

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

RESOLUTION NO. 07-04

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

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


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

WHEREAS, the Executive Director, working with the Chief Financial Officer, has reviewed and authorized the disbursements necessary for the month of December 2006 and has caused a Financial Report to be prepared which is attached hereto as Attachment "A."


NOW THEREFORE, BE IT RESOLVED, that the Board of Directors accepts the Financial Report for December 2006, attached hereto as Attachment "A."

Adopted by the Board of Directors of the Central Texas Regional Mobility Authority on the 31st day of January, 2007.

Submitted and reviewed by:


Tom Nielson
General Counsel for the Central
Texas Regional Mobility Authority

Approved:


Robert E. Tesch
Chairman, Board of Directors
Resolution Number 07-04
Date Passed 1/31/07

Central Texas Regional Mobility Authority
Balance Sheet

As of

December 31, 2006

December 31, 2005

Assets

Current Assets

| | | | |
|-------------------------------|----------------------|--|----------------------|
| Cash in Operating Fund | 8,147.49 | | 27,880.51 |
| Cash In TexSTAR | 6,807,362.86 | | 8,262,808.42 |
| Cash in Chase Money Mkt Funds | 0.00 | | 5,087,245.67 |
| Money Market Payroll Account | 1,435.73 | | 0.00 |
| Restricted Cash-TexStar | 21,304,010.28 | | 27,360,636.11 |
| Total Cash Equivalents | 28,112,808.87 | | 40,710,690.20 |
| Accounts Receivable | 2,049.40 | | 1.30 |
| Interest Receivable | 90,353.02 | | 66,782.25 |
| Agencies | 9,421,514.21 | | 16,042,668.34 |
| Prepaid Insurance | 36,679.56 | | 8,560.73 |
| Prepaid Expenses | 949.97 | | 633.40 |
| Total Prepaid Expenses | 37,629.53 | | 9,194.13 |
| Total Current Assets | 37,672,502.52 | | 56,857,216.73 |

Construction Work In Process

| | | | |
|--------------------------------|-----------------------|----------------|----------------------|
| Utility Relocation Expense | 61,411.19 | 7,068.41 | |
| Consulting-Admin Services | 680,522.33 | 102,100.99 | |
| Consulting-Reimbursed Expenses | 421.82 | 184.14 | |
| Environmental Fees | 398,750.00 | 398,750.00 | |
| Funding Costs | 30,000.00 | 30,000.00 | |
| Legal Fees-Construction | 2,174,971.27 | 1,501,091.58 | |
| Traffic & Revenue Analysis | 2,288,832.75 | 947,855.73 | |
| Unsuccessful Proposers | 356,625.82 | 356,625.82 | |
| Engineering | 2,645,832.81 | 374,317.14 | |
| Right of Way | 138,740.83 | 0.00 | |
| Total Preliminary Costs | 8,776,108.82 | | 3,717,993.81 |
| Public Involvement | 215,751.21 | 18,454.16 | |
| CDA Oversight | 5,677,438.07 | 2,071,136.34 | |
| Engineering | 14,082,913.49 | 12,723,724.12 | |
| Total Construction Engineering | 19,976,102.77 | | 14,813,314.62 |
| Design | 28,945,394.60 | 15,825,472.12 | |
| Construction-CDA | 116,218,405.20 | 56,040,904.18 | |
| Other Construction Costs | 228,847.24 | 0.00 | |
| Total Construction | 145,392,647.04 | | 71,866,376.30 |
| Toll Collection System | 5,918,354.63 | | 769,876.49 |
| Accrued Interest Income | (12,463,177.15) | (6,875,947.45) | |
| Accrued Interest Expense | 21,734,803.86 | 10,057,611.42 | |
| Amortization of Bond Premium | (2,902,323.48) | (1,357,291.50) | |
| Amortization Bond Disc Invest | (292,817.82) | (49,835.83) | |
| Total Accrued Interest | 6,076,485.41 | | 1,774,536.64 |
| Amortization Bond Issue Costs | 2,637,053.78 | | 1,234,925.42 |
| Total Construction WIP | 188,776,752.45 | | 94,177,023.28 |

Fixed Assets

| | | | | |
|-----------------------------------|--------------------|-------------------|--------------------|-------------------|
| Computers | 115,571.52 | | 107,202.01 | |
| Accum Deprec-Computers | <u>(82,266.43)</u> | 33,305.09 | <u>(62,607.83)</u> | 44,594.18 |
| Computer Software | 95,156.88 | | 78,428.63 | |
| Accumulated Amortization-Software | <u>(26,209.78)</u> | 68,947.10 | <u>(1,292.84)</u> | 77,135.79 |
| Furniture and Fixtures | 68,051.96 | | 19,628.00 | |
| Accum Deprec-Furn & Fixtures | <u>(9,185.03)</u> | 58,866.93 | <u>0.00</u> | 19,628.00 |
| Equipment | 28,777.93 | | 3,536.81 | |
| Accum Deprec-Equipment | <u>(8,854.10)</u> | 19,923.83 | <u>0.00</u> | 3,536.81 |
| Communication Equipment | 30,256.02 | | 16,275.09 | |
| Accum Deprec-Comm Equip | <u>(5,928.51)</u> | 24,327.51 | <u>0.00</u> | 16,275.09 |
| Leasehold Improvements | | 49,443.68 | | 101,575.53 |
| Total Fixed Assets | | 254,814.14 | | 262,745.40 |

Other Assets

| | | | | |
|-------------------|--|----------|--|----------|
| Security Deposits | | 8,643.30 | | 8,643.30 |
|-------------------|--|----------|--|----------|

Long Term Investments

| | | | | |
|-----|--|---------------|--|----------------|
| GIC | | 74,964,413.00 | | 152,538,249.31 |
|-----|--|---------------|--|----------------|

Other Assets

| | | | | |
|--------------------------|--|---------------|--|---------------|
| Intangible Assets | | 650.00 | | 0.00 |
| 2005 Bond Issuance Costs | | 10,293,315.38 | | 11,699,214.86 |

Total Assets

| | | | | |
|--|-----------------------|--|-----------------------|--|
| | 311,970,440.79 | | 315,543,092.88 | |
|--|-----------------------|--|-----------------------|--|

Liabilities**Current Liabilities**

| | | | | |
|----------------------------------|--|----------------------|--|---------------------|
| Accounts Payable | | 5,874,969.43 | | (259,008.20) |
| Vouchers Payable | | 0.00 | | 259,599.60 |
| Interest Payable | | 5,721,470.89 | | 5,936,986.47 |
| Deferred Compensation Payable | | 0.00 | | 0.00 |
| TCDRS Payable | | 15,433.39 | | 0.00 |
| Due to State of Texas | | 35.92 | | 0.00 |
| Total Current Liabilities | | 11,611,909.63 | | 5,937,577.87 |

