

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

**RESOLUTION NO. 09-71**

**Addition of Gilford Securities, Inc. to the  
List of Approved Brokers/Dealers**

WHEREAS, the Central Texas Regional Mobility Authority ("CTRMA") was created pursuant to the request of Travis and Williamson Counties and in accordance with provisions of the Transportation Code and the petition and approval process established in 43 Tex. Admin. Code § 26.01, *et. seq.* (the "RMA Rules"); and

WHEREAS, the Board of Directors of the CTRMA has been constituted in accordance with the Transportation Code and the RMA Rules; and

WHEREAS, in Resolution No. 05-04, dated January 5, 2005, the CTRMA Board of Directors approved an Investment Policy to ensure that CTRMA funds are invested effectively and wisely; and

WHEREAS, the Investment Policy specifies that the Chief Financial Officer of the CTRMA shall maintain a list of approved brokers/dealers authorized to provide investment services to the CTRMA; and

WHEREAS, in Resolution No. 05-16, dated January 26, 2005, the Board of Directors approved a list of authorized brokers/dealers and provided that such list may be amended from time to time in accordance with the CTRMA Investment Policy; and

WHEREAS, the Chief Financial Officer has recommended that the CTRMA's list of approved brokers/dealers be amended to include Gilford Securities Inc.


NOW THEREFORE, BE IT RESOLVED, that the Board of Directors of the CTRMA hereby amends the list of approved brokers/dealers in accordance with the Investment Policy to include Gilford Securities Inc.

Adopted by the Board of Directors of the Central Texas Regional Mobility Authority on the 28th day of October, 2009.

Submitted and reviewed by:

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

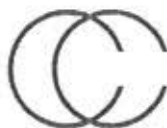
Approved:

  
\_\_\_\_\_  
James H. Mills  
Vice-Chairman, Board of Directors  
Resolution Number 09-71  
Date Passed: 10/28/09

**GILFORD SECURITIES INCORPORATED  
AND SUBSIDIARIES**

**CONSOLIDATED STATEMENT  
OF FINANCIAL CONDITION**

**DECEMBER 31, 2008**



## Citrin Cooperman & Company, LLP

CERTIFIED PUBLIC ACCOUNTANTS

### INDEPENDENT AUDITORS' REPORT

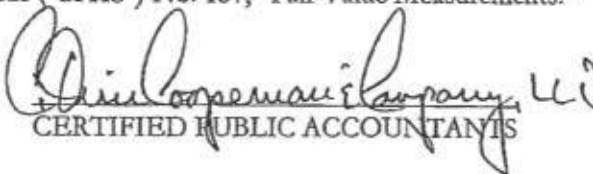
To the Board of Directors  
Gilford Securities Incorporated

We have audited the accompanying consolidated statement of financial condition of Gilford Securities Incorporated (the "Company") as of December 31, 2008. This consolidated financial statement is the responsibility of the Company's management. Our responsibility is to express an opinion on this consolidated financial statement based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the consolidated statement of financial condition is free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the consolidated statement of financial condition, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall statement of financial condition presentation. We believe that our audit of the consolidated statement of financial condition provides a reasonable basis for our opinion.

In our opinion, the consolidated statement of financial condition referred to above presents fairly, in all material respects, the financial position of Gilford Securities Incorporated as of December 31, 2008, in conformity with accounting principles generally accepted in the United States of America.

As discussed in Note 2 to the consolidated financial statements, effective January 1, 2008, the Company adopted Statement of Financial Accounting Standards ("SFAS") No. 157, "Fair Value Measurements."

  
CITRIN COOPERMAN & COMPANY, LLP  
CERTIFIED PUBLIC ACCOUNTANTS

February 25, 2009

GILFORD SECURITIES INCORPORATED  
AND SUBSIDIARIES  
NOTES TO CONSOLIDATED STATEMENT OF FINANCIAL CONDITION  
DECEMBER 31, 2008

NOTE 1. ORGANIZATION

Gilford Securities Incorporated (the "Company") is a broker-dealer registered with the Securities and Exchange Commission ("SEC") and is a member of the Financial Industry Regulatory Authority, Inc. ("FINRA"). The Company was formed on September 24, 1979. The Company provides brokerage services to both institutional and individual investors and, as required by Rule 15c3-3, clears their securities transactions on a fully disclosed basis through a clearing broker-dealer. The clearing broker carries all of the customer accounts and maintains and preserves all related books and records. The Company also conducts underwriting and corporate finance activities.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Principles of Consolidation

The accompanying consolidated statement of financial condition includes the financial condition of Gilford Securities Incorporated, Gilford Financial Corporation, and Gilford Insurance Agency Incorporated. All significant intercompany accounts and transactions have been eliminated in consolidation.

Use of Estimates

The preparation of a consolidated statement of financial condition in conformity with accounting principles generally accepted in the United States of America requires the Company's management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the consolidated statement of financial condition. Actual results could differ from those estimates.

Securities Transactions

Principal transactions are recorded on a trade-date basis.

Amounts receivable and payable for securities transactions that have not reached their contractual settlement date are recorded net on the consolidated statement of financial condition.

Revenue Recognition

Commission revenues associated with transactions in securities are recorded on a trade-date basis. Investment banking revenues include fees arising from securities offerings in which the Company acts as an underwriter or agent, net of syndicate expenses, along with fees earned from providing financial advisory services. Investment banking fees are recognized at the time the transaction is consummated. Corporate finance revenues represent fees earned from private placement offerings. Corporate finance fees are recorded as revenue when the related service has been rendered and the client is contractually obligated to pay.

Cash and Cash Equivalents

Cash and cash equivalents consist primarily of cash on deposit, money market accounts, and investment grade commercial paper that are readily convertible into cash and purchased with maturities of three months or less.

