

**Central Texas Regional Mobility Authority
Balance Sheet**

As of

July 31, 2013

July 31, 2012

Assets

Current Assets

Cash in Regions Operating Account	379,634		118,345
Cash In TexSTAR	59,782		149,468
Regions Payroll Account	25,169		10,731
Restricted cash/cash equivalents			
Fidelity Government MMA	128,441,402		50,785,251
Restricted Cash-TexStar	24,456,593		52,841,908
Overpayment accounts	35,774		31,438
Total Cash and Cash Equivalents		153,398,355	103,937,140
Accounts Receivable	28,582		100,661
Due From Employees	0		643
Due From TTA	154,497		466,080
Due From NTTA	168,552		50,937
Due From HCTRA	175,256		81,858
Due From TxDOT	8,157,762		116,598
Due From Federal Government	0		154,489
Interest Receivable	292,595		563,706
Total Receivables		8,977,244	1,534,972
Short Term Investments			
Treasuries	0		4,549,017
Short Term Investments		96,479,444	168,629,720
Other Current Assets			
Prepaid Insurance		19,682	10,842
Total Current Assets		<u>258,899,569</u>	<u>274,112,674</u>

Construction Work In Process

295,135,222 **244,745,508**

Fixed Assets

Computers(net)	38,520		26,845
Computer Software(net)	453,587		133,748
Furniture and Fixtures(net)	0		11,776
Equipment(net)	19,385		37,561
Autos and Trucks(net)	13,797		20,695
Buildings and Toll Facilities(net)	5,995,131		6,152,860
Highways and Bridges(net)	326,487,767		279,490,034
Communication Equipment(net)	751,775		935,541
Toll Equipment(net)	12,173,442		9,601,243
Signs(net)	8,808,796		6,065,390
Land Improvements(net)	7,294,855		3,386,889
Right of Way	46,642,851		24,800,630
Leasehold Improvements	154,190		56,887
Total Fixed Assets		<u>408,834,096</u>	<u>330,720,099</u>

Long Term Investments

Other Assets

Security Deposits		0	8,644
Intangible Assets		15,032,417	650
2005 Bond Insurance Costs		5,337,706	
Total Assets		<u>983,239,011</u>	<u>882,778,586</u>

Liabilities

Current Liabilities

Accounts Payable	1,800,532	1,861,075
Overpayments	37,064	32,355
Interest Payable	5,058,853	3,606,473
TCDRS Payable	37,915	33,306
Due to other Entities	558,752.18	0
Other	0	17,178
Due to State of Texas	(0)	0
Total Current Liabilities	7,493,116	5,550,388

Long Term Liabilities

Accrued Vac & Sick Leave Paybl	189,089	189,089
Senior Lien Revenue Bonds 2005	0	172,628,655
Senior Lien Revenue Bonds 2010	104,944,787	101,705,441
Senior Lien Revenue Bonds 2011	307,317,939	306,627,253
Senior Refunding Bonds 2013	185,810,000	0
Sn Lien Rev Bnd Prem/Disc 2010	128,834	165,779
Sn Lien Rev Bnd Prem/Disc 2011	(3,706,840)	(3,870,216)
Sn Lien Rev Bnd Prem/Disc 2013	19,320,990	0
Subordinated Lien Bond 2010	0	45,000,000
Subordinated Lien Bond 2011	70,000,000	70,000,000
Subordinated Refunding Bonds 2013	103,960,000	
Sub Lien Bond 2011 Prem/Disc	(1,976,838)	(2,066,654)
Sub Lien Bond 2013 Prem/Disc	4,245,348	
TIFIA note 2008	0	77,656,077
2011 Regions Draw Down Note	1,780,012	400,000
2013 American Bank Loan	5,300,000	
Total Long Term Liabilities	797,313,319	773,056,182
Total Liabilities	804,806,436	778,606,570

Net Assets Section

Contributed Capital	18,334,846	18,334,846
Net Assets beginning	153,384,260	86,019,147
Current Year Operations	6,713,470	(181,976)
Total Net Assets	160,097,729	85,837,171
Total Liabilities and Net Assets	983,239,011	882,778,586

Central Texas Regional Mobility Authority
Income Statement
All Operating Departments

Account Name	Budget Amount FY 2014	Actual Year to Date 7/31/2013	Percent of Budget	Actual Prior Year to Date 7/31/12
Revenue				
Operating Revenue				
Toll Revenue-TxTag-Manor	1,188,228	168,005	14.14%	-
Toll Revenue-TxTag-183A	29,507,860	1,735,201	5.88%	1,656,134
Toll Revenue-HCTRA-183A	884,163	116,897	13.22%	81,858
Toll Revenue-HCTRA Manor	173,689	38,434	22.13%	-
Toll Revenue-NTTA-183A	580,498	78,338	13.49%	50,937
Toll Revenue-NTTA-Manor	77,633	9,076	11.69%	-
Video Tolls 183A	4,243,980	346,730	8.17%	284,490
Video Tolls Manor Expressway	452,664	50,759	11.21%	-
Fee revenue 183A	1,661,750	116,039	6.98%	95,085
Fee revenue Manor Expressway	179,820	29,306	16.30%	-
Total Operating Revenue	38,950,285	2,688,786	6.90%	2,168,505
Other Revenue				
Interest Income	180,000	15,359	8.53%	19,028
Grant Revenue	1,236,000	6,961,931	563.26%	67,414
Reimbursed Expenditures	-	-	0.00%	34,774
Misc Revenue	92,500	3,702	4.00%	-
Unrealized Loss	-	-	0.00%	42,708
Total Other Revenue	1,508,500	6,980,992	462.78%	163,924
Total Revenue	\$ 40,458,785	\$ 9,669,777	23.90%	\$ 2,332,429
Expenses				
Salaries and Wages				
Salary Expense-Regular	2,185,005	120,663	5.52%	108,824
Part Time Salary Expense	12,000	-	0.00%	-
Overtime Salary Expense	3,000	-	0.00%	-
Contractual Employees Expense	5,000	-	0.00%	950
TCDRS	317,550	16,957	5.34%	15,317
FICA	102,241	6,029	5.90%	5,767
FICA MED	31,900	1,743	5.46%	1,569
Health Insurance Expense	193,060	5,728	2.97%	13,696
Life Insurance Expense	5,874	113	1.93%	127
Auto Allowance Expense	10,200	-	0.00%	-
Other Benefits	190,261	6,447	3.39%	6,766
Unemployment Taxes	12,960	4	0.03%	-
Salary Reserve	50,000	-	0.00%	-