Long Term Liabilities

| | | | | |
|------------------------------------|--|-----------------------|--|-----------------------|
| Retainage Payable | | 7,539,422.59 | | 3,592,204.39 |
| BANS 2005 | | 66,000,000.00 | | 66,000,000.00 |
| Senior Lien Revenue Bonds 2005 | | 168,943,735.37 | | 167,967,610.70 |
| Sn Lien Rev Bnd Prem/Disc 2005 | | 6,955,883.07 | | 8,500,915.05 |
| Total Long Term Liabilities | | 249,439,041.03 | | 246,060,730.14 |
| Total Liabilities | | 261,050,950.66 | | 251,998,308.01 |

Net Assets Section

| | | | | |
|---|--|-----------------------|--|-----------------------|
| Net Assets beginning | | 62,604,167.57 | | 64,467,206.86 |
| Current Year Operations | | <u>(1,151,551.07)</u> | | <u>(922,421.99)</u> |
| Total Liabilities and Net Assets | | 322,503,567.16 | | 315,543,092.88 |

Central Texas Regional Mobility Authority
Disbursements
December 1 - 31, 2006

| Date | Check No. | Amount | Vendor |
|------------|-----------|-----------|-------------------------------|
| 12/1/2006 | 11800 | 392.99 | Carolyn Chalender |
| 12/1/2006 | 11801 | 918.60 | Time Warner Telecom |
| 12/1/2006 | 11802 | 630.01 | Corporate Express |
| 12/2/2006 | 11803 | 70.37 | SAM'S Club |
| 12/8/2006 | 11804 | 747.50 | Pena Swaze & Company, LLP |
| 12/8/2006 | 11805 | 40,080.40 | TML Intergovernmental |
| 12/8/2006 | 11806 | 347.34 | Steve Pustelnyk |
| 12/8/2006 | 11807 | 815.06 | Standard Parking |
| 12/8/2006 | 11808 | 1,790.72 | Standard Parking |
| 12/8/2006 | 11809 | 243.54 | Benefit Systems, Inc. |
| 12/8/2006 | 11810 | 352.11 | Corporate Express |
| 12/8/2006 | 11811 | 1,120.00 | Tx Dept of Criminal Justice |
| 12/8/2006 | 11812 | 2,500.00 | HPS |
| 12/8/2006 | 11813 | 3,327.51 | Locke Liddell & Sapp LLP |
| 12/7/2006 | ACH | 25,561.40 | Payroll |
| 12/8/2006 | ACH | 830.88 | Nationwide Financial Services |
| 12/8/2006 | ACH | 692.31 | Payroll Deduction |
| 12/8/2006 | ACH | 7,145.08 | Payroll Taxes |
| 12/8/2006 | ACH | 2,361.76 | Nationwide Financial Services |
| 12/15/2006 | 11817 | 40,618.00 | City of Austin |
| 12/15/2006 | 12678 | 178.34 | Section 125 Plan |
| 12/15/2006 | 11814 | 175.00 | E Software Professionals |
| 12/15/2006 | 11815 | 344.85 | 301 Congress Avenue, L.P. |
| 12/15/2006 | 11816 | 153.12 | Carolyn Chalender |
| 12/15/2006 | 11818 | 78.69 | Sandra King-Wells |
| 12/15/2006 | 11819 | 43.16 | Cecilia Martinez |
| 12/15/2006 | 11820 | 250.00 | Round Round Chamber |
| 12/22/2006 | 11821 | 175.00 | CNA Surety |
| 12/22/2006 | 11822 | 13,670.10 | Owen Consulting |
| 12/22/2006 | 11823 | 15,164.44 | 301 Congress Avenue, L.P. |
| 12/22/2006 | 11824 | 178.34 | Benefit Systems, Inc. |
| 12/22/2006 | 11825 | 10,535.00 | TOPS |
| 12/22/2006 | 11826 | 175.00 | Cedar Park Chamber |
| 12/22/2006 | 11827 | 41,596.81 | Tate Austin |
| 12/22/2006 | 11828 | 600.00 | Time Warner Cable |
| 12/29/2006 | 11829 | 150.02 | Austin Hotshot Delivery Svc |
| 12/29/2006 | 11830 | 819.03 | William Chapman |
| 12/29/2006 | 11831 | 7,145.98 | Blue Cross Blue Shield |
| 12/29/2006 | 11832 | 899.31 | Bob Tesch |

Central Texas Regional Mobility Authority
 Disbursements
 December 1 - 31, 2006

| Date | Check No. | Amount | Vendor |
|-------------|------------------|---------------|-------------------------------|
| 12/20/2006 | ACH | 692.31 | Payroll Deduction |
| 12/20/2006 | EFT | 7,267.64 | Payroll Taxes |
| 12/20/2006 | ACH | 830.88 | Nationwide Financial Services |
| 12/21/2006 | ACH | 25,962.62 | Payroll |
| 12/22/2006 | ACH | 2,461.76 | Nationwide Financial Services |
| 12/22/2006 | ACH | 15,426.60 | TCDRS |
| 12/29/2006 | 11833 | 101.25 | Fort Dearborn |
| 12/29/2006 | 11834 | 174.25 | Cingular Wireless |
| 12/29/2006 | 11835 | 948.99 | Time Warner Telecom |
| 12/1/2006 | Wire | 242.33 | Time Warner Telecom |
| 12/1/2006 | Wire | 279.00 | Thomson West Payment Center |
| 12/1/2006 | Wire | 60,150.32 | HNTB |
| 12/1/2006 | Wire | 28,894.21 | URS |
| 12/1/2006 | Wire | 6,838.24 | Locke Liddell |
| 12/1/2006 | Wire | 4,867.50 | Tate Austin |
| 12/1/2006 | Wire | 626.03 | Office Max Contract |
| 12/1/2006 | Wire | 300.00 | Time Warner Cable |
| 12/1/2006 | Wire | 23,148.32 | MSX International |
| 12/1/2006 | Wire | 378,475.10 | HNTB |
| 12/1/2006 | Wire | 122,528.96 | Locke Liddell |
| 12/1/2006 | Wire | 448,091.35 | Caseta |
| 12/1/2006 | Wire | 440.00 | Samuel Pearson |
| 12/1/2006 | Wire | 440.00 | B.W. Pruett |
| 12/18/2006 | Wire | 1,080,684.20 | Caseta |
| 12/18/2006 | Wire | 23,593.45 | Tate Austin |
| 12/18/2006 | Wire | 94,551.19 | URS Corporation |
| 12/18/2006 | Wire | 20,729.16 | MSX International |
| 12/18/2006 | Wire | 39,737.86 | Locke Liddell |
| 12/18/2006 | Wire | 66,233.01 | Locke Liddell |
| 12/18/2006 | Wire | 105.21 | Premiere Global Services |
| 12/18/2006 | Wire | 5,062.50 | Tate Austin |
| 12/18/2006 | Wire | 6,028,965.84 | Hill Country Constructors |

