

Central Texas Regional Mobility Authority
Income Statement
For the Period Ending August 31, 2023

	Budget Amount FY 2023	Actual Year to Date	Percent of Budget	Actual Prior Year to Date
REVENUE				
Operating Revenue				
Toll Revenue Kansas 183A	96,000	24,922	25.96%	12,693
Toll Revenue Oklahoma 183A	168,500	35,586	21.12%	24,846
Toll Revenue Florida 183A	-	26,263	-	-
Toll Revenue-TxTag-183A	50,269,610	7,469,792	14.86%	6,487,978
Toll Revenue-HCTRA-183A	6,947,300	1,281,512	18.45%	1,040,098
Toll Revenue-NTTA-183A	6,199,000	1,257,989	20.29%	881,607
Toll Revenue-TxTag-MoPac ML	7,441,100	1,205,149	16.20%	804,573
Toll Revenue-Kansas MoPAC ML	19,800	4,981	25.16%	2,185
Toll Revenue Oklahoma MoPac ML	24,300	4,493	18.49%	2,738
Toll Revenue Florida MoPac ML	-	1,830	-	-
Toll Revenue-HCTRA MoPac ML	1,138,200	205,891	18.09%	129,826
Toll Revenue-NTTA-Mopac ML	1,226,900	226,562	18.47%	142,831
Toll Revenue-TxTag-290E	17,883,701	2,869,806	16.05%	2,352,218
Toll Revenue-Kansas 290E	72,200	17,821	24.68%	9,445
Toll Revenue Oklahoma Manor 290E	122,000	27,888	22.86%	17,946
Toll Revenue Florida Manor	-	37,436	-	-
Toll Revenue-HCTRA 290E	5,498,100	1,074,431	19.54%	848,741
Toll Revenue-NTTA-290E	2,485,500	503,776	20.27%	363,741
Toll Revenue-TxTag-71E	5,360,994	819,670	15.29%	707,020
Toll Revenue-Kansas 71E	17,100	3,344	19.55%	2,303
Toll Revenue Oklahoma 71E	39,200	6,847	17.47%	5,678
Toll Revenue Florida 71E	-	8,346	-	-
Toll Revenue-HCTRA 71E	2,433,000	448,457	18.43%	367,637
Toll Revenue-NTTA-71E	778,500	146,143	18.77%	121,228
Toll Revenue TxTAG 45SW	4,676,882	763,104	16.32%	568,220
Toll Revenue Kansas 45SW	6,601	1,795	27.20%	962
Toll Revenue Oklahoma 45SW	9,000	2,842	31.57%	1,249
Toll Revenue Florida 45SW	-	2,677	-	-
Toll Revenue HCTRA 45SW	543,300	110,665	20.37%	75,791
Toll Revenue NTTA 45SW	465,700	98,292	21.11%	63,752
Toll Revenue TxTAG 183S	28,348,112	4,694,014	16.56%	3,581,975
Toll Revenue Kansas 183S	84,800	23,844	28.12%	10,960
Toll Revenue Oklahoma 183S	206,300	39,687	19.24%	28,024
Toll Revenue Florida 183S	-	40,478	-	-
Toll Revenue HCTRA 183S	7,089,400	1,395,761	19.69%	1,008,712
Toll Revenue NTTA 183S	4,141,600	863,143	20.84%	596,297
Subtotal Toll Revenue	153,792,700	25,745,239	16.74%	20,261,274
Video Tolls 183A	24,877,100	3,073,190	12.35%	3,386,639
Video Tolls Manor Expressway	10,913,800	1,494,053	13.69%	1,502,433
Video Tolls MoPac ML	3,957,300	538,261	13.60%	458,872
Video Tolls 71E	3,678,700	463,962	12.61%	505,543
Video Tolls 183S	18,430,500	2,534,240	13.75%	2,453,448
Video Tolls 45SW	2,494,600	343,407	13.77%	329,528
Subtotal Video Tolls	64,352,000	8,447,113	13.13%	8,636,463
Fee Revenue 183A	4,136,700	607,488	14.69%	479,123
Fee Revenue Manor Expressway	2,986,500	483,760	16.20%	346,625

Central Texas Regional Mobility Authority
Income Statement
For the Period Ending August 31, 2023

	Budget Amount FY 2023	Actual Year to Date	Percent of Budget	Actual Prior Year to Date
Fee Revenue MoPac ML	431,500	67,931	15.74%	52,080
Fee Revenue 71E	797,000	121,154	15.20%	98,656
Fee Revenue 183S	4,219,600	681,131	16.14%	482,402
Fee Revenue 45SW	391,600	60,824	15.53%	45,039
Subtotal Fee Revenue	12,962,900	2,022,288	15.60%	1,503,924
Total Operating Revenue	231,107,600	36,214,639	15.67%	30,401,661
Other Revenue				
Interest Income	24,905,700	7,703,971	30.93%	1,944,424
Grant Revenue	945,500	-	-	-
Misc Revenue	230,000	5,051	2.20%	9,434
Total Other Revenue	26,081,200	7,709,022	29.56%	1,953,857
TOTAL REVENUE	257,188,800	43,923,661	17.08%	32,355,519
EXPENSES				
Salaries and Benefits				
Salary Expense-Regular	4,871,464	553,196	11.36%	490,469
Salary Reserve	80,000	-	-	-
TCDRS	1,591,401	103,773	6.52%	97,357
FICA	249,197	29,387	11.79%	24,971
FICA MED	70,635	7,948	11.25%	7,072
Health Insurance Expense	584,446	75,297	12.88%	56,735
Life Insurance Expense	3,817	458	11.99%	678
Auto Allowance Expense	10,200	1,445	14.17%	1,063
Other Benefits	166,290	11,159	6.71%	12,229
Unemployment Taxes	5,760	-	-	18
Total Salaries and Benefits	7,633,210	782,663	10.25%	690,592
Administrative				
Administrative and Office Expenses				
Accounting	9,500	1,265	13.31%	1,222
Auditing	245,000	-	-	-
Financial Advisors	162,000	36,000	22.22%	36,000
Human Resources	37,500	168	0.45%	479
Legal	70,000	4,750	6.79%	1,770
IT Services	365,000	24,503	6.71%	24,654
Internet	150	-	-	-
Software Licenses	1,167,000	685,645	58.75%	29,668
Cell Phones	27,800	3,326	11.96%	1,747
Local Telephone Service	2,000	17,386	869.31%	16,047
Overnight Delivery Services	250	-	-	40
Copy Machine	10,000	2,544	25.44%	2,544
Repair & Maintenance-General	10,000	-	-	-
Meeting Facilities	2,000	-	-	-
Meeting Expense	13,750	489	3.55%	2,891
Toll Tag Expense	3,000	100	3.33%	100
Parking / Local Ride Share	3,550	27	0.76%	30
Mileage Reimbursement	4,350	85	1.95%	123

Central Texas Regional Mobility Authority
Income Statement
For the Period Ending August 31, 2023