Central Texas Regional Mobility Authority
Income Statement
All Operating Departments

Account Name	Budget Amount FY 2014	Actual Year to Date 7/31/2013	Percent of Budget	Actual Prior Year to Date 7/31/12
Total Salaries and Wages	3,119,051	157,684	5.06%	153,015
Contractual Services				
<u>Professional Services</u>				
Accounting	12,000	1,013	8.44%	122
Auditing	65,000	-	0.00%	-
General Engineering Consultant	460,000	-	0.00%	(52,718)
GEC-Trust Indenture Support	75,000	-	0.00%	-
GEC-Financial Planning Support	50,000	-	0.00%	-
GEC-Toll Ops Support	5,000	-	0.00%	-
GEC-Roadway Ops Support	325,000	-	0.00%	-
GEC-Technology Support	50,000	-	0.00%	-
GEC-Public Information Support	10,000	-	0.00%	-
GEC-General Support	275,000	-	0.00%	-
General System Consultant	175,000	-	0.00%	-
Image Processing - 183A	1,140,000	61,833	5.42%	33,237
Image Processing - Manor	120,000	16,300	13.58%	-
Facility maintenance	-	247	#DIV/0!	192
HERO	1,629,000	(994)	0.00%	-
Special Projects	-	(4,000)	0.00%	-
Human Resources	50,000	-	0.00%	-
Legal	250,000	-	0.00%	-
Photography	10,000	-	0.00%	-
Traffic and Revenue Consultants	5,000	-	0.00%	-
Total Professional Services	4,706,000	74,399	1.58%	(19,167)
<u>Other Contractual Services</u>				
IT Services	63,000	595	0.94%	373
Graphic Design Services	40,000	-	0.00%	-
Website Maintenance	35,000	-	0.00%	1,097
Research Services	50,000	-	0.00%	-
Copy Machine	10,000	400	4.00%	362
Software Licenses	17,200	-	0.00%	6,653
ETC Maintenance Contract	1,291,625	-	0.00%	(68,760)
ETC Development	125,000	-	0.00%	-
ETC Testing	30,000	-	0.00%	-
Communications and Marketing	140,000	-	0.00%	-
Advertising Expense	60,000	394	0.66%	1,000
Direct Mail	5,000	-	0.00%	-

Central Texas Regional Mobility Authority
Income Statement
All Operating Departments

Account Name	Budget Amount FY 2014	Actual Year to Date 7/31/2013	Percent of Budget	Actual Prior Year to Date 7/31/12
Video Production	20,000	-	0.00%	-
Radio	10,000	-	0.00%	-
Other Public Relations	2,500	-	0.00%	-
Law Enforcement	250,000	-	0.00%	-
Special assignments	5,000	-	0.00%	-
Emergency Maintenance	10,000	-	0.00%	-
Generator Maintenance	20,000	-	0.00%	-
Generator Fuel	9,000	-	0.00%	-
Fire and Burglar Alarm	3,660	-	0.00%	-
Elevator Maintenance	2,640	-	0.00%	-
Refuse	780	-	0.00%	-
Pest Control	1,536	-	0.00%	-
Custodial	4,440	-	0.00%	-
Roadway Maintenance Contract	750,000	(74,726)	0.00%	-
Landscape Maintenance	250,000	-	0.00%	-
Signal & Illumination Maint	-	-	0.00%	(6,732)
Cell Phones	10,000	664	6.64%	186
Local Telephone Service	25,000	1,486	5.94%	1,175
Internet	6,000	-	0.00%	-
Fiber Optic System	30,000	5,439	18.13%	2,286
Other Communication Expenses	1,000	-	0.00%	50
Subscriptions	1,850	(250)	0.00%	-
Memberships	34,600	1,388	4.01%	889
Continuing Education	7,300	20	0.27%	-
Professional Development	14,000	-	0.00%	-
Seminars and Conferences	32,000	7,760	24.25%	2,000
Staff-Travel	89,000	5,932	6.67%	9,466
Other Contractual Svcs	200	-	0.00%	-
Tag Collection Fees	2,013,000	160,981	8.00%	4,243
Court Enforcement Costs	15,000	-	0.00%	-
Contractual Contingencies	130,500	-	0.00%	-
Total Other Contractual Services	5,615,831	110,082	1.96%	(45,711)
Total Contractual Services	10,321,831	184,481	1.79%	(64,878)

Materials and Supplies

Books & Publications	6,500	-	0.00%	-
Office Supplies	10,000	812	8.12%	254
Computer Supplies	12,500	2,180	17.44%	2,860

Central Texas Regional Mobility Authority
Income Statement
All Operating Departments