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

| Revenue | Budget | Actual Year | Percent | Actual Year |
|-------------------------|---------------------|-----------------------|---------------|-----------------------|
| | FY 2007 | To Date 12/31/2006 | Of Budget | To Date 12/31/2005 |
| Toll Revenue-Cash-183A | 510,000.00 | 0.00 | | 0.00 |
| Toll Revenue-TxTag-183A | 510,000.00 | 0.00 | | 0.00 |
| Interest Income | 503,050.00 | 239,581.57 | 47.63% | 217,527.66 |
| Reimbursed Expenditures | 51,000.00 | 25,272.78 | 49.55% | 0.00 |
| Total Revenue | 1,574,050.00 | 264,854.35 | 16.83% | 217,527.66 |

| Expenditures | Budget | Actual Year | Percent | Actual Year |
|-----------------------------------|---------------------|-----------------------|---------------|-----------------------|
| | FY 2007 | To Date 12/31/2006 | Of Budget | To Date 12/31/2005 |
| Regular | 1,210,148.00 | 453,122.82 | 37.44% | 326,620.34 |
| Part Time | 17,000.00 | 2,136.76 | 12.57% | 0.00 |
| Overtime | 10,000.00 | 667.23 | 6.67% | 0.00 |
| Contractual Employees | 130,000.00 | 77,870.10 | 59.90% | 62,936.30 |
| TCDRS | 155,866.00 | 61,192.44 | 39.26% | 45,563.56 |
| FICA | 64,527.00 | 16,887.73 | 26.17% | 14,031.73 |
| FICA MED | 17,939.00 | 6,445.77 | 35.93% | 4,627.60 |
| Health Insurance | 117,223.00 | 42,216.96 | 36.01% | 22,612.26 |
| Life Insurance | 1,682.00 | 602.50 | 35.82% | 0.00 |
| Auto Allowance | 9,000.00 | 3,200.00 | 35.56% | 4,550.00 |
| Other Benefits | 88,471.00 | 15,525.47 | 17.55% | 0.00 |
| Unemployment Taxes | 4,590.00 | 248.15 | 5.41% | 72.15 |
| Workers Compensation | 5,324.00 | 0.00 | | 471.66 |
| Total Salaries & Wages | 1,831,770.00 | 680,115.93 | 37.13% | 481,485.60 |

| Contractual Services | Budget | Actual Year | Percent | Actual Year |
|------------------------------------|---------------------|-----------------------|--------------|-----------------------|
| | FY 2007 | To Date 12/31/2006 | Of Budget | To Date 12/31/2005 |
| Professional Services | | | | |
| Accounting | 12,000.00 | 2,527.28 | 21.06% | 14,633.35 |
| Auditing | 35,000.00 | 11,747.50 | 33.56% | 10,800.00 |
| Financial Advisors | 4,000.00 | 0.00 | | 820.00 |
| General Engineering Consultant | 450,000.00 | 0.00 | | 5,568.75 |
| General System Consultant | 100,000.00 | 0.00 | | 0.00 |
| Geotechnical | 1,200,000.00 | 0.00 | | 0.00 |
| Human Resources | 22,000.00 | 2,826.00 | 12.85% | 0.00 |
| Legal | 300,000.00 | 38,320.50 | 12.77% | 197,016.79 |
| Photography | 15,000.00 | 11,016.32 | 73.44% | 13,117.66 |
| Traffic & Revenue Consultants | 40,000.00 | 0.00 | | 0.00 |
| Communications and Marketing | 150,000.00 | 83,042.03 | 55.36% | 0.00 |
| Transcripts | 2,000.00 | 0.00 | | 1,900.00 |
| Total Professional Services | 2,330,000.00 | 149,479.63 | 6.42% | 243,856.55 |

| | Budget FY 2007 | Actual Year To Date 12/31/2006 | Percent Of Budget | Actual Year To Date 12/31/2005 |
|---|---------------------|--------------------------------------|----------------------|--------------------------------------|
| Other Contractual Services | | | | |
| IT Services | 25,000.00 | 1,840.25 | 7.36% | 0.00 |
| Graphic Design Services | 50,000.00 | 750.00 | 1.50% | 22,154.02 |
| Website Maintenance | 20,000.00 | 8,690.41 | 43.45% | 0.00 |
| Research Services | 45,000.00 | 0.00 | | 42,628.07 |
| Copy Machine | 13,000.00 | 4,368.10 | 33.60% | 0.00 |
| Software licenses | 21,675.00 | 7,259.80 | 33.49% | 0.00 |
| Advertising | 50,000.00 | 8,265.89 | 16.53% | 0.00 |
| Direct Mail | 20,000.00 | 0.00 | | 0.00 |
| Video Production | 50,000.00 | 77,744.48 | 155.49% | 0.00 |
| Television | 150,000.00 | 133,560.68 | 89.04% | 0.00 |
| Radio | 50,000.00 | 7,500.00 | 15.00% | 0.00 |
| Other Public Relations | 0.00 | 13,933.75 | | 59,714.68 |
| Security Contracts | 60,000.00 | 134.40 | 0.22% | 0.00 |
| Cell Phones | 10,170.00 | 2,320.32 | 22.82% | 2,461.13 |
| Local | 18,240.00 | 3,175.53 | 17.41% | 0.00 |
| Long Distance | 2,400.00 | 449.49 | 18.73% | 0.00 |
| Internet | 4,000.00 | 1,836.00 | 45.90% | 0.00 |
| Other Communication Expense | 1,000.00 | 60.26 | 6.03% | 836.50 |
| Dues & Subscriptions | 7,200.00 | 1,501.90 | 20.86% | 1,245.00 |
| Memberships | 18,950.00 | 2,884.85 | 15.22% | 0.00 |
| Continuing Education | 9,000.00 | 2,083.95 | 23.16% | 0.00 |
| Professional Development | 11,000.00 | 950.00 | 8.64% | 9,266.10 |
| Seminars and Conferences | 21,400.00 | 14,570.00 | 68.08% | 4,428.39 |
| Total Travel | 70,500.00 | 13,351.83 | 18.94% | 25,551.03 |
| Other Contractual Svcs | 9,000.00 | 2,784.50 | 30.94% | 2,384.25 |
| Contractual Contingencies | 161,000.00 | 148.50 | 0.09% | |
| Total Other Contractual Services | 826,860.00 | 310,164.89 | 37.51% | 170,669.17 |
| Total Contractual Expenses | 3,156,860.00 | 459,644.52 | 14.56% | 414,525.72 |

| | Budget FY 2007 | Actual Year To Date 12/31/2006 | Percent Of Budget | Actual Year To Date 12/31/2005 |
|---|-------------------|--------------------------------------|----------------------|--------------------------------------|
| Materials and Supplies | | | | |
| Books & Publications | 3,600.00 | 1,518.87 | 42.19% | 0.00 |
| Office Supplies | 18,750.00 | 6,169.08 | 32.90% | 9,020.64 |
| Computer Supplies | 17,500.00 | 1,623.66 | 9.28% | 0.00 |
| Copy Supplies | 6,000.00 | 0.00 | | 0.00 |
| Annual Report | 20,000.00 | 4,250.00 | 21.25% | 7,200.00 |
| Other Reports | 60,500.00 | 1,006.00 | 1.66% | 0.00 |
| Office Supplies | 18,350.00 | 838.02 | 4.57% | 329.15 |
| Maintenance Supplies | 500.00 | 0.00 | | 0.00 |
| Promotional Items | 12,500.00 | 7,926.37 | 63.41% | 0.00 |
| Displays | 10,000.00 | 12,703.42 | 127.03% | 0.00 |
| Tools & Equipment | 2,250.00 | 126.67 | 5.63% | 135.69 |
| Misc Materials & Supplies | 6,000.00 | 261.19 | 4.35% | 0.00 |
| Total Materials & Supplies Exp | 175,950.00 | 36,423.28 | 20.70% | 16,685.48 |

