

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

**RESOLUTION NO. 08-49**

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 June 2008 and has caused a Financial Report to be prepared which is attached hereto as Attachment "A."

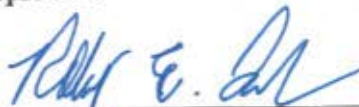
NOW THEREFORE, BE IT RESOLVED, that the Board of Directors accepts the Financial Report for June 2008, attached hereto as Attachment "A."

Adopted by the Board of Directors of the Central Texas Regional Mobility Authority on the 30th day of July, 2008.

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 08-49  
Date Passed 7/30/08

## CTRMA INVESTMENT REPORT

	Month Ending 6/30/2008					Current Rate as of 6/30/2008	
	Balance 5/31/2008	Additions	Discount Amortization	Accrued Interest	Withdrawals		Balance 6/30/2008
<b>Amount in Trustee TexStar</b>							
Additional Projects Fund	11,094,317.29			18,773.94	1,965,688.60	9,147,402.63	2.506%
Construction Fund	10,533,840.65			19,214.96	904,959.50	9,648,096.11	2.506%
Trustee Operating Fund	1,566,703.22			2,893.04		1,569,596.26	2.506%
Renewal & Replacement Fund	101,317.25			187.09		101,504.34	2.506%
TxDOT Grant Fund	12,176,492.32			21,526.05	1,000,000.00	11,198,018.37	2.506%
Revenue Fund	8,015.74			14.80		8,030.54	2.506%
Subordinate Lien DS Fund	0.00			0.00	0.00	0.00	2.506%
Debt Service Reserve Fund	13,653,365.97			25,212.05		13,678,578.02	2.506%
	49,134,052.44	0.00	0.00	87,821.93	3,870,648.10	45,351,226.27	
<b>Amount in TexStar Operating Fund</b>	3,761,478.22			6,410.43	698,000.00	3,069,888.65	2.506%
<b>Fidelity Money Market Fund</b>							
-Operating Fund	401,127.33	400,000.00		352.65		801,479.98	1.960%
-Additional Projects Fund	0.00	656,462.08			656,462.08	0.00	1.960%
-Construction Fund	0.08	904,959.50			904,959.50	0.08	1.960%
-Debt Service Fund	3,224,079.88	490,775.00		4,894.75		3,719,749.63	1.960%
-Subordinate Lien DS Fund	7,778.51			13.00		7,791.51	1.960%
-TxDOT Grant Fund	0.00	1,000,000.00		22,050.10	1,000,000.00	22,050.10	1.960%
-Renewal and Replacement	34,283.78			1,165.51		35,449.29	1.960%
-Revenue Fund	775,046.42	1,335,747.18		1,172.93	1,466,131.84	645,834.69	1.960%
-General Fund	6,210,828.22	575,356.84		10,288.14		6,796,473.20	1.960%
-Debt Service Reserve Fund	9,410.60			15.72		9,426.32	1.960%
	10,662,554.82	5,363,300.60	0.00	39,952.80	4,027,553.42	12,038,254.80	
<b>Money Market Fund-payroll</b>	2,247.66	99,000.00		25.76	99,320.76	1,952.66	1.750%
<b>Amount in Fed Agencies</b>							
Amortized Principal	1,008,070.00		(429.25)			1,007,640.75	
Accrued Interest				3,583.34			
	1,008,070.00	0.00	(429.25)	3,583.34	0.00	1,007,640.75	
<b>Certificates of Deposit</b>	500,000.00	1,000,000.00		2,889.39		1,500,000.00	
Total in Pools	52,895,530.66	0.00	0.00	94,232.36	4,568,648.10	48,421,114.92	
Total in Money Market	10,664,802.48	5,462,300.60	0.00	39,978.56	4,126,874.18	12,040,207.46	
Total in Fed Agencies	1,008,070.00	0.00	(429.25)	3,583.34	0.00	1,007,640.75	
<b>Total Invested</b>	65,068,403.14	6,462,300.60	(429.25)	140,683.65	8,695,522.28	62,968,963.13	