Account Name	Budget Amount FY 2014	Actual Year to Date 7/31/2013	Percent of Budget	Actual Prior Year to Date 7/31/12
Copy Supplies	2,200	-	0.00%	-
Annual Report printing	7,000	-	0.00%	-
Other Reports-Printing	10,000	-	0.00%	-
Direct Mail Printing	5,000	-	0.00%	-
Office Supplies-Printed	2,500	162	6.50%	-
Maintenance Supplies-Roadway	9,175	-	0.00%	-
Promotional Items	10,000	-	0.00%	-
Displays	5,000	-	0.00%	-
ETC spare parts expense	30,000	-	0.00%	-
Tools & Equipment Expense	1,000	-	0.00%	-
Misc Materials & Supplies	3,000	-	0.00%	-
Total Materials and Supplies	113,875	3,154	2.77%	3,114
Operating Expenses				
Gasoline	5,500	332	6.04%	388
Mileage Reimbursement	6,750	57	0.84%	158
Toll Tag Expense	2,700	30	1.11%	331
Parking	3,175	334	10.52%	9
Meeting Facilities	250	-	0.00%	-
Community Meeting/ Events	5,000	-	0.00%	-
Meeting Expense	17,300	181	1.05%	438
Public Notices	2,000	-	0.00%	-
Postage Expense	5,650	18	0.32%	65
Overnight Delivery Services	1,700	-	0.00%	9
Local Delivery Services	1,150	-	0.00%	12
Insurance Expense	90,000	6,351	7.06%	5,080
Repair & Maintenance-General	500	-	0.00%	-
Repair & Maintenance-Vehicles	500	62	12.32%	30
Repair & Maintenance Toll Equip	5,000	-	0.00%	-
Rent Expense	400,000	36,146	9.04%	-
Water	7,500	396	5.28%	444
Electricity	180,000	6,549	3.64%	4,416
Other Licenses	700	-	0.00%	-
Community Initiative Grants	65,000	10,000	15.38%	-
Non Cash Operating Expenses				
Amortization Expense	25,000	7,688	30.75%	34,144
Amort Expense - Refund Savings	-	85,655	#DIV/0!	-
Dep Exp- Furniture & Fixtures	14,000	-	0.00%	134
Dep Expense - Equipment	17,000	1,750	10.29%	1,408

Central Texas Regional Mobility Authority
Income Statement
All Operating Departments

Account Name	Budget Amount FY 2014	Actual Year to Date 7/31/2013	Percent of Budget	Actual Prior Year to Date 7/31/12
Dep Expense - Autos & Trucks	7,000	575	8.21%	575
Dep Expense-Buildng & Toll Fac	100,000	14,760	14.76%	14,713
Dep Expense-Highways & Bridges	9,000,000	750,519	8.34%	413,934
Dep Expense-Communic Equip	175,000	16,343	9.34%	15,902
Dep Expense-Toll Equipment	986,000	128,873	13.07%	38,482
Dep Expense - Signs	175,000	20,231	11.56%	11,106
Dep Expense-Land Improvemts	160,000	19,015	11.88%	5,484
Depreciation Expense-Computers	11,000	1,207	10.97%	929
Total Operating Expenses	11,470,375	1,107,071	9.65%	548,189
Financing Expenses				
Arbitrage Rebate Calculation	6,000	-	0.00%	-
Loan Fee Expense	5,000	-	0.00%	-
Rating Agency Expense	50,000	-	0.00%	11,000
Trustee Fees	8,000	-	0.00%	-
Bank Fee Expense	8,000	484	6.05%	535
Continuing Disclosure	4,000	-	0.00%	-
Interest Expense	20,796,755	1,503,434	7.23%	1,827,149
Contingency	15,000	-	0.00%	-
<u>Non Cash Financing Expenses</u>				
Bond issuance expense	400,000	-	0.00%	36,281
Total Financing Expenses	21,292,755	1,503,918	7.06%	1,874,964
Other Gains or Losses				
Total Other Gains or Losses	-	-	0.00%	-
Total Expenses	\$ 46,317,887	\$ 2,956,308	6.38%	\$ 2,514,405
Net Income	\$ (5,859,102)	\$ 6,713,470		\$ (181,976)

INVESTMENTS by FUND

		Balance		
		July 31, 2013		
Renewal & Replacement Fund				
TexSTAR	661,202.63		TexSTAR	24,516,375.60
Regions Sweep	0.66		CD's	8,000,000.00
Agencies		661,203.29	Regions Sweep	128,441,401.90
TxDOT Grant Fund			Agencies	88,478,373.42
TexSTAR	3,181,628.73			
Regions Sweep	230,864.70			
CD's	3,000,000.00			
Agencies	3,040,001.33	9,452,494.76		
Debt Service Reserve Fund 05				\$ 249,436,150.92
TexSTAR	8,032,754.99			
Regions Sweep	1,489,831.78			
Agencies	29,045,383.93	38,567,970.70		
2010 Senior Lien DSF				
Regions Sweep	286,925.00			
TexSTAR	0.00	286,925.00		
2011 Debt Service Acct				
Regions Sweep	0.33	0.33		
2013 Sr Debt Service Acct				
Regions Sweep	903,941.07	903,941.07		
2013 Sub Debt Serrvice Account				
Regions Sweep	473,613.57	473,613.57		
2011 Sub Debt DSRF				
Regions Sweep	2,022,979.19			
CD's	5,000,000.00	7,022,979.19		
Operating Fund				
TexSTAR	59,782.41			
TexSTAR-Trustee	2,052,100.74			
Regions Sweep	0.00	2,111,883.15		
Revenue Fund				
TexSTAR	1.00			
Regions Sweep	2,265,679.55	2,265,680.55		
General Fund				
TexSTAR	53.78			
Regions Sweep	13,730,687.17	13,730,740.95		
2011 Sr Capitalized Interest Fund				
Regions Sweep	37,761.79			
Agencies	8,943,734.85	8,981,496.64		
2011 Sub Capitalized Interest Fund				
Regions Sweep	584.90			
Agencies	2,361,025.73	2,361,610.63		
2010 Senior Lien Debt Service Reserve Fund				
TexSTAR	5,561,795.41			
Regions Sweep	65,889.45			
Agencies	3,904,514.25	9,532,199.11		
2013 Sub Debt Service Reserve Fund				
Regions Sweep	8,416,633.37	8,416,633.37		
MoPac Construction Fund				
Regions Sweep	47,357,551.94	47,357,551.94		
2010-1 Sub Lien Projects Fund				
TexSTAR	797,668.88			
Regions Sweep	0.00	797,668.88		
2010 Senior Lien Construction Fund				
TexSTAR	1.19			
Regions Sweep	159,464.63	159,465.82		
2011 Sub Debt Project fund				
TexSTAR	4,169,266.18			
Agencies				
Regions Sweep	43,947,064.83	48,116,331.01		
2011 Sr Financial Assistance Fund				
Regions Sweep	31.73	31.73		
2011 Senior Lien Project Fund				
TexSTAR	119.66			
Regions Sweep	7,051,896.24			
Agencies	41,183,713.33	48,235,729.23		
		<u>\$ 249,436,150.92</u>		