GILFORD SECURITIES INCORPORATED  
AND SUBSIDIARIES  
NOTES TO CONSOLIDATED STATEMENT OF FINANCIAL CONDITION  
DECEMBER 31, 2008

NOTE 4. CONTINGENCIES

The Company is subject to various regulatory and legal proceedings arising during the ordinary course of operations. Management of the Company, after consultation with outside legal counsel, believes that the ultimate resolution of these matters will not have a material adverse effect on the Company's consolidated financial condition.

NOTE 5. NET CAPITAL REQUIREMENTS

The Company is subject to the Securities and Exchange Commission Uniform Net Capital Rule ("SEC Rule 15c3-1"), which requires the maintenance of minimum net capital and that the ratio of aggregate indebtedness to net capital, both as defined, shall not exceed 15 to 1. Net capital and aggregate indebtedness change from day to day. At December 31, 2008, the Company had net capital of \$4,539,488, which exceeds the Company's minimum net capital requirement of \$250,000. The Company's ratio of aggregate indebtedness to net capital was 0.38 to 1 as of December 31, 2008.

NOTE 6. RELATED-PARTY TRANSACTIONS

The Company and other entities affiliated with certain principal shareholders of the Company share office space, personnel and other administrative expenses. Substantially all of these expenses are borne by the Company.

At December 31, 2008, the Company had four loans from employees outstanding, one of the loans is for \$925,000 and is due December 31, 2009, with an annual interest rate of 5%.

NOTE 7. LEASE COMMITMENTS

The Company leases their main office and other sales offices under non-cancelable leases expiring through December 2015. At December 31, 2008, future minimum annual lease commitments under all operating leases are as follows:

<u>Year ending December 31:</u>	
2009	\$ 855,151
2010	645,299
2011	635,315
2012	524,600
2013	524,600
Thereafter	<u>1,049,200</u>
	<u>\$ 4,234,165</u>

GILFORD SECURITIES INCORPORATED  
AND SUBSIDIARIES  
NOTES TO CONSOLIDATED STATEMENT OF FINANCIAL CONDITION  
DECEMBER 31, 2008

**NOTE 11. SHAREHOLDERS' EQUITY**

Pursuant to the terms of a shareholder agreement, in the event of a shareholder's termination of employment with the Company or the death of a shareholder, for a period of 60 days the Company may redeem all or any part of the common shares owned by such shareholder. The amount to be paid is based on the shareholder's equity per share, as defined in the agreement. If the Company elects not to purchase the shares, then for a period of 30 days an affiliate has the same rights with respect to the shares. If neither the Company nor the affiliate elect to purchase the shares, then commencing on the earlier to occur of 105 days after (1) the employees' termination or (2) the date the Company obtains actual notice of the death of a shareholder, for a period of 30 days the shareholder (or his or her representative) has the right, after notice to the Company, to require the Company to purchase such common shares based on a calculation of shareholders' equity per share, as defined in the agreement.

During 2008, the Company purchased 830 shares of common stock from shareholders for total consideration paid of approximately \$745,100.

In addition, during 2008 the Company sold and issued 585 shares of common stock for total proceeds of approximately \$506,500.

During 2008, the Company paid to their shareholders cash dividends of \$2,501,000.

**NOTE 12. FAIR VALUE MEASUREMENTS**

On January 1, 2008, the Company adopted the provisions of SFAS No. 157, "Fair Value Measurements." Using the provisions within SFAS No. 157, the Company has characterized its investments in securities, based on the inputs used to value the investments, into a three-level fair value hierarchy. The fair value hierarchy gives the first order of liquidity to quoted prices in active markets for identical assets or liabilities [Level 1], and the last order of liquidity to unobservable inputs [Level 3]. If the inputs used to measure the investments fall within different levels of the hierarchy, the categorization is based on the lowest level input that is significant to the fair value measurement of the investment.

Investments recorded in the consolidated statement of financial condition are categorized based on the inputs to valuation techniques as follows:

Level 1. These are investments where values are based on unadjusted quoted prices for identical assets in an active market the Company has the ability to access. The investments are exchange-traded equity and over-the-counter securities.

Level 2. These are investments where values are based on quoted prices in markets that are not active or model inputs that are observable either directly or indirectly for substantially the full term of the investments. These investments would be comprised of less liquid restricted securities and warrants that trade less frequently.



September 22, 2009

Bill Chapman  
Central Texas Regional Mobility Authority  
301 Congress, Suite 650  
Austin, TX 78701

Dear Bill:

Enclosed please find a signed copy of the CTRMA investment policy certification form. Also, I completed the questionnaire and included a power of attorney page along with the new account form. If you would like to open an account with us, simply sign the new account form and fill in the CTRMA Tax ID #. You don't need to do anything else. Gilford Securities doesn't do discretionary accounts so the Power of Attorney page is not necessary but was mentioned in the CTRMA questionnaire. I've requested our financials be mailed from our New York office and you should have those in a few days. Thank you for your consideration and please let me know if there is anything else we need to do.

Sincerely,

A handwritten signature in cursive script that reads "Steve Neri".

Steve Neri  
Sr. Vice President  
Institutional Fixed Income

11. Please describe a typical transaction between the Authority and your firm.  
Note deadlines or cut off times involved.

Once the CTRMA gives Gilford Securities the order to purchase or sell an investment on their behalf, Gilford works with various dealer firms to secure the best price and execution. In a purchase order Gilford uses its own credit to secure the security until funds are delivered from client on a DVP basis. In a sell order, Gilford obtains best price available and delivers the CTRMA security to buyer on a DVP basis. As company policy, Gilford Securities does not maintain any discretionary accounts and all trades are cleared with client before initiated. Orders can be given to Gilford Securities representative Monday – Friday 7:30am – 4:30pm CST

12. Do you clear through another firm? If so, what firm?

No  Yes First Clearing LLC

13. Has your firm ever been subject to a regulatory or state or federal agency investigation for alleged improper, fraudulent, disreputable or unfair activities related to the sale of government securities or money market instruments? Have any of your employees ever been so investigated? Explain.