| | Budget FY 2007 | Actual Year To Date 12/31/2006 | Percent Of Budget | Actual Year To Date 12/31/2005 |
|--------------------------------|----------------------|--------------------------------------|----------------------|--------------------------------------|
| Operating Expenses | | | | |
| Gasoline | 10,000.00 | 0.00 | | 18.92 |
| Mileage Reimbursement | 8,200.00 | 2,333.68 | 28.46% | 3,129.72 |
| Parking | 22,100.00 | 8,777.14 | 39.72% | 823.30 |
| Meeting Facilities | 3,000.00 | 0.00 | | 0.00 |
| Community Events | 20,000.00 | 250.00 | 1.25% | 0.00 |
| Meeting Expense | 4,900.00 | 1,427.13 | 29.13% | 682.67 |
| Public Notices | 3,500.00 | 9.00 | 0.26% | 565.16 |
| Postage | 11,500.00 | 687.51 | 5.98% | 112.87 |
| Overnight Services | 2,200.00 | 81.49 | 3.70% | 0.00 |
| Delivery Services | 3,200.00 | 915.17 | 28.60% | 1,022.16 |
| Insurance | 26,200.00 | 14,713.22 | 56.16% | 6,534.01 |
| Reimbursements | 1,150.00 | 0.00 | | 28.36 |
| Repair and Maintenance | 3,600.00 | 0.00 | | 158.00 |
| Rent | 162,290.00 | 82,244.94 | 50.68% | 1,000.00 |
| Water | 17,000.00 | 0.00 | | 0.00 |
| Electricity | 7,400.00 | 1,740.46 | 23.52% | 0.00 |
| Natural Gas | 500.00 | 0.00 | | 0.00 |
| Amortization Expense | 30,000.00 | 17,507.80 | 58.36% | 1,292.84 |
| Dep Exp- Furniture & Fixtures | 12,000.00 | 4,998.41 | 41.65% | 0.00 |
| Dep Expense - Equipment | 12,000.00 | 4,692.36 | 39.10% | 0.00 |
| Dep Expense-Communic Equip | 6,000.00 | 2,993.43 | 49.89% | 0.00 |
| Depreciation Expense-Computers | 48,000.00 | 19,662.21 | 40.96% | 12,085.09 |
| Recruitment | 4,000.00 | 0.00 | | 0.00 |
| Community Initiative Grants | 200,000.00 | 63,929.20 | 31.96% | 10,000.00 |
| Total Operating Expense | 618,740.00 | 226,963.15 | 36.68% | 37,453.10 |
| Financing Expenses | | | | |
| Arbitrage Rebate | 1,000.00 | 0.00 | | 0.00 |
| Loan Fees | 10,500.00 | 11,000.00 | 104.76% | 10,500.00 |
| Bond Issuance Cost | 25,000.00 | 0.00 | | 0.00 |
| Trustee Fees | 3,800.00 | 1,900.02 | 50.00% | 1,899.96 |
| Bank Fees | 1,000.00 | 358.52 | 35.85% | 316.44 |
| Credit Card Fees | 1,000.00 | 0.00 | | 0.00 |
| Contingency | 20,000.00 | 0.00 | | 0.00 |
| Total Financing Expense | 62,300.00 | 13,258.54 | 21.28% | 12,716.40 |
| Total Expenses | 5,845,620.00 | 1,416,405.42 | 24.23% | 962,866.30 |
| Net Income | -4,271,570.00 | -1,151,551.07 | | -745,338.64 |

CTRMA INVESTMENT REPORT

| Quarter Ending 12/31/2006 | | | | | | | Current Rate as of 12/31/2006 | Maturity |
|---|-----------------------|--------------------------|-------------------|----------------------|-----------------------|-----------------------|-------------------------------------|----------|
| Balance 9/30/2006 | Additions | Discount Amortization | Accrued Interest | Withdrawals | Balance 12/31/2006 | | | |
| Amount in repo | | | | | | | | |
| Construction Fund | | | 582,845.08 | 25,801,297.30 | 59,680,138.06 | 3.35% | April 1, 2007 | |
| Debt Service Fund | | | 125,916.38 | | 15,283,825.63 | 3.35% | April 1, 2007 | |
| totals | 0.00 | 0.00 | 708,761.46 | 25,801,297.30 | 74,963,963.69 | | | |
| Amount in Trustee TexStar | | | | | | | | |
| Additional Projects Fund | | | 111,062.77 | 733,222.06 | 8,007,916.34 | 5.346% | | |
| Renewal & Replacement Fund | | | 1,112.93 | | 84,219.40 | 5.346% | | |
| TxDOT Grant Fund | | | 82,405.36 | | 6,235,922.90 | 5.346% | | |
| Debt Service Reserve Fund | | | 92,184.58 | | 6,975,951.64 | 5.346% | | |
| | 0.00 | 0.00 | 286,765.64 | 733,222.06 | 21,304,010.28 | | | |
| Amount in TexStar Operating Fund | | | | | | | | |
| | | 0.00 | 95,284.38 | 824,757.34 | 6,807,362.86 | 5.346% | | |
| Chase Money Market Fund | | | | | | | | |
| -Proceeds Fund | | | 43.94 | 3,522.92 | 0.00 | 4.939% | | |
| -Operating Fund | 1,039,883.01 | 1,015,000.00 | 33,756.92 | | 2,088,639.93 | 4.939% | | |
| -Additional Projects Fund | 73,285.36 | 733,222.06 | 27,192.99 | 833,700.41 | 0.00 | 4.939% | | |
| -Construction Fund | 1,309,209.26 | 25,804,820.22 | 3,777.60 | 27,101,946.85 | 15,860.23 | 4.939% | | |
| -Debt Service Fund | 235,677.49 | | 2,981.06 | | 238,658.55 | 4.939% | | |
| -Subordinate Lien DS Fund | 1,974.87 | | 24.97 | | 1,999.84 | 4.939% | | |
| -TxDOT Grant Fund | 1,035,005.46 | 1,000,000.00 | 85,936.26 | | 2,120,941.72 | 4.939% | | |
| -Renewal and Replavement | 730.86 | | 10,126.84 | | 10,857.70 | 4.939% | | |
| -Debt Service Reserve Fund | 23,409.99 | 6,000,000.00 | 296.11 | | 6,023,706.10 | 4.939% | | |
| | 3,722,655.28 | 34,553,042.28 | 0.00 | 164,136.69 | 27,939,170.18 | 10,500,664.07 | | |
| Money Market Fund-payroll | | | | | | | | |
| | 2,093.80 | 197,700.00 | | 70.61 | 198,428.68 | 1,435.73 | 4.939% | |
| Amount in Fed Agencies | | | | | | | | |
| Amortized Principal | 17,344,279.62 | | 92,235.13 | 8,015,000.00 | 9,421,514.75 | | | |
| Accrued Interest | | | 101,494.46 | | | | | |
| | 17,344,279.62 | 0.00 | 92,235.13 | 8,015,000.00 | 9,421,514.75 | | | |
| Total in Repo's | 100,056,499.53 | 0.00 | 0.00 | 708,761.46 | 25,801,297.30 | 74,963,963.69 | | |
| Total in Pools | 29,287,302.52 | 0.00 | 0.00 | 382,050.02 | 1,557,979.40 | 28,111,373.14 | | |
| Total in Money Market | 3,724,749.08 | 34,750,742.28 | 0.00 | 164,207.30 | 28,137,598.86 | 10,502,099.80 | | |
| Total in Fed Agencies | 17,344,279.62 | 0.00 | 92,235.13 | 0.00 | 8,015,000.00 | 9,421,514.75 | | |
| Total Invested | 150,412,830.75 | 34,750,742.28 | 92,235.13 | 1,255,018.78 | 63,511,875.56 | 122,998,951.38 | | |

