,418,757.78		53,077.06	5,272,213.78	10,199,621.06	4.1900%
2020F Sub Lien Debt Service Account	2,786,528.21	458,090.68	8,677.71	2,771,875.00	481,421.60	4.1900%
2020G Sub Lien Debt Service Account	1,283,046.99	210,926.23	3,995.62	1,276,300.00	221,668.84	4.1900%
2020G Sub Debt Service Reserve Fund	3,064,761.27	92,204.74	10,131.87		3,167,097.88	4.1900%
2021A Sub Debt Service Reserve Fund	13,353,826.37	561,724.77	43,960.99		13,959,512.13	4.1900%
2021A Sub Debt Service Account	96.94		0.32		97.26	4.1900%
2021B Senior Lien Cap I Project Fund	46,552,423.68		155,978.13	5,866,900.00	40,841,501.81	4.1900%
2021B Senior Lien Project Account	232,648,352.74		779,509.56		233,427,862.30	4.1900%
2021C Sub Lien Cap I Project Fund	1,353.06		4.53		1,357.59	4.1900%
2021C Sub Lien Project Account	150,307,265.22		508,587.74	5,548,985.38	145,266,867.58	4.1900%
2021C Sub Lien Debt Service Account	6,136,480.80	1,008,943.25	19,109.70	6,104,625.00	1,059,908.75	4.1900%
2021D Senior Lien Debt Service Account	6,116,971.31	965,799.61	19,106.02	6,083,875.00	1,018,001.94	4.1900%
2021E Senior Lien Debt Service Account	7,948,703.08	1,051,969.46	25,114.99	7,899,068.41	1,126,719.12	4.1900%
2011 Sr Financial Assistance Fund	985,399.26		3,301.97	486,302.00	502,399.23	4.1900%
2010 Senior DSF	61,406.92		205.77		61,612.69	4.1900%
2011 Senior Lien Debt Service Account	3,759,755.58	595,098.21	12,155.18	3,730,000.00	637,008.97	4.1900%
2013 Senior Lien Debt Service Account	3,590,311.57		11,596.96	3,561,875.00	40,033.53	4.1900%
2013 Sub Debt Service Reserve Fund	124.81		0.42		125.23	4.1900%
2013 Subordinate Debt Service Account	2,815,540.56		9,094.38	2,793,125.00	31,509.94	4.1900%
2015A Sr Lien Debt Service Account	4,537,058.61		15,203.21	250,000.00	4,302,261.82	4.1900%
2015B Project Account	42,445,286.69		142,334.04	59,659.83	42,527,960.90	4.1900%
2015C TIFIA Project Account	37,978,158.60		127,341.57		38,105,500.17	4.1900%
2016 Sr Lien Rev Refunding Debt Service Account	13,107,976.22	1,666,287.17	42,955.96	12,991,518.75	1,825,700.60	4.1900%
2016 Sub Lien Rev Refunding Debt Service Account	2,833,421.91	463,187.73	8,964.23	2,815,381.25	490,192.62	4.1900%
2016 Sub Lien Rev Refunding DSR	7,084,035.48		23,737.87		7,107,773.35	4.1900%
2018 Sr Lien Project Cap I	202,271.98		677.73	202,271.98	677.73	4.1900%
2018 Sr Lien Debt Service Account	913,223.56	385,423.79	2,843.62	1,108,625.00	192,865.97	4.1900%
2018 Sr Lien Project Account	12,564,736.66		38,929.70	3,058.00	12,600,608.36	4.1900%
TxDOT Grant Fund	9,734,966.60		32,620.86		9,767,587.46	4.1900%
Renewal and Replacement	8,553.29	150,000.00	75.47	130,548.91	28,079.85	4.1900%
Revenue Fund	5,734,259.57	15,923,236.07	30,883.67	14,313,067.79	7,375,311.52	4.1900%
General Fund	147,199,318.66	318,775.40	476,634.43	200,603.86	147,794,124.63	4.1900%
Senior Lien Debt Service Reserve Fund	108,228,339.15		362,661.91		108,591,001.06	4.1900%
71E Revenue Fund	27,182,386.75	1,182,466.98	88,961.37	153,530.07	28,300,285.03	4.1900%
MoPac Revenue Fund	76,310.20	1,346,887.07	1,079.92	1,111,862.19	312,415.00	4.1900%
MoPac General Fund	10,363,999.22	668,984.46	32,684.85	784.20	11,064,884.33	4.1900%
MoPac Operating Fund	314,119.52	300,000.00	680.05	369,235.92	245,563.65	4.1900%
MoPac Loan Repayment Fund	869,395.65	142,877.73	2,512.41	401,309.42	613,476.37	4.1900%
	1,127,734,337.83	32,909,517.68	0.00	3,762,304.96	1,063,434,678.87	
<b>Amount in Fed Agencies and Treasuries</b>						
Amortized Principal	0.00			0.00	0.00	
	0.00				0.00	
<b>Certificates of Deposit</b>						
Total in Pools	13,016,013.78	7,500,000.00	45,976.52	7,000,000.00	13,603,630.98	
Total in GS FSGF	1,117,367,502.58	32,909,517.68	3,762,304.96	100,971,481.60	1,063,434,678.87	
Total in Fed Agencies and Treasuries	0.00			0.00	0.00	
<b>Total Invested</b>	<b>1,130,383,516.36</b>	<b>40,409,517.68</b>		<b>3,808,281.48</b>	<b>1,077,038,309.85</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  
Ann Zigmund, Controller

1/31/2023

## Allocation of Funds



- Total in Pools
- Total in Money Market
- Total in Fed Agencies
- Total in CD's

## ESCROW FUNDS

### Travis County Escrow Fund - Elroy Road

	<b>Balance</b>		<b>Accrued</b>		<b>Balance</b>
	<b>1/1/2023</b>	<b>Additions</b>	<b>Interest</b>	<b>Withdrawals</b>	<b>1/31/2023</b>
Goldman Sachs	3,708,464.00		12,465.28	15,018.45	3,705,910.83

### Travis County Escrow Fund - Ross Road

	<b>Balance</b>		<b>Accrued</b>		<b>Balance</b>
	<b>1/1/2023</b>	<b>Additions</b>	<b>Interest</b>	<b>Withdrawals</b>	<b>1/31/2023</b>
Goldman Sachs	212,019.89		711.88	595.31	212,136.46

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

	<b>Balance</b>		<b>Accrued</b>		<b>Balance</b>
	<b>1/1/2023</b>	<b>Additions</b>	<b>Interest</b>	<b>Withdrawals</b>	<b>1/31/2023</b>
Goldman Sachs	41,301.12		143.23		41,444.35

### Travis County Escrow Fund - Old Lockhart Road

	<b>Balance</b>		<b>Accrued</b>		<b>Balance</b>
	<b>1/1/2023</b>	<b>Additions</b>	<b>Interest</b>	<b>Withdrawals</b>	<b>1/31/2023</b>
Goldman Sachs	175,564.08		597.22		176,161.30

### Travis County Escrow Fund - County Line Road

	<b>Balance</b>		<b>Accrued</b>		<b>Balance</b>
	<b>1/1/2023</b>	<b>Additions</b>	<b>Interest</b>	<b>Withdrawals</b>	<b>1/31/2023</b>
Goldman Sachs	303,078.68		1,041.10	11,696.61	292,423.17

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

	<b>Balance</b>		<b>Accrued</b>		<b>Balance</b>
	<b>1/1/2023</b>	<b>Additions</b>	<b>Interest</b>	<b>Withdrawals</b>	<b>1/31/2023</b>
Goldman Sachs	318,379.14		1,072.18	3,482.14	315,969.18

### Travis County Escrow Fund - Thaxton Road

	<b>Balance</b>		<b>Accrued</b>		<b>Balance</b>
	<b>1/1/2023</b>	<b>Additions</b>	<b>Interest</b>	<b>Withdrawals</b>	<b>1/31/2023</b>
Goldman Sachs	133,827.82		451.59	2,803.96	131,475.45

### Travis County Escrow Fund - Pearce Lane Road

	<b>Balance</b>		<b>Accrued</b>		<b>Balance</b>
	<b>1/1/2023</b>	<b>Additions</b>	<b>Interest</b>	<b>Withdrawals</b>	<b>1/31/2023</b>
Goldman Sachs	307,732.35		1,033.82	4,160.27	304,605.90



### PERFORMANCE

#### As of January 31, 2023

Current Invested Balance	\$ 10,451,037,339.95
Weighted Average Maturity (1)	6 Days
Weighted Average Life (2)	40 Days
Net Asset Value	0.999905
Total Number of Participants	1003
Management Fee on Invested Balance	0.06%*
Interest Distributed	\$36,668,512.50
Management Fee Collected	\$510,187.16
% of Portfolio Invested Beyond 1 Year	2.73%
Standard & Poor's Current Rating	AAAm

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

#### January Averages

Average Invested Balance	\$10,011,955,172.89
Average Monthly Yield, on a simple basis	4.2515%
Average Weighted Maturity (1)	6 Days
Average Weighted Life (2)	41 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 entities who joined the TexSTAR program in January:

- \* Denton County Development District No. 4
- \* City of Levelland
- \* City of Marfa Parks and Recreation Development Corp.
- \* West Jefferson County Municipal Water District

### HOLIDAY REMINDER

In observance of Presidents Day, **TexSTAR will be closed Monday, February 20, 2023.** All ACH Transactions initiated on Friday, February 17th will settle on Tuesday, February 21st.

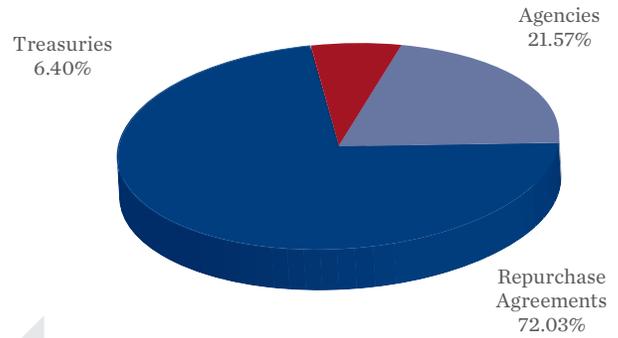
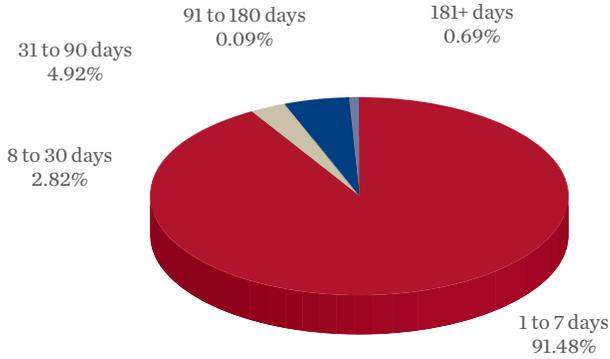
### ECONOMIC COMMENTARY