No  Yes



**New Account Information**

New  Update  Sub Firm #  Branch Code  FA Code  Account Number

**Account Registration**

Line 1 Central Texas Regional Mobility Authority  
 Line 2 301 Congress, STE 650  
 Line 3 Austin, TX 78701  
 Line 4 \_\_\_\_\_

First Name B.H Middle \_\_\_\_\_ Last Chapman  
 Correspondence to the Client will be mailed to the address below Salutation:  Mr.  Mrs.  Ms.

Address Line 1 \_\_\_\_\_  
 City \_\_\_\_\_ State \_\_\_\_\_ Zip +4 \_\_\_\_\_  
 SSN or Tax ID \_\_\_\_\_ Citizenship:  U.S. Citizen  Non-Resident Alien  Resident Alien Country \_\_\_\_\_  
 Home Phone \_\_\_\_\_ Business Phone 512 996 9778  
 Fax Number \_\_\_\_\_ Other Number \_\_\_\_\_

Tax ID →

**Individual Account Types**      **Non-Personal Account Types**      **Margin/Cash Information**

<input type="checkbox"/> Individual <input type="checkbox"/> Custodian/Minor <input type="checkbox"/> Guardian (must attach appointment) <input type="checkbox"/> Sole Proprietorship <input type="checkbox"/> IRA <input type="checkbox"/> Joint Tenants with Rights of Survivorship* <input type="checkbox"/> Tenants in Common <input type="checkbox"/> Joint Tenants — Community Property (if required by your State law) <input type="checkbox"/> Tenants by Entirety (if permitted by your State law) <input type="checkbox"/> 403(b) Retirement Plan  <small>*If two or more owners, Joint Tenants with Rights of Survivorship will be selected automatically if you fail to select one of the above.</small>	<input type="checkbox"/> Corporate <input type="checkbox"/> Non-Corporation/Profit <input type="checkbox"/> Trust <input type="checkbox"/> Partnership <input type="checkbox"/> Investment Club <input type="checkbox"/> Estate (Certificate of Qualification must be attached/AF-104 of Domicile must be provided) <input type="checkbox"/> LLC <input checked="" type="checkbox"/> Other <u>Gov't</u> <input type="checkbox"/> Pension or Profit-Sharing Plan (IRAs and ESOPs are not eligible)  Check One: <input type="checkbox"/> Trustee Directed <input type="checkbox"/> Prototype <input type="checkbox"/> Participant Directed <input type="checkbox"/> Other	Margin <input type="checkbox"/> Cash <input type="checkbox"/>
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**Standing Instructions** (Please see the following pages for codes to be entered)

Stock Instructions \_\_\_\_\_ Trade Balance Instructions \_\_\_\_\_ Dividend Instructions \_\_\_\_\_  Hold Principal  Dividend Reinvest (DRR) \_\_\_\_\_ Money Market Instructions \_\_\_\_\_  Cash  Re-Invest \_\_\_\_\_ Category Code \_\_\_\_\_ Trans Level **001**  
 Other Brokerage Accounts?  Yes  No  
 \*Yes\*, Firm Names: \_\_\_\_\_

**Investment Objectives**

Choose One. See reverse for definitions <input type="checkbox"/> Income <input type="checkbox"/> Growth <input checked="" type="checkbox"/> Growth & Income <input type="checkbox"/> Trading & Speculation	<b>Risk Tolerance</b> <input checked="" type="checkbox"/> Conservative <input type="checkbox"/> Moderate <input type="checkbox"/> Long Term	<b>Internal Use Only:</b> A Income + Cons.      C Growth + Mod. G Income + Mod.      E Growth + Long Term I Income + Long Term      B Growth + Inc + Cons. L Trading & Speculation      D Growth + Inc + Mod. H Growth + Cons.      K Growth + Inc + Long Term
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**Additional Account Authorization**      Additional Documentation is Required. DOCT

Will anyone else have authority over this account?  Yes  No  
 If "Yes", indicate type of Power of Attorney (POA):  Full  Limited  Discretionary  
 POA Name: \_\_\_\_\_

**Primary Account Owner Information** (Please see the following pages for codes to be entered)      DAML (screen 1)

ENTER LEGAL RESIDENCE IF DIFFERENT FROM REGISTRATION ADDRESS—Can not be a P.O. Box      Name Type:  Individual  Non-Personal

Primary Owner First Name \_\_\_\_\_ Middle \_\_\_\_\_ Last \_\_\_\_\_  
 Same Name and Address as Part 1  \_\_\_\_\_  
 Address Line 2 \_\_\_\_\_  
 City \_\_\_\_\_ State \_\_\_\_\_ Zip +4 \_\_\_\_\_  
 Country of Citizenship \_\_\_\_\_ Country of Residency \_\_\_\_\_ Government ID Code # \_\_\_\_\_  
 State of Issue \_\_\_\_\_ Issue Date \_\_\_\_\_ Expiration Date \_\_\_\_\_  
 Birth Date \_\_\_\_/\_\_\_\_/\_\_\_\_      Employer Name (if retired complete question based on form received from) \_\_\_\_\_  
 Address Employer \_\_\_\_\_  
 City \_\_\_\_\_ State \_\_\_\_\_ Zip +4 \_\_\_\_\_