	Budget Amount FY 2023	Actual Year to Date	Percent of Budget	Actual Prior Year to Date
Insurance Expense	651,000	98,062	15.06%	85,376
Rent Expense	562,540	11,939	2.12%	124,013
Building Parking	3,500	70	2.01%	333
Total Legal Services	488,000	18,793	3.85%	340
Total Administrative and Office Expenses	3,837,890	905,150	23.58%	327,376
Office Supplies				
Books & Publications	5,090	639	12.56%	308
Office Supplies	8,250	88	1.06%	1,112
Misc Office Equipment	4,500	-	-	-
Computer Supplies	202,100	7,515	3.72%	52,142
Copy Supplies	1,000	-	-	-
Other Reports-Printing	1,500	-	-	-
Office Supplies-Printed	2,000	102	5.10%	85
Postage Expense	550	329	59.73%	122
Total Office Supplies	224,990	8,672	3.85%	53,769
Communications and Public Relations				
Graphic Design Services	75,000	-	-	-
Website Maintenance	464,000	76,740	16.54%	15,136
Research Services	150,000	-	-	-
Communications and Marketing	400,000	11,940	2.99%	-
Advertising Expense	500,000	164,199	32.84%	42,670
Direct Mail	40,000	-	-	-
Video Production	160,000	-	-	28,359
Photography	25,000	295	1.18%	450
Radio	50,000	-	-	-
Other Public Relations	22,500	-	-	-
Promotional Items	20,000	1,166	5.83%	-
Annual Report printing	1,300	-	-	-
Direct Mail Printing	17,500	-	-	-
Other Communication Expenses	15,000	-	-	7,188
Total Communications and Public Relations	1,940,300	254,340	13.11%	93,803
Employee Development				
Subscriptions	750	139	18.53%	264
Agency Memberships	88,440	25	0.03%	-
Continuing Education	14,800	-	-	-
Professional Development	20,150	-	-	-
Other Licenses	2,500	-	-	375
Seminars and Conferences	104,100	1,445	1.39%	30,700
Travel	110,500	12,892	11.67%	-
Total Employee Development	341,240	14,501	4.25%	31,339

Central Texas Regional Mobility Authority
Income Statement
For the Period Ending August 31, 2023

	Budget Amount FY 2023	Actual Year to Date	Percent of Budget	Actual Prior Year to Date
Financing and Banking Fees				
Trustee Fees	62,000	15,000	24.19%	15,000
Bank Fee Expense	3,240	947	29.24%	185
Continuing Disclosure	7,000	-	-	-
Arbitrage Rebate Calculation	16,300	-	-	16,300
Rating Agency Expense	45,000	32,500	72.22%	31,000
Total Financing and Banking Fees	133,540	48,447	36.28%	62,485
Total Administrative	6,477,960	1,231,111	19.00%	568,772
Operations and Maintenance				
Operations and Maintenance Consulting				
GEC-Trust Indenture Support	1,131,395	251,825	22.26%	210,571
GEC-Financial Planning Support	275,000	50,386	18.32%	46,465
GEC-Toll Ops Support	1,584,000	152,814	9.65%	101,815
GEC-Roadway Ops Support	1,605,500	108,083	6.73%	81,961
GEC-Technology Support	679,526	167,549	24.66%	131,166
GEC-Public Information Support	200,000	23,711	11.86%	20,696
GEC-General Support	1,631,820	162,027	9.93%	106,464
General System Consultant	1,381,000	27,875	2.02%	84,877
Traffic Modeling	125,000	-	-	-
Traffic and Revenue Consultant	1,010,000	34,518	3.42%	82,508
Total Operations and Maintenance Consulting	9,623,241	978,788	10.17%	866,523
Roadway Operations and Maintenance				
Roadway Maintenance	3,431,819	503,586	14.67%	695,433
Landscape Maintenance	2,789,256	461,740	16.55%	912,025
Signal & Illumination Maint	25,000	-	-	-
Maintenance Supplies-Roadway	400,000	-	-	-
Tools & Equipment Expense	-	-	-	444
Gasoline	30,000	3,729	12.43%	3,450
Repair & Maintenance - Vehicles	10,000	360	3.60%	396
Natural Gas	2,500	1,025	40.98%	771
Electricity - Roadways	250,000	40,653	16.26%	42,810
Total Roadway Operations and Maintenance	6,938,575	1,011,093	14.57%	1,655,328
Toll Processing and Collection Expense				
Image Processing	3,000,000	236,147	7.87%	334,192
Tag Collection Fees	11,500,000	1,793,431	15.60%	1,508,831
Court Enforcement Costs	10,000	-	-	-
ETC Incentive	500,000	-	-	-
Total Processing and Collection Expense	15,010,000	2,029,578	13.52%	1,843,023
Toll Operations Expense				
Generator Fuel	3,000	-	-	-
Fire and Burglar Alarm	500	82	16.45%	82
Refuse	2,360	300	12.73%	324
Telecommunications	60,000	-	-	-

Central Texas Regional Mobility Authority
Income Statement
For the Period Ending August 31, 2023

	Budget Amount FY 2023	Actual Year to Date	Percent of Budget	Actual Prior Year to Date
Water - Irrigation	7,500	1,409	18.78%	2,334
Electricity	750	178	23.71%	111
ETC spare parts expense	100,000	-	-	-
Repair & Maintenance Toll Equip	50,000	-	-	31,491
Law Enforcement	600,000	81,143	13.52%	66,950
ETC Maintenance Contract	6,450,000	499,698	7.75%	334,139
Transaction Processing Maintenance Contract	2,000,000	-	-	-
ETC Toll Management Center System Operation	2,885,054	112,851	3.91%	76,630
ETC Development	650,000	29,106	4.48%	-
ETC Testing	225,000	-	-	-
Total Toll Operations Expense	13,034,164	724,766	5.56%	512,061
Total Operations and Maintenance	44,605,980	4,744,225	10.64%	4,876,935
Other Expenses				
Special Projects and Contingencies				
HERO	200,000	24,638	12.32%	24,638
Special Projects	100,000	-	-	-
71 Express Net Revenue Payment	5,000,000	1,075,128	21.50%	-
Customer Relations	10,000	-	-	-
Technology Initiatives	185,000	-	-	-
Other Contractual Svcs	390,000	40,500	10.38%	49,500
Contingency	200,000	-	-	-
Total Special Projects and Contingencies	6,085,000	1,140,267	18.74%	74,138
Non Cash Expenses				
Amortization Expense				
Amortization Expense - Software	1,228,015	4,233	0.34%	213,382
Amortization Expense - Right to Use Asset - Subscr	355,208	63,615	17.91%	-
Amortization Expense - Refundings	1,907,487	1,024,236	53.70%	886,852
Subtotal Amortization Expense	3,490,710	1,092,085	31.29%	1,100,234
Depreciation Expense				
Dep Exp - Furniture & Fixtures	2,178	-	-	436
Dep Expense - Equipment	476,653	103,784	21.77%	-
Dep Expense - Autos & Trucks	45,399	5,068	11.16%	8,892
Dep Expense - Buildng & Toll Fac	187,058	29,458	15.75%	29,458
Dep Expense - Highways & Bridges	48,608,788	8,472,925	17.43%	8,436,924
Dep Expense - Toll Equipment	3,917,914	506,497	12.93%	698,975
Dep Expense - Signs	1,641,174	201,492	12.28%	169,428
Dep Expense - Land Improvements	884,934	117,969	13.33%	147,489
Depreciation Expense - Computers	98,507	-	-	31,514
Subtotal Depreciation Expense	55,862,606	9,437,194	16.89%	9,523,115
Total Non Cash Expenses	59,353,316	10,529,279	17.74%	10,623,349
Total Other Expenses	65,438,316	11,669,545	17.83%	10,697,487

Central Texas Regional Mobility Authority
Income Statement
For the Period Ending August 31, 2023

	Budget Amount FY 2023	Actual Year to Date	Percent of Budget	Actual Prior Year to Date
Non Operating Expenses				
Bond Issuance Expense	1,250,000	-	-	88,049
Loan Fee Expense	40,000	-	-	-
Interest Expense - Debt Obligations	95,964,098	13,329,994	13.89%	13,003,297
Interest Expense - Right to Use Assets	26,164	-	-	-
CAMPO RIF Payment	6,000,000	-	-	-
Community Initiatives	645,000	-	-	-
Total Non Operating Expenses	103,925,262	13,329,994	12.83%	13,091,346
TOTAL EXPENSES	228,080,728	31,757,538	13.92%	29,925,131
Net Income	29,108,072	12,166,123		2,430,387