CTRMA INVESTMENT REPORT

Month Ending 7/31/13						
Balance 7/1/13	Additions	Discount Amortization	Accrued Interest	Withdrawals	Balance 7/31/13	Rate July 13
Amount in Trustee TexStar						
2011 Sub Lien Construction Fund			172.30		4,169,266.18	0.058%
2011 Senior Lien Construction Fund					119.66	0.058%
2010 Senior Lien Construction Fund					1.19	0.058%
2010-1 Sub Lien Projects			32.99	2,217.17	797,668.88	0.058%
General Fund					53.78	0.058%
Trustee Operating Fund	1,100,000.00		66.40	300,000.00	2,052,100.74	0.058%
Renewal and Replacement			27.33		661,202.63	0.058%
TxDOT Grant Fund			131.50		3,181,628.73	0.058%
Revenue Fund					1.00	0.058%
Senior Lien Debt Service Reserve Fund			331.94		8,032,754.99	0.058%
2010 Senior Lien Debt Service Reserve Fund			229.85		5,561,795.41	0.058%
23,657,818.05	1,100,000.00		992.31	302,217.17	24,456,593.19	
Amount in TexStar Operating Fund						
345,710.73	514,060.08		11.60	800,000.00	59,782.41	0.058%

CTRMA INVESTMENT REPORT

Month Ending 7/31/13						
Balance 7/1/13	Additions	Discount Amortization	Accrued Interest	Withdrawals	Balance 7/31/13	Rate July 13
Regions Sweep Money Market Fund						
Operating Fund	1,100,000.00			1,100,000.00	0.00	0.150%
2010-1 Sub Lien Project Acct	2,217.17			2,217.17	0.00	0.150%
2010 Senior Lien Project Acct	166,620.51		20.95	7,176.83	159,464.63	0.150%
2011 Sub Lien Project Acct	43,943,706.04		3,358.79		43,947,064.83	0.150%
2011 Senior Lien Project Acct	7,701,527.30	7,750,000.00	1,784.72	8,401,415.78	7,051,896.24	0.150%
2011 Sr Financial Assistance Fund	31.73				31.73	0.150%
2010 Senior DSF	1,722,492.34	285,789.17	193.49	1,721,550.00	286,925.00	0.150%
2011 Senior Lien Debt Service Acct	0.33	8,946,606.25		8,946,606.25	0.33	0.150%
2011 Sub Debt Service Fund	0.00	2,362,500.00		2,362,500.00	0.00	0.150%
2013 Senior Lien Debt Service Acct	1,080,868.75	903,845.97	95.10	1,080,868.75	903,941.07	0.150%
2013 Subordinate Debt Service Acct	647,650.00	473,393.47	220.10	647,650.00	473,613.57	0.150%
2011 Sr Cap I Fund	8,984,253.10		114.94	8,946,606.25	37,761.79	0.150%
2011 Sub Debt CAP I	2,363,055.70		29.20	2,362,500.00	584.90	0.150%
TxDOT Grant Fund	230,836.24		28.46		230,864.70	0.150%
Renewal and Replacement	0.66				0.66	0.150%
Revenue Fund	516,712.56	4,885,438.52	169.37	3,136,640.90	2,265,679.55	0.150%
General Fund	14,726,993.78	131,361.11	1,078.45	1,128,746.17	13,730,687.17	0.150%
2010 Senior Debt Service Reserve Fund	65,881.33		8.12		65,889.45	0.150%
2011 Sub Debt Debt Service Reserve Fund	2,022,729.81		249.38		2,022,979.19	0.150%
2005 Senior Lien Debt Service Reserve Fund	1,479,663.82		10,167.96		1,489,831.78	0.150%
2013 Sub Debt Service Reserve Fund	8,415,595.83		1,037.54		8,416,633.37	0.150%
MoPac Managed Lane Construction Fund	31,148,603.96	16,500,000.00	3,847.47	294,899.49	47,357,551.94	0.150%
125,217,223.79	43,341,151.66	0.00	22,404.04	40,139,377.59	128,441,401.90	
Amount in Fed Agencies and Treasuries						
Amortized Principal	88,536,681.82		(58,308.40)		88,478,373.42	
Accrued Interest			63,351.05			
	88,536,681.82	0.00	(58,308.40)		88,478,373.42	
Certificates of Deposit						
Total in Pools	3,000,000.00	5,000,000.00		0.00	8,000,000.00	
Total in Money Market	24,003,528.78	1,614,060.08		1,102,217.17	24,516,375.60	
Total in Fed Agencies	125,217,223.79	43,341,151.66		22,404.04	40,139,377.59	
	88,536,681.82	0.00	(58,308.40)	0.00	88,478,373.42	