The Weighted Average Maturity (WAM) is 74.6 days. The portfolio yield is 3.84%
 All investments in the portfolio are in compliance with the CTRMA's Investment policy.

William Chapman, CFO

CTRMA INVESTMENT REPORT

| Month Ending 12/31/2006 | | | | | | | Current | |
|---|----------------|--------------------------|------------------|--------------|-----------------------|--------------------------|---------------|--|
| Balance 11/30/2006 | Additions | Discount Amortization | Accrued Interest | Withdrawals | Balance 12/31/2006 | Rate as of 12/31/2006 | Maturity | |
| Amount in repo | | | | | | | | |
| Construction Fund | 67,645,929.13 | | 179,712.46 | 8,145,503.53 | 59,680,138.06 | 3.35% | April 1, 2007 | |
| Debt Service Fund | 15,241,853.50 | | 41,972.13 | | 15,283,825.63 | 3.35% | April 1, 2007 | |
| totals | 82,887,782.63 | 0.00 | 221,684.59 | 8,145,503.53 | 74,963,963.69 | | | |
| Amount in Trustee TexStar | | | | | | | | |
| Additional Projects Fund | 8,222,046.65 | | 36,421.59 | 250,551.90 | 8,007,916.34 | 5.346% | | |
| Renewal & Replacement Fund | 83,842.06 | | 377.34 | | 84,219.40 | 5.346% | | |
| TxDOT Grant Fund | 6,207,983.31 | | 27,939.59 | | 6,235,922.90 | 5.346% | | |
| Debt Service Reserve Fund | 6,944,696.40 | | 31,255.24 | | 6,975,951.64 | 5.346% | | |
| | 21,458,568.42 | 0.00 | 95,993.76 | 250,551.90 | 21,304,010.28 | | | |
| Amount in TexStar Operating Fund | | | | | | | | |
| | 7,051,313.98 | | 31,112.38 | 275,063.50 | 6,807,362.86 | 5.346% | | |
| Fidelity Money Market Fund | | | | | | | | |
| -Proceeds Fund | 3,508.37 | | 14.55 | 3,522.92 | 0.00 | 4.939% | | |
| -Operating Fund | 2,080,010.87 | | 8,629.06 | | 2,088,639.93 | 4.939% | | |
| -Additional Projects Fund | 100,113.78 | 250,551.90 | 364.57 | 351,030.25 | 0.00 | 4.939% | | |
| -Construction Fund | 8,743.88 | 8,149,026.45 | 3,153.43 | 8,145,063.53 | 15,860.23 | 4.939% | | |
| -Debt Service Fund | 237,672.56 | | 985.99 | | 238,658.55 | 4.939% | | |
| -Subordinate Lien DS Fund | 1,991.52 | | 8.32 | | 1,999.84 | 4.939% | | |
| -TxDOT Grant Fund | 1,106,317.02 | 1,000,000.00 | 14,624.70 | | 2,120,941.72 | 4.939% | | |
| -Renewal and Replavement | 854.13 | | 10,003.57 | | 10,857.70 | 4.939% | | |
| -Debt Service Reserve Fund | 23,608.16 | 6,000,000.00 | 97.94 | | 6,023,706.10 | 4.939% | | |
| | 3,562,820.29 | 15,399,578.35 | 0.00 | 37,882.13 | 8,499,616.70 | 10,500,664.07 | | |
| Money Market Fund-payroll | | | | | | | | |
| | 3,344.72 | 64,000.00 | | 27.75 | 65,936.74 | 1,435.73 | 4.939% | |
| Amount in Fed Agencies | | | | | | | | |
| Amortized Principal | 16,394,777.86 | | 26,736.89 | | 7,000,000.00 | 9,421,514.75 | | |
| Accrued Interest | | | | 28,497.47 | | | | |
| | 16,394,777.86 | 0.00 | 26,736.89 | | 7,000,000.00 | 9,421,514.75 | | |
| Total in Repo's | | | | | | | | |
| | 82,887,782.63 | 0.00 | 221,684.59 | 8,145,503.53 | 74,963,963.69 | | | |
| Total in Pools | | | | | | | | |
| | 28,509,882.40 | 0.00 | 127,106.14 | 525,615.40 | 28,111,373.14 | | | |
| Total in Money Market | | | | | | | | |
| | 3,566,165.01 | 15,463,578.35 | 0.00 | 37,909.88 | 8,565,553.44 | 10,502,099.80 | | |
| Total in Fed Agencies | | | | | | | | |
| | 16,394,777.86 | 0.00 | 26,736.89 | 0.00 | 7,000,000.00 | 9,421,514.75 | | |
| Total Invested | | | | | | | | |
| | 131,358,607.90 | 15,463,578.35 | 26,736.89 | 386,700.61 | 24,236,672.37 | 122,998,951.38 | | |