Central Texas Regional Mobility Authority
Balance Sheet
as of August 31, 2023

as of 08/31/2023 as of 08/31/2022

ASSETS

Current Assets

Cash

Regions Operating Account	\$ 119,587	\$ 2,795,467
Cash in TexStar	304,100	42,849
Regions Payroll Account	107,719	96,550

Restricted Cash

Goldman Sachs FSGF 465	582,135,790	982,744,133
Restricted Cash - TexSTAR	8,682,213	10,388,374
Overpayments account	-	291,128

Total Cash and Cash Equivalents	591,349,409	996,358,500
--	--------------------	--------------------

Accounts Receivables

Accounts Receivable - Net	4,979,871	2,770,089
Due From Other Agencies	226,563	69,732
Due From TTA	668,161	604,373
Due From NTTA	1,517,325	1,110,520
Due From HCTRA	3,771,136	1,842,768
Due From TxDOT	7,565,900	4,153,555
Interest Receivable	693,342	708,479

Total Receivables	19,422,298	11,259,516
--------------------------	-------------------	-------------------

Short Term Investments

Treasuries	118,543,252	-
Agencies	339,758,036	112,436,936

Total Short Term Investments	458,301,288	112,436,936
-------------------------------------	--------------------	--------------------

Total Current Assets	1,069,072,995	1,120,054,953
-----------------------------	----------------------	----------------------

Construction in Progress

412,418,308	274,331,968
--------------------	--------------------

Capital Assets (Net of Depreciation and Amortization)

Depreciable Assets

Computers	-	66,993
Furniture and Fixtures	-	1,742
Equipment	1,297,304	9,624
Autos and Trucks	41,813	84,991
Buildings and Toll Facilities	4,200,503	4,387,561
Highways and Bridges	1,664,294,215	1,708,238,358
Toll Equipment	15,152,659	19,306,149
Signs	11,171,404	12,989,618
Land Improvements	5,196,366	6,051,780

Central Texas Regional Mobility Authority
Balance Sheet
as of August 31, 2023

	as of 08/31/2023	as of 08/31/2022
Right of way	88,149,606	88,149,606
Leasehold Improvements	4,233	37,021
Intangible Assets		
Computer Software	-	1,573,709
Right to Use Assets		
Leases	1,286,881	-
Subscription Based IT Arrangements	503,471	-
Total Fixed Assets	1,791,298,454	1,840,897,153
Other Assets		
Intangible Assets-Net	172,360,460	174,405,333
2005 Bond Insurance Costs	-	3,345,875
Prepaid Insurance	49,031	42,688
Deferred Outflows (pension related)	2,661,405	675,913
Pension Asset	1,046,634	2,549,818
Total Other Assets	176,117,530	181,019,627
Total Assets	\$ 3,448,907,287	\$ 3,416,303,701

LIABILITIES

Current Liabilities		
Accounts Payable	4,878,930	19,954,847
Construction Payable	4,182,841	5,356,306
Overpayments	1,570	294,629
Interest Payable	13,590,075	13,632,683
TCDRS Payable	82,304	71,893
Due to other Agencies	3,779	3,073
Due to TTA	652,223	606,448
Due to HCTRA	161,897	132,638
Due to Other Entities	1,883,620	55,983
71E TxDOT Obligation - ST	3,761,703	1,818,107
Total Current Liabilities	29,198,941	41,926,606
Long Term Liabilities		
Compensated Absences	240,954	268,014
Right to Use Obligations - Lease	1,286,881	-
Right to Use Obligations - SBITA	579,894	-
Deferred Inflows (pension related)	1,340,710	1,481,361
Long Term Payables	3,448,440	1,749,375

Central Texas Regional Mobility Authority
Balance Sheet
as of August 31, 2023

as of 08/31/2023 as of 08/31/2022

Bonds Payable

Senior Lien Revenue Bonds:

Senior Lien Revenue Bonds 2010	95,580,925	88,711,545
Senior Lien Revenue Bonds 2011	16,373,850	19,037,840
Senior Refunding Bonds 2013	-	3,475,000
Senior Lien Revenue Bonds 2015	10,000,000	10,000,000
Senior Lien Refunding Revenue Bonds 2016	59,340,000	70,790,000
Senior Lien Revenue Bonds 2018	44,345,000	44,345,000
Senior Lien Revenue Bonds 2020A	50,265,000	50,265,000
Senior Lien Refunding Bonds 2020B	54,970,000	55,600,000
Senior Lien Refunding Bonds 2020C	138,435,000	138,435,000
Senior Lien Revenue Bonds 2020E	167,160,000	167,160,000
Senior Lien Revenue Bonds 2021B	255,075,000	255,075,000
Senior Lien Refunding Bonds 2021D	274,150,000	274,625,000
Senior Lien Refunding Bonds 2021E	332,585,000	335,610,000
Sn Lien Rev Bnd Prem/Disc 2013	-	596,372
Senior Lien Premium 2016 Revenue Bonds	6,675,724	7,456,351
Sn Lien Revenue Bond Premium 2018	2,838,789	3,105,362
Senior Lien Revenue Bond Premium 2020A	11,130,761	11,318,006
Senior Lien Refunding Bond Premium 2020B	11,147,401	11,682,477
Senior Lien Revenue Bonds Premium 2020E	23,854,638	25,570,024
Senior Lien Revenue Bonds Premium 2021B	52,890,189	53,451,667
Senior Lien Refunding Bonds Premium 2021D	44,278,923	44,780,143
Total Senior Lien Revenue Bonds	1,651,096,201	1,671,089,788

Sub Lien Revenue Bonds:

Sub Lien Refunding Bonds 2013	-	2,725,000
Sub Lien Refunding Bonds 2016	71,435,000	72,605,000
Sub Lien Refunding Bonds 2020D	97,440,000	98,580,000
Subordinated Lien BANs 2020F	110,875,000	110,875,000
Subordinate Lien Refunding Bonds 2020G	61,570,000	61,570,000
Subordinated Lien BANs 2021C	244,185,000	244,185,000
Sub Refunding 2013 Prem/Disc	-	127,249
Sub Refunding 2016 Prem/Disc	4,862,401	5,655,571
Subordinated Lien BANs 2020F Premium	5,337,153	9,340,018
Subordinated Lien Refunding Bonds Premium 2020G	6,696,919	7,100,891
Sub Lien BANS 2021C Premium	25,372,258	32,983,935
Total Sub Lien Revenue Bonds	627,773,731	645,747,664

Central Texas Regional Mobility Authority
Balance Sheet
as of August 31, 2023

	as of 08/31/2023	as of 08/31/2022
Other Obligations		
TIFIA Note 2021	360,361,691	352,597,160
71E TxDOT Obligation - LT	51,918,220	55,077,264
Regions 2022 MoPac Loan	23,765,900	24,690,900
Total Other Obligations	436,045,811	432,365,324
Total Long Term Liabilities	2,718,364,182	2,750,952,151
Total Liabilities	2,747,563,123	2,792,878,758
NET ASSETS		
Contributed Capital	121,462,104	121,462,104
Net Assets Beginning	567,715,936	499,532,451
Current Year Operations	12,166,123	2,430,387
Total Net Assets	701,344,164	623,424,943
Total Liabilities and Net Assets	\$ 3,448,907,287	\$ 3,416,303,701

Central Texas Regional Mobility Authority
Statement of Cash Flow
as of August 2023

Cash flows from operating activities:

Receipts from toll revenues	39,069,690
Receipts from Other Sources (AR)	5,051
Payments to vendors	(40,351,025)
Payments to employees	(788,101)
Net cash flows provided by (used in) operating activities	(2,064,385)

Cash flows from capital and related financing activities:

Prepaid payment on Intangible assets	(1,024,236)
Issuance Expense	(3,513,621)
Payments on bonds / loans	(444,629)
RIF Contribution	-
Acquisition of capital assets - non project	(1,417,034)
Acquisitions of construction in progress	(7,938,874)
Net cash flows provided by (used in) capital and related financing activities	(14,338,394)

Cash flows from investing activities:

Interest income	7,703,971
Purchase of investments	(234,773,911)
Proceeds from sale or maturity of investments	-
Net cash flows provided by (used in) investing activities	(227,069,941)

Net increase (decrease) in cash and cash equivalents	(283,250,904)
Cash and cash equivalents at beginning of period	894,022,611
Cash and cash equivalents at end of period	610,771,707

Reconciliation of change in net assets to net cash provided by operating activities:

Operating income	12,166,123
Adjustments to reconcile change in net assets to net cash provided by operating activities:	
Depreciation and amortization	10,529,279
Changes in assets and liabilities:	
Decrease in accounts receivable	2,855,051
Increase in prepaid expenses and other assets	98,062
Decrease in accrued expenses	(33,338,923)
Decrease in Interest expense	13,329,994
Increase in interest receivable	(7,703,971)
(Decrease) increase in Pension Asset	-
(Increase) in deferred outflows of resources	-
(Increase) in deferred inflows of resources	-
Total adjustments	(14,230,509)
Net cash flows provided by (used in) operating activities	\$ (2,064,385)

Reconciliation of cash and cash equivalents:

Unrestricted cash and cash equivalents	19,953,704
Restricted cash and cash equivalents	590,818,003
Total	610,771,707

Investments by Fund

Fund	TexSTAR	TexSTAR- Trustee	Goldman Sachs	Agencies/ Treasuries	Balance
Renewal and Replacement Fund	8.63		57.76		66.39
Grant Fund	476,656.03		10,037,836.30		10,514,492.33
Senior Debt Service Reserve Fund	1,034,492.18		6,012,790.80	104,995,814.41	112,043,097.39
2010 Senior Lien Debt Service			63,317.39		63,317.39
2011 Sr Debt Service t			4,863,815.80		4,863,815.80
2013 Sr Debt Service t			41,969.63		41,969.63
2013 Sub Debt Service			33,031.41		33,031.41
2013 Sub Debt Service Reserve Fund	818,606.47		128.71		818,735.18
2015 Sr Debt Service			4,170,351.15		4,170,351.15
2016 Sr Lien Rev Refunding Debt Service			9,451,488.10		9,451,488.10
2016 Sub Lien Rev Refunding Debt Service			2,157,284.44		2,157,284.44
2016 Sub Lien Rev Refunding DSR			603,056.33	6,671,837.25	7,274,893.58
Operating Fund	3,085,873.43	304,100.30	15,293,149.54		18,683,123.27
Revenue Fund			2,262,971.25		2,262,971.25
General Fund	1,193,741.70		75,906,289.05	104,917,207.70	182,017,238.45
71E Revenue Fund			30,467,902.42		30,467,902.42
MoPac Revenue Fund			16,060,730.22		16,060,730.22
MoPac General Fund					-
MoPac Operating Fund			1,049,817.82		1,049,817.82
MoPac Loan Repayment Fund			336,784.00		336,784.00
2015B Project	366,900.95		7,940,384.97		8,307,285.92
2015 TIFIA Project	728,906.58		9,076,502.90	30,000,000.00	39,805,409.48
2011 Sr Financial Assistance Fund	16.36		28,158.74		28,175.10
2018 Sr Lien Debt Service			380,517.40		380,517.40
2018 Sr Lien Project Cap I			743.43		743.43
2018 Sr Lien Project	977,010.57		13,162,787.93		14,139,798.50
2020A Senior Lien Debt Service			430,317.02		430,317.02
2020B Senior Lien Debt Service			903,405.04		903,405.04
2020C Senior Lien Debt Service			4,113,189.40		4,113,189.40
2020D Sub Lien Debt Service			3,209,311.03		3,209,311.03
2020D Sub Debt Service Reserve Fund			455,270.53	7,987,089.95	8,442,360.48
2020E Senior Lien Project			91,825,227.68	50,000,000.00	141,825,227.68
2020E Senior Lien Project Cap Interest			15,108,595.33		15,108,595.33
2020F Sub Lien Project			44,466.13		44,466.13
2020F Sub Lien Deb Service			951,826.56		951,826.56
2020G Sub Lien Debt Service			438,265.16		438,265.16
2020G Sub Lien Debt Service Reserve			791,657.75	2,995,158.73	3,786,816.48
2021A Sub Lien Debt Service Reserve			2,270,886.96	15,974,180.00	18,245,066.96
2021A Sub Debt Service			99.96		99.96
2021B Senior Lien Cap I Project Fund			36,082,251.50		36,082,251.50
2021B Senior Lien Project			104,787,374.96	135,000,000.00	239,787,374.96
2021C Sub Lien Cap I Project Fund			1,395.15		1,395.15
2021C Sub Lien Project			99,001,051.73		99,001,051.73
2021C Sub Lien Debt Service			2,096,384.89		2,096,384.89
2021D Senior Lien Debt Service			2,257,880.93		2,257,880.93
2021E Senior Lien Debt Service			3,712,753.07		3,712,753.07
Totals	8,682,212.90	304,100.30	577,883,478.27	458,541,288.04	1,045,411,079.51

CTRMA INVESTMENT REPORT

Month Ending 08/31/23

Balance 8/1/2023	Accrued Interest	Additions	Cash Transfers	Discount Amortization	Withdrawals	Balance 8/31/2023	Rate Aug
Amount in Trustee TexStar							
2011 Sr Lien Financial Assist Fund	16.32	0.04				16.36	5.2974%
2013 Sub Lien Debt Service Reserve General Fund	814,939.94	3,666.53				818,606.47	5.2974%
Trustee Operating Fund	1,188,394.92	5,346.78				1,193,741.70	5.2974%
Renewal and Replacement	7,567,072.53	18,800.90	(4,500,000.00)			3,085,873.43	5.2974%
TxDOT Grant Fund	8.63					8.63	5.2974%
Senior Lien Debt Service Reserve Fund	474,521.07	2,134.96				476,656.03	5.2974%
2015B Sr Ln Project	1,029,858.66	4,633.52				1,034,492.18	5.2974%
2015C TIFIA Project	365,257.60	1,643.35				366,900.95	5.2974%
2018 Sr Lien Project	725,641.79	3,264.79				728,906.58	5.2974%
	972,634.53	4,376.04				977,010.57	5.2974%
13,138,345.99	43,866.91	-	(4,500,000.00)	-	-	8,682,212.90	

Amount in TexStar Operating Fund	340,775.52	3,324.78	4,500,000.00	-	4,540,000.00	304,100.30	5.2974%
---	-------------------	-----------------	---------------------	----------	---------------------	-------------------	----------------