CTRMA INVESTMENT REPORT

Month Ending 7/31/13					
Balance 7/1/13	Additions	Discount Amortization	Accrued Interest	Withdrawals	Balance 7/31/13
240,757,434.39	49,955,211.74	(58,308.40)	23,407.95	41,241,594.76	249,436,150.92

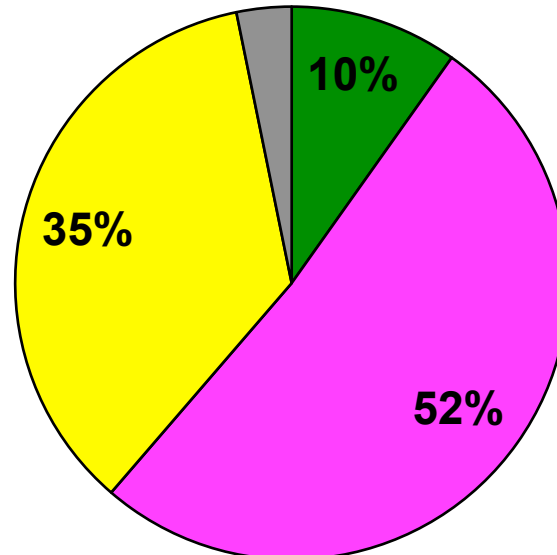
Rate
July 13

Total Invested

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

William Chapman, CFO

Allocation of Funds



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

Amount of investments A: July 31, 2013

Agency	CUSIP #	COST	Book Value	Market Value	Yield to Maturity	Purchase	Matures	FUND
Freddie Mac	3134G2U42	1,000,000.00	1,000,000.00	1,000,590.00	0.3750%	3/15/12	10/15/13	TxDOT Grant Fund
Federal Home loan Bank	3134A4UL6	2,326,924.30	2,361,025.73	2,357,370.48	0.6300%	6/29/11	11/15/13	2011 Sub Debt CAP I
Federal Home loan Bank	3134A4UL6	8,794,454.76	8,943,734.85	8,928,465.84	0.7190%	6/29/11	11/15/13	2011 Sr Debt CAP I
Fannie Mae	31398A3L4	3,883,198.70	3,834,433.22	3,835,055.60	0.2605%	2/7/12	9/17/13	2005 Sr DSRF
Fannie Mae	31398A3L4	3,954,171.00	3,904,514.25	3,905,148.00	0.2605%	2/7/12	9/17/13	2010 Sr DSRF
Federal Home Loan Bank	3133XR88	7,370,650.00	7,041,183.33	7,026,600.00	0.2990%	3/30/12	9/6/13	2011 Sr Project
Federal Home Loan Bank	313378U41	12,009,480.00	12,001,580.00	12,005,160.00	0.2970%	3/30/12	9/30/13	2011 Sr Project
Freddie Mac	3134G3BF6	12,054,960.00	12,011,450.00	12,023,880.00	0.3592%	3/30/12	12/23/13	2011 Sr Project
Federal Home Loan Bank	3133XWKV0	10,388,500.00	10,129,500.00	10,138,700.00	0.3791%	3/30/12	3/14/14	2011 Sr Project
Freddie Mac	3137EADD8	1,004,940.00	1,003,458.00	1,003,330.00	0.2290%	12/3/12	4/17/15	TxDOT Grant Fund
Northside ISD	66702RAG7	1,057,700.00	1,036,543.33	1,039,370.00	0.3580%	12/5/12	2/15/15	TxDOT Grant Fund
Fannie Mae	3135G0BY8	8,081,952.00	8,057,543.46	8,059,200.00	0.2150%	2/8/13	8/28/14	2005 DSRF
Fannie Mae	313560TW3	4,999,250.00	4,999,400.00	4,993,000.00	0.4060%	2/8/13	7/30/15	2005 DSRF
Federal Home Loan Bank	313371W51	12,217,422.00	12,154,007.25	12,145,080.00	0.2646%	2/8/13	12/12/14	2005 DSRF
		<u>62,787,278.76</u>	<u>88,478,373.42</u>	<u>88,460,949.92</u>				

Agency	CUSIP #	COST	Cumulative Amortization	7/31/13		Interest Income July 31, 2013		
				Book Value	Maturity Value	Accrued Interest	Amortization	Interest Earned
Freddie Mac	3134G2U42	1,000,000.00	-	1,000,000.00	1,000,000.00	312.50		312.50
Federal Home loan Bank	3134A4UL6	2,326,924.30	34,101.43	2,361,025.73	2,362,000.00		243.58	243.58
Federal Home loan Bank	3134A4UL6	8,794,454.76	149,280.09	8,943,734.85	8,946,000.00		1,066.29	1,066.29
Fannie Mae	31398A3L4	3,883,198.70	48,765.48	3,834,433.22	3,830,000.00	3,590.63	(2,216.61)	1,374.02
Fannie Mae	31398A3L4	3,954,171.00	49,656.75	3,904,514.25	3,900,000.00	3,656.25	(2,257.13)	1,399.12
Federal Home Loan Bank	3133XR88	7,370,650.00	329,466.67	7,041,183.33	7,000,000.00	23,333.33	(20,591.70)	2,741.63
Federal Home Loan Bank	313378U41	12,009,480.00	7,900.00	12,001,580.00	12,000,000.00	3,500.00	(526.67)	2,973.33
Freddie Mac	3134G3BF6	12,054,960.00	43,510.00	12,011,450.00	12,000,000.00	6,250.00	(2,290.00)	3,960.00
Federal Home Loan Bank	3133XWKV0	10,388,500.00	259,000.00	10,129,500.00	10,000,000.00	19,791.67	(16,187.50)	3,604.17
Freddie Mac	3137EADD8	1,004,940.00	1,482.00	1,003,458.00	1,000,000.00	416.67	(164.67)	252.00
Northside ISD	66702RAG7	1,057,700.00	21,156.67	1,036,543.33	1,000,000.00	2,500.00	(1,923.33)	576.67
Fannie Mae	3135G0BY8	8,081,952.00	24,408.54	8,057,543.46	8,000,000.00	5,833.33	(4,426.42)	1,406.91
Fannie Mae	313560TW3	4,999,250.00	(150.00)	4,999,400.00	500,000.00	1,666.67	25.00	1,691.67
Federal Home Loan Bank	313371W51	12,217,422.00	63,414.75	12,154,007.25	12,000,000.00	12,500.00	(9,059.25)	3,440.75
		<u>89,143,602.76</u>	<u>1,031,992.38</u>	<u>88,478,373.42</u>	<u>83,538,000.00</u>	<u>63,351.05</u>	<u>(58,308.41)</u>	<u>18,503.31</u>

