



**CENTRAL TEXAS
Regional Mobility Authority**

AGENDA ITEM #8 SUMMARY

Accept the financial statements for November 2014.

Department: Finance

Funding Source: None

Board Action Required: Yes

Description of Matter:

Presentation and acceptance of the monthly financial statements for November 2014

Reference documentation: Draft Resolution

Draft Financial Statements for November 2014

Contact for further information: Bill Chapman, Chief Financial Officer

Cindy Demers, Controller

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

RESOLUTION NO. 14-___

ACCEPT THE FINANCIAL STATEMENTS FOR NOVEMBER 2014.

WHEREAS, the Central Texas Regional Mobility Authority (“Mobility Authority”) is empowered to procure such goods and services as it deems necessary to assist with its operations and to study and develop potential transportation projects, and is responsible to insure accurate financial records are maintained using sound and acceptable financial practices; and

WHEREAS, close scrutiny of the Mobility Authority’s expenditures for goods and services, including those related to project development, as well as close scrutiny of the Mobility Authority’s financial condition and records is the responsibility of the Board and its designees through procedures the Board may implement from time to time; and

WHEREAS, the Board has adopted policies and procedures intended to provide strong fiscal oversight and which authorize the Executive Director, working with the Mobility Authority’s Chief Financial Officer, to review invoices, approve disbursements, and prepare and maintain accurate financial records and reports; and

WHEREAS, the Executive Director, working with the Chief Financial Officer, has reviewed and authorized the disbursements necessary for the month of November 2014, and has caused Financial Statements to be prepared and attached to this resolution as Attachments A.

NOW THEREFORE, BE IT RESOLVED, that the Board of Directors accepts the Financial Statements for November 2014, attached as Attachment A.

Adopted by the Board of Directors of the Central Texas Regional Mobility Authority on the 17th day of December, 2014.

Submitted and reviewed by:

Approved:

Andrew Martin
General Counsel for the Central
Texas Regional Mobility Authority

Ray A. Wilkerson
Chairman, Board of Directors
Resolution Number: 14-___
Date Passed: 12/17/2014

Attachment A

Financial Statements for November 2014

Central Texas Regional Mobility Authority

Balance Sheet

| | as of 11/30/2014 | 11/30/2013 | |
|---|-------------------------|-------------------------|--|
| Assets | | | |
| Current Assets | | | |
| Cash | | | |
| Regions Operating Account | \$ 486,577 | \$ 1,977,112 | |
| Cash In TexSTAR | 580,932 | 59,793 | |
| Regions Payroll Account | 15,906 | 34,086 | |
| Restricted Cash | | | |
| Fidelity Govt MMA | 225,889,870 | 126,515,444 | |
| Restricted Cash-TexStar | 11,733,210 | 25,423,976 | |
| Overpayments account | 64,062 | 41,270 | |
| Total Cash and Cash Equivalents | 238,770,558 | 154,051,681 | |
| Accounts Receivable | | | |
| Accounts Receivable | 614,892 | 3,701 | |
| Due From TTA | 350,980 | 292,527 | |
| Due From NTTA | 259,217 | 148,584 | |
| Due From HCTRA | 514,060 | 297,995 | |
| Due From TxDOT | 28,287,340 | 22,665,464 | |
| Interest Receivable | 130,370 | 189,206 | |
| Total Receivables | 30,156,859 | 23,597,477 | |
| Short Term Investments | | | |
| Certificates of Deposit | 5,000,000 | - | |
| Agencies | 32,827,915 | 57,255,799 | |
| Total Short Term Investments | 37,827,915 | 57,255,799 | |
| Total Current Assets | 306,755,332 | 234,904,957 | |
| Total Construction In Progress | 93,524,467 | 359,968,629 | |
| Fixed Assets (Net of Depreciation) | | | |
| Computers | 70,131 | 98,226 | |
| Computer Software | 1,072,157 | 430,336 | |
| Equipment | 7,237 | 12,386 | |
| Autos and Trucks | 4,599 | 11,497 | |
| Buildings and Toll Facilities | 5,758,978 | 5,936,093 | |
| Highways and Bridges | 615,019,112 | 323,485,692 | |
| Communication Equipment | 490,288 | 686,403 | |
| Toll Equipment | 21,476,916 | 11,657,950 | |
| Signs | 11,629,426 | 8,727,873 | |
| Land Improvements | 12,705,230 | 7,108,466 | |
| Right of Way | 85,152,004 | 46,642,851 | |
| Leasehold Improvements | 182,326 | 181,016 | |
| Total Fixed Assets | 753,568,404 | 404,978,789 | |
| Other Assets | | | |
| Intangible Assets | 13,500,008 | 15,032,417 | |
| 2005 Bond Insurance Costs | 5,053,028 | 5,337,706 | |
| Prepaid Insurance | 75,557 | 80,023 | |
| Total Other Assets | 18,628,594 | 20,450,146 | |
| Total Assets | \$ 1,172,476,797 | \$ 1,020,302,521 | |