Goldman Sachs

Operating Fund	11,149,618.90	53,952.92	93,160.99	4,000,000.00		3,583.27	15,293,149.54	5.2100%
2020A Senior Lien Debt Service	222,417.39	841.51		207,058.12			430,317.02	5.2100%
2020B Senior Lien Debt Service	626,923.00	2,448.43		274,033.61			903,405.04	5.2100%
2020C Senior Lien Debt Service	665,192.06	2,578.65		3,445,418.69			4,113,189.40	5.2100%
2020D Sub Lien Debt Service	2,623,055.89	10,381.86		575,873.28			3,209,311.03	5.2100%
2020D Sub Debt Service Reserve Fund	453,343.95	1,926.58					455,270.53	5.2100%
2020E Sr Lien Project	145,772,717.83	639,118.74				54,586,608.89	91,825,227.68	5.2100%
2020E Sr Ln Project Cap Interest	15,043,094.66	65,500.67					15,108,595.33	5.2100%
2020E Sr Lien Debt Service	0.00						0.00	5.2100%
2020F Sub Lien Project	48,631.93					4,165.80	44,466.13	5.2100%
2020F Sub Lien Debt Service	491,877.24	1,858.64		458,090.68			951,826.56	5.2100%
2020G Sub Lien Debt Service	226,483.12	855.81		210,926.23			438,265.16	5.2100%
2020G Sub Debt Service Reserve Fund	749,406.95	3,120.30		39,130.50			791,657.75	5.2100%
2021A Sub Debt Service Reserve Fund	1,703,129.04	6,033.15		561,724.77			2,270,886.96	5.2100%
2021A Sub Debt Service	99.53	0.43					99.96	5.2100%
2021B Senior Lien Cap I Project Fund	35,926,642.35	155,609.15					36,082,251.50	5.2100%
2021B Senior Lien Project	203,860,623.83	926,751.13				100,000,000.00	104,787,374.96	5.2100%
2021B Senior Lien Cap I Debt Service	0.00						0.00	5.2100%
2021C Sub Lien Cap I Project Fund	1,389.19	5.96					1,395.15	5.2100%
2021C Sub Lien Project	94,927,531.28	484,562.52	4,671,012.48			1,082,054.55	99,001,051.73	5.2100%
2021C Sub Lien Debt Service	1,083,348.14	4,093.50		1,008,943.25			2,096,384.89	5.2100%
2021D Senior Lien Debt Service	1,287,157.90	4,923.42	-	965,799.61			2,257,880.93	5.2100%
2021E Senior Lien Debt Service	2,650,405.00	10,378.61		1,051,969.46			3,712,753.07	5.2100%
2011 Sr Financial Assistance Fund	27,905.81	252.93					28,158.74	5.2100%
2010 Senior DSF	63,047.05	270.34					63,317.39	5.2100%
2011 Senior Lien Debt Service	4,251,794.95	16,922.64		595,098.21			4,863,815.80	5.2100%
2013 Senior Lien Debt Service	41,790.44	179.19					41,969.63	5.2100%
2013 Sub Debt Service Reserve Fund	128.16	0.55					128.71	5.2100%
2013 Subordinate Debt Service	32,890.38	141.03					33,031.41	5.2100%
2015A Sr Lien Debt Service	4,152,477.41	17,873.74					4,170,351.15	5.2100%
2015B Project	7,911,220.08	34,232.49				5,067.60	7,940,384.97	5.2100%
2015C TIFIA Project	8,992,605.47	83,897.43					9,076,502.90	5.2100%
2016 Sr Lien Rev Refunding Debt Service	8,238,560.87	32,942.06		1,179,985.17			9,451,488.10	5.2100%
2016 Sub Lien Rev Refunding Debt Service	1,687,436.72	6,659.99		463,187.73			2,157,284.44	5.2100%
2016 Sub Lien Rev Refunding DSR	600,488.79	2,567.54					603,056.33	5.2100%
2018 Sr Lien Project Cap I	740.26	3.17					743.43	5.2100%
2018 Sr Lien Debt Service	196,622.53	743.06		183,151.81			380,517.40	5.2100%
2018 Sr Lien Project	12,889,718.49	55,254.75	217,814.69				13,162,787.93	5.2100%
TxDOT Grant Fund	9,994,979.27	42,857.03					10,037,836.30	5.2100%
Renewal and Replacement	1,150.49	37.65		1,638,300.00		1,639,430.38	57.76	5.2100%
Revenue Fund	10,817,096.87	49,936.38	17,930,078.79	(26,430,305.73)		103,835.06	2,262,971.25	5.2100%
General Fund	68,324,055.89	293,541.33		8,118,985.24		830,293.41	75,906,289.05	5.2100%
Senior Lien Debt Service Reserve Fund	5,987,199.68	25,591.12					6,012,790.80	5.2100%
71E Revenue Fund	29,409,204.05	124,639.96	333,521.31	703,212.56		102,675.46	30,467,902.42	5.2100%
MoPac Revenue Fund	71,741.93	1,779.74	293,593.28	(367,114.95)			0.00	5.2100%
MoPac General Fund	15,445,424.29	64,383.41		550,922.52			16,060,730.22	5.2100%
MoPac Operating Fund	956,056.27	4,410.04	70,018.93	400,000.00		380,667.42	1,049,817.82	5.2100%
MoPac Loan Repayment Fund	170,629.18	545.58		165,609.24			336,784.00	5.2100%
709,778,054.51	3,234,605.13	23,609,200.47	-	-	-	158,738,381.84	577,883,478.27	

Amount in Fed Agencies and Treasuries	308,541,288.04	150,000,000.00	-	-	-	458,541,288.04
--	-----------------------	-----------------------	----------	----------	----------	-----------------------

Certificates of Deposit

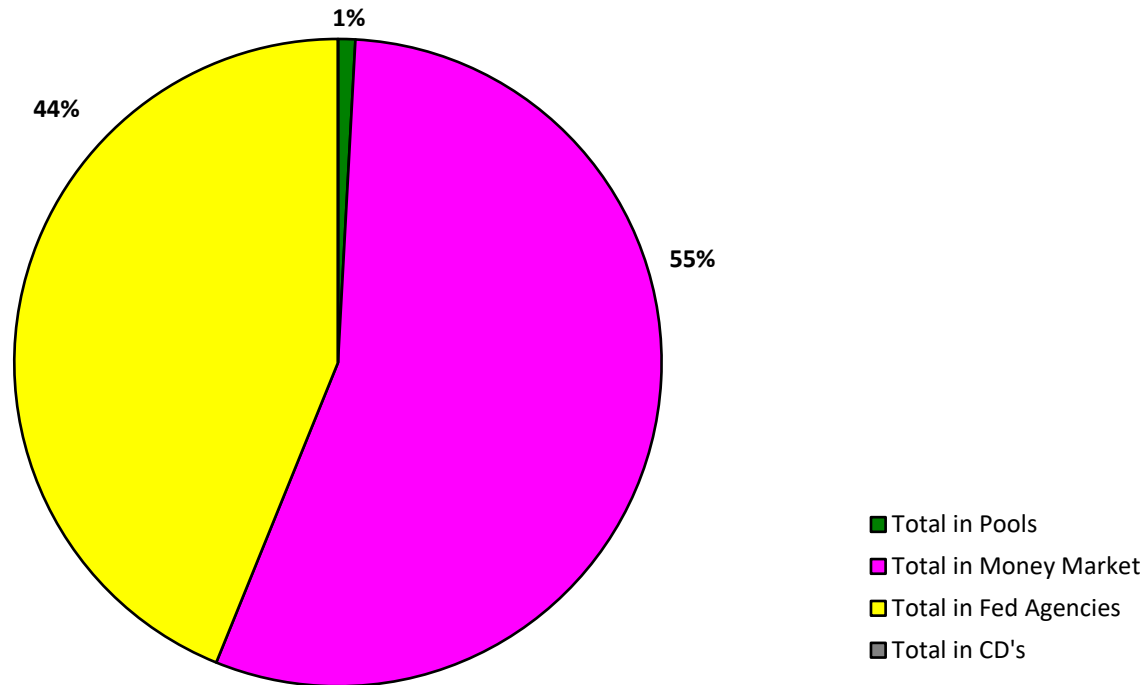
Total in Pools - TxStar	13,479,121.51	47,191.69	-	-	-	4,540,000.00	8,986,313.20
Total in GS FSGF	709,778,054.51	3,234,605.13	23,609,200.47	-	-	158,738,381.84	577,883,478.27
Total in Fed Agencies and Treasuries	308,541,288.04	-	150,000,000.00	-	-	-	458,541,288.04
Total Invested	1,031,798,464.06	3,281,796.82	173,609,200.47	-	-	163,278,381.84	1,045,411,079.51