**INVESTMENT OBJECTIVE AND RISK TOLERANCE**

All investors have objectives or goals, such as seeking income, growth and income, growth or trading or speculation. All investors also have risk tolerance, which is the amount of risk of loss they are willing and able to tolerate in order to achieve their investment goals. Although all investments involve risk, including the potential loss of principal, some securities, such as equities (stocks), among others, involve more risk. Higher risk investments may have the potential for higher returns, but they also have the potential for greater losses. Generally speaking, investment objectives are on a spectrum, with "Income" investors generally holding the smallest percentage of higher risk investments and "Trading and Speculation" investors holding the largest percentage of higher risk investments. Similarly, risk tolerances are on a spectrum such that an investor with a "Conservative" risk tolerance will accept less risk than an investor with a "Moderate" risk tolerance, a "Moderate" investor less than a "Long Term" investor, and a "Long Term" investor less than a "Trading & Speculation" investor. The "Long Term" investor accepts short term market volatility associated with a large proportion of higher risk investments because he or she has a long term time horizon and seeks the higher long term return potential associated with these higher risk investments.

Below are descriptions of the combined Investment Objective and Risk Tolerance, listed in order of least aggressive to most aggressive for both Investment Objective and Risk Tolerance categories. Please carefully consider your Investment Objective and Risk Tolerance for your account. Your selection is your representation that you meet all the criteria described in the profile.

- Investment Objective - Income:** Income investors seek a maximum amount of income given their risk tolerance, and are willing to forego capital appreciation and growth of income.
  - Risk Tolerance - Conservative:** Conservative Income investors seek the maximum amount of income consistent with a modest degree of risk. They are willing to accept a lower level of income in exchange for lower risk. Higher risk investments, such as high yield bonds and some equities, are typically not a large percentage of the account.
  - Risk Tolerance - Moderate:** Moderate Income investors seek to balance the potential risk of capital loss with increased income potential. Higher risk investments, such as high yield bonds and some equities, may be some percentage of the account.
  - Risk Tolerance - Long Term:** Long Term Income investors seek a significant level of income, are financially able and willing to risk losing a substantial portion of investment capital, and, due to their long term horizon or other factors, they employ higher risk, more aggressive strategies that may offer higher potential income. Higher risk investments, such as high yield bonds and some equities, may be a significant percentage of the account.
- Investment Objective - Growth & Income:** Growth and Income investors seek current income, but also seek income and capital growth over time. These investors are willing to forego a portion of current income in order to seek potential future growth.
  - Risk Tolerance - Conservative:** Conservative Growth and Income investors seek the maximum growth and income consistent with a relatively modest degree of risk. They are willing to accept lower potential returns in exchange for lower risk. Equities, generally dividend paying equities, may be some percentage of the account.
  - Risk Tolerance - Moderate:** Moderate Growth and Income investors seek to balance the risk of capital loss with higher potential growth and income. High yield bonds and equities, generally dividend paying equities, may be a significant percentage of the account.
  - Risk Tolerance - Long Term:** Long Term Growth and Income investors seek a significant level of growth and income, are financially able and willing to risk losing a substantial portion of investment capital, and due to their long term horizon or other factors they pursue high risk, more aggressive strategies that may offer higher potential returns. High yield bonds and equities, generally dividend paying equities, may be the primary assets in the account.
- Investment Objective - Growth:** Growth investors do not seek account income and their primary objective is capital appreciation.
  - Risk Tolerance - Conservative:** Conservative Growth investors seek maximum growth consistent with a relatively modest degree of risk. They are willing to accept lower potential returns in exchange for lower risk. Equities may be a significant percentage of the account.
  - Risk Tolerance - Moderate:** Moderate Growth investors seek to balance the potential risk of capital loss with their goal of higher potential growth. Equities may be the primary asset in the account.
  - Risk Tolerance - Long Term:** Long Term Growth investors seek a significant level of growth, are financially able and willing to risk losing a substantial portion of investment capital, and due to their long term time horizon or other factors, they employ higher risk, more aggressive strategies that may offer higher potential returns. Higher risk investments such as equities may be as much as 100% of the account.
- Trading & Speculation:** Trading and Speculation investors seek out maximum return through a broad range of investment strategies, which generally involve a high level of risk, including potential for significant loss of investment capital.

**STOCK PREFERENCES**

- Stock Instructions**
  - 1 Register in customer name and mail
  - 4 Register in street name and hold
  - 5 Delivery Vs. Payment
- Trade Balance Instructions**
  - A Pay net credit balance
  - B Pay and Pay
  - C Hold all balances
- Dividend Instructions (DIV)**
  - 1 Credit Account
  - 3 Semi-Weekly
  - 5 Mail Monthly
  - 6 Credit Type 2 Pay Type 1 Semi-Weekly
  - 7 Credit Type 2 Pay Type 1 Monthly
- Dividend Reinvestment**
  - A Reinvest all trades for this account. All current positions and future trades for eligible positions will be reinvested automatically.
- Cash dividends will be paid for this account unless the security is coded for reinvestment on RDIV.**
- Dividends will not be reinvested for this account, cash dividends will be paid for all new trades. Note: RIN default.**
- Dividends will be reinvested for all new trades for this account, unless the security is coded for cash dividends on RDIV.**
- Account Category Codes**
  - 101 Individual US Citizen/Resident Alien
  - 102 Sole Proprietorship
  - 103 Guardian/Conservator/Committee
  - 104 Joint
  - 105 Prime Broker
  - 106 Corporation
  - 107 Limited Liability Company
  - 108 Estate
  - 112 Partnership
  - 113 Bank/Trust Company/Credit Union
- IRA/401(k) Codes**
  - 114 FCC Traditional/Roth IRA
  - 115 FCC SEP IRA/FCC SIMPLE IRA
  - 116 Investment Club
  - 117 Insurance Company
  - 118 Mutual Fund/Money Manager
  - 119 Personal Trust
  - 120 WS Prototype Retirement Plan
  - 121 Retirement Trust/Pension, Profit Sharing Plan
  - 122 Non-Corporate/Religious/Non-Profit
  - 123 Uniform Gift/Transfer to Minor
  - 128 Numbered Account
  - 126 Non-FCC IRA
  - 127 ERISA (Investment Advisor Use only)
  - 131 Personal DVP
  - 132 Education IRA
  - 133 403(b) Retirement Account
  - 140 Individual Non-Resident Alien with Treaty
  - 141 Individual Non-Resident Alien, no Treaty
  - 142 Custodian for Non-Resident Alien, with Treaty
  - 143 Custodian for Non-Resident Alien, no Treaty