as of 11/30/2014

11/30/2013

Liabilities**Current Liabilities**

| | | |
|--------------------------------|------------|------------|
| Accounts Payable | 2,005,762 | 23,291 |
| Construction Payable-Maha Loop | 8,737,630 | - |
| Overpayments | 65,791 | 42,663 |
| Interest Payable | 16,653,422 | 18,353,657 |
| TCDRS Payable | 32,296 | 55,385 |
| Due to Other Entities | 905,599 | 1,972,412 |

| | | |
|----------------------------------|-------------------|-------------------|
| Total Current Liabilities | <u>28,400,500</u> | <u>20,447,408</u> |
|----------------------------------|-------------------|-------------------|

Long Term Liabilities

| | | |
|----------------------------------|----------------|----------------|
| Accrued Vac & Sick Leave Payable | <u>189,089</u> | <u>189,089</u> |
| Total Long Term Payables | 189,089 | 189,089 |

Bonds Payable

| | | |
|--|-------------------|-------------------|
| Senior Lien Revenue Bonds | | |
| Senior Lien Revenue Bonds 2010 | 109,654,164 | 106,078,495 |
| Senior Lien Revenue Bonds 2011 | 308,233,040 | 307,554,895 |
| Senior Refunding Bonds 2013 | 184,710,000 | 185,810,000 |
| Sn Lien Rev Bnd Prem/Disc 2010 | 76,297 | 116,059 |
| Sn Lien Rev Bnd Prem/Disc 2011 | (3,518,340) | (3,659,715) |
| Sn Lien Rev Bnd Prem/Disc 2013 | <u>15,732,271</u> | <u>18,595,186</u> |
| Total Senior Lien Revenue Bonds | 614,887,432 | 614,494,920 |

| | | |
|-----------------------------------|------------------|------------------|
| Sub Lien Revenue Bonds | | |
| Subordinated Lien Bond 2011 | 70,000,000 | 70,000,000 |
| Sub Refunding Bnds 2013 | 103,710,000 | 103,960,000 |
| Sub Lien Bond 2011 Prem/Disc | (1,846,196) | (1,944,177) |
| Sub Refunding 2013 Prem/Disc | <u>3,584,642</u> | <u>4,082,022</u> |
| Tot Sub Lien Revenue Bonds | 175,448,445 | 176,097,845 |

Other Obligations

| | | |
|--------------------------------|------------------|------------------|
| 2011 Regions Draw Down Note | 2,747,233 | 1,799,820 |
| 2013 American Bank Loan | <u>5,300,000</u> | <u>5,300,000</u> |
| Total Other Obligations | 8,047,233 | 7,099,820 |

| | | |
|------------------------------------|--------------------|--------------------|
| Total Long Term Liabilities | <u>798,572,200</u> | <u>797,881,674</u> |
|------------------------------------|--------------------|--------------------|

| | | |
|--------------------------|---------------------------|---------------------------|
| Total Liabilities | <u>826,972,700</u> | <u>818,329,082</u> |
|--------------------------|---------------------------|---------------------------|

Net Assets

| | | |
|-------------------------|---------------------------|---------------------------|
| Contributed Capital | 35,847,060 | 18,334,846 |
| Net Assets Beginning | 263,492,792 | 153,684,258 |
| Current Year Operations | <u>46,164,246</u> | <u>29,954,335</u> |
| Total Net Assets | <u>345,504,098</u> | <u>201,973,439</u> |

| | | |
|---|--------------------------------|--------------------------------|
| Total Liabilities and Net Assets | <u>\$ 1,172,476,797</u> | <u>\$ 1,020,302,521</u> |
|---|--------------------------------|--------------------------------|