July 31, 2013

Certificates of Deposit Outstanding

Bank	CUSIP #	COST	Yield to Maturity	Purchased	Matures	July 31, 2013 Interest	FUND
Compass Bank	CD9932129	3,000,000	0.35%	8/27/12	2/27/14	\$ 863.01	TxDOT Grant Fund
Compass Bank	CD 02636	5,000,000	0.35%	2/5/13		\$ 1,458.33	2011 Sub DSRF
		<u>8,000,000</u>				<u>\$ 2,321.34</u>	



Monthly Newsletter - July 2013

Performance

As of July 31, 2013

Current Invested Balance	\$4,833,856,137.70
Weighted Average Maturity (1)	54 Days
Weighted Average Maturity (2)	58 Days
Net Asset Value	1.000095
Total Number of Participants	776
Management Fee on Invested Balance	0.05%*
Interest Distributed	\$433,969.40
Management Fee Collected	\$219,801.60
% of Portfolio Invested Beyond 1 Year	0.00%
Standard & Poor's Current Rating	AAA-

July Averages

Average Invested Balance	\$5,175,831,500.61
Average Monthly Yield, on a simple basis	0.0487%
Average Weighted Average Maturity (1)*	52 Days
Average Weighted Average Maturity (2)*	56 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 July 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 entity who joined the TexSTAR program in July:

- ★ Nassau Bay Redevelopment Authority

Holiday Reminder

In observance of Labor Day, TexSTAR will be closed on Monday, September 2, 2013. All ACH transactions initiated on Friday, August 30th, will settle on Tuesday, September 3rd. Notification of any early transaction deadlines on the business day preceding this holiday will be sent by email to the primary contact on file for all TexSTAR participants. Please plan accordingly for your liquidity needs.

Economic Commentary

Global risk market volatility decreased in July as investors became more comfortable with the possibility of the Federal Reserve scaling back asset purchases. Markets also reacted to positive economic data in Europe that pointed toward a broader recovery. Most markets retraced at least some of the losses they experienced in June. Equity markets soared to new highs, with the Standard & Poor's 500 Index returning 5.09% for the month. U.S. market movements were consistent with reassuring messages from Federal Reserve members indicating that monetary policy would remain accommodative and would be dependent on economic data. Chairman Bernanke focused on making a clear distinction that a slowdown in asset purchases is not the same as raising interest rates. While the former may go away completely by mid 2014, the latter is likely to stay in place much longer, until at least early 2015. The yield of the three-month U.S. Treasury bill increased 1 bp during the month to 0.04% at the end of July.

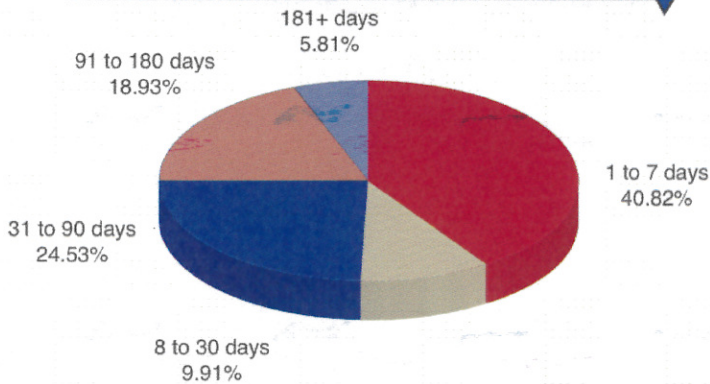
Despite modest gains in leading economic indicators, analysis continues to suggest that headwinds to economic growth will persist in the second half of 2013 and fall short of optimistic consensus expectations. While the growth rate in payrolls has remained steady, the quality of jobs created remains lackluster. Aggregate income growth levels are tepid, and it remains to be seen whether consumers will continue to draw down their savings to support spending patterns. Recent purchasing manager indices suggest manufacturing activity and business investment will likely pick up in the second half of 2013. However, with weakening global growth and tepid domestic spending, companies will likely have little incentive to increase capacity. Sequestration fiscal spending cuts that were implemented in the middle of July are also likely to dampen economic activity. In addition, tighter financial conditions from higher mortgage rates are likely to suppress the pace of housing activity. Wage inflation should remain muted in nominal terms, likely the result of excess supply and changing dynamics in the labor markets, such as a shift toward part-time workers ahead of the Affordable Care Act. Cost inflation is not anticipated to be material over the next several quarters especially as commodity prices have fallen. The Fed appears set to begin tapering quantitative easing in September, barring a significant slowdown in activity, while we expect policy rates to remain low into 2015.

This information is an excerpt from an economic report dated July 2013 provided to TexSTAR by JP Morgan Asset Management, Inc., the investment manager of the TexSTAR pool.