**ACCOUNT CATEGORIES**

- |  |  |                                   |                       |
|--|--|-----------------------------------|-----------------------|
| AI Articles of Incorporation                                   | A Proprietor, Professional, Managerial | A Agriculture                     | J Non-Profit          |
| AD Articles of Organization (LLC)                              | B Information Technology Systems       | B Consumer & Business Service Co. | K Personal Investment |
| AR Adoption Record   | C Craftsmen, Skilled Worker            | C Construction                    | L Real Estate         |
| BC Birth Certificate   | D Sales                                | D Energy                          | M Retail              |
| CC Court Document  | E Administrative, Clerical             | E Financial Services              | N Technology          |
| CD Drivers License   | F Public Service                       | F Government                      | O Telecommunications  |
| EC Employer ID Card  | G Personal Service Provider            | G Healthcare                      | P Transportation      |
| FD Foreign ID Card (e.g. Drivers License, Visa, or Green Card) | H Unskilled Labor                      | H Industrial                      | Q Wholesale           |
| HC Health Insurance Card (not a Medicare Card)                 | I Education                            | I Media                           | R Other               |
| LP Life Insurance Policy                                       | J Clergy                               | S Estate                          | T Trust               |
| MD Marriage or Divorce Record                                  | K Other                                |                                   |                       |
| MR Military Records  | L Unemployed                           |                                   |                       |
| PA Partnership Agreement                                       | M Retired                              |                                   |                       |
| PP Passport  | N Student                              |                                   |                       |
| RA Resident Alien ID Card (Green Card)                         | P Homemaker                            |                                   |                       |
| SC School ID Card  | Y Broker Follow Up Required            |                                   |                       |
| SH Sheriff   | Z Not Available                        |                                   |                       |
| ST State   |  |                                   |                       |
| TR Trust Agreement or Trust Deed                               |  |                                   |                       |

**IF THE NEW ACCOUNT IS RELATED TO OTHER ACCOUNTS, PLEASE INDICATE THE ACCOUNT NUMBER OF THE PRIMARY ACCOUNT IN THE HOUSEHOLD. THIS FIELD ACTS AS A REMINDER TO INPUT THIS RELATIONSHIP INTO THE ALLY SCREEN.**

**EMPLOYERS OF INTRODUCING FIRM, THEIR SPOUSE, DEPENDENT CHILDREN, OR ANY OTHER PERSON WHO IS SUPPORTED DIRECTLY OR INDIRECTLY TO A MATERIAL EXTENT BY THE EMPLOYEE. ALSO INCLUDED ARE ACCOUNTS IN WHICH ANY OF THESE INDIVIDUALS HAS A FINANCIAL OR BENEFICIAL CONTROL OR INTEREST SUCH AS GUARDIAN, CUSTODIAN, TRUSTEE, EXECUTOR, CORPORATE OR LEGAL OFFICER OR AGENT, INVESTMENT CLUBS, JOINT ACCOUNTS OR PARTNERSHIPS.**

- U** Employees of Introducing Firm, their spouse, dependent children, or any other person who is supported directly or indirectly to a material extent by the employee. Also included are accounts in which any of these individuals has a financial or beneficial control or interest such as guardian, custodian, trustee, executor, corporate or legal officer or agent, investment clubs, joint accounts or partnerships.
- V** Non-dependent immediate family members of an employee of Introducing Firm which includes: non-dependent children, parents, parents-in-law, brothers or sisters, brothers-in-law or sisters-in-law, sons-in-law or daughters-in-law, children or other persons supported directly or indirectly to a material extent by any of these individuals, and any accounts in which they have a financial or beneficial control or interest such as guardian, custodian, trustee, executor, corporate or legal officer or agent, investment clubs, joint accounts or partnerships.
- W** Employees or brokers of other security firms, their dependent accounts and accounts in which they have a financial or beneficial control or interest, such as guardian, custodian, trustee, executor, corporate or legal officer or agent, investment clubs, joint accounts or partnerships.
- X** Immediate family members of employees of other security firms. Immediate family members include: parents, parents-in-law, spouse, brothers or sisters, brothers-in-law or sisters-in-law, sons-in-law or daughters-in-law, children or other persons supported directly or indirectly to a material extent by any of these individuals, and any accounts in which they have a financial or beneficial control or interest such as guardian, custodian, trustee, executor, corporate or legal officer or agent, investment clubs, joint accounts or partnerships.

**SHIPP/MADD**

<b>Duplicate Statements 1</b>	<b>Duplicate Statements 2</b>
<div style="border: 1px solid black; height: 80px;"></div>	<div style="border: 1px solid black; height: 80px;"></div>

<b>Duplicate Confirmations 1</b>	<b>Duplicate Confirmations 2</b>
<div style="border: 1px solid black; height: 80px;"></div>	<div style="border: 1px solid black; height: 80px;"></div>

September 22, 2009

Bill Chapman  
Central Texas Regional Mobility Authority  
301 Congress, Suite 650  
Austin, TX 78701

Dear Bill:

Enclosed please find a signed copy of the CTRMA investment policy certification form. Also, I completed the questionnaire and included a power of attorney page along with the new account form. If you would like to open an account with us, simply sign the new account form and fill in the CTRMA Tax ID #. You don't need to do anything else. Gilford Securities doesn't do discretionary accounts so the Power of Attorney page is not necessary but was mentioned in the CTRMA questionnaire. I've requested our financials be mailed from our New York office and you should have those in a few days. Thank you for your consideration and please let me know if there is anything else we need to do.