Central Texas Regional Mobility Authority
Income Statement
All Operating Departments

| Account Name | Budget Amount FY 2015 | Actual Year to Date 11/30/2014 | Percent of Budget | Actual Prior Year to Date 11/30/2013 |
|---------------------------------|-----------------------------|--------------------------------------|-------------------------|--|
| Revenue | | | | |
| Operating Revenue | | | | |
| Toll Revenue-TxTag-183A | 22,080,350 | 10,654,172 | 48.25% | 9,618,214 |
| Toll Revenue-HCTRA-183A | 1,089,491 | 821,565 | 75.41% | 529,349 |
| Toll Revenue-NTTA-183A | 1,041,069 | 320,401 | 30.78% | 377,609 |
| Toll Revenue-TxTag-Manor | 8,341,268 | 3,215,380 | 38.55% | 878,209 |
| Toll Revenue-HCTRA Manor | 1,542,774 | 608,188 | 39.42% | 126,847 |
| Toll Revenue-NTTA-Manor | 401,121 | 129,953 | 32.40% | 39,047 |
| Video Tolls 183A | 8,414,300 | 2,528,518 | 30.05% | 2,315,764 |
| Video Tolls Manor Expressway | 4,548,325 | 817,878 | 17.98% | 315,039 |
| Fee revenue 183A | 2,660,832 | 750,935 | 28.22% | 893,794 |
| Fee revenue Manor Expressway | 1,520,242 | 319,083 | 20.99% | 214,710 |
| Total Operating Revenue | 51,639,772 | 20,166,072 | 39.05% | 15,308,582 |
| Other Revenue | | | | |
| Interest Income | 180,000 | 145,958 | 81.09% | 72,858 |
| Grant Revenue | 2,399,600 | 57,638,585 | 2402% | 31,078,010 |
| Misc Revenue | - | 2,116 | | 355,056 |
| Total Other Revenue | 2,579,600 | 57,786,659 | 2240% | 31,505,924 |
| Total Revenue | \$ 54,219,372 | \$ 77,952,731 | 143.77% | \$ 46,814,506 |
| Expenses | | | | |
| Salaries and Wages | | | | |
| Salary Expense-Regular | 2,286,142 | 942,356 | 41.22% | 891,910 |
| Part Time Salary Expense | 51,000 | - | 0.00% | - |
| Overtime Salary Expense | 3,000 | - | 0.00% | - |
| Salary Reserve | 40,000 | - | 0.00% | - |
| TCDRS | 334,167 | 129,507 | 38.76% | 125,439 |
| FICA | 104,780 | 31,122 | 29.70% | 29,691 |
| FICA MED | 33,417 | 13,667 | 40.90% | 12,898 |
| Health Insurance Expense | 223,733 | 77,966 | 34.85% | 71,388 |
| Life Insurance Expense | 5,903 | 1,831 | 31.02% | 817 |
| Auto Allowance Expense | 10,200 | - | 0.00% | - |
| Other Benefits | 190,809 | 45,749 | 23.98% | 42,280 |
| Unemployment Taxes | 12,960 | 30 | 0.23% | 21 |
| Total Salaries and Wages | 3,296,111 | 1,242,230 | 37.69% | 1,174,444 |

Central Texas Regional Mobility Authority
Income Statement
All Operating Departments