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

William Chapman, CFO

Amount in Fed Agencies As of December 31, 2006

| Agency | CUSIP # | COST | Book Value | Market Value | Yield to Maturity | Purchased | Matures | FUND |
|---------------------------|-----------|---------------------|---------------------|---------------------|-------------------|-----------|------------|------------------------------|
| Federal Home Loan Bank | 3133XC5C3 | 493,295.00 | 496,728.61 | 497,190.00 | 5.344% | 4/21/2006 | 6/22/2007 | Renewal and Replacement Fund |
| Federal Home Loan Bank | 3133XDKQ3 | 2,000,000.00 | 2,000,000.00 | 1,998,760.00 | 4.500% | 11/9/2005 | 2/9/2007 | TxDOT Grant Fund |
| Federal Home Loan Bank | 3133XBPW9 | 990,810.00 | 998,884.52 | 997,035.00 | 4.778% | 1/27/2006 | 2/16/2007 | TxDOT Grant Fund |
| Federal Home Loan Bank | 3133XEK57 | 1,000,000.00 | 1,000,000.00 | 998,440.00 | 4.750% | 2/16/2006 | 8/16/2007 | TxDOT Grant Fund |
| Federal Home Loan Mortgag | 3128X4Q95 | 939,624.00 | 939,928.09 | 939,426.60 | 5.092% | 3/8/2006 | 3/30/2007 | Additional Projects Fund |
| Federal Home Loan Bank | 3133X7C51 | 1,476,113.31 | 1,491,660.33 | 1,491,330.00 | 5.019% | 4/13/2006 | 5/15/2007 | Additional Projects Fund |
| Federal Home Loan Bank | 3133X8KT8 | 1,473,398.44 | 1,494,313.18 | 1,493,910.00 | 5.139% | 4/21/2006 | 3/7/2007 | Additional Projects Fund |
| Federal Home Loan Bank | 3133XGJE5 | 1,000,000.00 | 1,000,000.00 | 1,000,310.00 | 5.550% | 8/8/2006 | 8/8/2007 | Additional Projects Fund |
| | | <u>9,373,240.75</u> | <u>9,421,514.73</u> | <u>9,416,401.60</u> | | | | |
| | | | | Matured | | | | |
| Federal Home Loan Bank | 3133XD6H9 | 1,000,000.00 | 1,000,000.00 | 1,000,000.00 | 4.050% | 9/29/2005 | 12/29/2006 | TxDOT Grant Fund |
| FHLMC Discount note | 313397U90 | 3,890,485.00 | 4,000,000.00 | 4,000,000.00 | 5.431% | 6/23/2006 | 12/29/2006 | Debt Service Reserve Fund |
| FHLMC Discount note | 313397U66 | 1,947,877.20 | 2,000,000.00 | 2,000,000.00 | 5.366% | 6/27/2006 | 12/26/2006 | Debt Service Reserve Fund |
| | | <u>6,838,362.20</u> | <u>7,000,000.00</u> | <u>7,000,000.00</u> | | | | |

| Agency | CUSIP # | COST | Cumulative Amortization | December 31 | | Interest Income December 2006 | | |
|---------------------------|-----------|---------------------|-------------------------|---------------------|---------------------|-------------------------------|------------------|------------------|
| | | | | Book Value | Maturity Value | Accrued Interest | Amortization | Interest Earned |
| Federal Home Loan Bank | 3133XC5C3 | 493,295.00 | 3,433.61 | 496,728.61 | 500,000.00 | 1,666.65 | 531.06 | 2,197.71 |
| Federal Home Loan Bank | 3133XDKQ3 | 2,000,000.00 | 0.00 | 2,000,000.00 | 2,000,000.00 | 7,500.00 | 0.00 | 7,500.00 |
| Federal Home Loan Bank | 3133XBPW9 | 990,810.00 | 8,074.52 | 998,884.52 | 1,000,000.00 | 3,229.16 | 743.65 | 3,972.81 |
| Federal Home Loan Bank | 3133XEK57 | 1,000,000.00 | 0.00 | 1,000,000.00 | 1,000,000.00 | 3,958.33 | 0.00 | 3,958.33 |
| Federal Home Loan Mortgag | 3128X4Q95 | 939,624.00 | 304.09 | 939,928.09 | 940,000.00 | 3,955.83 | 31.73 | 3,987.56 |
| Federal Home Loan Bank | 3133X7C51 | 1,476,113.31 | 15,547.02 | 1,491,660.33 | 1,500,000.00 | 4,375.00 | 1,853.26 | 6,228.26 |
| Federal Home Loan Bank | 3133X8KT8 | 1,473,398.44 | 20,914.74 | 1,494,313.18 | 1,500,000.00 | 3,812.50 | 2,546.34 | 6,358.84 |
| Federal Home Loan Bank | 3133XGJE5 | 1,000,000.00 | 0.00 | 1,000,000.00 | 1,000,000.00 | | 0.00 | 0.00 |
| | | <u>9,373,240.75</u> | <u>48,273.98</u> | <u>9,421,514.73</u> | <u>9,440,000.00</u> | <u>28,497.47</u> | <u>5,706.04</u> | <u>34,203.51</u> |
| | | | | MATURED | | | | |
| Federal Home Loan Bank | 3133XD6H9 | 1,000,000.00 | 0.00 | 1,000,000.00 | 1,000,000.00 | 3,375.00 | 0.00 | 3,375.00 |
| FHLMC Discount note | 313397U90 | 3,890,485.00 | 109,515.00 | 4,000,000.00 | 4,000,000.00 | 0.00 | 13,459.94 | 13,459.94 |
| FHLMC Discount note | 313397U66 | 1,947,877.20 | 52,122.80 | 2,000,000.00 | 2,000,000.00 | 0.00 | 7,570.91 | 7,570.91 |
| | | <u>6,838,362.20</u> | <u>161,637.80</u> | <u>7,000,000.00</u> | <u>7,000,000.00</u> | <u>3,375.00</u> | <u>21,030.85</u> | <u>24,405.85</u> |



Monthly Newsletter - December 2006

Performance

As of December 31, 2006

| | |
|------------------------------------|--------------------|
| Current Invested Balance | \$4,277,003,031.52 |
| Weighted Average Maturity (1) | 16 Days |
| Weighted Average Maturity (2) | 43 Days |
| Net Asset Value | .999923 |
| Total Number of Participants | 493 |
| Management Fee on Invested Balance | 0.12%* |
| Interest Distributed | \$18,768,089.69 |
| Management Fee Collected | \$175,431.03 |
| Standard & Poor's Current Rating | AAAm |

December Averages

| | |
|--|--------------------|
| Average Invested Balance | \$4,130,996,874.53 |
| Average Monthly Yield, on a simple basis | 5.2991% |
| Average Weighted Average Maturity (1)* | 15 Days |
| Average Weighted Average Maturity (2)* | 49 Days |

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

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

(2) This weighted average maturity calculation uses the final maturity of any floating rate instruments held in the portfolio to calculate the weighted average maturity for the pool.

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

New Participants

We would like to welcome the following entities who joined the TexSTAR program in December 2006:

- ★ Harris County MUD 411
- ★ Harris County MUD 396

- ★ YES Preparatory School, Inc
- ★ Driscoll ISD

- ★ City of Lake Dallas

Holiday Reminder

Please note that in observance of the Martin Luther King, Jr. holiday, **TexSTAR will be closed on Monday, January 15, 2007.** Any early transaction deadlines on the day preceding this holiday will be posted on our automated systems the week prior and notification will be sent by email to the primary contact on file for all TexSTAR participants.

