

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

**RESOLUTION NO. 08-28**

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 April 2008 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 April 2008, attached hereto as Attachment "A."

Adopted by the Board of Directors of the Central Texas Regional Mobility Authority on the 28th day of May 2008.

Submitted and reviewed by:

  
\_\_\_\_\_  
Tom Nielson  
General Counsel for the Central  
Texas Regional Mobility Authority

Approved:   
\_\_\_\_\_  
~~Robert E. Tesch~~ **LOWELL LEBERMAN**  
VICE-Chairman, Board of Directors  
Resolution Number 08-28  
Date Passed 5/28/08

**Central Texas Regional Mobility Authority**  
**Balance Sheet**  
**April 30, 2008**

April 30, 2007

As of

**Assets**

**Current Assets**

Cash in Operating Fund	59,853.87		14,290.56
Chase-Regions Trustee Account	3,505.50		0.00
Regions Trustee cash account	3,171.00		0.00
Cash In TexSTAR	4,336,891.00		8,030,259.86
Money Market Payroll Account	1,970.81		390.71
Fidelity Government MMA	12,058,091.88		5,088,519.95
Restricted Cash-TexStar	49,104,221.06		62,133,656.80
Total Cash Equivalents	65,501,174.75		75,252,827.32
Due From TTA	333,476.65		0.00
Due From NTTA	19,661.40		0.00
Due From HCTRA	30,917.25		0.00
Interest Receivable	0.00		43,861.27
Total Receivables	384,055.30		43,861.27
Agencies		0.00	3,990,147.38
Prepaid Insurance	68,979.53		23,264.40
Total Prepaid Expenses	68,979.53		23,264.40
<b>Total Current Assets</b>	<b>66,020,739.95</b>		<b>79,324,390.93</b>

**Construction Work In Process**

Utility Relocation Expense	7,296.44		61,460.46
Consulting-Admin Services	28,559.43		687,052.37
Consulting-Reimbursed Expenses	5,137.68		5,766.34
Environmental Fees	0.00		398,750.00
Funding Costs	39,204.26		30,000.00
Legal Fees-Construction	690,027.64		2,250,288.40
Traffic & Revenue Analysis	1,657,685.87		2,607,202.49
Unsuccessful Proposers	0.00		356,625.82
Engineering	2,434,062.16		4,096,252.56
Right of Way	152,635.34		18,612,108.29
Total Preliminary Costs	5,014,608.82		29,105,506.73
Public Involvement	145,914.59		390,310.48
CDA Oversight	0.00		7,685,915.46
Engineering	0.00		14,082,913.49
Total Construction Engineering	145,914.59		22,159,139.43
Design	0.00		30,669,172.41
Construction-CDA	0.00		135,159,327.99
Other Construction Costs	0.00		371,467.62
Total Construction Costs	0.00		166,199,968.02
Toll Collection System		27,220.00	7,144,591.90
Accrued Interest Income	0.00		(13,599,434.21)
Accrued Interest Expense	0.00		25,604,745.82
Amortization of Bond Premium	0.00		(3,435,077.92)
Amortization Bond Disc Invest	0.00		(316,382.99)
Total Accrued Interest	0.00		8,253,850.70
Amortization Bond Issue Costs		0.00	3,119,580.54
<b>Total Construction WIP</b>	<b>5,187,743.41</b>		<b>235,982,637.32</b>