#### Market review

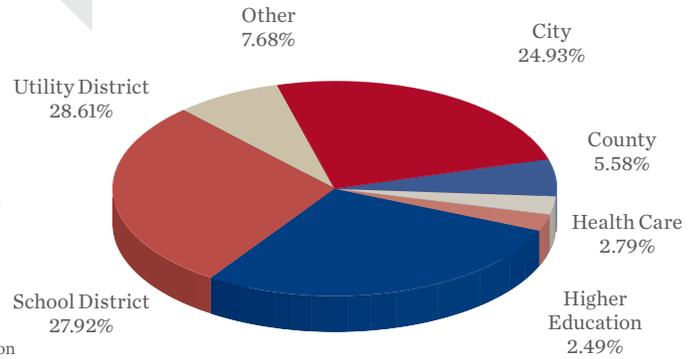
2023 began on a strong positive note, as broader Treasury yields rallied while front end rates remained elevated and credit spreads tightened. Investor sentiment improved, boosted by favorable economic data releases and Federal Reserve (Fed) commentary. Recent CPI and PCE readings indicated a deceleration in inflation, which led to growing market confidence the Fed's aggressive rate hikes are working and that the inflection in policy is near. Risk assets rallied throughout the month. On the growth front, the Bureau of Economic Analysis (BEA) reported that real GDP increased at a 2.9% seasonally adjusted annual rate (saar) in Q4 2022, modestly stronger than the 2.6% consensus expectation. While this reflects a slowdown from 3.2% growth in the third quarter, it concludes a year of 1.0% annual growth, even with the economy contracting for two consecutive quarters in the first half. That said, the details of the report were less favorable than expected, with a bigger inventory build in 4Q (\$130bn saar) but less growth in real final sales (1.4% saar). Spending was stronger in services than goods and reflected a strong start to the quarter with weakening momentum in December. Real final sales to private domestic purchases rose only 0.2% saar in 4Q, the weakest quarterly gain since the recovery began, illustrating softer demand. Meanwhile, the effects of higher rates continued to weigh on the economy, as December housing starts declined 1.4% to 1.382mn saar and housing permits declined 1.6% to 1.33mn saar. Overall, the six-month change through December saw declines of 23% and 39% saar in total starts and total permits respectively, with noticeable declines tied to both single-family and multifamily units. Furthermore, the Institute for Supply Management (ISM) manufacturing index fell by 1.0 pt to 47.4 in January, slightly below markets expectations. The underlying composition was weak, as the production, new orders and employment components all declined. Despite economic momentum slowing, the labor market remained resilient, as the Job Openings and Labor Turnover Survey (JOLTS) showed job openings increasing by 572k to 11.012 million in December. This was partly driven by strength in accommodation and food services (+409k) and retail trade (+134k), while the largest declines were in the information (-107k) and other services (-32k) sectors. *(continued page 4)*

## INFORMATION AT A GLANCE

### PORTFOLIO BY TYPE OF INVESTMENT AS OF JANUARY 31, 2023



### PORTFOLIO BY MATURITY AS OF JANUARY 31, 2023 (1)



### DISTRIBUTION OF PARTICIPANTS BY TYPE AS OF JANUARY 31, 2023

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

## HISTORICAL PROGRAM INFORMATION

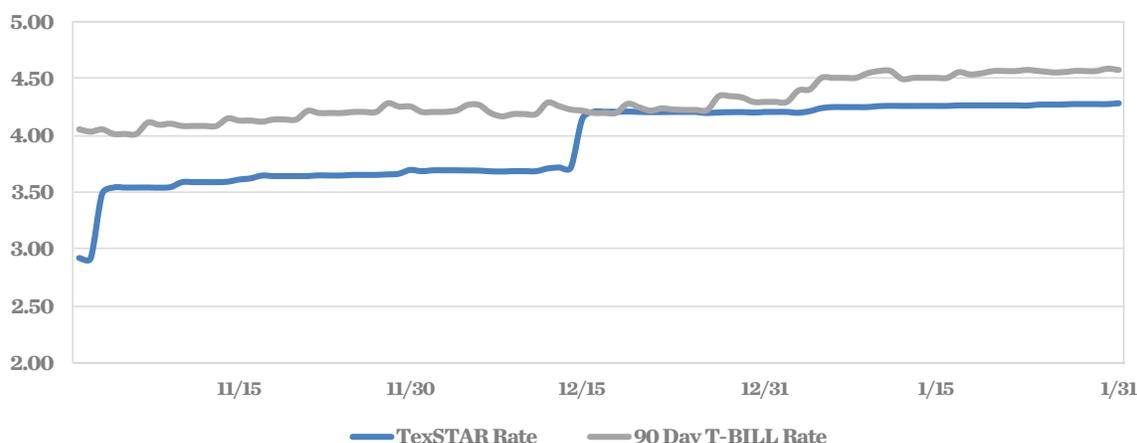
MONTH	AVERAGE RATE	BOOK VALUE	MARKET VALUE	NET ASSET VALUE	WAM (1)	WAL (2)	NUMBER OF PARTICIPANTS
Jan 23	4.2515%	\$10,451,037,339.95	\$10,450,044,625.54	0.999905	6	41	1003
Dec 22	3.9681%	9,016,826,910.67	9,015,709,981.89	0.999855	5	43	999
Nov 22	3.5588%	8,393,118,851.17	8,390,786,906.73	0.999722	6	47	998
Oct 22	2.8531%	8,388,414,626.87	8,384,901,873.82	0.999581	10	46	996
Sep 22	2.2941%	8,448,258,598.47	8,444,307,157.72	0.999510	16	43	994
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

## PORTFOLIO ASSET SUMMARY AS OF JANUARY 31, 2023

	BOOK VALUE	MARKET VALUE
Uninvested Balance	\$ 852.08	\$ 852.08
Accrual of Interest Income	10,814,819.73	10,814,819.73
Interest and Management Fees Payable	(36,668,085.22)	(36,668,085.22)
Payable for Investment Purchased	(50,000,000.00)	(50,000,000.00)
Repurchase Agreement	7,581,901,999.76	7,581,901,999.76
Government Securities	2,944,987,753.60	2,943,995,039.19
<b>TOTAL</b>	<b>\$ \$10,451,037,339.95</b>	<b>\$ \$10,450,044,625.54</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 JANUARY 2023

DATE	MNY MKT FUND EQUIV. [SEC Std.]	DAILY ALLOCATION FACTOR	INVESTED BALANCE	MARKET VALUE PER SHARE	WAM DAYS (1)	WAL DAYS (2)
1/1/2023	4.2031%	0.000115153	\$9,016,826,910.67	0.999855	4	42
1/2/2023	4.2031%	0.000115153	\$9,016,826,910.67	0.999855	4	42
1/3/2023	4.1959%	0.000114955	\$9,347,295,185.06	0.999874	4	41
1/4/2023	4.2092%	0.000115320	\$9,473,584,390.44	0.999854	5	40
1/5/2023	4.2357%	0.000116047	\$9,818,171,372.07	0.999845	6	41
1/6/2023	4.2450%	0.000116300	\$9,816,995,556.25	0.999846	6	41
1/7/2023	4.2450%	0.000116300	\$9,816,995,556.25	0.999846	6	41
1/8/2023	4.2450%	0.000116300	\$9,816,995,556.25	0.999846	6	41
1/9/2023	4.2453%	0.000116310	\$9,925,861,503.97	0.999856	6	41
1/10/2023	4.2535%	0.000116535	\$9,999,654,103.71	0.999888	5	41
1/11/2023	4.2557%	0.000116594	\$10,119,228,669.08	0.999902	5	40
1/12/2023	4.2549%	0.000116572	\$10,123,914,717.27	0.999916	5	40
1/13/2023	4.2551%	0.000116579	\$10,100,096,984.14	0.999932	5	39
1/14/2023	4.2551%	0.000116579	\$10,100,096,984.14	0.999932	5	39
1/15/2023	4.2551%	0.000116579	\$10,100,096,984.14	0.999932	5	39
1/16/2023	4.2551%	0.000116579	\$10,100,096,984.14	0.999932	5	39
1/17/2023	4.2594%	0.000116697	\$10,139,323,856.69	0.999934	6	41
1/18/2023	4.2596%	0.000116700	\$9,989,468,265.71	0.999920	7	43
1/19/2023	4.2599%	0.000116709	\$9,987,067,380.02	0.999920	7	43
1/20/2023	4.2597%	0.000116705	\$10,115,243,416.47	0.999920	7	43
1/21/2023	4.2597%	0.000116705	\$10,115,243,416.47	0.999920	7	43
1/22/2023	4.2597%	0.000116705	\$10,115,243,416.47	0.999920	7	43
1/23/2023	4.2583%	0.000116665	\$10,187,871,452.61	0.999915	7	43
1/24/2023	4.2661%	0.000116880	\$10,279,870,155.02	0.999922	7	42
1/25/2023	4.2671%	0.000116907	\$10,480,453,815.79	0.999919	7	41
1/26/2023	4.2725%	0.000117055	\$10,492,138,367.31	0.999906	7	41
1/27/2023	4.2714%	0.000117024	\$10,313,136,304.79	0.999904	7	41
1/28/2023	4.2714%	0.000117024	\$10,313,136,304.79	0.999904	7	41
1/29/2023	4.2714%	0.000117024	\$10,313,136,304.79	0.999904	7	41
1/30/2023	4.2710%	0.000117014	\$10,385,502,194.57	0.999893	6	41
1/31/2023	4.2786%	0.000117222	\$10,451,037,339.95	0.999905	6	40
<b>Average</b>	<b>4.2515%</b>	<b>0.000116480</b>	<b>\$10,011,955,172.89</b>		<b>6</b>	<b>41</b>



## *ECONOMIC COMMENTARY (cont.)*

The job openings rate increased by 0.3% to 6.7%, and the quits rate was flat at 2.7%. Similarly, initial jobless claims data came in at very low levels, continuing to suggest labor market strength. During the week ending January 28th, initial claims declined from 186k to 183k. Inflation continued to show signs of moderating, as the December CPI report came in close to expectations with headline CPI falling by -0.1% month-over-month (m/m) and core CPI rising by 0.3% m/m. Falling energy prices (- 4.5% m/m) and moderation in food price increases (+ 0.3% m/m) helped lower inflation. However, inflation was also dragged lower by falling new and used vehicle prices, lower health insurance rates and lower airline fares, contributing to a third consecutive monthly decline in CPI ex food, energy, and shelter. The general decline in inflation was partly offset by a 0.8% increase in shelter which accounts for almost 33% of CPI. However, most of this increase was centered in owner's equivalent rent, which reflects a very lagged measurement of supply and demand conditions in the rental market. Similarly, the PCE price index rose 0.1% m/m in December (5.0% oya) while the core PCE price index increased 0.3% (4.4% oya).

In line with market expectations, the Federal Open Market Committee (FOMC) voted unanimously to raise the federal funds rate target range by 0.25% to 4.50%-4.75% at its February meeting. In the statement, the committee softened its tone on inflation, stating that inflation pressures have eased but remain elevated, and removed the Russia/Ukraine war and COVID-19 pandemic as contributing to higher prices. Elsewhere, the committee still sees "ongoing increases in the target range will be appropriate in order to attain a stance of monetary policy that is sufficiently restrictive." However, their new focus is now on the "extent" of increases, and not the "pace" in determining future hikes, suggesting the Fed may be close to being done. Chair Powell also noted if the economy performs as expected, that it would "not be appropriate to cut rates this year." At the press conference, Powell did not strike as hawkish a tone as the market expected. While his prepared comments asserted that high prices are still causing hardship and that the Fed's job was not done yet, he did not push back on the recent easing of financial conditions since December. Instead, he said they "haven't changed much" and that the committee is not focused "on short-term moves but on sustained changes to broader financial conditions."