All Investments in the portfolio are in compliance with the CTRMA's Investment policy and the relevant provisions of the Public Funds Investment Act Chapter 2256.023

José Hernández, CFO
Ann Zigmond, Controller

8/31/2023

Allocation of Funds



Goldman Sachs Escrow Funds

	Balance		Accrued		Balance
	8/1/2023	Additions	Interest	Withdrawals	8/31/2023
Travis County Escrow Fund - Elroy Road	3,001,419.85		12,903.77	3,656.12	3,010,667.50
Travis County Escrow Fund - Ross Road	164,832.18		708.46	896.35	164,644.29
Travis County Escrow Fund - Old San Antonio Road	32,649.68		139.98	1,070.12	31,719.54
Travis County Escrow Fund - Old Lockhart Road	129,939.86	25,500.00	557.02	22,838.30	133,158.58
Travis County Escrow Fund - County Line Road	228,596.20		1,033.25	10,890.95	218,738.50
Travis County Escrow Fund - South Pleasant Valley Road	311,656.41		1,347.01	9,238.96	303,764.46
Travis County Escrow Fund - Thaxton Road	120,336.48		545.05	9,589.69	111,291.84
Travis County Escrow Fund - Pearce Lane Road	283,973.42		1,259.74	6,906.27	278,326.89

						Interest Income		
Bank	FUND	COST	Cummulative Amortization	Book Value	Maturity Value	Accrued Interest	Amortization	Interest Earned
6180006366	2016SUBDSR	6,671,837.25		6,671,837.25				-
1001017484	2020D DSRF	7,987,089.95		7,987,089.95	8,200,000.00			-
1001021540	2020G DSRF	2,995,158.73		2,995,158.73	3,075,000.00			-
1001021543	2021A DSRF	15,974,180.00		15,974,180.00	16,400,000.00			-
6180000120	GENERAL	20,000,000.00		20,000,000.00	20,000,000.00			-
6180000120	GENERAL	19,973,592.19		19,973,592.19	20,500,000.00			-
6180000120	GENERAL	44,963,937.40		44,963,937.40	47,150,000.00	3,864.75		3,864.75
6180000059	SENLIENDSR	20,000,000.00		20,000,000.00	20,000,000.00	22,222.22		22,222.22
6180000059	SENLIENDSR	20,000,000.00		20,000,000.00	20,000,000.00			-
6180000059	SENLIENDSR	45,000,000.00		45,000,000.00	45,000,000.00			-
6180000059	SENLIENDSR	19,973,592.19		19,973,592.19	20,500,000.00			-
6180000120	GENERAL	9,960,128.90		9,960,128.90	10,000,000.00	27,777.78		27,777.78
6180000120	GENERAL	9,960,128.90		9,960,128.90	10,000,000.00	27,777.78		27,777.78
6180005349	2015TIFIAP	30,000,000.00		30,000,000.00	30,000,000.00			
1001021273	2021BPROJ	35,000,000.00		35,000,000.00	35,000,000.00			-
1001021533	2020E PRJ	50,000,000.00		50,000,000.00	50,000,000.00			
1001021273	2021BPROJ	50,000,000.00		50,000,000.00	50,000,000.00			-
1001021273	2021BPROJ	50,000,000.00		50,000,000.00	50,000,000.00			
		458,459,645.51	-	458,459,645.51	455,825,000.00	81,642.53	-	81,642.53



PERFORMANCE

As of August 31, 2023

Current Invested Balance	\$ 10,207,693,267.12
Weighted Average Maturity (1)	27 Days
Weighted Average Life (2)	50 Days
Net Asset Value	0.999773
Total Number of Participants	1023
Management Fee on Invested Balance	0.06%*
Interest Distributed	\$ 47,862,830.52
Management Fee Collected	\$ 536,049.82
% of Portfolio Invested Beyond 1 Year	2.58%
Standard & Poor's Current Rating	AAAm

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

August Averages

Average Invested Balance	\$ 10,519,484,077.09
Average Monthly Yield, on a simple basis	5.2974%
Average Weighted Maturity (1)	26 Days
Average Weighted Life (2)	49 Days

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

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

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

NEW PARTICIPANTS

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

* Crandall Economic Development Corporation * City of Potteet

HOLIDAY REMINDER

In observance of **Columbus Day**, **TexSTAR will be closed on Monday, October 9, 2023**. All ACH transactions initiated on Friday, October 6th will settle on Tuesday, October 10th. Standard transaction deadlines will be observed on Friday, October 6th. Please plan accordingly for your liquidity needs.

ECONOMIC COMMENTARY

Market review

For the last year and half, the Federal Reserve (Fed) has engaged in an aggressive campaign to slow the economy in order to reduce inflation to its 2% target. However, the data have left Fed officials confused, with growth proving resilient even as inflation continues to decelerate. Recession risks and probability of recession have moderated in the near term, as employment and spending data have held up well; and corporate earnings have been resilient. However, in August, despite mixed data, we saw some signs of moderation, as unemployment inched higher and consumer confidence weakened.

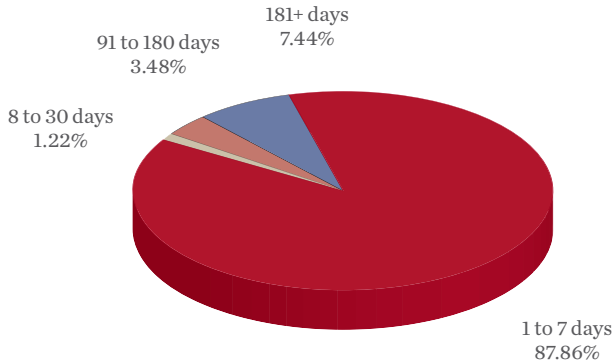
Earlier this year, markets largely anticipated that economic activity, specifically capital spending, would slow due to the lagged impact of restrictive monetary policy. Instead, record low unemployment, robust business investment, and resilient American consumers have kept the economy on an above trend growth trajectory thus far in 2023. July retail sales handily beat expectations, gaining 0.7% month-over-month (m/m) and 1.0% ex-autos. While a 1.9% m/m increase in online sales contributed the most, gains were broad-based. Elsewhere, industrial production jumped by a stronger-than-expected 1.0% m/m due to elevated auto production and sweltering temperatures driving up the demand for cooling. Manufacturing output also rose 0.5% m/m. However, excluding the sharp increase in motor vehicles and parts production, gains were a more modest 0.1%. Finally, the housing market showed continued signs of stabilization. Housing starts and permits rose by 3.9% and 0.1%, respectively, as gains in single-family more than offset declines in multi-family across both measures.

Inflation continued to come down, both at the headline and core level. The July CPI report pointed toward a continued moderation in inflation. Headline CPI rose 0.2% month-over-month (m/m) seasonally adjusted and 3.2% year-over-year (y/y) non-seasonally adjusted, a slight tick up compared to last month.