**Fixed Assets**

Computers	1,202,456.72		115,571.52	
Accum Deprec-Computers	<u>(425,848.22)</u>	776,608.50	<u>(88,470.88)</u>	27,100.64
Computer Software	5,365,932.95		95,156.88	
Accumulated Amortization-Software	<u>(945,610.50)</u>	4,420,322.45	<u>(35,687.45)</u>	59,469.43
Furniture and Fixtures	96,162.66		60,057.16	
Accum Deprec-Furn & Fixtures	<u>(29,632.51)</u>	66,530.15	<u>(12,875.44)</u>	47,181.72
Equipment	76,177.93		28,777.93	
Accum Depec-Equipment	<u>(30,024.66)</u>	46,153.27	<u>(11,982.34)</u>	16,795.59
Autos and Trucks	16,295.00		0.00	
Accum Deprec-Autos and Trucks	<u>(3,394.80)</u>	12,900.20	<u>0.00</u>	0.00
Buildings and Toll Facilities	7,062,332.11		0.00	
Accum Deprec-Buildings & Toll	<u>(159,099.89)</u>	6,903,232.22	<u>0.00</u>	0.00
Highways and Bridges	196,514,013.88		0.00	
Accum Deprec-Highways & Bridge	<u>(4,438,515.81)</u>	192,075,498.07	<u>0.00</u>	0.00
Communication Equipment	1,938,955.13		30,743.13	
Accum Deprec-Comm Equip	<u>(188,808.40)</u>	1,750,146.73	<u>(7,931.95)</u>	22,811.18
Toll Equipment	4,587,114.80		0.00	
Accum Deprec-Toll Equip	<u>(417,641.04)</u>	4,169,473.76	<u>0.00</u>	0.00
Signs	5,260,262.00		0.00	
Accum Deprec-Signs	<u>(120,530.92)</u>	5,139,731.08	<u>0.00</u>	0.00
Land Improvements	946,495.00		0.00	
Accum Deprec-Land Improv	<u>(38,620.13)</u>	907,874.87	<u>0.00</u>	0.00
Right of Way		22,799,901.88		
Leasehold Improvements		41,641.62		47,493.16
<b>Total Fixed Assets</b>		<b>239,110,014.80</b>		<b>220,851.72</b>
<b>Other Assets</b>				
Security Deposits		9,483.30		8,643.30
<b>Long Term Investments</b>				
GIC		0.00		10,543,429.77
<b>Other Assets</b>				
Intangible Assets		650.00		650.00
2005 Bond Issuance Costs		8,754,888.74		9,810,788.62
<b>Total Assets</b>		<b>319,083,520.20</b>		<b>335,891,391.66</b>

**Liabilities****Current Liabilities**

Accounts Payable		32,066.38		2,719,044.36
Interest Payable		2,751,549.76		3,804,525.37
TCDRS Payable		21,154.53		17,252.13
Due to State of Texas		(17.37)		0.00
<b>Total Current Liabilities</b>		<b>2,804,753.30</b>		<b>6,540,821.86</b>

**Long Term Liabilities**

Accrued Vac & Sick Leave Paybl		150,835.00		0.00
Retainage Payable		934,633.03		8,629,498.17
BANS 2005		0.00		66,000,000.00
Senior Lien Revenue Bonds 2005		170,114,368.18		169,325,456.18
Sn Lien Rev Bnd Prem/Disc 2005		5,309,005.55		6,423,128.63
TIFIA note 2008		67,031,800.00		0.00
<b>Total Long Term Liabilities</b>		<b>243,540,641.76</b>		<b>250,378,082.98</b>
<b>Total Liabilities</b>		<b>246,345,395.06</b>		<b>256,918,904.84</b>

**Net Assets Section**

Contributed Capital  
Net Assets beginning

18,430,634.57  
59,639,556.31

62,604,167.57

Current Year Operations

(5,332,065.74)

(2,062,315.32)

Total Liabilities and Net Assets

**319,083,520.20**

**317,460,757.09**

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

<b>Revenue</b>	<b>Budget FY 2008</b>	<b>Actual Year To Date 4/30/2008</b>	<b>Percent Of Budget</b>	<b>Actual Year To Date 4/30/2007</b>
Toll Revenue-Cash-183A	1,800,000.00	1,432,354.44	79.58%	0.00
Toll Revenue-TxTag-183A	6,500,000.00	11,163,814.84	171.75%	0.00
Toll Revenue-HCTRA-183A	0.00	30,917.25		0.00
Toll Revenue-NTTA-183A	0.00	19,661.40		0.00
Interest Income	1,369,790.00	3,478,985.26	253.98%	395,410.32
Reimbursed Expenditures	20,060.00	43,006.34	214.39%	45,407.16
Gain/Loss on Sale of Asset	0.00	4,182.44		0.00
<b>Total Revenue</b>	<b>9,689,850.00</b>	<b>16,172,921.97</b>	<b>166.91%</b>	<b>440,817.48</b>