Separately, the U.S. Treasury announced that it reached its debt limit on January 19th. Consequently, the Treasury will now utilize its cash balances and "extraordinary measures" to prevent the United States from defaulting on its payment obligations, something that has never happened in the past. The precise timing of the "X-Date," or the date at which the federal government cannot meet its obligations, is still unclear. Treasury Secretary Janet Yellen stated that "It is unlikely that cash and extraordinary measures will be exhausted before early June," while early market estimates for the X-Date window range from July through Early-November. It is important to note that prior debt limit episodes have never resulted in a default by the U.S. Treasury, but the uncertainty associated with the politics can induce both market volatility and client anxiety. If a political resolution is not reached in time, we believe the Treasury would take steps to prioritize the payment of principal and interest on U.S. Treasury securities over other required federal payments. If payment were ultimately delayed on a Treasury security, the technical default would be limited to the specific maturity date/coupon date (i.e., no cross defaults). It is still early days, but the debt limit will likely be in the headlines in the months ahead. The U.S. Treasury yield curve continued to invert between the three-month Treasury bill and 10-year note yields, ending the month at -115 basis points (bps) as front-end Treasury bill yields rose and longer Treasury yields declined. In the money market space, the three-month Treasury bill yield increased 29 bps on the month to 4.67%, while the six-month Treasury bill yields rose 6 bps to 4.83%. The 1-year T-bill and 2-year Treasury yields declined by 4 bps and 23 bps to 4.67% and 4.20%, respectively.

### **Outlook**

The main message from the February FOMC meeting was that the Fed continues to focus on fighting inflation. Powell recognized the good news: a long-awaited disinflationary impulse in the goods sector has finally arrived, disinflation in the housing component is clearly in the ongoing despite being a lagged measure, and inflation expectations among the public and investors have fallen. This has all been achieved without an increase in the unemployment rate. That said, the committee still sees a greater risk in not doing enough to return inflation back to its 2% target; and while the disinflation process has begun, particularly in core goods and energy, it still feels like there is more work to do. This keeps the probability of recession sometime this year elevated. Market consensus that US inflation has rolled over and will likely continue to decline has been a key driver of yields and returns so far this year.



### *ECONOMIC COMMENTARY (cont.)*

The market's attention has now shifted to the US Employment Cost Index (ECI), the broadest measure of labor costs, which is showing tentative signs that wage growth – although typically a stickier component of inflation – is slowing down. In 4Q 2022, US labor costs rose by 1%, the smallest increase since the fourth quarter 2021 (as of 31 January 2022). Slowing wage growth and the recent material slowdown in house price growth indicate that the aggressive hiking policy of the Fed is working and could potentially slow the pace of monetary policy tightening in the coming months. Already, the Fed increased the interest rate by just 25 bps on February 1, 2023, in contrast to the December hike of 50 bps. The January Jobs data, reported on February 3rd, came in significantly above expectations, with nonfarm payrolls surging by 517,000, well above the consensus view of 188K, with gains strongest in leisure and hospitality, healthcare and professional business services. The release shows a resilient labor market with strong momentum in filling job openings and contributing to the lowest unemployment rate we've seen since May 1969 at 3.4%. Still, even at these low levels of unemployment, tightness is not contributing to a rebound in wage inflation, with wage growth moderating to 0.3% for all workers. On a year-over-year basis, wage growth has now fallen to 4.4% after peaking at 5.9% in March of 2022.

The labor market is clearly still a bastion of strength in an economy with elevated recession risks. The Fed should be cheered by the continued strength in job growth without rising wage inflation, but continued labor market tightness may also give them confidence that they can keep policy tighter for longer. We still think it's an open question as to whether the Fed raises rates for a third time this year in May. With inflation coming down and aggregate demand cooling across the economy, the Fed would be wise to exercise patience and assess the lagged impact of the enormous monetary tightening already done. If subsequent jobs and inflation reports continue to reflect this cooling, hopes of a Fed pause after March may not be dashed.

This information is an excerpt from an economic report dated January 2023 provided to TexSTAR by JP Morgan Asset Management, Inc., the investment manager of the TexSTAR pool.

## TEXSTAR BOARD MEMBERS

Monte Mercer	North Central TX Council of Government	Governing Board President
David Pate	Richardson ISD	Governing Board Vice President
Anita Cothran	City of Frisco	Governing Board Treasurer
David Medanich	Hilltop Securities	Governing Board Secretary
Jennifer Novak	J.P. Morgan Asset Management	Governing Board Asst. Sec./Treas
Brett Starr	City of Irving	Advisory Board
James Mauldin	DFW Airport/Non-Participant	Advisory Board
Sandra Newby	Tarrant Regional Water Dist/Non-Participant	Advisory Board
Ron Whitehead	Qualified Non-Participant	Advisory Board

The material provided to TexSTAR from J.P. Morgan Asset Management, Inc., the investment manager of the TexSTAR pool, is for informational and educational purposes only, as of the date of writing and may change at any time based on market or other conditions and may not come to pass. While we believe the information presented is reliable, we cannot guarantee its accuracy. HilltopSecurities is a wholly owned subsidiary of Hilltop Holdings, Inc. (NYSE: HTH) located at 717 N. Hardwood Street, Suite 3400, Dallas, TX 75201, (214) 859-1800. Member NYSE/FINRA/SIPC. Past performance is no guarantee of future results. Investment Management Services are offered through J.P. Morgan Asset Management Inc. and/or its affiliates. Marketing and Enrollment duties are offered through HilltopSecurities and/or its affiliates. HilltopSecurities and J.P. Morgan Asset Management Inc. are separate entities.



**Exhibit B**

Financial Statements for February 2023

**Central Texas Regional Mobility Authority**  
**Income Statement**  
**For the Period Ending February 28, 2023**

	Budget			
	Amount FY	Actual Year to	Percent of	Actual Prior
	2023	Date	Budget	Year to Date
<b>REVENUE</b>				
<b>Operating Revenue</b>				
Toll Revenue - Tag	119,610,800	90,995,190	76.08%	74,590,077
Video Tolls	46,743,300	42,556,360	91.04%	29,646,033
Fee Revenue	13,845,900	8,640,483	62.40%	9,098,453
<b>Total Operating Revenue</b>	<b>180,200,000</b>	<b>142,192,033</b>	<b>78.91%</b>	<b>113,334,563</b>
<b>Other Revenue</b>				
Interest Income	3,190,301	19,694,128	617.31%	765,044
Grant Revenue	1,359,833	267,971	19.71%	553,991
Misc Revenue	130,000	16,467	12.67%	148,817
Gain/Loss on Sale of Asset	-	-	-	6,568
<b>Total Other Revenue</b>	<b>4,680,134</b>	<b>19,978,567</b>	<b>426.88%</b>	<b>1,474,419</b>
<b>TOTAL REVENUE</b>	<b>\$184,880,134</b>	<b>\$162,170,600</b>	<b>87.72%</b>	<b>114,808,982</b>
<b>EXPENSES</b>				
<b>Salaries and Benefits</b>				
Salary Expense-Regular	4,621,321	2,415,698	52.27%	2,506,277
Salary Reserve	80,000	-	-	-
TCDRS	1,046,269	668,591	63.90%	510,893
FICA	232,304	107,401	46.23%	121,503
FICA MED	67,009	35,170	52.49%	37,416
Health Insurance Expense	580,271	274,781	47.35%	260,900
Life Insurance Expense	5,972	2,741	45.90%	4,070
Auto Allowance Expense	10,200	6,163	60.42%	6,375
Other Benefits	126,590	63,004	49.77%	113,337
Unemployment Taxes	4,608	(1,542)	-33.45%	11,461
<b>Total Salaries and Benefits</b>	<b>6,774,544</b>	<b>3,572,007</b>	<b>52.73%</b>	<b>3,572,232</b>

**Central Texas Regional Mobility Authority**  
**Income Statement**  
**For the Period Ending February 28, 2023**

	Budget			
	Amount FY	Actual Year to	Percent of	Actual Prior
	2023	Date	Budget	Year to Date
<b>Administrative</b>				
<b>Administrative and Office Expenses</b>				
Accounting	9,500	5,418	57.03%	5,581
Auditing	190,000	138,655	72.98%	100,975
Financial Advisors	108,000	133,200	123.33%	16,200
Human Resources	30,000	49,498	164.99%	14,599
Legal	70,000	24,397	34.85%	-
IT Services	350,000	286,394	81.83%	90,960
Internet	150	-	-	-
Software Licenses	557,500	475,766	85.34%	291,921
Cell Phones	24,200	10,977	45.36%	13,263
Local Telephone Service	10,000	63,465	634.65%	59,218
Overnight Delivery Services	250	48	19.24%	57
Copy Machine	15,500	10,176	65.65%	8,904
Repair & Maintenance-General	8,000	-	-	2,273
Meeting Expense	12,750	6,844	53.68%	720
Toll Tag Expense	3,000	300	10.00%	1,520
Parking / Local Ride Share	2,800	490	17.48%	-
Mileage Reimbursement	3,950	702	17.76%	117
Insurance Expense	651,250	373,681	57.38%	367,602
Rent Expense	731,203	417,689	57.12%	398,410
Building Parking	3,500	1,020	29.13%	576
Legal Services	443,000	150,576	33.99%	213,270
<b>Total Administrative and Office Expenses</b>	<b>3,224,553</b>	<b>2,149,293</b>	<b>66.65%</b>	<b>1,586,167</b>
<b>Office Supplies</b>				
Books & Publications	3,250	1,687	51.90%	2,413
Office Supplies	7,750	1,615	20.84%	1,101
Misc Office Equipment	4,500	8,470	188.21%	732
Computer Supplies	221,950	197,562	89.01%	33,574
Other Reports-Printing	5,000	-	-	-
Office Supplies-Printed	3,100	1,089	35.13%	171
Postage Expense	550	366	66.60%	464
<b>Total Office Supplies</b>	<b>246,100</b>	<b>210,789</b>	<b>85.65%</b>	<b>38,455</b>