(continued page 4)

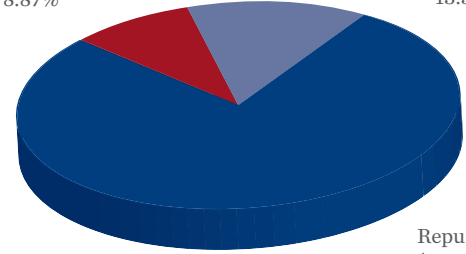
INFORMATION AT A GLANCE

PORTFOLIO BY TYPE OF INVESTMENT AS OF AUGUST 31, 2023



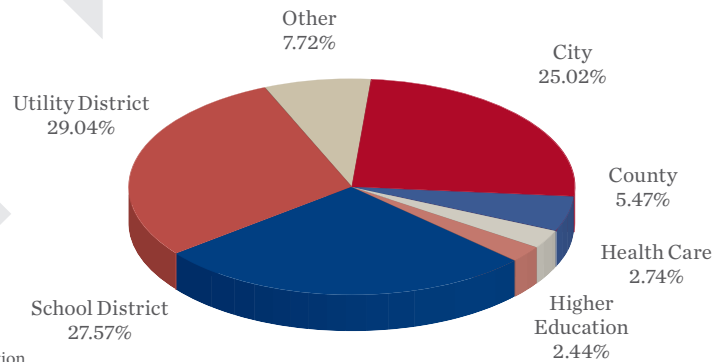
Treasuries
8.87%

Agencies
13.51%



Repurchase
Agreements
77.62%

PORTFOLIO BY MATURITY AS OF AUGUST 31, 2023 (1)



DISTRIBUTION OF PARTICIPANTS BY TYPE AS OF AUGUST 31, 2023

(1) Portfolio by Maturity is calculated using WAM (1) definition for stated maturity. See page 1 for definition

HISTORICAL PROGRAM INFORMATION

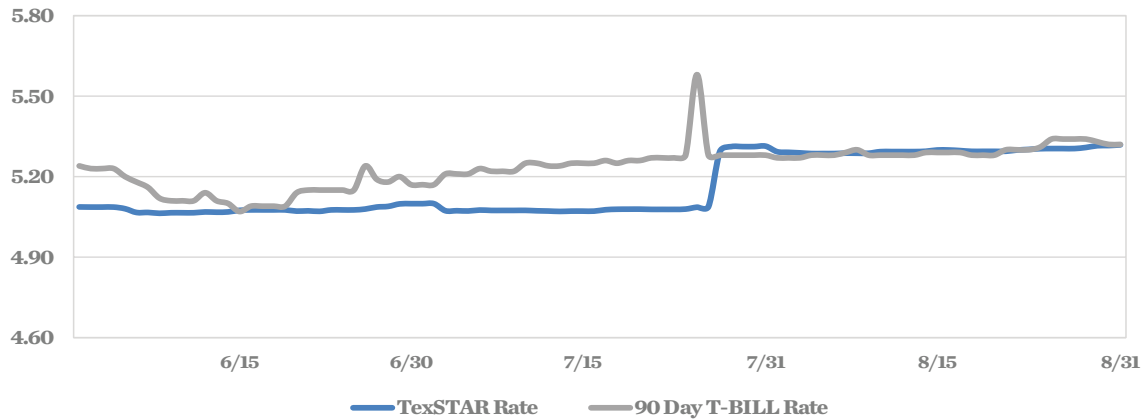
MONTH	AVERAGE RATE	BOOK VALUE	MARKET VALUE	NET ASSET VALUE	WAM (1)	WAL (2)	NUMBER OF PARTICIPANTS
Aug 23	5.2974%	\$10,207,693,267.12	\$10,205,377,223.94	0.999773	26	49	1023
Jul 23	5.1148%	10,852,471,505.08	10,849,665,890.42	0.999741	22	47	1021
Jun 23	5.0764%	10,475,876,514.08	10,473,945,855.73	0.999806	22	50	1020
May 23	5.0471%	10,704,350,596.85	10,702,720,616.60	0.999847	20	45	1019
Apr 23	4.8292%	10,940,711,794.05	10,941,057,413.24	1.000031	17	42	1017
Mar 23	4.6066%	11,042,113,205.98	11,042,864,910.32	1.000029	11	39	1012
Feb 23	4.4919%	10,962,890,240.57	10,961,778,645.78	0.999898	9	38	1008
Jan 23	4.2515%	10,451,037,339.95	10,450,044,625.54	0.999905	6	41	1003
Dec 22	3.9681%	9,016,826,910.67	9,015,709,981.89	0.999855	5	43	999
Nov 22	3.5588%	8,393,118,851.17	8,390,786,906.73	0.999722	6	47	998
Oct 22	2.8531%	8,388,414,626.87	8,384,901,873.82	0.999581	10	46	996
Sep 22	2.2941%	8,448,258,598.47	8,444,307,157.72	0.999510	16	43	994

PORTFOLIO ASSET SUMMARY AS OF AUGUST 31, 2023

	BOOK VALUE	MARKET VALUE
Uninvested Balance	\$ 557.95	\$ 557.95
Accrual of Interest Income	15,032,048.92	15,032,048.92
Interest and Management Fees Payable	(47,867,990.63)	(47,867,990.63)
Payable for Investment Purchased	0.00	0.00
Repurchase Agreement	7,948,702,999.78	7,948,702,999.78
Government Securities	2,291,825,651.10	2,289,509,607.92
TOTAL	\$ 10,207,693,267.12	\$ 10,205,377,223.94

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 historical 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 of \$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 consists 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. The TexSTAR yield is calculated in accordance with regulations governing the registration of open-end management investment companies under the Investment Company Act of 1940 as promulgated from time to time by the federal Securities and Exchange Commission.

DAILY SUMMARY FOR AUGUST 2023

DATE	MNY MKT FUND EQUIV. [SEC Std.]	DAILY ALLOCATION FACTOR	INVESTED BALANCE	MARKET VALUE PER SHARE	WAM DAYS (1)	WAL DAYS (2)
8/1/2023	5.2933%	0.000145023	\$11,029,033,578.86	0.999753	24	49
8/2/2023	5.2909%	0.000144955	\$11,022,222,772.39	0.999762	24	49
8/3/2023	5.2889%	0.000144902	\$11,054,744,995.82	0.999758	24	49
8/4/2023	5.2864%	0.000144834	\$11,000,921,250.35	0.999781	24	48
8/5/2023	5.2864%	0.000144834	\$11,000,921,250.35	0.999781	24	48
8/6/2023	5.2864%	0.000144834	\$11,000,921,250.35	0.999781	24	48
8/7/2023	5.2877%	0.000144869	\$10,979,736,039.64	0.999776	24	48
8/8/2023	5.2874%	0.000144861	\$10,961,570,989.03	0.999759	25	49
8/9/2023	5.2875%	0.000144863	\$10,881,540,543.49	0.999757	25	49
8/10/2023	5.2934%	0.000145025	\$10,917,555,419.33	0.999763	25	48
8/11/2023	5.2937%	0.000145033	\$10,734,888,557.71	0.999762	25	49
8/12/2023	5.2937%	0.000145033	\$10,734,888,557.71	0.999762	25	49
8/13/2023	5.2937%	0.000145033	\$10,734,888,557.71	0.999762	25	49
8/14/2023	5.2949%	0.000145066	\$10,197,565,474.97	0.999742	27	51
8/15/2023	5.2996%	0.000145195	\$10,271,298,431.10	0.999738	26	51
8/16/2023	5.2996%	0.000145194	\$10,239,173,300.34	0.999750	27	51
8/17/2023	5.2974%	0.000145133	\$10,344,265,730.79	0.999747	27	51
8/18/2023	5.2946%	0.000145058	\$10,271,140,527.96	0.999761	26	50
8/19/2023	5.2946%	0.000145058	\$10,271,140,527.96	0.999761	26	50
8/20/2023	5.2946%	0.000145058	\$10,271,140,527.96	0.999761	26	50
8/21/2023	5.2948%	0.000145063	\$10,176,331,503.24	0.999767	27	50
8/22/2023	5.2995%	0.000145193	\$10,238,734,262.90	0.999762	26	50
8/23/2023	5.3018%	0.000145254	\$10,266,838,212.85	0.999743	26	50
8/24/2023	5.3043%	0.000145322	\$10,189,083,808.60	0.999739	26	50
8/25/2023	5.3049%	0.000145340	\$10,218,608,750.32	0.999732	26	49
8/26/2023	5.3049%	0.000145340	\$10,218,608,750.32	0.999732	26	49
8/27/2023	5.3049%	0.000145340	\$10,218,608,750.32	0.999732	26	49
8/28/2023	5.3090%	0.000145452	\$10,241,550,525.76	0.999731	27	50
8/29/2023	5.3155%	0.000145630	\$10,114,848,725.19	0.999744	27	50
8/30/2023	5.3161%	0.000145647	\$10,093,541,549.41	0.999734	27	50
8/31/2023	5.3186%	0.000145716	\$10,207,693,267.12	0.999773	27	50
Average	5.2974%	0.000145134	\$10,519,484,077.09		26	49