<b>Expenditures</b>	<b>Budget FY 2008</b>	<b>Actual Year To Date 4/30/2008</b>	<b>Percent Of Budget</b>	<b>Actual Year To Date 4/30/2007</b>
Regular	1,431,950.00	1,048,014.67	73.19%	865,139.12
Part Time	20,000.00	2,524.51	12.62%	8,362.48
Overtime	7,000.00	157.41	2.25%	893.07
Contractual Employees	105,000.00	85,511.56	81.44%	120,552.32
TCDRS	181,533.00	132,243.99	72.85%	113,087.63
FICA	74,339.00	49,202.41	66.19%	41,784.29
FICA MED	21,591.00	15,021.38	69.57%	12,268.36
Health Insurance	134,542.00	103,998.55	77.30%	73,960.70
Life Insurance	1,697.00	3,788.92	223.27%	1,032.50
Auto Allowance	16,000.00	6,800.00	42.50%	6,000.00
Other Benefits	117,697.00	69,446.41	59.00%	26,105.89
Unemployment Taxes	855.00	1,570.99	183.74%	810.21
<b>Total Salaries &amp; Wages</b>	<b>2,112,204.00</b>	<b>1,518,280.80</b>	<b>71.88%</b>	<b>1,269,996.57</b>

<b>Contractual Services</b>	<b>Budget FY 2008</b>	<b>Actual Year To Date 4/30/2008</b>	<b>Percent Of Budget</b>	<b>Actual Year To Date 4/30/2007</b>
<b>Professional Services</b>				
Accounting	9,000.00	7,548.21	83.87%	5,031.01
Auditing	50,000.00	23,385.00	46.77%	11,747.50
General Engineering Consultant	445,000.00	0.00		0.00
General System Consultant	425,000.00	0.00		0.00
Toll Collection contract	1,879,111.00	990,088.57	52.69%	45,997.64
Toll collection mgt admi	131,460.00	0.00		0.00
CSC mgt admin	84,074.00	0.00		0.00
Facility maintenance	176,017.00	38,195.90	21.70%	0.00
Facility management	63,017.00	36,185.56	57.42%	0.00
Toll perform plan	35,106.00	0.00		0.00
Human Resources	30,000.00	15,865.70	52.89%	13,733.98
Legal	150,000.00	25,158.80	16.77%	55,493.77
Photography	15,000.00	16,985.00	113.23%	15,595.42
Traffic & Revenue Consultants	50,000.00	45,000.00	90.00%	0.00
Communications and Marketing	150,000.00	80,563.79	53.71%	90,289.53
Transcripts	1,000.00	0.00		0.00
<b>Total Professional Services</b>	<b>3,693,785.00</b>	<b>1,278,976.53</b>	<b>34.63%</b>	<b>237,888.85</b>

	Budget FY 2008	Actual Year To Date 4/30/2008	Percent Of Budget	Actual Year To Date 4/30/2007
<b>Other Contractual Services</b>				
IT Services	683,240.00	119,191.13	17.44%	4,699.08
Graphic Design Services	20,000.00	625.00	3.13%	750.00
Website Maintenance	20,000.00	8,163.45	40.82%	14,654.38
Research Services	45,000.00	27,565.00	61.26%	0.00
Copy Machine	13,000.00	7,754.22	59.65%	7,490.55
Software licenses	24,000.00	21,654.80	90.23%	21,033.80
ETC system Maintenance	1,177,800.00	1,043,150.00	88.57%	0.00
Advertising	56,000.00	24,387.96	43.55%	28,819.48
Direct Mail	20,000.00	0.00		4,326.70
Video Production	10,000.00	0.00		95,094.48
Television	20,000.00	0.00		175,416.08
Radio	50,000.00	9,985.00	19.97%	27,762.00
Other Public Relations	0.00	1,032.73		21,456.83
Law Enforcement	350,000.00	157,543.33	45.01%	134.40
Cell Phones	6,800.00	7,518.13	110.56%	3,813.72
Local	55,252.00	12,759.35	23.09%	7,892.57
Long Distance	2,000.00	523.69	26.18%	710.03
Internet	8,472.00	3,776.37	44.57%	3,060.00
Other Communication Expense	1,000.00	1,219.51	121.95%	525.28
Subscriptions	1,850.00	538.00	29.08%	1,876.90
Memberships	14,295.00	14,342.50	100.33%	8,389.85
Continuing Education	6,000.00	789.85	13.16%	2,689.95
Professional Development	22,000.00	337.00	1.53%	950.00
Seminars and Conferences	26,450.00	17,337.00	65.55%	21,490.00
Total Travel	70,500.00	38,757.51	54.98%	14,998.67
Other Contractual Svcs	0.00	1,277.90		6,603.23
Roadway maintenance contract	1,157,000.00	243,137.08	21.01%	0.00
Contractual Contingencies	66,000.00	40,473.43	61.32%	331.36
<b>Total Other Contractual Services</b>	<b>3,926,659.00</b>	<b>1,803,839.94</b>	<b>45.94%</b>	<b>474,969.34</b>
<b>Total Contractual Expenses</b>	<b>7,620,444.00</b>	<b>3,082,816.47</b>	<b>40.45%</b>	<b>712,858.19</b>