Economic Commentary

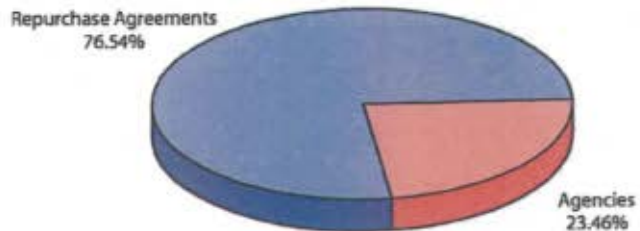
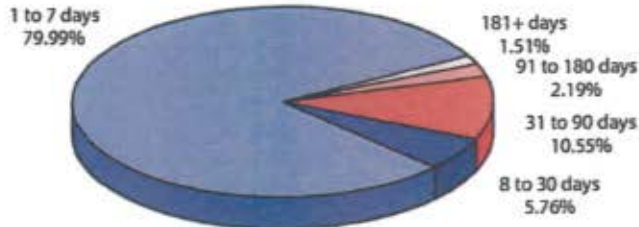
Economic reports released in the fourth quarter pointed to a rebound in growth. Payrolls increased to a third quarter average of 203,000, while the unemployment rate was 4.5% in November compared with a third quarter average of 4.7%. Consumer confidence remained healthy with the Conference Board Consumer Confidence Index ending the year at its highest level since April. Manufacturing surveys signaled a slowing in the sector, with the ISM index falling below 50 in November for the first time since April of 2003, before rebounding in December to 51.4. Housing data suggests the sector has begun to bottom out. Residential construction was a major drag on growth in the fourth quarter, but should prove less of a drag in the first quarter of 2007. The Core CPI was flat in October and November, pushing down the series' year-on-year increase to 2.6%, versus 2.9% in September. The core PCE deflator increased by 0.2% in October and remained flat in November, translating to a year-on-year increase of 2.2%. The US Treasury yield curve was slightly more inverted in the front end of the curve with the 3-month Treasury bill up 13 bps to end the quarter at 5.01%. Meanwhile, the spread between 1-month and 12-month yields transitioned to +1 bp from -2 bps at the end of September.

Real disposable income growth is expected to be above 5.0% in the fourth quarter of 2006. Also strong bonus and stock option income growth should boost incomes further in the first quarter of 2007 which should lead to a pick-up in consumption, with solid consumer spending continuing through the second quarter. This should set the stage for GDP to remain solid in the second quarter despite a small decline in consumption. The prospect of a Federal Reserve ease should fade by the end of the first half of 2007, with a mild increase of 25 bps to the fed funds rate expected by year-end. Over the second half of the year, higher interest rates are anticipated across the curve that will slow growth back to the economy's trend growth rate of about 2.50% - 2.75%.

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

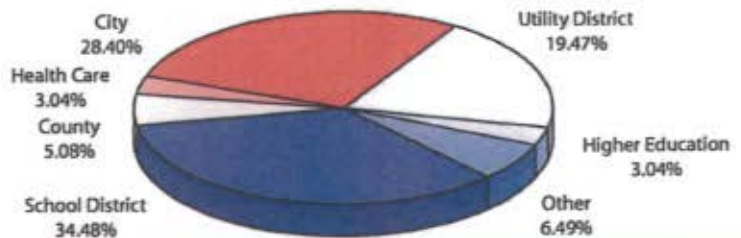
Information at a Glance

**Portfolio by
Type of Investment
As of December 31, 2006**



**Portfolio by
Maturity
As of December 31, 2006**

**Distribution of
Participants by Type
As of December 31, 2006**



Historical Program Information

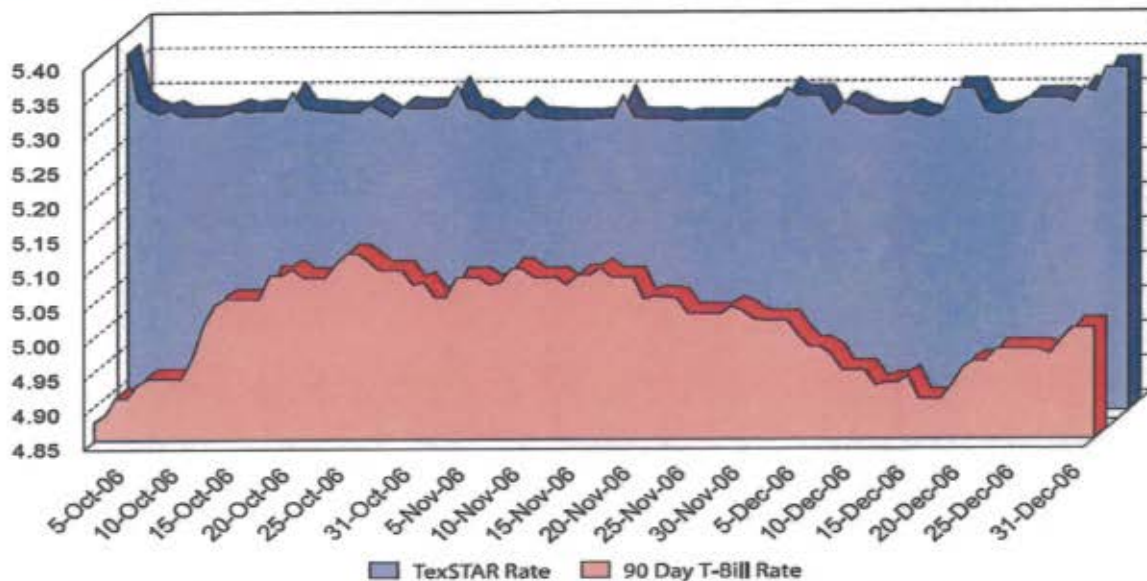
| Month | Average Rate | Book Value | Market Value | Net Asset Value | WAM (1)* | WAM (2)* | Number of Participants |
|--------|--------------|---------------------|---------------------|-----------------|----------|----------|------------------------|
| Dec 06 | 5.2991% | \$ 4,277,003,031.52 | \$ 4,276,711,759.92 | 0.999923 | 15 | 49 | 493 |
| Nov 06 | 5.2785% | 3,929,299,527.54 | 3,928,963,502.14 | 0.999914 | 22 | 63 | 488 |
| Oct 06 | 5.2903% | 3,782,690,698.30 | 3,782,682,727.03 | 0.999997 | 30 | 75 | 484 |
| Sep 06 | 5.2742% | 3,711,282,274.72 | 3,712,264,237.96 | 1.000249 | 24 | 81 | 472 |
| Aug 06 | 5.2601% | 3,403,609,840.35 | 3,403,747,759.54 | 1.000040 | 16 | 76 | 466 |
| Jul 06 | 5.2609% | 3,652,659,353.06 | 3,652,612,174.26 | 0.999987 | 15 | 72 | 461 |
| Jun 06 | 5.0063% | 3,490,853,364.63 | 3,490,672,360.70 | 0.999935 | 14 | 72 | 457 |
| May 06 | 4.8929% | 3,709,022,855.02 | 3,708,815,237.78 | 0.999944 | 11 | 59 | 456 |
| Apr 06 | 4.7679% | 3,886,888,058.02 | 3,886,490,684.37 | 0.999897 | 14 | 60 | 451 |
| Mar 06 | 4.5746% | 3,914,969,328.87 | 3,914,628,496.64 | 0.999912 | 13 | 57 | 447 |
| Feb 06 | 4.4898% | 4,002,329,057.36 | 4,001,985,615.58 | 0.999914 | 12 | 53 | 442 |
| Jan 06 | 4.3121% | 3,730,218,809.33 | 3,729,885,751.81 | 0.999910 | 14 | 56 | 437 |
| Dec 05 | 4.1835% | 2,992,136,881.94 | 2,991,868,874.98 | 0.999895 | 18 | 57 | 430 |