**Central Texas Regional Mobility Authority**  
**Income Statement**  
**For the Period Ending February 28, 2023**

	Budget			
	Amount FY	Actual Year to	Percent of	Actual Prior
	2023	Date	Budget	Year to Date
<b>Communications and Public Relations</b>				
Graphic Design Services	75,000	-	-	-
Website Maintenance	111,500	34,078	30.56%	37,073
Research Services	140,000	-	-	10,109
Communications and Marketing	400,000	-	-	12,827
Advertising Expense	500,000	129,358	25.87%	139,902
Direct Mail	65,000	-	-	-
Video Production	82,500	29,097	35.27%	8,820
Photography	25,000	11,895	47.58%	199
Radio	50,000	-	-	-
Other Public Relations	2,500	1,200	48.00%	-
Promotional Items	520,000	12,682	2.44%	-
Annual Report printing	1,500	-	-	780
Direct Mail Printing	26,000	-	-	-
Other Communication Expenses	15,000	19,388	129.26%	12,475
<b>Total Communications and Public Relations</b>	<b>2,014,000</b>	<b>237,699</b>	<b>11.80%</b>	<b>222,184</b>
<b>Employee Development</b>				
Subscriptions	50,700	1,528	3.01%	123
Agency Memberships	78,550	45,724	58.21%	36,475
Continuing Education	4,800	1,049	21.85%	1,354
Professional Development	19,150	4,672	24.40%	240
Other Licenses	1,900	577	30.36%	554
Seminars and Conferences	118,500	42,623	35.97%	5,928
Travel	93,500	8,540	9.13%	8,567
<b>Total Employee Development</b>	<b>367,100</b>	<b>104,713</b>	<b>28.52%</b>	<b>53,241</b>
<b>Financing and Banking Fees</b>				
Trustee Fees	60,000	50,000	83.33%	44,538
Bank Fee Expense	3,240	848	26.16%	2,370
Continuing Disclosure	7,000	11,525	164.64%	6,184
Arbitrage Rebate Calculation	15,000	16,300	108.67%	13,967
Rating Agency Expense	50,000	43,000	86.00%	12,000
<b>Total Financing and Banking Fees</b>	<b>135,240</b>	<b>121,673</b>	<b>89.97%</b>	<b>79,058</b>
<b>Total Administrative</b>	<b>5,986,993</b>	<b>2,824,167</b>	<b>47.17%</b>	<b>1,979,105</b>

**Central Texas Regional Mobility Authority**  
**Income Statement**  
**For the Period Ending February 28, 2023**

	Budget			
	Amount FY	Actual Year to	Percent of	Actual Prior
	2023	Date	Budget	Year to Date
<b>Operations and Maintenance</b>				
<b>Operations and Maintenance Consulting</b>				
GEC-Trust Indenture Support	763,997	434,546	56.88%	359,730
GEC-Financial Planning Support	275,000	175,734	63.90%	137,895
GEC-Toll Ops Support	2,550,000	513,890	20.15%	525,855
GEC-Roadway Ops Support	1,411,139	564,807	40.02%	720,340
GEC-Technology Support	654,369	300,166	45.87%	318,801
GEC-Public Information Support	200,000	97,189	48.59%	120,194
GEC-General Support	1,360,000	478,849	35.21%	589,516
General System Consultant	1,159,640	526,619	45.41%	631,159
Traffic Modeling	150,000	-	-	24,853
Traffic and Revenue Consultant	500,000	595,200	119.04%	314,746
<b>Total Operations and Maintenance Consulting</b>	<b>9,024,145</b>	<b>3,686,999</b>	<b>40.86%</b>	<b>3,743,088</b>
<b>Roadway Operations and Maintenance</b>				
Roadway Maintenance	1,868,052	689,304	36.90%	1,660,896
Landscape Maintenance	2,949,320	1,678,265	56.90%	599,268
Maintenance Supplies-Roadway	300,000	(39,301)	-13.10%	69,784
Tools & Equipment Expense	25,000	444	1.78%	143
Gasoline	30,000	12,370	41.23%	9,326
Repair & Maintenance - Vehicles	10,000	(5,526)	-55.26%	2,923
Natural Gas	2,500	4,401	176.06%	3,217
Electricity - Roadways	250,000	186,676	74.67%	118,247
<b>Total Roadway Operations and Maintenance</b>	<b>5,434,872</b>	<b>2,526,633</b>	<b>46.49%</b>	<b>2,463,804</b>
<b>Toll Processing and Collection Expense</b>				
Image Processing	4,208,340	2,187,259	51.97%	2,187,592
Tag Collection Fees	8,453,846	6,393,339	75.63%	5,509,014
Court Enforcement Costs	10,000	-	-	-
DMV Lookup Fees	200	-	-	-
<b>Total Processing and Collection Expense</b>	<b>12,672,387</b>	<b>8,580,598</b>	<b>67.71%</b>	<b>7,696,606</b>

**Central Texas Regional Mobility Authority**  
**Income Statement**  
**For the Period Ending February 28, 2023**

	Budget			
	Amount FY	Actual Year to	Percent of	Actual Prior
	2023	Date	Budget	Year to Date
<b>Toll Operations Expense</b>				
Generator Fuel	3,000	1,252	41.74%	-
Fire and Burglar Alarm	500	329	65.79%	370
Refuse	2,180	1,338	61.36%	1,110
Telecommunications	-	2,240	-	-
Water - Irrigation	7,500	4,840	64.54%	3,599
Electricity	500	512	102.30%	437
ETC spare parts expense	200,000	-	-	(33,850)
Repair & Maintenance Toll Equip	50,000	78,097	156.19%	5,197
Law Enforcement	500,000	293,169	58.63%	252,101
ETC Maintenance Contract	6,000,000	4,552,759	75.88%	1,731,420
Transaction Processing Maintenance Contract	1,500,000	248,740	16.58%	-
ETC Toll Management Center System Operation	875,000	396,750	45.34%	382,327
ETC Development	559,000	52,925	9.47%	259,991
ETC Testing	275,000	-	-	-
<b>Total Toll Operations Expense</b>	<b>9,972,680</b>	<b>5,632,951</b>	<b>56.48%</b>	<b>2,602,704</b>
<b>Total Operations and Maintenance</b>	<b>37,104,083</b>	<b>20,427,181</b>	<b>55.05%</b>	<b>16,506,202</b>
<b>Other Expenses</b>				
<b>Special Projects and Contingencies</b>				
HERO	149,000	98,553	66.14%	98,553
Special Projects	100,000	-	-	-
71 Express Net Revenue Payment	5,000,000	3,798,994	75.98%	2,735,391
Customer Relations	3,000	-	-	-
Technology Initiatives	75,000	43,834	58.45%	41,395
Other Contractual Svcs	370,000	239,920	64.84%	130,425
Contingency	300,000	-	-	-
<b>Total Special Projects and Contingencies</b>	<b>5,997,000</b>	<b>4,181,300</b>	<b>69.72%</b>	<b>3,005,763</b>

**Central Texas Regional Mobility Authority**  
**Income Statement**  
**For the Period Ending February 28, 2023**

	Budget			
	Amount FY	Actual Year to	Percent of	Actual Prior
	2023	Date	Budget	Year to Date
<b>Non Cash Expenses</b>				
Amortization Expense	2,020,950	850,546	42.09%	932,742
Amort Expense - Refund Savings	9,073,105	3,635,258	40.07%	5,930,174
Dep Exp - Furniture & Fixtures	2,178	1,742	80.01%	1,742
Dep Expense - Equipment	-	-	-	1,667
Dep Expense - Autos & Trucks	46,496	35,567	76.49%	19,095
Dep Expense - Building & Toll Fac	176,748	117,832	66.67%	117,832
Dep Expense - Highways & Bridges	53,479,102	33,747,696	63.10%	33,747,696
Dep Expense - Toll Equipment	4,736,604	2,415,447	51.00%	2,716,289
Dep Expense - Signs	1,052,717	677,714	64.38%	677,714
Dep Expense - Land Improvements	884,934	589,956	66.67%	589,956
Depreciation Expense - Computers	64,319	63,673	99.00%	126,054
<b>Total Non Cash Expenses</b>	<b>71,537,153</b>	<b>42,135,430</b>	<b>58.90%</b>	<b>44,860,960</b>
<b>Total Other Expenses</b>	<b>77,534,153</b>	<b>46,316,731</b>	<b>59.74%</b>	<b>47,866,724</b>
<b>Non Operating Expenses</b>				
Bond Issuance Expense	1,250,000	352,197	28.18%	4,758,594
Loan Fee Expense	14,500	32,000	220.69%	14,500
Interest Expense	83,664,454	51,886,879	62.02%	52,957,545
CAMPO RIF Payment	-	-	-	5,000,000
Community Initiatives	150,000	37,500	25.00%	47,670
<b>Total Non Operating Expenses</b>	<b>\$85,078,954</b>	<b>\$52,308,576</b>	<b>61.48%</b>	<b>\$62,778,309</b>
<b>TOTAL EXPENSES</b>				
	<b>212,478,727</b>	<b>125,448,661</b>	<b>59.04%</b>	<b>132,702,572</b>
<b>Net Income</b>	<b>\$ (27,598,593)</b>	<b>\$ 36,721,939</b>		<b>\$ (17,893,590)</b>

**Central Texas Regional Mobility Authority**  
**Balance Sheet**  
**as of February 28, 2023**

	as of 02/28/2023		as of 02/28/2022	
<b>ASSETS</b>				
<b>Current Assets</b>				
<b>Cash</b>				
Regions Operating Account	\$ 1,100,359		\$ 1,052,692	
Cash in TexStar	43,612		540,261	
Regions Payroll Account	103,692		119,559	
<b>Restricted Cash</b>				
Goldman Sachs FSGF 465	1,079,301,427		622,315,718	
Restricted Cash - TexSTAR	14,605,465		13,424,268	
Overpayments account	291,003		620,077	
<b>Total Cash and Cash Equivalents</b>		<u>1,095,445,558</u>		<u>638,072,576</u>
<b>Accounts Receivable</b>				
Accounts Receivable	2,770,089		2,770,089	
Due From Other Agencies	48,966		62,177	
Due From TTA	262,008		5,189,766	
Due From NTTA	968,375		1,015,784	
Due From HCTRA	1,582,191		1,484,193	
Due From TxDOT	164,602		250,374	
Interest Receivable	693,342		2,816,025	
<b>Total Receivables</b>		<u>6,489,575</u>		<u>13,588,408</u>
<b>Short Term Investments</b>				
Treasuries	-		317,060,639	
Agencies	-		168,946,948	
<b>Total Short Term Investments</b>		<u>-</u>		<u>486,007,587</u>
<b>Total Current Assets</b>		<u>1,101,935,133</u>		<u>1,137,668,571</u>
<b>Total Construction in Progress</b>		346,897,641		253,087,492
<b>Fixed Assets (Net of Depreciation and Amortization)</b>				
Computers	34,834		161,534	
Computer Software	956,635		1,880,397	
Furniture and Fixtures	436		3,049	
Equipment	9,624		10,457	
Autos and Trucks	58,315		111,666	
Buildings and Toll Facilities	4,299,187		4,475,934	
Highways and Bridges	1,683,531,757		1,732,446,490	
Toll Equipment	19,790,010		19,909,597	
Signs	12,788,112		13,199,492	
Land Improvements	5,609,313		6,494,247	
Right of way	88,149,606		88,149,606	
Leasehold Improvements	16,932		60,092	
<b>Total Fixed Assets</b>		<u>1,815,244,759</u>		<u>1,866,902,562</u>
<b>Other Assets</b>				
Intangible Assets-Net	171,656,927		181,522,009	
2005 Bond Insurance Costs	3,081,727		3,505,094	
Prepaid Insurance	343,216		298,814	
Deferred Outflows (pension related)	675,913		641,074	
Pension Asset	2,549,818		591,247	
<b>Total Other Assets</b>		<u>178,307,601</u>		<u>186,558,238</u>
<b>Total Assets</b>		<u><u>\$ 3,442,385,135</u></u>		<u><u>\$ 3,444,216,862</u></u>