	Budget FY 2008	Actual Year To Date 4/30/2008	Percent Of Budget	Actual Year To Date 4/30/2007
<b>Materials and Supplies</b>				
Books & Publications	10,400.00	6,402.51	61.56%	2,399.84
Office Supplies	15,500.00	5,308.09	34.25%	7,636.17
Computer Supplies	15,500.00	2,624.71	16.93%	4,571.95
Copy Supplies	3,000.00	231.12	7.70%	0.00
Annual Report	20,000.00	16,080.19	80.40%	14,564.62
Other Reports-printed	50,500.00	25,528.63	50.55%	9,689.93
Direct Mail-printed	0.00	431.02		0.00
Office Supplies-printed	3,500.00	1,718.96	49.11%	3,580.72
Maintenance Supplies	100.00	0.00		0.00
Promotional Items	10,000.00	199.34	1.99%	10,929.57
Displays	5,000.00	488.93	9.38%	12,703.42
Tools & Equipment	2,700.00	924.94	34.26%	1,188.67
Misc Materials & Supplies	3,500.00	6,388.62	182.53%	1,683.23
<b>Total Materials &amp; Supplies Exp</b>	<b>174,700.00</b>	<b>66,307.06</b>	<b>37.95%</b>	<b>68,948.12</b>

	Budget FY 2008	Actual Year To Date 4/30/2008	Percent Of Budget	Actual Year To Date 4/30/2007
<b>Operating Expenses</b>				
Gasoline	10,000.00	3,066.08	30.66%	0.00
Mileage Reimbursement	7,850.00	5,607.14	71.43%	5,146.90
Parking	26,950.00	21,285.38	78.98%	17,188.55
Meeting Facilities	2,600.00	50.00	1.92%	5,000.00
Community Events	20,000.00	0.00		871.37
Meeting Expense	6,325.00	3,954.65	62.52%	2,680.63
Public Notices	2,300.00	3,261.14	141.79%	328.75
Postage	8,900.00	1,118.99	12.57%	1,701.73
Overnight Delivery Services	1,250.00	1,319.71	105.58%	147.99
Local Delivery Services	2,400.00	1,144.05	47.67%	1,435.34
Insurance	175,000.00	83,511.02	47.72%	24,975.26
Repair and Maintenance	0.00	368.50		0.00
Repair & Maintenance-Vehicles	2,000.00	204.08	10.20%	0.00
Repair and Maintenance Toll Equip	30,000.00	0.00		0.00
Rent	181,973.00	154,271.08	84.78%	152,354.59
Water	7,400.00	430.03	5.81%	0.00
Electricity	56,000.00	64,386.57	114.98%	6,969.60
Amortization Expense	34,808.00	839,743.56	2412.50%	28,935.99
Dep Exp- Furniture & Fixtures	4,000.00	14,449.61	361.24%	8,688.82
Dep Expense - Equipment	1,200.00	15,720.60	1310.05%	7,820.60
Dep Expense - Autos & Trucks	8,000.00	3,394.80	42.44%	0.00
Dep Expense-Buildng & Toll Fac	147,898.00	144,729.85	97.86%	0.00
Dep Expense-Highways & Bridges	5,429,806.00	4,042,036.21	74.44%	0.00
Dep Expense-Communic Equip	5,995.00	163,972.96	2735.16%	4,996.87
Dep Expense-Toll Equipment	918,771.00	379,974.44	41.36%	0.00
Dep Expense - Signs	120,436.00	109,575.38	90.98%	0.00
Dep Expense-Land Improvemt	733,880.00	35,205.82	4.80%	0.00
Depreciation Expense-Computers	33,000.00	299,196.75	906.66%	25,866.66
Recruitment	1,000.00	0.00		0.00
Misc Operating Expense	0.00	2,500.00		0.00
Community Initiative Grants	102,500.00	15,000.00	14.63%	114,492.00
<b>Total Operating Expense</b>	<b>8,082,242.00</b>	<b>6,409,478.40</b>	<b>79.30%</b>	<b>409,603.01</b>
<b>Financing Expenses</b>				
Arbitrage Rebate	3,500.00	0.00		3,500.00
Bond Issuance Expense	0.00	814,636.50		0.00
Loan Fees	12,000.00	11,000.00	91.67%	11,000.00
Bond Issuance Cost	25,000.00	25,000.00	100.00%	25,000.00
Trustee Fees	2,000.00	2,000.00	100.00%	4,849.99
Bank Fees	2,500.00	20,119.78	804.79%	761.29
Interest Expense	11,443,524.00	9,551,848.70	83.47%	0.00
Contingency	20,000.00	3,500.00	17.50%	0.00
<b>Total Financing Expense</b>	<b>11,508,524.00</b>	<b>10,428,104.98</b>	<b>90.61%</b>	<b>45,111.28</b>
<b>Total Expenses</b>	<b>29,498,114.00</b>	<b>21,504,987.71</b>	<b>72.90%</b>	<b>2,506,517.17</b>
<b>Net Income</b>	<b>-19,808,264.00</b>	<b>-5,332,065.74</b>		<b>-2,065,699.69</b>