Amount of other investments As of June 30, 2008

Agency	CUSIP #	COST	Book Value	Market Value	Yield to Maturity	Purchased	Matures	FUND
Federal Home Loan Bank	31398AKU5	1,008,070	1,007,640.74	1,007,190	2.85%	5/30/2008	12/24/2009	TxDOT Grant Fund
Horicon Bank	440392EB0	100,000	100,000		3.30%	5/21/2008	5/22/2009	Renewal and Replacement
First Trust Bank	33732NAP0	100,000	100,000		3.25%	5/21/2008	5/21/2009	Renewal and Replacement
Merrick Bank	59012YRW9	100,000	100,000		3.30%	5/21/2008	5/21/2009	Renewal and Replacement
Capmark Bank	140653UQ7	100,000	100,000		3.30%	5/21/2009	5/21/2009	Renewal and Replacement
Farmers & Merchants Bank	308680AJ6	100,000	100,000		3.30%	5/23/2008	5/23/2009	Renewal and Replacement
Cathay Bank	149159DV4	100,000	100,000		3.40%	6/13/2008	6/12/2009	TxDOT Grant Fund
Wright Exp Fin Serv	98233PNY9	100,000	100,000		3.35%	6/13/2008	6/12/2009	TxDOT Grant Fund
First National Bank	32115CAW8	100,000	100,000		3.35%	6/18/2008	6/18/2009	TxDOT Grant Fund
Firstcity Bank	33765PCS7	100,000	100,000		3.35%	6/12/2008	6/12/2009	TxDOT Grant Fund
SCB Bank	78391TCX5	100,000	100,000		3.35%	6/13/2008	6/13/2009	TxDOT Grant Fund
Horicon Bank	440392ED6	100,000	100,000		3.35%	6/17/2008	6/17/2009	TxDOT Grant Fund
New South Savings Bank	64880T5A1	100,000	100,000		3.35%	6/12/2008	6/12/2009	TxDOT Grant Fund
Oregon Community Bank	68583TCD8	100,000	100,000		3.35%	6/18/2008	6/18/2009	TxDOT Grant Fund
Capital Bank	14056MCC7	100,000	100,000		3.35%	6/18/2008	6/18/2009	TxDOT Grant Fund
New Century Bank	64353PDU4	100,000	100,000		3.40%	6/18/2008	6/18/2009	TxDOT Grant Fund
		<u>2,508,070.00</u>	<u>2,507,640.74</u>	<u>1,007,190.00</u>				

Agency	CUSIP #	COST	Cummulative 6/30/08			Interest Income June 2008		
			Amortization	Book Value	Maturity Value	Accrued Interest	Amortization	Interest Earned
Federal Home Loan Bank	31398AKU5	1,008,070	429.26	1,007,640.74	1,000,000	\$ 3,583.34	(429)	\$ 3,154.09
		<u>1,008,070.00</u>	<u>429.26</u>	<u>1,007,640.74</u>	<u>1,000,000.00</u>	<u>3,583.34</u>	<u>0.00</u>	<u>3,154.09</u>

Certificates of Deposit

Agency	CUSIP #	Cost	June 08 Interest	Cummulative Interest Earned	Cummulative Interest Received
Horicon Bank	440392EB0	100,000	\$ 275.20	\$ 348.54	
First Trust Bank	33732NAP0	100,000	\$ 271.05	\$ 352.30	\$ 276.03
Merrick Bank	59012YRW9	100,000	\$ 275.23	\$ 357.73	
Capmark Bank	140653UQ7	100,000	\$ 275.23	\$ 357.73	
Farmers & Merchants Bank	308680AJ6	100,000	\$ 275.18	\$ 339.34	\$ 280.27
Cathay Bank	149159DV4	100,000	\$ 170.00	\$ 170.00	
Wright Exp Fin Serv	98233PNY9	100,000	\$ 167.50	\$ 167.50	
First National Bank	32115CAW8	100,000	\$ 111.67	\$ 111.67	
Firstcity Bank	33765PCS7	100,000	\$ 170.00	\$ 170.00	
SCB Bank	78391TCX5	100,000	\$ 167.50	\$ 167.50	
Horicon Bank	440392ED6	100,000	\$ 111.67	\$ 111.67	
New South Savings Bank	64880T5A1	100,000	\$ 170.00	\$ 170.00	
Oregon Community Bank	68583TCD8	100,000	\$ 167.50	\$ 167.50	
Capital Bank	14056MCC7	100,000	\$ 111.67	\$ 111.67	
New Century Bank	64353PDU4	100,000	\$ 170.00	\$ 170.00	
Totals		<u>1,500,000</u>	<u>2,889</u>	<u>3,273</u>	<u>556</u>