**Central Texas Regional Mobility Authority**  
**Balance Sheet**  
**as of February 28, 2023**

	as of 02/28/2023	as of 02/28/2022
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
Accounts Payable	\$ 43,593,527	\$ 34,310,938
Construction Payable	5,070,156	6,169,412
Overpayments	294,629	623,474
Interest Payable	12,911,917	24,936,487
TCDRS Payable	78,409	74,315
Due to other Agencies	16,948	2,738
Due to TTA	-	476,165
Due to HCTRA	107,353	105,324
Due to Other Entities	568,813	772,302
71E TxDOT Obligation - ST	5,617,101	4,259,082
<b>Total Current Liabilities</b>	<b>68,258,853</b>	<b>71,730,236</b>
<b>Long Term Liabilities</b>		
Compensated Absences	240,954	283,554
Deferred Inflows (pension related)	1,481,361	109,052
<b>Long Term Payables</b>	<b>1,722,315</b>	<b>392,606</b>
<b>Bonds Payable</b>		
<b>Senior Lien Revenue Bonds:</b>		
Senior Lien Revenue Bonds 2010	92,082,148	85,464,368
Senior Lien Revenue Bonds 2011	15,869,881	18,456,206
Senior Refunding Bonds 2013	-	3,475,000
Senior Lien Revenue Bonds 2015	10,000,000	10,000,000
Senior Lien Refunding Revenue Bonds 2016	59,340,000	70,790,000
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	54,970,000	55,600,000
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	274,625,000
Senior Lien Refunding Bonds 2021E	332,585,000	335,610,000
Sn Lien Rev Bnd Prem/Disc 2013	-	1,490,931
Senior Lien Premium 2016 Revenue Bonds	6,894,360	7,893,839
Sn Lien Revenue Bond Premium 2018	2,972,075	3,238,649
Senior Lien Revenue Bond Premium 2020A	11,231,234	11,391,077
Senior Lien Refunding Bond Premium 2020B	11,414,939	11,950,014
Senior Lien Revenue Bonds Premium 2020E	24,712,331	26,427,718
Senior Lien Revenue Bonds Premium 2021B	53,204,617	53,631,340
Senior Lien Refunding Bonds Premium 2021D	44,094,015	44,911,968
<b>Total Senior Lien Revenue Bonds</b>	<b>1,649,275,601</b>	<b>1,670,236,109</b>

**Central Texas Regional Mobility Authority**  
**Balance Sheet**  
**as of February 28, 2023**

	as of 02/28/2023	as of 02/28/2022
<b>Sub Lien Revenue Bonds:</b>		
Sub Lien Refunding Bonds 2013	-	2,725,000
Sub Lien Refunding Bonds 2016	71,435,000	72,605,000
Sub Lien Refunding Bonds 2020D	97,440,000	98,580,000
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	-	318,123
Sub Refunding 2016 Prem/Disc	5,252,914	6,064,300
Subordinated Lien BANs 2020F Premium	7,338,585	11,341,450
Subordinated Lien Refunding Bonds Premium 2020G	6,898,905	7,302,877
Sub Lien BANS 2021C Premium	29,178,097	36,789,774
<b>Total Sub Lien Revenue Bonds</b>	634,173,501	652,356,524
<b>Other Obligations</b>		
TIFIA Note 2021	356,470,501	348,028,864
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>	436,238,665	430,283,175
<b>Total Long Term Liabilities</b>	2,721,410,082	2,753,268,414
<b>Total Liabilities</b>	2,789,668,935	2,824,998,649
<b>NET ASSETS</b>		
Contributed Capital	121,462,104	121,462,104
Net Assets Beginning	494,531,895	515,649,438
Current Year Operations	36,722,201	(17,893,328)
<b>Total Net Assets</b>	652,716,200	619,218,213
<b>Total Liabilities and Net Assets</b>	\$ 3,442,385,135	\$ 3,444,216,862

**Central Texas Regional Mobility Authority**  
**Statement of Cash Flow**  
**as of February 2023**

**Cash flows from operating activities:**

Receipts from toll revenues	147,979,331
Receipts from Other Sources (AR)	284,438
Payments to vendors	(37,589,154)
Payments to employees	(3,603,222)
Net cash flows provided by (used in) operating activities	107,071,393

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

Prepaid payment on Intangible assets	(3,635,258)
Issuance Expense	(5,085,204)
Payments on bonds / loans	(25,444,396)
RIF Contribution	(5,000,000)
Acquisition of capital assets - non project	(4,274,142)
Acquisitions of construction in progress	(60,916,578)
Net cash flows provided by (used in) capital and related financing activities	(104,355,577)

**Cash flows from investing activities:**

Interest income	19,692,720
Purchase of investments	(237,296,069)
Proceeds from sale or maturity of investments	163,045,387
Net cash flows provided by (used in) investing activities	(54,557,962)

Net increase (decrease) in cash and cash equivalents	(51,842,146)
Cash and cash equivalents at beginning of period	1,153,777,279
Cash and cash equivalents at end of period	1,101,935,133

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

Operating income	36,721,938
Adjustments to reconcile change in net assets to net cash provided by operating activities:	
Depreciation and amortization	42,135,431
Changes in assets and liabilities:	
Decrease in accounts receivable	5,787,298
Increase in prepaid expenses and other assets	(215,153)
Decrease in accrued expenses	(9,972,220)
Decrease in Interest expense	52,308,576
Increase in interest receivable	(19,694,738)
Difference between Operating statement and Trial balance	262
Total adjustments	70,349,455
Net cash flows provided by (used in) operating activities	\$ 107,071,393

**Reconciliation of cash and cash equivalents:**

Unrestricted cash and cash equivalents	8,028,241
Restricted cash and cash equivalents	1,093,906,892
Total	1,101,935,132

INVESTMENTS by FUND

		Balance February 28, 2023		
Renewal & Replacement Fund				
TexSTAR	890.59		TexSTAR	14,649,076.43
Goldman Sachs	-		Goldman Sachs	1,074,143,360.66
Agencies/ Treasuries		890.59	Agencies & Treasury Notes	-
Grant Fund				\$ 1,088,792,437.09
TexSTAR	464,827.44		Balance below:	1,088,792,437.09
Goldman Sachs	9,802,355.04		Difference:	\$ -
Agencies/ Treasuries		10,267,182.48		
Senior Debt Service Reserve Fund				
TexSTAR	1,008,820.47			
Goldman Sachs	108,977,529.10			
Agencies/ Treasuries		109,986,349.57		
2010 Senior Lien Debt Service Account				
Goldman Sachs	61,832.00	61,832.00		
2011 Sr Debt Service Accountt				
Goldman Sachs	1,233,722.89	1,233,722.89		
2013 Sr Debt Service Accountt				
Goldman Sachs	40,985.05	40,985.05		
2013 Sub Debt Service Account				
Goldman Sachs	32,256.51	32,256.51		
2013 Sub Debt Service Reserve Fund				
Goldman Sachs	125.68	798,417.91		
TexSTAR	798,292.23			
2015 Sr Debt Service Account				
Goldman Sachs	4,317,632.43	4,317,632.43		
2016 Sr Lien Rev Refunding Debt Service Account				
Goldman Sachs	3,012,052.43	3,012,052.43		
2016 Sub Lien Rev Refunding Debt Service Account				
Goldman Sachs	954,598.03	954,598.03		
2016 Sub Lien Rev Refunding DSR				
Goldman Sachs	7,133,073.36			
Agencies/ Treasuries	-	7,133,073.36		
Operating Fund				
TexSTAR	43,611.57			
TexSTAR-Trustee	9,147,120.40			
Goldman Sachs	8,340,410.50	17,531,142.47		
Revenue Fund				
Goldman Sachs	8,882,860.42	8,882,860.42		
General Fund				
TexSTAR	1,164,118.10			
Goldman Sachs	150,654,853.67			
Agencies/ Treasuries	-	151,818,971.77		
71E Revenue Fund				
Goldman Sachs	29,425,012.99	29,425,012.99		
MoPac Revenue Fund				
Goldman Sachs	-	0.00		
MoPac General Fund				
Goldman Sachs	12,012,453.33	12,012,453.33		
MoPac Operating Fund				
Goldman Sachs	429,782.46	429,782.46		
MoPac Loan Repayment Fund				
Goldman Sachs	758,264.86	758,264.86		
2015B Project Account				
Goldman Sachs	42,643,366.94			
TexSTAR	357,795.99	43,001,162.93		
2015 TIFIA Project Account				
Goldman Sachs	38,241,136.11			
TexSTAR	710,818.17			
Agencies/ Treasuries	-	38,951,954.28		
2011 Sr Financial Assistance Fund				
Goldman Sachs	504,297.95	504,314.07		
TexSTAR	16.12			
2018 Sr Lien Debt Service Account				
Goldman Sachs	376,448.53	376,448.53		
2018 Sr Lien Project Cap I				
Goldman Sachs	726.00	726.00		
2018 Sr Lien Project Account				
Goldman Sachs	12,644,621.89			
TexSTAR	952,765.35	13,597,387.24		
2020A Senior Lien Debt Service Account				
Goldman Sachs	428,943.79	428,943.79		
2020B Senior Lien Debt Service Account				
Goldman Sachs	567,314.52	567,314.52		
2020C Senior Lien Debt Service Account				
Goldman Sachs	734,621.45	734,621.45		
2020D Sub Lien Debt Service Account				
Goldman Sachs	1,178,408.19	1,178,408.19		
2020D Sub Debt Service Reserve Fund				
Goldman Sachs	8,279,944.45	8,279,944.45		
2020E Senior Lien Project Account				
Goldman Sachs	154,478,148.75	154,478,148.75		
2020E Senior Lien Project Cap Interest				
Goldman Sachs	18,400,259.61	18,400,259.61		
2020F Sub Lien Project Account				
Goldman Sachs	7,608,341.94	7,608,341.94		
2020F Sub Lien Deb Service Account				
Goldman Sachs	940,700.74	940,700.74		
2020G Sub Lien Debt Service Account				
Goldman Sachs	433,142.29	433,142.29		
2020G Sub Lien Debt Service Reserve Account				
Goldman Sachs	3,270,342.50	3,270,342.50		
2021A Sub Lien Debt Service Reserve Account				
Goldman Sachs	14,569,505.92	14,569,505.92	34,051,284.14	
2021A Sub Debt Service Account				
Goldman Sachs	97.61	97.61		
2021B Senior Lien Cap I Project Fund				
Goldman Sachs	40,988,191.26	40,988,191.26		
2021B Senior Lien Project Account				
Goldman Sachs	234,258,656.97			
Agencies/ Treasuries		234,258,656.97		
2021C Sub Lien Cap I Project Fund				
Goldman Sachs	1,362.42	1,362.42		
2021C Sub Lien Project Account				
Goldman Sachs	141,285,298.91	141,285,298.91		
2021C Sub Lien Debt Service Account				
Goldman Sachs	2,071,467.99	2,071,467.99		
2021D Senior Lien Debt Service Account				
Goldman Sachs	1,986,372.31	1,986,372.31		
2021E Senior Lien Debt Service Account				
Goldman Sachs	2,181,840.87	2,181,840.87		
		\$ 1,088,792,437.09		