## CTRMA INVESTMENT REPORT

	Month Ending 4/30/2008					Current Rate as of 4/30/2008	
	Balance 3/31/2008	Additions	Discount Amortization	Accrued Interest	Withdrawals		Balance 4/30/2008
<b>Amount in Trustee TexStar</b>							
Additional Projects Fund	11,705,545.31			23,471.76		11,729,017.07	2.188%
Construction Fund	10,991,168.56			22,007.24	18,039.84	10,995,135.96	2.188%
Trustee Operating Fund	289,205.91	1,672,666.72		1,882.90	400,000.00	1,563,755.53	2.188%
Renewal & Replacement Fund	100,924.26			202.37		101,126.63	2.188%
TxDOT Grant Fund	11,057,335.54			22,171.98		11,079,507.52	2.188%
Revenue Fund	7,984.65			16.01		8,000.66	2.188%
Subordinate Lien DS Fund	0.00			0.00	0.00	0.00	2.188%
Debt Service Reserve Fund	13,600,406.39			27,271.30		13,627,677.69	2.188%
	47,752,570.62	1,672,666.72	0.00	97,023.56	418,039.84	49,104,221.06	
<b>Amount in TexStar Operating Fund</b>	5,503,636.36	400,000.00		9,254.64	1,576,000.00	4,336,891.00	2.188%
<b>Fidelity Money Market Fund</b>							
-Operating Fund	1,271,471.01	400,000.00		1,195.71	1,672,666.72	0.00	2.080%
-Additional Projects Fund	0.00			0.06		0.06	2.080%
-Construction Fund	0.00	18,039.84			18,039.84	0.00	2.080%
-Debt Service Fund	1,976,261.35	619,958.33		3,759.83		2,599,979.51	2.080%
-Subordinate Lien DS Fund	7,746.35			18.15		7,764.50	2.080%
-TxDOT Grant Fund	2,090,905.74			4,898.83		2,095,804.57	2.080%
-Renewal and Replacement	532,074.75			1,246.75		533,321.50	2.080%
-Revenue Fund	681,159.43	1,454,506.55		1,921.30	1,413,589.69	723,997.59	2.080%
-General Fund	5,680,221.17	393,631.36		13,977.97		6,087,830.50	2.080%
-Debt Service Reserve Fund	9,371.69			21.96		9,393.65	2.080%
	12,249,211.49	2,886,136.08	0.00	27,040.56	3,104,296.25	12,058,091.88	
<b>Money Market Fund-payroll</b>	1,902.27	98,900.00		10.63	98,842.09	1,970.81	1.350%
<b>Amount in Fed Agencies</b>							
Amortized Principal	0.00	0.00	0.00		0.00	0.00	
Accrued Interest	0.00	0.00	0.00	0.00	0.00	0.00	
<b>Total in Pools</b>	53,256,206.98	2,072,666.72	0.00	106,278.20	1,994,039.84	53,441,112.06	
<b>Total in Money Market</b>	12,251,113.76	2,985,036.08	0.00	27,051.19	3,203,138.34	12,060,062.69	
<b>Total in Fed Agencies</b>	0.00	0.00	0.00	0.00	0.00	0.00	
<b>Total Invested</b>	65,507,320.74	5,057,702.80	0.00	133,329.39	5,197,178.18	65,501,174.75	