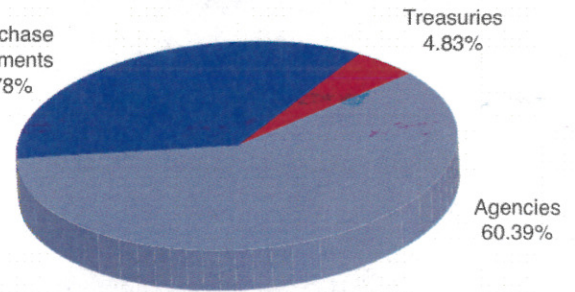
For more information about TexSTAR, please visit our web site at www.texstar.org.

Information at a Glance

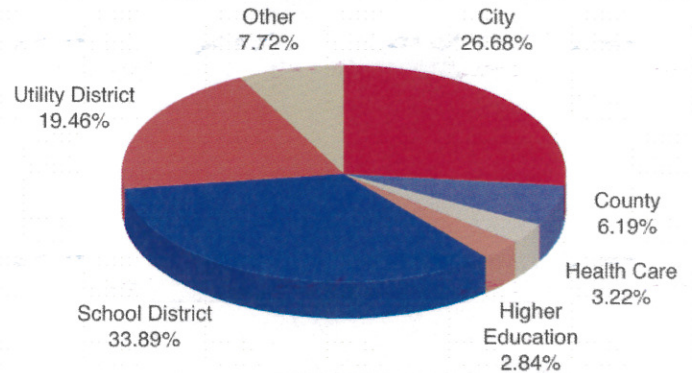
Portfolio by Type of Investment As of July 31, 2013



Repurchase Agreements
34.78%



Portfolio by Maturity As of July 31, 2013



Distribution of Participants by Type As of July 31, 2013

Historical Program Information

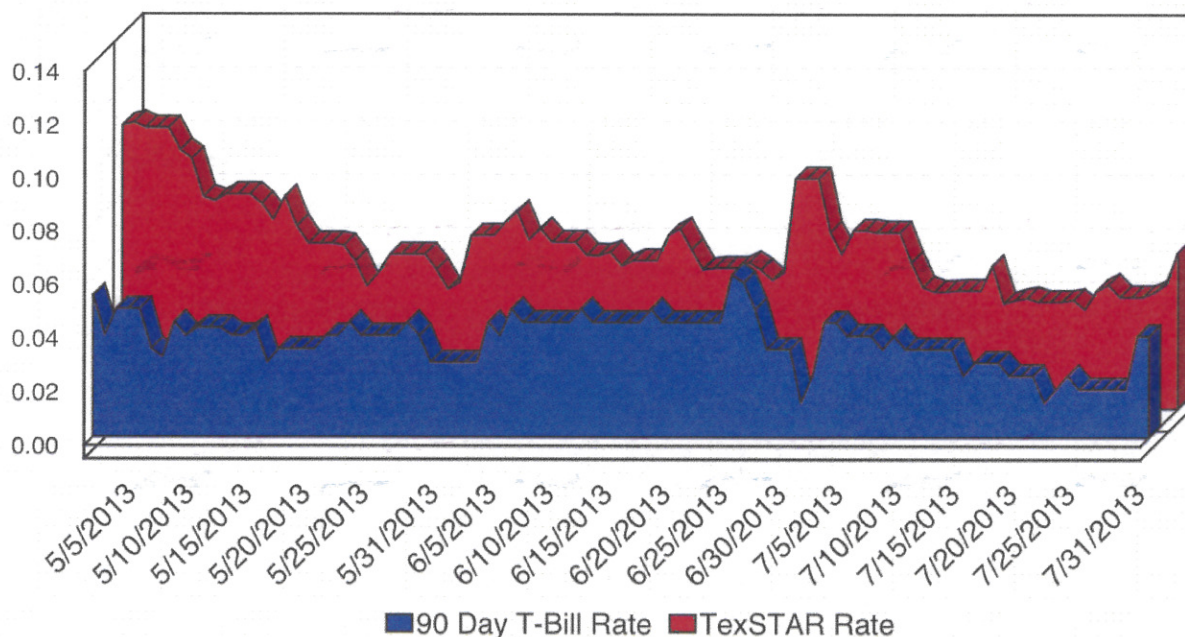
Month	Average Rate	Book Value	Market Value	Net Asset Value	WAM (1)*	WAM (2)*	Number of Participants
Jul 13	0.0487%	\$4,833,856,137.70	\$4,834,318,370.27	1.000095	52	56	776
Jun 13	0.0614%	5,173,585,142.53	5,173,948,421.52	1.000070	54	58	775
May 13	0.0723%	5,474,920,318.32	5,475,469,836.81	1.000100	54	59	773
Apr 13	0.1038%	5,496,240,712.35	5,496,953,468.88	1.000129	51	57	773
Mar 13	0.1125%	5,635,357,483.25	5,636,069,051.83	1.000126	52	60	770
Feb 13	0.0996%	6,248,843,373.19	6,249,277,988.81	1.000069	51	58	768
Jan 13	0.1103%	6,030,821,287.69	6,031,600,682.90	1.000129	48	57	767
Dec 12	0.1647%	5,411,874,896.68	5,412,541,199.28	1.000123	49	60	767
Nov 12	0.1720%	4,745,368,285.66	4,745,870,906.22	1.000105	51	63	765
Oct 12	0.1746%	4,755,942,789.56	4,756,394,096.44	1.000094	45	60	763
Sep 12	0.1574%	4,659,065,730.90	4,659,684,743.38	1.000132	46	63	759
Aug 12	0.1326%	4,724,281,980.85	4,724,862,450.42	1.000122	49	67	759