Sincerely,

A handwritten signature in cursive script that reads "Steve Neri".

Steve Neri  
Sr. Vice President  
Institutional Fixed Income

11. Please describe a typical transaction between the Authority and your firm.  
Note deadlines or cut off times involved.

Once the CTRMA gives Gilford Securities the order to purchase or sell an investment on their behalf, Gilford works with various dealer firms to secure the best price and execution. In a purchase order Gilford uses its own credit to secure the security until funds are delivered from client on a DVP basis. In a sell order, Gilford obtains best price available and delivers the CTRMA security to buyer on a DVP basis. As company policy, Gilford Securities does not maintain any discretionary accounts and all trades are cleared with client before initiated. Orders can be given to Gilford Securities representative Monday – Friday 7:30am – 4:30pm CST

12. Do you clear through another firm? If so, what firm?

No  Yes First Clearing LLC

13. Has your firm ever been subject to a regulatory or state or federal agency investigation for alleged improper, fraudulent, disreputable or unfair activities related to the sale of government securities or money market instruments? Have any of your employees ever been so investigated? Explain.

No  Yes

**New Account Information**

New  Update  Sub Firm #  Branch Code  FA Code  Account Number

**Account Registration**

Line 1 | Central Texas Regional Mobility Authority  
 Line 2 | 301 Congress, STE 650  
 Line 3 | Austin, TX 78701  
 Line 4 |

First Name | B.H. Middle | Last | Chapman  
 Correspondence to the Client will be mailed to the address below  
 Salutation:  Mr.  Mrs.  Ms.

Address Line 1 |

City | State | Zip +4 |

SSN or Tax ID | Citizenship:  U.S. Citizen  Non-Resident Alien  Resident Alien Country |

Home Phone | Business Phone | 512 996 9778

Fax Number | Other Number |

Tax ID →

**Individual Account Types**      **Non-Personal Account Types**      **Margin/Cash Information**

<input type="checkbox"/> Individual <input type="checkbox"/> Custodian/Minor <input type="checkbox"/> Guardian (must attach appointment) <input type="checkbox"/> Sole Proprietorship <input type="checkbox"/> IRA <input type="checkbox"/> Joint Tenants with Rights of Survivorship* <input type="checkbox"/> Tenants in Common <input type="checkbox"/> Joint Tenants — Community Property (if required by your State law) <input type="checkbox"/> Tenants by Entirety (if permitted by your State law) <input type="checkbox"/> 403(b) Retirement Plan  <small>*If two or more owners, Joint Tenants with Rights of Survivorship will be selected automatically if you fail to select one of the above.</small>	<input type="checkbox"/> Corporate <input type="checkbox"/> Non-Corporate/Non-Profit <input type="checkbox"/> Trust <input type="checkbox"/> Partnership <input type="checkbox"/> Investment Club <input type="checkbox"/> Estate (Certificate of Qualification must be attached/AF day of domicile must be provided) <input type="checkbox"/> LLC <input checked="" type="checkbox"/> Other Gov't <input type="checkbox"/> Pension or Profit-Sharing Plan (IRAs and ESOPs are not eligible) Check One: <input type="checkbox"/> Trustee Directed <input type="checkbox"/> Participant Directed <input type="checkbox"/> Other	Margin <input type="checkbox"/> Cash <input type="checkbox"/>
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**Standing Instructions** (Please see the following pages for codes to be entered)

Stock Instructions  Trade Balance Instructions  Dividend Instructions  Hold Principal  Dividend Reinvest (RR)  Money Market Instructions  Cash Re-Invest  Category Code  Trans Level 001

Other Brokerage Accounts?  Yes  No  
 "Yes", Firm Names: \_\_\_\_\_

**Investment Objectives**

Choose One. See reverse for definitions <input type="checkbox"/> Income <input type="checkbox"/> Growth <input checked="" type="checkbox"/> Growth & Income <input type="checkbox"/> Trading & Speculation	<b>Risk Tolerance</b> <input checked="" type="checkbox"/> Conservative <input type="checkbox"/> Moderate <input type="checkbox"/> Long Term	<b>Internal Use Only:</b> A Income + Cons.      C Growth + Mod. G Income + Mod.      E Growth + Long Term I Income + Long Term      B Growth & Inc + Cons. L Trading & Speculation      D Growth & Inc + Mod. H Growth + Cons.      K Growth & Inc + Long Term
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**Additional Account Authorization** Additional Documentation is Required. DOCT

Will anyone else have authority over this account?  Yes  No  
 If "Yes", indicate type of Power of Attorney (POA):  Full  Limited  Discretionary  
 POA Name: \_\_\_\_\_

**Primary Account Owner Information** (Please see the following pages for codes to be entered) DAML (screen1)

ENTER LEGAL RESIDENCE IF DIFFERENT FROM REGISTRATION ADDRESS—Can not be a P.O. Box      Name Type:  Individual  Non-Personal

Primary Owner First Name | Middle | Last |  
 Same Name and Address as Part 1   
 Address Line 2 |  
 City | State | Zip +4 |  
 Country of Citizenship | Country of Residency | Government ID Code # |  
 State of Issue | Issue Date | Expiration Date |  
 Birth Date | / / | Employer Name (if retired, complete quest and based on last record from) |  
 Address Employer |  
 City | State | Zip +4 |