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

William Chapman, CFO





## Monthly Newsletter - April 2008

### Performance

#### As of April 30, 2008

Current Invested Balance	\$6,349,528,618.20
Weighted Average Maturity (1)	25 Days
Weighted Average Maturity (2)	85 Days
Net Asset Value	0.999970
Total Number of Participants	623
Management Fee on Invested Balance	0.12%*
Interest Distributed	\$13,498,302.45
Management Fee Collected	\$270,755.26
% of Portfolio Invested Beyond 1 Year	5.73%
Standard & Poor's Current Rating	AAAm

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

#### April Averages

Average Invested Balance	\$6,592,341,456.61
Average Monthly Yield, on a simple basis	2.4396%
Average Weighted Average Maturity (1)*	21 Days
Average Weighted Average Maturity (2)*	82 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 April 2008:

- |                                      |                         |                        |
|--------------------------------------|-------------------------|------------------------|
| ★ City of Del Rio                    | ★ City of Iowa Colony   | ★ City of Graham       |
| ★ Harris County MUD 412              | ★ Harris County MUD 397 | ★ City of Daingerfield |
| ★ Education Service Center Region VI |                         |                        |

### Holiday Reminder

Please note that in observance of the Memorial Day holiday, **TexSTAR will be closed on Monday, May 26, 2008.** Notification of any early transaction deadlines on the day preceding this holiday will be sent by email to the primary contact on file for all TexSTAR participants.

### Economic Commentary

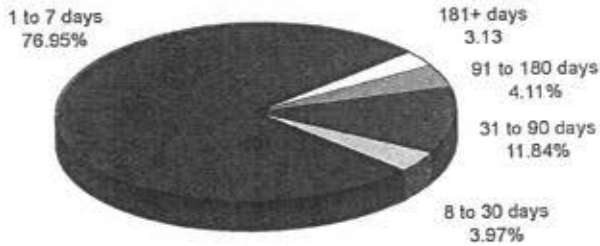
Economic data released in April revealed deteriorating labor market conditions, continued contraction in the housing market, and plummeting consumer sentiment. At the same time, consumer and government spending as well as manufacturing activity have been stronger than expected. Payrolls continued their downward trend in April for the fourth straight monthly decline. However, some possible signs of moderation exist, as the April drop in employment was smaller than previous months. The housing sector continued to weaken through March, with both existing and new home sales dropping during the month and housing starts plunging to their lowest level since March 1991. On the upside, with housing starts running considerably below the pace of sales, home inventories are now declining at an even faster pace. Recent news on core inflation has been benign, but headline inflation remains elevated and import prices are soaring, making upside inflation risks more pronounced. Treasury yields increased in April. The curve flattened somewhat as the expectations for further easing from the Federal Reserve subsided after the anticipated April 30th 25 basis point rate cut.

The Federal Reserve is expected to stay on the sidelines in the coming months. Without signaling the end of the easing cycle, the Fed will monitor incoming economic data and financial market conditions closely to determine if further rate cuts are needed. Tax rebate checks were mailed in May. Based on past experience, consumers will respond swiftly to the rebates, which should manage to prevent a contraction in the economy in the second quarter and boost consumer spending and GDP in the third quarter. Housing construction and prices are expected to continue falling through the fourth quarter but at an abating pace as the various housing policy initiatives now underway should contribute to stability in home sales. This, along with Fed easing and many other Fed initiatives focused on providing liquidity, should manage to improve overall credit conditions over the year.