CTRMA INVESTMENT REPORT

Month Ending 2/28/2023

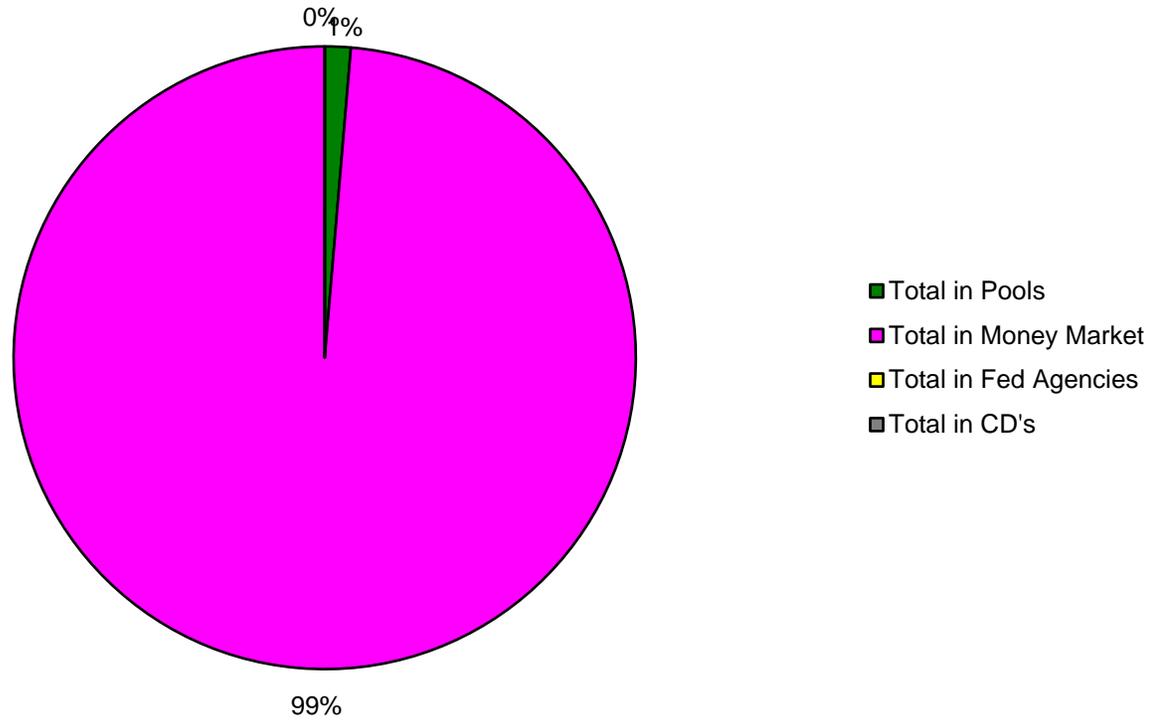
	Fund Number	Acct No.	Balance 2/1/2023	Additions	Discount Amortization	Accrued Interest	Withdrawals	Balance 2/28/2023	Rate February
<b>Amount in Trustee TexStar</b>									
2011 Sr Lien Financial Assist Fund	2011SR FAF	2270320116	16.08			0.04		16.12	4.4919%
2013 Sub Lien Debt Service Reserve General Fund	2013SUBDSR GENERAL	2270320130	795,550.87			2,741.36		798,292.23	4.4919%
Trustee Operating Fund	OPERATING	2270311120	1,160,120.50			3,997.60		1,164,118.10	4.4919%
Renewal and Replacement	RENEWRPL	2270311110	8,119,628.21	4,000,000.00		27,492.19	3,000,000.00	9,147,120.40	4.4919%
TxDOT Grant Fund	TXDOTGRANT	2270312000	1,828.16			6.20	943.77	890.59	4.4919%
Senior Lien Debt Service Reserve Fund	SENLIENSR	2270318180	463,231.23			1,596.21		464,827.44	4.4919%
2015B Sr Ln Project	2015BPROJ	2270362330	1,005,356.14			3,464.33		1,008,820.47	4.4919%
2015C TIFIA Project	2015TIFIAP	2270320152	356,567.30			1,228.69		357,795.99	4.4919%
2018 Sr Lien Project Account	2018SRPROJ	2270320155	708,377.19			2,440.98		710,818.17	4.4919%
		2270320180	949,493.50			3,271.85		952,765.35	4.4919%
			13,560,169.18	4,000,000.00		46,239.45	3,000,943.77	14,605,464.86	
<b>Amount in TexStar Operating Fund</b>									
	OPERATING	2270211110	43,461.80	3,000,000.00		149.77	3,000,000.00	43,611.57	4.4919%
<b>Goldman Sachs</b>									
Operating Fund	OPERATING	6180000031	8,139,143.39	4,172,298.04		28,969.07	4,000,000.00	8,340,410.50	4.4200%
2020A Senior Lien Debt Service Account	2020A DSA	1001021485	221,334.41	207,058.12		551.26		428,943.79	4.4200%
2020B Senior Lien Debt Service Account	2020B DSF	1001017465	292,481.94	274,033.61		798.97		567,314.52	4.4200%
2020C Senior Lien Debt Service Account	2020C DSF	1001017469	374,833.70	358,929.03		858.72		734,621.45	4.4200%
2020D Sub Lien Debt Service Account	2020D DSF	1001017483	601,250.16	575,873.28		1,284.75		1,178,408.19	4.4200%
2020D Sub Debt Service Reserve Fund	2020D DSRF	1001017484	8,250,579.76			29,364.69		8,279,944.45	4.4200%
2020E Sr Lien Project Account	2020E PRJ	1001021533	153,930,294.40			547,854.35		154,478,148.75	4.4200%
2020E Sr Ln Project Cap Interest	2020ESCAPI	1001021534	18,334,163.24			66,096.37		18,400,259.61	4.4200%
2020F Sub Lien Project Account	2020FPROJ	1001021537	10,199,621.06	16,348.37		40,797.38	2,648,424.87	7,608,341.94	4.4200%
2020F Sub Lien Debt Service Account	2020F DSF	1001021538	481,421.60	458,090.68		1,188.46		940,700.74	4.4200%
2020G Sub Lien Debt Service Account	2020G DSF	1001021539	221,668.84	210,926.23		547.22		433,142.29	4.4200%
2020G Sub Debt Service Reserve Fund	2020G DSRF	1001021540	3,167,097.88	92,204.74		11,039.88		3,270,342.50	4.4200%
2021A Sub Debt Service Reserve Fund	2021A DSRF	1001021543	13,959,512.13	561,724.77		48,269.02		14,569,505.92	4.4200%
2021A Sub Debt Service Account	2021A DSA	1001021542	97.26			0.35		97.61	4.4200%
2021B Senior Lien Cap I Project Fund	2021BSCAPI	1001021274	40,841,501.81			146,689.45		40,988,191.26	4.4200%
2021B Senior Lien Project Account	2021BPROJ	1001021273	233,427,862.30			830,794.67		234,258,656.97	4.4200%
2021C Sub Lien Cap I Project Fund	2021CCAPI	1001021282	1,357.59			4.83		1,362.42	4.4200%
2021C Sub Lien Project Account	2021CPROJ	1001021281	145,266,867.58			527,810.74	4,509,379.41	141,285,298.91	4.4200%
2021C Sub Lien Debt Service Account	2021C DSF	1001021283	1,059,908.75	1,008,943.25		2,615.99		2,071,467.99	4.4200%
2021D Senior Lien Debt Service Account	2021D DSF	1001024372	1,018,001.94	965,799.61		2,570.76		1,986,372.31	4.4200%
2021E Senior Lien Debt Service Account	2021E DSF	1001024373	1,126,719.12	1,051,969.46		3,152.29		2,181,840.87	4.4200%
2011 Sr Financial Assistance Fund	2011SR FAF	6180003305	502,399.23			1,898.72		504,297.95	4.4200%
2010 Senior DSF	2010SNLIEN	6180002039	61,612.69			219.31		61,832.00	4.4200%
2011 Senior Lien Debt Service Account	2011SRDSA	6180003289	637,008.97	595,098.21		1,615.71		1,233,722.89	4.4200%
2013 Senior Lien Debt Service Account	2013SRLIEN	6180004322	40,033.53			951.52		40,985.05	4.4200%
2013 Sub Debt Service Reserve Fund	2013SUBDSR	6180004377	125.23			0.45		125.68	4.4200%
2013 Subordinate Debt Service Account	2013SUBDSF	6180004368	31,509.94			746.57		32,256.51	4.4200%
2015A Sr Lien Debt Service Account	2015DSA	6180005205	4,302,261.82			15,370.61		4,317,632.43	4.4200%
2015B Project Account	2015BPROJ	6180005278	42,527,960.90			151,493.30	36,087.26	42,643,366.94	4.4200%
2015C TIFIA Project Account	2015TIFIAP	6180005349	38,105,500.17			135,635.94		38,241,136.11	4.4200%
2016 Sr Lien Rev Refunding Debt Service	2016SR DSF	6180006179	1,825,700.60	1,179,985.17		6,366.66		3,012,052.43	4.4200%
2016 Sub Lien Rev Refunding Debt Serv	2016SUBDSF	6180006357	490,192.62	463,187.73		1,217.68		954,598.03	4.4200%
2016 Sub Lien Rev Refunding DSR	2016SUBDSR	6180006366	7,107,773.35			25,300.01		7,133,073.36	4.4200%
2018 Sr Lien Project Cap I	2018SRCAPI	1001007946	677.73			48.27		726.00	4.4200%
2018 Sr Lien Debt Service Account	2018SRDSF	1001007943	192,865.97	183,151.81		430.75		376,448.53	4.4200%
2018 Sr Lien Project Account	2018SRPROJ	1001007945	12,600,608.36			44,853.93	840.40	12,644,621.89	4.4200%
TxDOT Grant Fund	TXDOTGRANT	6180000157	9,767,587.46			34,767.58		9,802,355.04	4.4200%
Renewal and Replacement	RENEWRPL	6180000102	28,079.85	280,943.77		209.65	309,233.27	0.00	4.4200%
Revenue Fund	REVENUE	6180000013	7,375,311.52	17,771,252.36		31,433.15	16,295,136.61	8,882,860.42	4.4200%
General Fund	GENERAL	6180000120	147,794,124.63	2,678,787.13		525,578.60	343,636.69	150,654,853.67	4.4200%
Senior Lien Debt Service Reserve Fund	SENLIENSR	6180000059	108,591,001.06			386,528.04		108,977,529.10	4.4200%
71E Revenue Fund	71E REVENU	6146001086	28,300,285.03	1,077,363.91		99,196.81	51,832.76	29,425,012.99	4.4200%
MoPac Revenue Fund	MOPACREV	6146001068	312,415.00	1,041,065.84		2,127.60	1,355,608.44	0.00	4.4200%
MoPac General Fund	MOPAC GENL	1001001935	11,064,884.33	912,730.71		37,467.07	2,628.78	12,012,453.33	4.4200%
MoPac Operating Fund	MOPAC OPER	1001001923	245,563.65	428,098.16		934.49	244,813.84	429,782.46	4.4200%
MoPac Loan Repayment Fund	MOPAC LOAN	1001001934	613,476.37	142,877.73		1,910.76		758,264.86	4.4200%
			1,063,434,678.87	36,708,741.72	0.00	3,797,562.40	29,797,622.33	1,074,143,360.66	
<b>Amount in Fed Agencies and Treasuries</b>									
Amortized Principal			0.00				0.00	0.00	
			0.00					0.00	
<b>Certificates of Deposit</b>									
Total in Pools			13,603,630.98	7,000,000.00		46,389.22	6,000,943.77	14,649,076.43	
Total in GS FSGF			1,063,434,678.87	36,708,741.72		3,797,562.40	29,797,622.33	1,074,143,360.66	
Total in Fed Agencies and Treasuries			0.00				0.00	0.00	
Total Invested			1,077,038,309.85	43,708,741.72		3,843,951.62	35,798,566.10	1,088,792,437.09	