**INVESTMENT OBJECTIVES AND RISK TOLERANCE**

All investors have objectives or goals, such as seeking income, growth, liquidity, or trading or speculation. All investors also have risk tolerance, which is the amount of risk of loss they are willing and able to tolerate in order to achieve their investment goals. Although all investors have risk, including the potential of loss of principal, some securities, such as equities (stocks), among others, involve more risk. Higher risk investments may have the potential for higher returns, but also have the potential for greater losses. Generally speaking, investment objectives are on a spectrum, with "income" investors generally holding the smallest percentage of higher risk investments and "trading and speculation" investors holding the largest percentage of higher risk investments. Similarly, risk tolerances are on a spectrum such that an investor with a "Conservative" risk tolerance will accept less risk than an investor with a "Moderate" risk tolerance, a "Moderate" investor less than a "Long Term" investor, and a "Long Term" investor less than a "Trading & Speculation" investor. The "Long Term" investor accepts short term market volatility associated with a large proportion of higher risk investments because he or she has a long term time horizon and seeks the higher long term return potential associated with these higher risk investments.

Below are descriptions of the combined Investment Objective and Risk Tolerance, listed in order of least aggressive to most aggressive for both Investment Objective and Risk Tolerance categories. Please carefully consider your Investment Objective and Risk Tolerance for your account. Your selection is your representation that you meet all the criteria described in the profile.

- Investment Objective - Income:** Income investors seek a maximum amount of income consistent with a moderate degree of risk. They are willing to accept a lower level of income in exchange for lower risk. Higher risk investments, such as high yield bonds and some equities, are typically not a large percentage of the account.
- Risk Tolerance - Conservative:** Conservative income investors seek the maximum amount of income consistent with a moderate degree of risk. They are willing to accept a lower level of income in exchange for lower risk. Higher risk investments, such as high yield bonds and some equities, are typically not a large percentage of the account.
- Risk Tolerance - Moderate:** Moderate income investors seek to balance the potential risk of capital loss with increased income potential. Higher risk investments, such as high yield bonds and some equities, may be some percentage of the account.
- Risk Tolerance - Long Term:** Long Term Income investors seek a significant level of income, are financially able and willing to risk being a substantial portion of investment capital, and due to their long term horizon or other factors, they employ higher risk, more aggressive strategies that may offer higher potential income. Higher risk investments, such as high yield bonds and some equities, may be a significant percentage of the account.
- Investment Objective - Growth & Income:** Growth and Income investors seek current income, but also seek income and capital growth over time. These investors are willing to forego a portion of current income in order to seek potential future growth.
- Risk Tolerance - Conservative:** Conservative Growth and Income investors seek the maximum growth consistent with a relatively moderate degree of risk. They are willing to accept lower potential returns in exchange for lower risk. Equities, generally dividend paying equities, may be some percentage of the account.
- Risk Tolerance - Moderate:** Moderate Growth and Income investors seek to balance the risk of capital loss with higher potential growth and income. High yield bonds and equities, generally dividend paying equities, may be a significant percentage of the account.
- Risk Tolerance - Long Term:** Long Term Growth and Income investors seek a significant level of growth and income, are financially able and willing to risk being a substantial portion of investment capital, and due to their long term horizon or other factors they pursue high risk, more aggressive strategies that may offer higher potential returns. High yield bonds and equities, generally dividend paying equities, may be the primary assets in the account.
- Investment Objective - Growth:** Growth investors do not seek current income and their primary objective is capital appreciation.
- Risk Tolerance - Conservative:** Conservative Growth investors seek maximum growth consistent with a relatively moderate degree of risk. They are willing to accept lower potential returns in exchange for lower risk. Equities may be a significant percentage of the account.
- Risk Tolerance - Moderate:** Moderate Growth investors seek to balance the potential risk of capital loss with their goal of higher potential growth. Equities may be the primary asset in the account.
- Risk Tolerance - Long Term:** Long Term Growth investors seek a significant level of growth, are financially able and willing to risk being a substantial portion of investment capital, and due to their long term time horizon or other factors, they employ higher risk, more aggressive strategies that may offer higher potential returns. Higher risk investments such as equities may be as much as 100% of the account.
- Trading & Speculation:** Trading and Speculation investors seek out maximum return through a broad range of investment strategies, which generally involve a high level of risk, including potential for significant loss of investment capital.

**ACCOUNT INFORMATION**

- Stock Instructions**
- 1 Register in customer name and mail
  - 4 Register in street name and hold
  - 5 Delivery Vs. Payment
- Trade Balance Instructions**
- A Pay net credit balance
  - B Pay and Pay
  - C Hold all balances
- Dividend Instructions (DDV)**
- 1 Credit Account
  - 3 Semi-Weekly
  - 5 Mail Monthly
  - 6 Credit Type 2 Pay Type 1 Semi-Weekly
  - 7 Credit Type 2 Pay Type 1 Monthly
- Dividend Reinvestment**
- A Reinvest all trades for this account. All current positions and future trades for eligible positions will be reinvested automatically.
- Cash Dividends**
- C Cash dividends will be paid for this account unless the security is coded for reinvestment on RDIV.
  - N Dividends will not be reinvested for this account; cash dividends will be paid for all new trades. Note: RIN default.
  - R Dividends will be reinvested for all new trades for this account, unless the security is coded for cash dividends on RDIV.
- Account Category Codes**
- 101 Individual US Citizen/Resident/Alien
  - 102 Sole Proprietorship
  - 103 Guardian/Conservator/Committee
  - 104 Joint
  - 105 Prime Broker
  - 106 Corporation
  - 107 Limited Liability Company
  - 108 Estate
  - 112 Partnership
  - 113 Bank/Trust Company/Credit Union
- IRA Codes**
- 114 FCC Traditional/Roth IRA
  - 115 FCC SEP IRA/FCC SIMPLE IRA
  - 116 Investment Club
  - 117 Insurance Company
  - 118 Mutual Fund/Money Manager
  - 119 Personal Trust
  - 120 WS Prototype Retirement Plan
  - 121 Retirement Trust/Pension, Profit Sharing Plan
  - 122 Non-Corporate/Religious/Non-Profit
  - 123 Uniform Gift Transfer to Minor
  - 128 Numbered Account
  - 126 Non-FCC IRA
  - 127 EIRSA (Investment Advisor Use only)
  - 131 Personal DNP
  - 132 Education IRA
  - 133 403(b) Retirement Account
  - 140 Individual Non-Resident Alien with Treaty
  - 141 Individual Non-Resident Alien, no Treaty
  - 142 Custodian for Non-Resident Alien, with Treaty
  - 143 Custodian for Non-Resident Alien, no Treaty