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

## Information at a Glance

### Portfolio by Type of Investment As of April 30, 2008

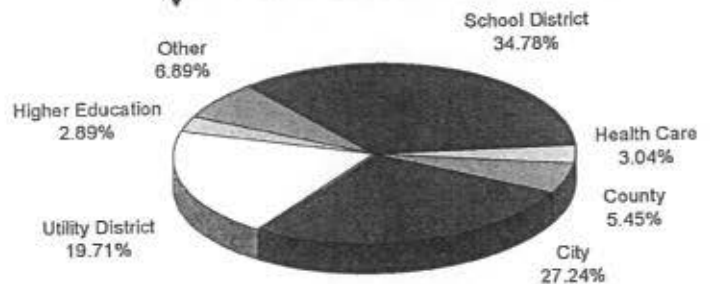


Repurchase Agreements  
66.38%



Agencies  
33.62%

### Portfolio by Maturity As of April 30, 2008



### Distribution of Participants by Type As of April 30, 2008

## Performance

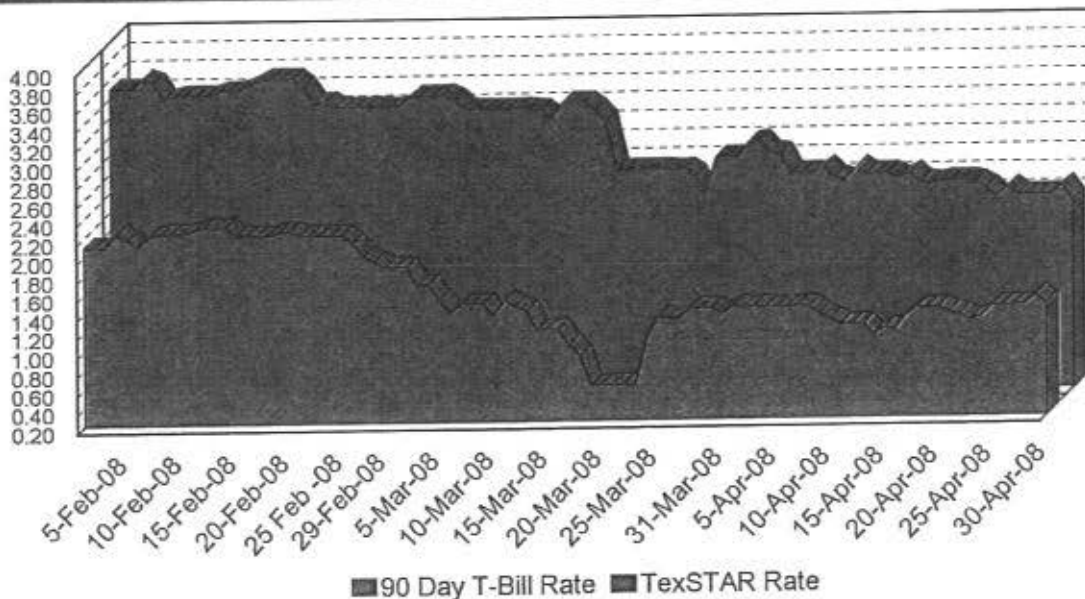
Month	Average Rate	Book Value	Market Value	Net Asset Value	WAM (1)*	WAM (2)*	Number of Participants
Apr 08	2.4396%	\$ 6,349,528,618.20	\$ 6,349,341,491.76	0.999970	21	82	623
Mar 08	2.9807%	6,635,062,776.30	6,636,736,509.65	1.000252	17	82	616
Feb 08	3.4224%	6,294,186,095.49	6,296,863,425.91	1.000401	17	82	609
Jan 08	4.2033%	5,919,661,192.90	5,923,891,294.00	1.000714	22	80	603
Dec 07	4.5430%	5,180,414,831.71	5,181,584,153.60	1.000202	21	79	594
Nov 07	4.6975%	4,999,671,312.52	5,000,767,637.47	1.000190	18	79	591
Oct 07	4.9007%	4,793,406,663.48	4,794,712,410.18	1.000272	19	84	584
Sep 07	5.1175%	5,101,146,389.66	5,102,374,857.54	1.000240	20	78	573
Aug 07	5.2540%	5,117,776,256.51	5,118,532,127.32	1.000118	16	42	567
Jul 07	5.2829%	5,037,425,646.08	5,037,616,062.72	1.000037	18	22	554
Jun 07	5.2883%	4,850,271,396.79	4,850,377,392.01	1.000014	18	25	543
May 07	5.2613%	4,809,313,042.18	4,809,314,578.92	1.000000	11	20	531
Apr 07	5.2803%	5,032,146,136.61	5,031,747,141.26	0.999920	13	23	523

## Portfolio Asset Summary as of April 30, 2008

	Book Value	Market Value
Uninvested Balance	\$ (1,229.20)	\$ (1,229.20)
Accrual of Interest Income	9,049,907.63	9,049,907.63
Interest and Management Fees Payable	(13,570,747.97)	(13,570,747.97)
Payable for Investment Purchased	(195,668,627.70)	(195,668,627.70)
Repurchase Agreements	4,347,975,000.00	4,347,975,000.00
Government Securities	2,201,744,315.44	2,201,557,189.00
<b>Total</b>	<b>\$ 6,349,528,618.20</b>	<b>\$ 6,349,341,491.76</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