Portfolio Asset Summary as of December 31, 2006

| | Book Value | Market Value |
|--------------------------------------|----------------------------|----------------------------|
| Uninvested Balance | \$ 172,266.46 | \$ 172,266.46 |
| Accrual of Interest Income | 6,707,982.01 | 6,707,982.01 |
| Interest and Management Fees Payable | (18,801,485.44) | (18,801,485.44) |
| Payable for Investments Purchased | (58,687,020.00) | (58,687,020.00) |
| Repurchase Agreements | 3,331,172,000.00 | 3,331,172,000.00 |
| Government Securities | 1,016,439,288.49 | 1,016,148,016.89 |
| Total | \$ 4,277,003,031.52 | \$ 4,276,711,759.92 |

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

TexSTAR versus 90-Day Treasury Bill



Daily Summary for December 2006

| Date | Mny Mkt Fund Equiv. [SEC Std.] | Daily Allocation Factor | TexSTAR Invested Balance | Market Value Per Share | WAM Days (1)* | WAM Days (2)* |
|-----------|-----------------------------------|----------------------------|-----------------------------|---------------------------|------------------|------------------|
| 1-Dec-06 | 5.3063% | 0.000145379 | 3,932,751,517.12 | 0.999956 | 16 | 56 |
| 2-Dec-06 | 5.3063% | 0.000145379 | 3,932,751,517.12 | 0.999956 | 16 | 56 |
| 3-Dec-06 | 5.3063% | 0.000145379 | 3,932,751,517.12 | 0.999956 | 16 | 56 |
| 4-Dec-06 | 5.2787% | 0.000144621 | 3,939,779,036.32 | 0.999955 | 16 | 55 |
| 5-Dec-06 | 5.2962% | 0.000145102 | 4,017,190,149.94 | 0.999956 | 15 | 54 |
| 6-Dec-06 | 5.2914% | 0.000144971 | 4,066,658,001.68 | 0.999952 | 15 | 53 |
| 7-Dec-06 | 5.2826% | 0.000144728 | 4,034,924,635.34 | 0.999950 | 16 | 54 |
| 8-Dec-06 | 5.2787% | 0.000144621 | 4,096,207,388.61 | 0.999944 | 15 | 51 |
| 9-Dec-06 | 5.2787% | 0.000144621 | 4,096,207,388.61 | 0.999944 | 15 | 51 |
| 10-Dec-06 | 5.2787% | 0.000144621 | 4,096,207,388.61 | 0.999944 | 15 | 51 |
| 11-Dec-06 | 5.2847% | 0.000144786 | 4,102,564,900.41 | 0.999942 | 15 | 51 |
| 12-Dec-06 | 5.2779% | 0.000144600 | 4,121,718,232.38 | 0.999942 | 14 | 50 |
| 13-Dec-06 | 5.2750% | 0.000144520 | 4,174,573,640.76 | 0.999940 | 14 | 49 |
| 14-Dec-06 | 5.2826% | 0.000144730 | 4,217,822,908.95 | 0.999938 | 13 | 49 |
| 15-Dec-06 | 5.3159% | 0.000145641 | 4,158,636,241.11 | 0.999947 | 14 | 49 |
| 16-Dec-06 | 5.3159% | 0.000145641 | 4,158,636,241.11 | 0.999947 | 14 | 49 |
| 17-Dec-06 | 5.3159% | 0.000145641 | 4,158,636,241.11 | 0.999947 | 14 | 49 |
| 18-Dec-06 | 5.2823% | 0.000144720 | 4,153,634,010.56 | 0.999945 | 14 | 48 |
| 19-Dec-06 | 5.2783% | 0.000144612 | 4,149,471,832.61 | 0.999942 | 16 | 48 |
| 20-Dec-06 | 5.2807% | 0.000144676 | 4,130,860,076.10 | 0.999928 | 16 | 48 |
| 21-Dec-06 | 5.2886% | 0.000144892 | 4,144,899,117.53 | 0.999939 | 16 | 48 |
| 22-Dec-06 | 5.3024% | 0.000145272 | 4,164,423,199.51 | 0.999910 | 15 | 47 |
| 23-Dec-06 | 5.3024% | 0.000145272 | 4,164,423,199.51 | 0.999910 | 15 | 47 |
| 24-Dec-06 | 5.3024% | 0.000145272 | 4,164,423,199.51 | 0.999910 | 15 | 47 |
| 25-Dec-06 | 5.3024% | 0.000145272 | 4,164,423,199.51 | 0.999910 | 15 | 47 |
| 26-Dec-06 | 5.2952% | 0.000145074 | 4,212,022,992.46 | 0.999920 | 15 | 46 |
| 27-Dec-06 | 5.3178% | 0.000145693 | 4,237,334,170.17 | 0.999920 | 16 | 45 |
| 28-Dec-06 | 5.3097% | 0.000145472 | 4,305,962,072.16 | 0.999920 | 17 | 44 |
| 29-Dec-06 | 5.3458% | 0.000146461 | 4,277,003,031.52 | 0.999923 | 16 | 43 |
| 30-Dec-06 | 5.3458% | 0.000146461 | 4,277,003,031.52 | 0.999923 | 16 | 43 |
| 31-Dec-06 | 5.3458% | 0.000146461 | 4,277,003,031.52 | 0.999923 | 16 | 43 |
| Average | 5.2991% | 0.000145180 | 4,130,996,874.53 | | 15 | 49 |

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



TexSTAR Board Members

| | | |
|----------------------------|--|--|
| <i>William Chapman</i> | <i>Central Texas Regional Mobility Authority</i> | <i>Governing Board President</i> |
| <i>Nell Lange</i> | <i>City of Frisco</i> | <i>Governing Board Vice President</i> |
| <i>Melinda Garrett</i> | <i>Houston ISD</i> | <i>Governing Board Treasurer</i> |
| <i>Michael Bartolotta</i> | <i>First Southwest Company</i> | <i>Governing Board Secretary</i> |
| <i>Will Williams</i> | <i>JP Morgan Chase</i> | <i>Governing Board Asst. Sec./Treas.</i> |
| <i>Hardy Browder</i> | <i>City of Cedar Hill</i> | <i>Advisory Board</i> |
| <i>Oscar Cardenas</i> | <i>Northside ISD</i> | <i>Advisory Board</i> |
| <i>Scott Christensen</i> | <i>Reid Road MUD No. 1</i> | <i>Advisory Board</i> |
| <i>Ramiro Flores</i> | <i>Harlingen CISD</i> | <i>Advisory Board</i> |
| <i>Stephen Fortenberry</i> | <i>McKinney ISD</i> | <i>Advisory Board</i> |
| <i>Monte Mercer</i> | <i>North Central TX Council of Government</i> | <i>Advisory Board</i> |
| <i>Len Santow</i> | <i>Griggs & Santow</i> | <i>Advisory Board</i> |
| <i>S. Renee Tidwell</i> | <i>Tarrant County</i> | <i>Advisory Board</i> |
| <i>Charles Wall</i> | <i>Texas Tech University</i> | <i>Advisory Board</i> |