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  
Ann Zigmund, Controller

2/28/2023

## Allocation of Funds



## Goldman Sachs Escrow Funds

	Fund Number	Acct No.	Balance	Accrued			Balance
			2/1/2023	Additions	Interest	Withdrawals	2/28/2023
Travis County Escrow Fund - Elroy Road	ELROYRD	1001005077	3,705,910.83		13,220.58		3,719,131.41
Travis County Escrow Fund - Ross Road	ROSSRD	1001021483	212,136.46		756.18		212,892.64
Travis County Escrow Fund - Old San Antonio Road	OLDSANARD	1001021487	41,301.12		290.73	1,917.60	39,674.25
Travis County Escrow Fund - Old Lockhart Road	LOCKHARTRD	1001021488	176,161.30		626.97	38,655.00	138,133.27
Travis County Escrow Fund - County Line Road	COUNTYLRD	1001021489	292,423.17		1,063.69		293,486.86
Travis County Escrow Fund - South Pleasant Valley Road	SPLEASVRD	1001021490	315,969.18		1,131.39		317,100.57
Travis County Escrow Fund - Thaxton Road	THAXTONRD	1001021531	131,475.45		473.43		131,948.88
Travis County Escrow Fund - Pearce Lane Road	PEARCELNRD	1001021532	304,605.90		1,092.28		305,698.18



### PERFORMANCE

#### As of February 28, 2023

Current Invested Balance	\$ 10,962,890,240.57
Weighted Average Maturity (1)	10 Days
Weighted Average Life (2)	38 Days
Net Asset Value	0.999898
Total Number of Participants	1008
Management Fee on Invested Balance	0.06%*
Interest Distributed	\$39,094,792.54
Management Fee Collected	\$515,246.45
% of Portfolio Invested Beyond 1 Year	0.58%
Standard & Poor's Current Rating	AAAm

#### February Averages

Average Invested Balance	\$11,194,584,884.74
Average Monthly Yield, on a simple basis	4.4919%
Average Weighted Maturity (1)	9 Days
Average Weighted Life (2)	38 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.

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:

- \* City of Tioga
- \* East Cedar Creek Fresh Water Supply District
- \* East Montgomery County Municipal Utility District No. 12
- \* Fort Bend County Municipal Utility District No. 188
- \* Fort Bend County Municipal Utility District No. 222

### HOLIDAY REMINDER

In observance of Good Friday, **TexSTAR will be closed Friday, April 7, 2023.** All ACH transactions initiated on Thursday, April 6th will settle on Monday, April 10th. Notification of any early transaction deadlines on the business day preceding this holiday will be sent by email to the primary contact on file for all TexSTAR participants. Please plan accordingly for your liquidity needs.

### ECONOMIC COMMENTARY

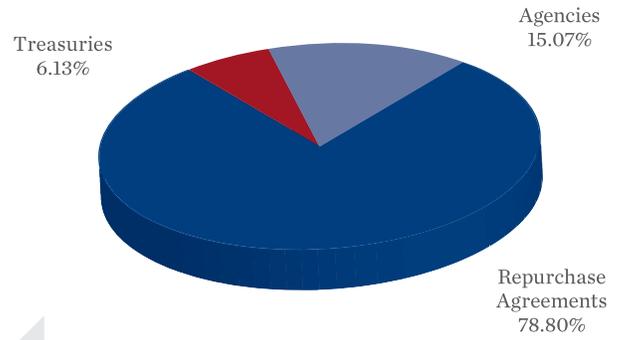
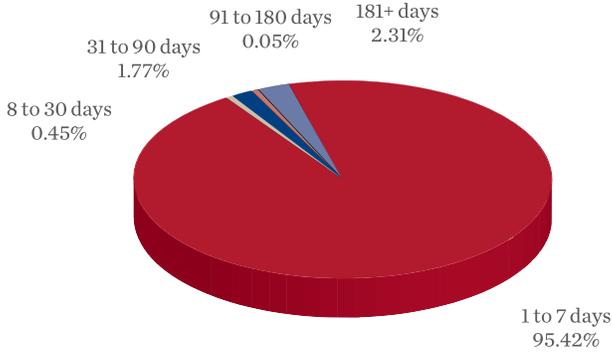
#### Market review

Stronger-than-expected economic activity combined with hotter-than-expected inflation data caused markets to reassess the interest rate outlook, effectively pushing out expectations for recession and pricing in a higher terminal rate for the federal funds rate. Any interest rates cuts were pushed further into the future. At its February meeting, the Federal Open Market Committee (FOMC) unanimously raised rates at reduced pace of 0.25% to a range of 4.50%-4.75%. Not surprisingly, the main message from the meeting was that the Federal Reserve (Fed) continues to focus on fighting inflation. The statement language and press conference were somewhat more dovish than the past few meetings, acknowledging that inflation pressures have eased but remain elevated. The committee still saw “ongoing increases in the target range” as being “appropriate,” but exchanged “pace” with “extent” in determining future hikes, suggesting to some that the tightening cycle may be close to being done. That said, the committee still saw a greater risk in not doing enough to bring inflation back down to 2% than overtightening. Additionally, the Fed signaled that it has no plans to ease policy in 2023 and emphasized the importance of retaining flexibility in moving policy towards a more restrictive stance. Measures of U.S. growth turned upward after a slide toward the end of 2022. Retail sales surged in January after a December slump, although changing seasonal spending patterns likely exaggerated those swings. Payroll employment also reaccelerated at the start of the year, and a continued low pace of new unemployment insurance claims likewise suggest ongoing strength in the labor market. Private sector surveys, which were moving lower in the fourth quarter, have generally stabilized or improved. Lastly, New Home Sales beat consensus by a large margin (7.2% actual, 0.4% expected), with the prior reading revised higher to 7.2% from 2.3%. While a single housing print doesn't make a trend, it's certainly cause for concern, especially for a Fed citing the housing market as a source of inflationary concern.

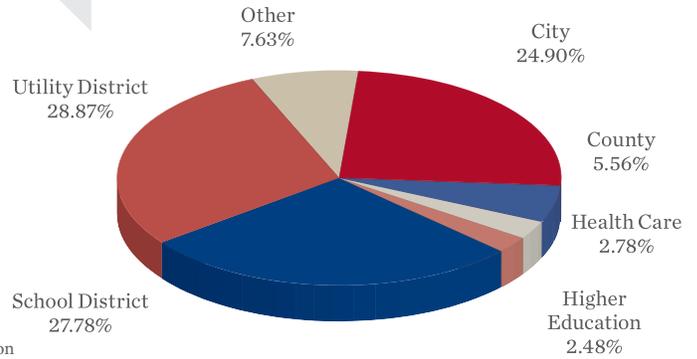
*(continued page 4)*

## INFORMATION AT A GLANCE

### PORTFOLIO BY TYPE OF INVESTMENT AS OF FEBRUARY 28, 2023



### PORTFOLIO BY MATURITY AS OF FEBRUARY 28, 2023 (1)



### DISTRIBUTION OF PARTICIPANTS BY TYPE AS OF FEBRUARY 28, 2023

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

## HISTORICAL PROGRAM INFORMATION

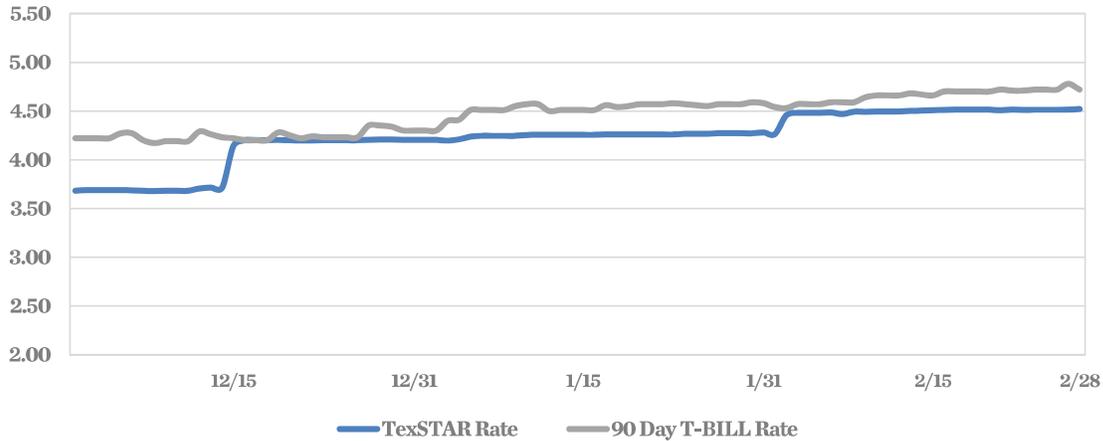
MONTH	AVERAGE RATE	BOOK VALUE	MARKET VALUE	NET ASSET VALUE	WAM (1)	WAL (2)	NUMBER OF PARTICIPANTS
Feb 23	4.4919%	\$10,962,890,240.57	\$10,961,778,645.78	0.999898	9	38	1008
Jan 23	4.2515%	10,451,037,339.95	10,450,044,625.54	0.999905	6	41	1003
Dec 22	3.9681%	9,016,826,910.67	9,015,709,981.89	0.999855	5	43	999
Nov 22	3.5588%	8,393,118,851.17	8,390,786,906.73	0.999722	6	47	998
Oct 22	2.8531%	8,388,414,626.87	8,384,901,873.82	0.999581	10	46	996
Sep 22	2.2941%	8,448,258,598.47	8,444,307,157.72	0.999510	16	43	994
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

## PORTFOLIO ASSET SUMMARY AS OF FEBRUARY 28, 2023

	BOOK VALUE	MARKET VALUE
Uninvested Balance	\$ 424.24	\$ 424.24
Accrual of Interest Income	8,459,162.19	8,459,162.19
Interest and Management Fees Payable	(39,102,757.17)	(39,102,757.17)
Payable for Investment Purchased	0.00	0.00
Repurchase Agreement	8,663,341,999.81	8,663,341,999.81
Government Securities	2,330,191,411.50	2,329,079,816.71
<b>TOTAL</b>	<b>\$ \$10,962,890,240.57</b>	<b>\$ \$10,961,778,645.78</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 FEBRUARY 2023