## Daily Summary for April 2008

Date	Mny Mkt Fund Equiv. [SEC Std.]	Daily Allocation Factor	TexSTAR Invested Balance	Market Value Per Share	WAM Days (1)*	WAM Days (2)*
1-Apr-08	2.8605%	0.0000783710	6,658,898,714.42	1.000229	16	78
2-Apr-08	2.7347%	0.0000749240	6,629,713,762.29	1.000201	16	78
3-Apr-08	2.7173%	0.0000744470	6,654,553,274.96	1.000183	20	81
4-Apr-08	2.5112%	0.0000687990	6,629,591,020.85	1.000187	19	81
5-Apr-08	2.5112%	0.0000687990	6,629,591,020.85	1.000187	19	81
6-Apr-08	2.5112%	0.0000687990	6,629,591,020.85	1.000187	19	81
7-Apr-08	2.5724%	0.0000704780	6,551,185,229.41	1.000163	19	82
8-Apr-08	2.4601%	0.0000674010	6,564,958,932.54	1.000163	19	82
9-Apr-08	2.4286%	0.0000665370	6,617,363,226.05	1.000175	19	80
10-Apr-08	2.5654%	0.0000702860	6,610,118,535.49	1.000161	19	80
11-Apr-08	2.4986%	0.0000684560	6,684,506,460.22	1.000176	20	81
12-Apr-08	2.4986%	0.0000684560	6,684,506,460.22	1.000178	20	81
13-Apr-08	2.4986%	0.0000684560	6,684,506,460.22	1.000178	20	81
14-Apr-08	2.4508%	0.0000671450	6,636,443,571.73	1.000175	20	81
15-Apr-08	2.4992%	0.0000684700	6,756,446,797.48	1.000157	21	80
16-Apr-08	2.4012%	0.0000657870	6,726,370,149.57	1.0000+9	21	80
17-Apr-08	2.3890%	0.0000654520	6,698,689,479.22	1.000062	21	80
18-Apr-08	2.4164%	0.0000662030	6,710,916,269.91	1.000008	20	79
19-Apr-08	2.4164%	0.0000662030	6,710,916,269.91	1.000008	20	79
20-Apr-08	2.4164%	0.0000662030	6,710,916,269.91	1.000008	20	79
21-Apr-08	2.3913%	0.0000655140	6,701,686,858.60	1.000028	20	79
22-Apr-08	2.3303%	0.0000638450	6,520,000,753.23	1.000040	22	82
23-Apr-08	2.2355%	0.0000612470	6,498,360,760.29	1.000010	24	85
24-Apr-08	2.3320%	0.0000638910	6,475,786,698.78	0.999976	24	85
25-Apr-08	2.2533%	0.0000617340	6,418,886,906.23	0.999950	24	85
26-Apr-08	2.2533%	0.0000617340	6,418,886,906.23	0.999950	24	85
27-Apr-08	2.2533%	0.0000617340	6,418,886,906.23	0.999950	24	85
28-Apr-08	2.2516%	0.0000616890	6,389,460,453.93	0.999929	26	85
29-Apr-08	2.3422%	0.0000641690	6,398,975,910.50	0.999903	25	85
30-Apr-08	2.1883%	0.0000599530	6,349,528,618.20	0.999970	25	85
Average	2.4396%	0.000066839	6,592,341,456.61		21	82

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



### **TexSTAR Board Members**

*William Chapman*

*Nell Lange*

*Melinda Garrett*

*Michael Bartolotta*

*Will Williams*

*Hardy Browder*

*Oscar Cardenas*

*Scott Christensen*

*Ramiro Flores*

*Stephen Fortenberry*

*Monte Mercer*

*Len Santow*

*S. Renee Tidwell*

*Central Texas Regional Mobility Authority*

*City of Frisco*

*Houston ISD*

*First Southwest Company*

*JP Morgan Chase*

*City of Cedar Hill*

*Northside ISD*

*Reid Road MUD No. 1*

*Harlingen CISD*

*McKinney ISD*

*North Central TX Council of Government*

*Griggs & Santow*

*Tarrant County*

*Governing Board President*

*Governing Board Vice President*

*Governing Board Treasurer*

*Governing Board Secretary*

*Governing Board Asst. Sec./Treas.*

*Advisory Board*

*Advisory Board*

*Advisory Board*

*Advisory Board*

*Advisory Board*

*Advisory Board*

*Advisory Board*

*Advisory Board*

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

 **First Southwest Asset Management**

 **JPMorganChase**