FUND		Balance June 30, 2008	Interest Earned Quarter Ending June 30, 2008	
<b>Additional Projects Fund</b>				
TexSTAR	9,147,402.63		64,008.00	
Fidelity	0.00		0.06	
		9,147,402.63		64,008.06
<b>Construction Fund</b>				
TexSTAR	9,648,096.11		61,788.35	
Fidelity	0.08		0.00	
		9,648,096.19		61,788.35
<b>Renewal &amp; Replacement Fund</b>				
TexSTAR	101,504.34		580.08	
Fidelity	35,449.29		3,374.54	
CD's	500,000.00		1,755.64	
		636,953.63		5,710.26
<b>TxDOT Grant Fund</b>				
TexSTAR	11,198,018.37		67,800.09	
Fidelity	22,050.10		550.10	
CD's	1,000,000.00		1,517.50	
Agencies	1,007,640.75		3,154.09	
		13,227,709.22		73,021.78
<b>Subordinate Lien DS Fund</b>				
TexSTAR	0.00		0.00	
Fidelity	7,791.51		45.16	
		7,791.51		45.16
<b>Debt Service Reserve Fund</b>				
TexSTAR	13,678,578.02		78,171.63	
Fidelity	9,426.32		54.63	
		13,688,004.34		78,226.26
<b>Debt Service Fund</b>				
TexSTAR	0.00		0.00	
Fidelity	3,719,749.63		12,796.62	
		3,719,749.63		12,796.62
<b>Operating Fund</b>				
TexSTAR	3,069,888.65		23,252.29	
TexSTAR-Trustee	1,569,596.26		7,723.63	
MMA Payroll	1,952.66		46.93	
Fidelity	801,479.98		2,675.69	
		5,442,917.55		33,698.54
<b>Revenue Fund</b>				
TexSTAR	8,030.54		45.89	
Fidelity	645,834.69		4,172.22	
		653,865.23		4,218.11
<b>General Fund</b>				
TexSTAR	0.00		0.00	
Fidelity	6,796,473.20		34,901.83	
		6,796,473.20		34,901.83
		<u>62,968,963.13</u>	<u>368,414.97</u>	



## Monthly Newsletter - June 2008

### Performance

#### As of June 30, 2008

Current Invested Balance	\$5,450,912,795.58
Weighted Average Maturity (1)	31 Days
Weighted Average Maturity (2)	86 Days
Net Asset Value	0.999642
Total Number of Participants	637
Management Fee on Invested Balance	0.05%*
Interest Distributed	\$10,889,059.77
Management Fee Collected	\$238,776.37
% of Portfolio Invested Beyond 1 Year	5.23%
Standard & Poor's Current Rating	AAAm

#### June Averages

Average Invested Balance	\$5,769,337,785.37
Average Monthly Yield, on a simple basis	2.2467%
Average Weighted Average Maturity (1)*	31 Days
Average Weighted Average Maturity (2)*	86 Days

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

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

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

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

### New Participants

We would like to welcome the following entities who joined the TexSTAR program in June 2008:

- |                         |                     |                   |
|-------------------------|---------------------|-------------------|
| ★ Liberty ISD           | ★ Clyde CISD        | ★ Fairfield ISD   |
| ★ Sterling City ISD     | ★ Matagorda County  | ★ Marilee SUD     |
| ★ Stephens County       | ★ Emerald Forest UD | ★ Colorado County |
| ★ Harris County MUD 420 |                     |                   |

### Economic Commentary

Economic data has come in slightly stronger than expected in the second quarter due to the federal tax rebates. The rebates should continue to buoy consumer spending, but this apparent firming in consumer demand has done little so far to stem job losses—a key criterion for sustained expansion once the boost from temporary fiscal stimulus has eased. In addition to job losses, the combination of high energy prices, tighter credit and the continued housing issues are dragging on growth.

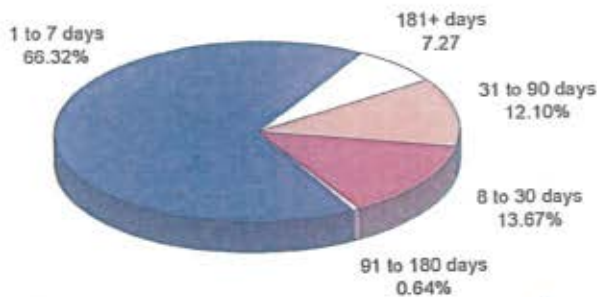
There are some signs that elevated headline inflation is beginning to affect long-term inflation expectations which is a key concern from the Federal Reserve. Treasury yields rose in the second quarter of 2008 versus the first quarter as investors moved to riskier securities in April and May, while inflation fears became more prominent as food and oil prices skyrocketed. However, in June, the market grew more wary of additional write-downs at financial institutions and the effect of ongoing higher food and oil prices on an already weak economy, and once again returned to Treasury securities.