**KEYWORDS**

- |  |  |                                   |                       |                               |                    |
|--|--|-----------------------------------|-----------------------|-------------------------------|--------------------|
| AI Articles of Incorporation                                   | A Proprietor, Professional, Managerial | A Agriculture                     | J Non-Profit          | A Savings (from Earnings)     | A High School      |
| AO Articles of Organization (LLC)                              | B Information Technology Systems       | B Consumer & Business Service Co. | K Personal Investment | B Inheritance                 | B Graduate         |
| AR Adoption Record   | C Craftsman, Skilled Worker            | C Construction                    | L Real Estate         | C Business Revenue            | B Post Secondary   |
| BC Birth Certificate   | D Sales                                | D Energy                          | M Retail              | D Donations (Trusts only)     | C Study            |
| CD Court Document  | E Administrative, Clerical             | E Financial Services              | N Technology          | E Sale of Business            | C Two-Year Degree  |
| DL Drivers License   | F Public Service                       | F Government                      | O Telecommunications  | F Sale of Real Estate         | D College Graduate |
| EC Employer ID Card  | G Personal Service Provider            | G Healthcare                      | P Transportation      | G Sale of Asset               | E Post Graduate    |
| FD Foreign ID Card (e.g. Drivers License, Visa, or Green Card) | H Unskilled Labor                      | H Industrial                      | Q Wholesale           | H Legal/Insurance Settlements | F Study            |
| HC Health Insurance Card (not a Medicare Card)                 | I Education                            | I Media                           | R Other               | I Asset Appreciation          | F Advanced Degree  |
| LP Life Insurance Policy                                       | J Clergy                               |                                   | S Estate              | J Other                       | G Other            |
| MD Marriage or Divorce Record                                  | K Other                                |                                   | T Trust               | K Associated Person           |                    |
| MR Military Records  | L Unemployed                           |                                   |                       |                               |                    |
| PA Partnership Agreement                                       | M Retired                              |                                   |                       |                               |                    |
| PP Passport  | N Student                              |                                   |                       |                               |                    |
| RA Resident Alien ID Card (Green Card)                         | P Homemaker                            |                                   |                       |                               |                    |
| SC School ID Card  | Y Broker Follow Up Required            |                                   |                       |                               |                    |
| SH Sheriff   | Z Not Available                        |                                   |                       |                               |                    |
| ST State   |  |                                   |                       |                               |                    |
| TR Trust Agreement or Trust Deed                               |  |                                   |                       |                               |                    |

**IF YOU HAVE OTHER ACCOUNTS**

If the new account is related to other accounts, please indicate the account number of the primary account in the household. This field acts as a reminder to input this relationship into the ALLY screen.

**EMPLOYER INFORMATION**

- U Employees of Introducing Firm, their spouse, dependant children, or any other person who is supported directly or indirectly to a material extent by the employee. Also include accounts in which any of these individuals has a financial or beneficial control or interest such as guardian, custodian, trustee, executor, corporate or legal officer or agent, investment clubs, joint accounts or partnerships.
- V Non-dependent immediate family members of an employee of Introducing Firm which includes: non-dependent children, parents, parents-in-law, brothers or sisters, brothers-in-law or sisters-in-law, sons-in-law or daughters-in-law, children or other persons supported directly or indirectly to a material extent by any of these individuals, and any accounts in which they have a financial or beneficial control or interest such as guardian, custodian, trustee, executor, corporate or legal officer or agent, investment clubs, joint accounts or partnerships.
- W Employees or brokers of other security firms, their dependent accounts and accounts in which they have a financial or beneficial control or interest, such as guardian, custodian, trustee, executor, corporate or legal officer or agent, investment clubs, joint accounts or partnerships.
- X Immediate family members of employees of other security firms. Immediate family members include: parents, parents-in-law, spouse, brothers or sisters, brothers-in-law or sisters-in-law, sons-in-law or daughters-in-law, children or other persons supported directly or indirectly to a material extent by any of these individuals, and any accounts in which they have a financial or beneficial control or interest such as guardian, custodian, trustee, executor, corporate or legal officer or agent, investment clubs, joint accounts or partnerships.

**SHIP/MADD**

<p><b>Duplicate Statements 1</b></p> <div style="border: 1px solid black; height: 100px; width: 95%;"></div>	<p><b>Duplicate Statements 2</b></p> <div style="border: 1px solid black; height: 100px; width: 95%;"></div>
<p><b>Duplicate Confirmations 1</b></p> <div style="border: 1px solid black; height: 100px; width: 95%;"></div>	<p><b>Duplicate Confirmations 2</b></p> <div style="border: 1px solid black; height: 100px; width: 95%;"></div>