ECONOMIC COMMENTARY (cont.)

Core CPI maintained its 0.2% m/m pace but eased to 4.7% on a y/y basis. In the details, lower auto prices drove core goods lower while rising shelter costs, although showing signs of moderating, contributed to an increase in core services. Similarly, headline and core PCE both rose by 0.2% m/m. Overall, the disinflationary trend remained intact.

Developments in the labor market, on the other hand, were less clear. Whereas some data components reflected a potential slowing, the bigger picture suggests that employment remains stubbornly resilient.

The August Jobs report provided further evidence that the labor market is softening. Nonfarm payrolls rose by a stronger than expected 187K. However, revisions cut 110K jobs for the last two months, suggesting a slowdown in hiring. A large increase in the labor force pushed the unemployment rate higher to 3.8%, while wage growth came in below expectations, gaining 0.2% m/m and 4.3% y/y. The Job Openings and Labor Turnover Survey (JOLTS) data for July suggested a cooling in the labor market, with job openings falling 3.7% to 8.827 million, the lowest level since March 2021, but still above pre-pandemic levels. This brought down the ratio of job openings per unemployed worker to 1.5 from the peak of 2 in March 2022. Quits also fell by 6.7%, approaching 2019 levels, while layoffs ticked up. Overall, these reports still show decent momentum in the labor market. That said, a more balanced labor market and easing wage pressures should allow core inflation to move lower, reducing the need for the Fed to hike further.

After two months of solid gains, consumer confidence tumbled in August as the Conference Board Confidence Index fell 7.9 points to 106.1. Meanwhile, GDP for the second quarter was revised lower from 2.4% to 2.1% primarily due to downward revisions to inventories and net exports, while consumption increased at a modest 1.7%. Personal spending ran hot at 0.8% in July, despite personal income slowing to 0.2% in July, down from 0.3% in June.

At the Fed's Jackson Hole Economic Policy Symposium, Chair Powell's speech was relatively balanced. He noted that "inflation remains too high" and said that the Fed is "prepared to raise rates further if appropriate" but "will proceed carefully" if they do, reaffirming the 2% inflation target. Powell noted that his concern that the economy may not be cooling as expected.

Front-end Treasury yields were relatively rangebound as markets have priced in the expectation that the Fed has now reached the end of the rate hiking cycle. Three-month and six-month Treasury bill yields rose by 4 bps to 5.45% and 5.51%, respectively, while 12-month T-bill yields were unchanged at 5.39%. Longer-term Treasury yields rose more significantly, however, given increased expectations for U.S. Treasury supply and as strong economic data caused markets to price in higher yields for longer, which pushed out expectations for rate cuts.

Outlook

Until recently, U.S. economic data has been reaccelerating with upward revisions to full year GDP forecasts and the removal of most recession expectations. The U.S. consumer remains a key pillar of economic resilience and one of the primary reasons why it has become easier to contemplate a scenario in which the U.S. avoids a recession.

American consumption, which accounts for approximately 68% of GDP, has remained stalwart, despite a restrictive monetary environment, bolstering the overall health of the economy in 2023. Real consumption rose 0.6% m/m in July, suggesting consumption is off to a solid start in 3Q. However, excess savings is on track to be depleted by year-end as pandemic stimulus dissipates; so, maintaining the same standard of living is becoming increasingly difficult for the average American. While upper income consumers may continue to show resiliency, those in the lower income category may find themselves more stretched given the high cost of capital, especially with the upcoming resumption of student loan payments.

In a seemingly endless battle to reinstate price stability, the Fed continues to search for confirmation that policy is sufficiently restrictive and that job growth is declining. The key question is whether core inflation can make further progress towards 2% without significantly dampening the labor market and overall economic growth.

(continued page 5)



ECONOMIC COMMENTARY (cont.)

Core CPI increased 0.16% in each of the past two months, bringing the 3-month moving average down to 0.25% from 0.34% in the previous month. Nevertheless, two months does not make a trend.

Meanwhile, the employment report paints a picture of a job market heading in the right direction. Although year-over-year wages may be above the Fed's 3.5% target, which Chair Powell has said is consistent with 2% inflation, and the unemployment rate is still below the Fed's 4.1% year-end forecast, the labor market trajectory is still one of deceleration.

At this point, a September hike seems like a longshot. If inflation continues its downward path, the Fed will likely need to see a strong re-acceleration in the jobs data from here to hike in November. While we recognize that the Fed's decisions will be data dependent, we continue to believe that it is likely that the Fed will not hike again this year. As of the date of this writing, the market is assigning a 7% chance of a hike in September and a 35% chance of a hike in November. Additionally, the Fed would need to see employment materially deteriorate to implement rate cuts, which is unlikely to start before mid-2024. We believe that the U.S. economy will likely not enter a recession in 2023; however, recession risks remain for the middle of 2024.

This information is an excerpt from an economic report dated August 2023 provided to TexSTAR by JP Morgan Asset Management, Inc., the investment manager of the TexSTAR pool.

TEXSTAR BOARD MEMBERS

Monte Mercer	North Central TX Council of Government	Governing Board President
David Pate	Richardson ISD	Governing Board Vice President
Anita Cothran	City of Frisco	Governing Board Treasurer
David Medanich	Hilltop Securities	Governing Board Secretary
Jennifer Novak	J.P. Morgan Asset Management	Governing Board Asst. Sec./Treas
Brett Starr	City of Irving	Advisory Board
Sandra Newby	Tarrant Regional Water Dist/Non-Participant	Advisory Board
Ron Whitehead	Qualified Non-Participant	Advisory Board

The material provided to TexSTAR from J.P. Morgan Asset Management, Inc., the investment manager of the TexSTAR pool, is for informational and educational purposes only, as of the date of writing and may change at any time based on market or other conditions and may not come to pass. While we believe the information presented is reliable, we cannot guarantee its accuracy. HilltopSecurities is a wholly owned subsidiary of Hilltop Holdings, Inc. (NYSE: HTH) located at 717 N. Hardwood Street, Suite 3400, Dallas, TX 75201, (214) 859-1800. Member NYSE/FINRA/SIPC. Past performance is no guarantee of future results. Investment Management Services are offered through J.P. Morgan Asset Management Inc. and/or its affiliates. Marketing and Enrollment duties are offered through HilltopSecurities and/or its affiliates. HilltopSecurities and J.P. Morgan Asset Management Inc. are separate entities.