DATE	MNY MKT FUND EQUIV. [SEC Std.]	DAILY ALLOCATION FACTOR	INVESTED BALANCE	MARKET VALUE PER SHARE	WAM DAYS (1)	WAL DAYS (2)
2/1/2023	4.2643%	0.000116830	\$10,715,346,356.28	0.999903	6	39
2/2/2023	4.4546%	0.000122043	\$10,762,227,427.26	0.999908	6	39
2/3/2023	4.4813%	0.000122775	\$10,821,790,220.86	0.999909	6	38
2/4/2023	4.4813%	0.000122775	\$10,821,790,220.86	0.999909	6	38
2/5/2023	4.4813%	0.000122775	\$10,821,790,220.86	0.999909	6	38
2/6/2023	4.4837%	0.000122841	\$11,017,212,872.06	0.999913	6	37
2/7/2023	4.4691%	0.000122442	\$11,241,683,917.88	0.999915	5	36
2/8/2023	4.4929%	0.000123093	\$11,422,821,169.32	0.999920	8	38
2/9/2023	4.4921%	0.000123070	\$11,387,460,967.39	0.999918	8	38
2/10/2023	4.4961%	0.000123181	\$11,257,464,028.73	0.999932	11	40
2/11/2023	4.4961%	0.000123181	\$11,257,464,028.73	0.999932	11	40
2/12/2023	4.4961%	0.000123181	\$11,257,464,028.73	0.999932	11	40
2/13/2023	4.5000%	0.000123287	\$11,318,095,209.15	0.999926	10	40
2/14/2023	4.5041%	0.000123399	\$11,189,931,647.07	0.999931	11	40
2/15/2023	4.5084%	0.000123517	\$11,194,675,160.76	0.999928	10	40
2/16/2023	4.5117%	0.000123609	\$11,542,797,965.97	0.999920	10	38
2/17/2023	4.5136%	0.000123661	\$11,572,770,820.65	0.999918	10	37
2/18/2023	4.5136%	0.000123661	\$11,572,770,820.65	0.999918	10	37
2/19/2023	4.5136%	0.000123661	\$11,572,770,820.65	0.999918	10	37
2/20/2023	4.5136%	0.000123661	\$11,572,770,820.65	0.999918	10	37
2/21/2023	4.5078%	0.000123501	\$11,495,540,583.50	0.999909	10	37
2/22/2023	4.5141%	0.000123675	\$11,329,701,507.47	0.999910	10	38
2/23/2023	4.5121%	0.000123620	\$11,138,462,248.87	0.999908	10	38
2/24/2023	4.5129%	0.000123640	\$11,062,913,333.14	0.999917	10	38
2/25/2023	4.5129%	0.000123640	\$11,062,913,333.14	0.999917	10	38
2/26/2023	4.5129%	0.000123640	\$11,062,913,333.14	0.999917	10	38
2/27/2023	4.5140%	0.000123672	\$11,011,943,468.27	0.999895	10	38
2/28/2023	4.5200%	0.000123835	\$10,962,890,240.57	0.999898	10	38
<b>Average</b>	<b>4.4919%</b>	<b>0.000123067</b>	<b>\$11,194,584,884.74</b>		<b>9</b>	<b>38</b>



## *ECONOMIC COMMENTARY (cont.)*

The labor markets were remarkably robust in January, as the January employment report was significantly above expectations with a 517,000 increase in payroll jobs, shattering analyst estimates of 187,000. The unemployment rate declined to 3.4%, the lowest since May 1969. Gains were strongest in leisure and hospitality, health care and professional business services. Importantly, even these low levels of unemployment are not contributing to a rebound in wage inflation, with wage growth moderating to 0.3% month-over-month (m/m) and 4.4% on a year-over-year (y/y) basis, after its peak of 5.9% in March of 2022. The impact of seasonal adjustments for January may have overstated the job gains, but the labor market is clearly still a bastion of strength as the U.S. still has almost two job openings for every unemployed person.

The January CPI report showed an uptick in inflation, with headline CPI rising 0.5% and core CPI rising by 0.4%, translating to 6.3% and 5.5% y/y. The jump in energy prices (+2.0% m/m) and food prices (+0.5% m/m) boosted headline inflation, while higher prices for car insurance, clothing and furniture also contributed. Shelter inflation accounted for nearly half of the monthly increase but continues to lag the turnover in market rents. Elsewhere, core goods inflation remained soft. The headline and core Personal Consumption Expenditures Price Index (PCE) both rose by 0.6% m/m and accelerated compared to last month. Year-over-year headline PCE rose from 5.0% in December to 5.4% in January, while the core index increased from 4.4% to 4.7% y/y. January's data was a reminder that the 2% target will be bumpy along the way.

In summary, January data on employment, retail sales and inflation were all above expectations. Not surprisingly, U.S. Treasury yields broadly increased with investors reevaluated the economy's outlook and the likelihood of more restrictive Fed policy for longer than previously hoped. In money markets, the three-month Treasury bill yield increased by 15 basis points (bps) to 4.81%, and the six-month Treasury bill yield increased by 32 bps to 5.15%. Longer Treasury yields rose more dramatically, with the two-year rising 62 bps to 4.82%

### **Outlook**

To say the macroeconomic narrative has changed since January's employment data (released February 3rd) would be a big understatement. Late last year, market participants focused on the severity of a likely downturn in global economic activity amid a noticeable improvement in the trajectory of inflation. Incoming data shows stronger economic activity than expected, with a still resilient labor market and stickier inflation data. January employment figures provided the 'spark' to get prices moving, but other factors have played a role as well. That is to say, US economic data has been surprising consistently higher since the start of February. The recent uptick in data and shift in market pricing hasn't been limited to the US economy; the phenomenon is global in nature. As an example, economic surprise indices across Europe, China, Japan and much of EM have all been increasing since early February. The interplay between shifting growth dynamics and increasingly restrictive monetary policy is now front and center.

Positive economic developments recently have pushed out recessionary prospects further into the future. January inflation data offered a cautionary tale on why the journey to more reasonable inflation levels will be far from linear. While broad-based declines in core goods and pandemic related components of core services have been easily realized, further weakness from here will need to manifest in the not-so-friendly (i.e., sticky) components of core services, the measure most exposed to labor markets, which remain resilient. This combination of less certainty about the path of inflation, alongside resilience in growth, points to the possibility of more monetary tightening than previously expected. The Fed continues to signal that they are nearing the end of their hiking cycle. We think any reacceleration in the pace of tightening is unlikely, with rates already in restrictive territory. But they could administer a few extra doses of hawkish policy medicine if incoming information continues to point to strong employment with stubborn inflation as the most likely path for the economy.

Bond yields have now come full circle with 2-year Treasury yields making new highs not seen since 2007. Meanwhile front-end T-bill yields have barely moved, relatively speaking. Much of the move in broader Treasury yields has been driven by investors reassessing the timing of a recession and re-thinking the immediate path for U.S. interest rates. The global economy has remained resilient in the face of higher rates, largely because many consumers and businesses refinanced when interest rates were low.



*ECONOMIC COMMENTARY (cont.)*

As a result, inflation is not moderating as quickly as the Fed and many central banks would like, and investors now must contend with the probability that a recession could be delayed, warranting further rate hikes and a higher terminal interest rate. The idea of higher rates for longer is now reflected in market pricing, with rate hikes of 25 bps penciled in for each of the Fed meetings in March, May and June. Markets are likely to remain in a holding pattern for the foreseeable future while waiting for inflation data and subsequent steps from the Fed.

This information is an excerpt from an economic report dated February 2023 provided to TexSTAR by JP Morgan Asset Management, Inc., the investment manager of the TexSTAR pool.

## TEXSTAR BOARD MEMBERS

Monte Mercer	North Central TX Council of Government	Governing Board President
David Pate	Richardson ISD	Governing Board Vice President
Anita Cothran	City of Frisco	Governing Board Treasurer
David Medanich	Hilltop Securities	Governing Board Secretary
Jennifer Novak	J.P. Morgan Asset Management	Governing Board Asst. Sec./Treas
Brett Starr	City of Irving	Advisory Board
James Mauldin	Qualified Non-Participant	Advisory Board
Sandra Newby	Tarrant Regional Water Dist/Non-Participant	Advisory Board
Ron Whitehead	Qualified Non-Participant	Advisory Board

The material provided to TexSTAR from J.P. Morgan Asset Management, Inc., the investment manager of the TexSTAR pool, is for informational and educational purposes only, as of the date of writing and may change at any time based on market or other conditions and may not come to pass. While we believe the information presented is reliable, we cannot guarantee its accuracy. HilltopSecurities is a wholly owned subsidiary of Hilltop Holdings, Inc. (NYSE: HTH) located at 717 N. Hardwood Street, Suite 3400, Dallas, TX 75201, (214) 859-1800. Member NYSE/FINRA/SIPC. Past performance is no guarantee of future results. Investment Management Services are offered through J.P. Morgan Asset Management Inc. and/or its affiliates. Marketing and Enrollment duties are offered through HilltopSecurities and/or its affiliates. HilltopSecurities and J.P. Morgan Asset Management Inc. are separate entities.





CENTRAL TEXAS REGIONAL  
**MOBILITY AUTHORITY**

March 29, 2023  
**AGENDA ITEM #6**

---

Executive Director Board Report

Strategic Plan Relevance: Stewardship, Collaboration, Innovation, Service & Safety

Department: Executive

Contact: James M. Bass, Executive Director

Associated Costs: N/A

Funding Source: N/A

Action Requested: Briefing and Board Discussion Only

**Project Description/Background:**

Executive Director Report.

- A. Agency performance metrics.
  - i. Roadway Performance
  - ii. Call-Center Performance
- B. MoPac South update.
- C. FY 2024 budget process.

**Backup provided:** None



CENTRAL TEXAS REGIONAL  
**MOBILITY AUTHORITY**

March 29, 2023  
AGENDA ITEM #7

---

Executive Session

**Executive Session:**

Discuss the sale, transfer, or exchange of one or more parcels or interests in real property owned by the Mobility Authority and related legal issues as authorized by §551.071 (Consultation with Attorney) and §551.072 (Deliberation Regarding Real Property; Closed Meeting).



CENTRAL TEXAS REGIONAL  
**MOBILITY AUTHORITY**

March 29, 2023  
AGENDA ITEM #8

---

Executive Session

*Executive Session:*

Discuss legal issues related to claims by or against the Mobility Authority; pending or contemplated litigation and any related settlement offers; or other matters as authorized by §551.071 (Consultation with Attorney).



CENTRAL TEXAS REGIONAL  
**MOBILITY AUTHORITY**

March 29, 2023  
AGENDA ITEM #9

---

Executive Session

*Executive Session:*

Discuss legal issues relating to procurement and financing of Mobility Authority transportation projects and toll system improvements, as authorized by §551.071 (Consultation with Attorney).



CENTRAL TEXAS REGIONAL  
**MOBILITY AUTHORITY**

March 29, 2023  
AGENDA ITEM #10

---

Executive Session

*Executive Session:*

Discuss personnel matters as authorized by §551.074 (Personnel Matters).



CENTRAL TEXAS REGIONAL  
**MOBILITY AUTHORITY**

March 29, 2023  
AGENDA ITEM #11

---

Adjourn Meeting

Adjourn Board Meeting.