The Fed is clearly uncomfortable with current trends in headline inflation and inflation expectations. Indeed, recent communications have signaled a high probability of rate hikes should inflation expectations rise materially further. The most likely scenario is that the Fed will remain on hold until the end of 2008 or early 2009. At that time, the labor market should recover at least somewhat, removing a key barrier to Fed tightening. Lower consumer spending is anticipated in the fourth quarter as the boost from rebate checks will likely fade by then. The consumer is faced with many headwinds—weaker jobs and income, tighter credit, high gas prices, declining wealth—and confidence has plunged deep into recession territory. Gradual stability in the housing sector by the end of 2008 is a key element of the forecast. Also anticipated is some easing in overall credit conditions as clarity emerges on both the path of the economy, the housing market, and the extent of financial institutions' losses. However, available credit will very likely remain significantly tighter than it was prior to the current crisis.

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 June 30, 2008

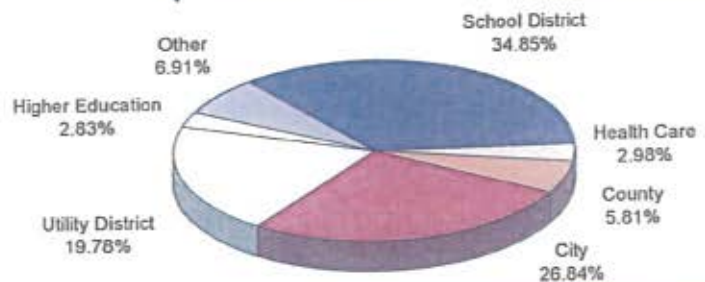


Repurchase Agreements  
54.52%



Agencies  
45.48%

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



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

## Performance

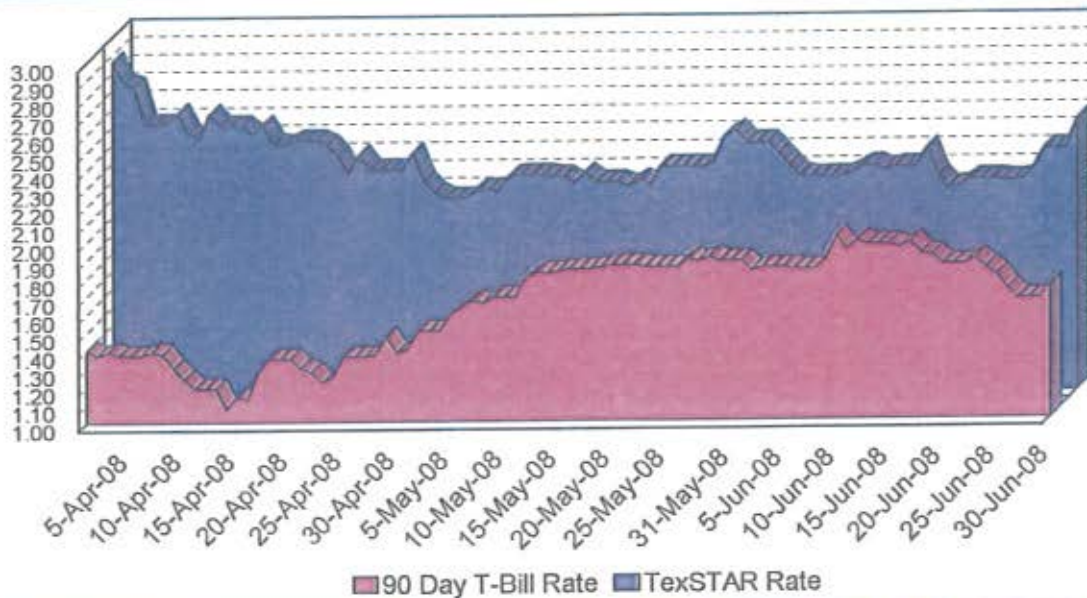
Month	Average Rate	Book Value	Market Value	Net Asset Value	WAM (1)*	WAM (2)*	Number of Participants
Jun 08	2.2467%	\$ 5,450,912,795.58	\$ 5,448,966,529.06	0.999642	31	86	637
May 08	2.2194%	5,893,819,751.64	5,893,907,633.72	1.000013	28	87	627
Apr 08	2.4396%	6,349,528,618.20	6,349,341,491.76	0.999970	21	82	623
Mar 08	2.9807%	6,635,062,776.30	6,636,736,509.65	1.000252	17	82	616
Feb 08	3.4224%	6,294,186,095.49	6,296,863,425.91	1.000401	17	82	609
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