Portfolio Asset Summary as of July 31, 2013

	Book Value	Market Value
Uninvested Balance	\$ 389.81	\$ 389.81
Accrual of Interest Income	955,984.19	955,984.19
Interest and Management Fees Payable	(497,754.92)	(497,754.92)
Payable for Investment Purchased	0.00	0.00
Repurchase Agreement	1,680,955,000.00	1,680,955,000.00
Government Securities	3,152,442,518.62	3,152,904,751.19
Total	\$ 4,833,856,137.70	\$ 4,834,318,370.27

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

TexSTAR versus 90-Day Treasury Bill



This material is for information purposes only. This information does not represent an offer to buy or sell a security. The above rate information is obtained from sources that are believed to be reliable; however, its accuracy or completeness may be subject to change. The TexSTAR management fee may be waived in full or in part at the discretion of the TexSTAR co-administrators and the TexSTAR rate for the period shown reflects waiver of fees. This table represents investment performance/return to the customer, net of fees, and is not an indication of future performance. An investment in the security is not insured or guaranteed by the Federal Deposit Insurance Corporation or any other government agency. Although the issuer seeks to preserve the value of an investment at \$1.00 per share, it is possible to lose money by investing in the security. Information about these and other program details are in the fund's Information Statement which should be read carefully before investing. The yield on the 90-Day Treasury Bill ("T-Bill Yield") is shown for comparative purposes only. When comparing the investment returns of the TexSTAR pool to the T-Bill Yield, you should know that the TexSTAR pool consist of allocations of specific diversified securities as detailed in the respective Information Statements. The T-Bill Yield is taken from Bloomberg Finance L.P. and represents the daily closing yield on the then current 90-day T-Bill.

Daily Summary for July 2013

Date	Mny Mkt Fund Equiv. [SEC Std.]	Daily Allocation Factor	TexSTAR Invested Balance	Market Value Per Share	WAM Days (1)*	WAM Days (2)*
7/1/2013	0.0659%	0.000001806	\$5,144,987,115.98	1.000065	54	58
7/2/2013	0.0576%	0.000001579	\$5,311,000,353.82	1.000067	52	56
7/3/2013	0.0665%	0.000001821	\$5,295,660,969.45	1.000071	51	55
7/4/2013	0.0665%	0.000001821	\$5,295,660,969.45	1.000071	51	55
7/5/2013	0.0658%	0.000001804	\$5,271,821,941.72	1.000064	50	53
7/6/2013	0.0658%	0.000001804	\$5,271,821,941.72	1.000064	50	53
7/7/2013	0.0658%	0.000001804	\$5,271,821,941.72	1.000064	50	53
7/8/2013	0.0545%	0.000001492	\$5,263,302,540.86	1.000076	49	52
7/9/2013	0.0453%	0.000001241	\$5,308,006,579.69	1.000075	49	52
7/10/2013	0.0436%	0.000001195	\$5,266,223,234.92	1.000072	50	53
7/11/2013	0.0437%	0.000001197	\$5,224,191,993.55	1.000081	50	53
7/12/2013	0.0441%	0.000001207	\$5,257,565,564.95	1.000081	52	55
7/13/2013	0.0441%	0.000001207	\$5,257,565,564.95	1.000081	52	55
7/14/2013	0.0441%	0.000001207	\$5,257,565,564.95	1.000081	52	55
7/15/2013	0.0533%	0.000001461	\$5,243,675,747.85	1.000084	52	55
7/16/2013	0.0392%	0.000001074	\$5,272,147,869.12	1.000086	53	56
7/17/2013	0.0405%	0.000001109	\$5,228,267,272.38	1.000084	54	57
7/18/2013	0.0413%	0.000001131	\$5,217,443,248.34	1.000085	54	57
7/19/2013	0.0399%	0.000001092	\$5,181,598,399.37	1.000084	53	55
7/20/2013	0.0399%	0.000001092	\$5,181,598,399.37	1.000084	53	55
7/21/2013	0.0399%	0.000001092	\$5,181,598,399.37	1.000084	53	55
7/22/2013	0.0406%	0.000001111	\$5,150,910,697.93	1.000086	55	58
7/23/2013	0.0370%	0.000001014	\$5,176,637,935.93	1.000086	54	57
7/24/2013	0.0440%	0.000001205	\$5,084,704,691.38	1.000080	55	58
7/25/2013	0.0463%	0.000001269	\$5,102,164,325.89	1.000091	53	56
7/26/2013	0.0417%	0.000001143	\$5,013,982,545.40	1.000095	54	57
7/27/2013	0.0417%	0.000001143	\$5,013,982,545.40	1.000095	54	57
7/28/2013	0.0417%	0.000001143	\$5,013,982,545.40	1.000095	54	57
7/29/2013	0.0435%	0.000001191	\$4,974,682,696.82	1.000097	54	57
7/30/2013	0.0465%	0.000001273	\$4,882,346,783.43	1.000095	54	58
7/31/2013	0.0584%	0.000001600	\$4,833,856,137.70	1.000095	54	58
Average	0.0487%	0.000001333	\$5,175,831,500.61		52	56

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



TexSTAR Board Members

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<i>Pamela Moon</i>	<i>City of Lubbock</i>	<i>Advisory Board</i>
<i>Monte Mercer</i>	<i>North Central TX Council of Government</i>	<i>Advisory Board</i>
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<i>Stephen Fortenberry</i>	<i>Plano ISD</i>	<i>Advisory Board</i>
<i>Becky Brooks</i>	<i>Government Resource Associates, LLC</i>	<i>Advisory Board</i>
<i>Len Santow</i>	<i>Griggs & Santow</i>	<i>Advisory Board</i>

For more information contact TexSTAR Participant Services ★ 1-800-TEX-STAR ★ www.texstar.org

FirstSouthwest 

J.P.Morgan
Asset Management