## Portfolio Asset Summary as of June 30, 2008

	Book Value	Market Value
Uninvested Balance	\$ 880.43	\$ 880.43
Accrual of Interest Income	12,710,082.00	12,710,082.00
Interest and Management Fees Payable	(10,863,778.37)	(10,863,778.37)
Receivable for Investment Sold	0.00	0.00
Repurchase Agreements	2,971,840,000.00	2,971,840,000.00
Government Securities	2,477,225,611.52	2,475,279,345.00
<b>Total</b>	<b>\$ 5,450,912,795.58</b>	<b>\$ 5,448,966,529.06</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 June 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-Jun-08	2.3920%	0.0000655330	5,893,819,751.64	1.000013	30	88
2-Jun-08	2.3290%	0.0000638090	5,971,364,737.35	0.999840	29	86
3-Jun-08	2.2643%	0.0000620350	5,965,682,667.45	0.999846	29	86
4-Jun-08	2.2084%	0.0000605050	5,964,025,617.51	0.999858	29	85
5-Jun-08	2.1974%	0.0000602030	6,003,898,236.96	0.999840	30	83
6-Jun-08	2.2010%	0.0000603000	5,927,158,723.40	0.999832	31	86
7-Jun-08	2.2010%	0.0000603000	5,927,158,723.40	0.999832	31	86
8-Jun-08	2.2010%	0.0000603000	5,927,158,723.40	0.999832	31	86
9-Jun-08	2.2231%	0.0000609080	5,885,252,017.15	0.999729	32	88
10-Jun-08	2.2579%	0.0000618600	5,838,214,233.36	0.999619	32	88
11-Jun-08	2.2610%	0.0000619440	5,829,351,606.29	0.999627	32	88
12-Jun-08	2.2362%	0.0000612650	5,743,164,548.84	0.999546	32	89
13-Jun-08	2.2521%	0.0000617000	5,818,447,375.13	0.999578	31	87
14-Jun-08	2.2521%	0.0000617000	5,818,447,375.13	0.999578	31	87
15-Jun-08	2.2521%	0.0000617000	5,818,447,375.13	0.999578	31	87
16-Jun-08	2.3502%	0.0000643880	5,834,110,350.39	0.999502	31	86
17-Jun-08	2.1951%	0.0000601400	5,810,312,841.96	0.999560	32	86
18-Jun-08	2.1354%	0.0000585030	5,827,465,268.51	0.999596	32	85
19-Jun-08	2.1407%	0.0000586480	5,750,746,756.25	0.999568	32	86
20-Jun-08	2.1790%	0.0000596980	5,732,949,037.43	0.999606	31	85
21-Jun-08	2.1790%	0.0000596980	5,732,949,037.43	0.999606	31	85
22-Jun-08	2.1790%	0.0000596980	5,732,949,037.43	0.999606	31	85
23-Jun-08	2.1731%	0.0000595360	5,595,737,273.24	0.999535	32	87
24-Jun-08	2.1706%	0.0000594680	5,583,807,896.73	0.999562	32	87
25-Jun-08	2.1790%	0.0000596980	5,612,844,699.73	0.999576	32	86
26-Jun-08	2.2470%	0.0000615620	5,572,937,895.92	0.999644	32	86
27-Jun-08	2.3462%	0.0000642790	5,503,606,319.50	0.999666	31	86
28-Jun-08	2.3462%	0.0000642790	5,503,606,319.50	0.999666	31	86
29-Jun-08	2.3462%	0.0000642790	5,503,606,319.50	0.999666	31	86
30-Jun-08	2.5055%	0.0000686450	5,450,912,795.58	0.999642	31	86
Average	2.2467%	0.000061553	5,769,337,785.37		31	86

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 &amp; Santow</i>	<i>Advisory Board</i>
<i>S. Renee Tidwell</i>	<i>Tarrant County</i>	<i>Advisory Board</i>

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

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