| Account Name | Budget Amount FY 2015 | Actual Year to Date 11/30/2014 | Percent of Budget | Actual Prior Year to Date 11/30/2013 |
|---|-----------------------------|--------------------------------------|-------------------------|--|
| Administrative | | | | |
| Administrative and Office Expenses | | | | |
| Accounting | 5,000 | 2,602 | 52.04% | 5,282 |
| Auditing | 70,000 | 51,888 | 74.13% | 51,480 |
| Human Resources | 50,000 | 81,101 | 162.20% | 5,439 |
| IT Services | 63,000 | 24,248 | 38.49% | 14,731 |
| Internet | 6,700 | 549 | 8.20% | - |
| Software Licenses | 20,200 | 9,087 | 44.99% | 7,387 |
| Cell Phones | 12,100 | 3,662 | 30.26% | 4,077 |
| Local Telephone Service | 25,000 | 4,845 | 19.38% | 6,301 |
| Overnight Delivery Services | 1,700 | 15 | 0.88% | 78 |
| Local Delivery Services | 1,150 | - | 0.00% | - |
| Copy Machine | 8,000 | 4,496 | 56.20% | 2,647 |
| Repair & Maintenance-General | 500 | 842 | 168.34% | - |
| Meeting Facilities | 250 | - | 0.00% | - |
| Community Meeting/ Events | 5,000 | - | 0.00% | - |
| Meeting Expense | 17,700 | 3,409 | 19.26% | 2,679 |
| Public Notices | 2,000 | - | 0.00% | - |
| Toll Tag Expense | 1,550 | 665 | 42.88% | 107 |
| Parking | 3,400 | 1,342 | 39.46% | 1,437 |
| Mileage Reimbursement | 9,750 | 2,152 | 22.07% | 1,468 |
| Insurance Expense | 180,000 | 38,416 | 21.34% | 38,366 |
| Rent Expense | 490,000 | 158,232 | 32.29% | 128,072 |
| Legal Services | 320,000 | 12,484 | 3.90% | 45,003 |
| Total Admin and Office Expenses | 1,293,000 | 400,032 | 30.94% | 314,554 |
| Office Supplies | | | | |
| Books & Publications | 6,650 | 708 | 10.65% | 722 |
| Office Supplies | 12,000 | 3,179 | 26.49% | 6,377 |
| Computer Supplies | 12,500 | 5,685 | 45.48% | 4,919 |
| Copy Supplies | 2,200 | 391 | 17.76% | 25 |
| Other Reports-Printing | 13,000 | 414 | 3.18% | - |
| Office Supplies-Printed | 2,700 | 760 | 28.16% | 484 |
| Misc Materials & Supplies | 3,500 | 538 | 15.36% | 1,122 |
| Postage Expense | 5,600 | 219 | 3.91% | 260 |
| Total Office Supplies | 58,150 | 11,893 | 20.45% | 13,909 |

Central Texas Regional Mobility Authority
Income Statement
All Operating Departments

| Account Name | Budget Amount FY 2015 | Actual Year to Date 11/30/2014 | Percent of Budget | Actual Prior Year to Date 11/30/2013 |
|--|-----------------------------|--------------------------------------|-------------------------|--|
| Communications and Public Relations | | | | |
| Graphic Design Services | 50,000 | 1,858 | 3.72% | - |
| Website Maintenance | 65,000 | 1,195 | 1.84% | - |
| Research Services | 50,000 | 3,547 | 7.09% | 3,500 |
| Communications and Marketing | 150,000 | 41,130 | 27.42% | 100 |
| Advertising Expense | 260,000 | 45,783 | 17.61% | 13,411 |
| Direct Mail | 5,000 | 190 | 3.80% | - |
| Video Production | 30,000 | - | 0.00% | - |
| Photography | 10,000 | - | 0.00% | - |
| Radio | 10,000 | - | 0.00% | - |
| Other Public Relations | 27,500 | - | 0.00% | - |
| Promotional Items | 10,000 | 1,795 | 17.95% | 370 |
| Displays | 5,000 | - | 0.00% | - |
| Annual Report printing | 10,000 | - | 0.00% | - |
| Direct Mail Printing | 5,000 | - | 0.00% | - |
| Other Communication Expenses | 1,000 | 5,232 | 523.19% | 376 |
| Total Comm and Public Relations | 688,500 | 100,729 | 14.63% | 17,757 |
| Employee Development | | | | |
| Subscriptions | 1,850 | 809 | 43.72% | 108 |
| Memberships | 37,100 | 1,967 | 5.30% | 2,138 |
| Continuing Education | 5,550 | 3,520 | 63.42% | 596 |
| Professional Development | 12,200 | - | 0.00% | 501 |
| Other Licenses | 700 | 457 | 65.28% | 470 |
| Seminars and Conferences | 39,000 | 20,165 | 51.71% | 13,710 |
| Travel | 91,000 | 8,618 | 9.47% | 41,232 |
| Total Employee Development | 187,400 | 35,535 | 18.96% | 58,755 |
| Financing and Banking Fees | | | | |
| Trustee Fees | 16,000 | - | 0.00% | 2,688 |
| Bank Fee Expense | 10,000 | 2,308 | 23.08% | 2,343 |
| Continuing Disclosure | 8,500 | 9,706 | 114.19% | - |
| Arbitrage Rebate Calculation | 7,000 | 7,970 | 113.86% | 6,630 |
| Loan Fee Expense | 5,000 | - | 0.00% | - |
| Rating Agency Expense | 50,000 | 13,500 | 27.00% | 6,000 |
| Total Financing and Banking Fees | 96,500 | 33,483 | 34.70% | 17,661 |
| Total Administrative | 2,323,550 | 581,673 | 25.03% | 422,636 |

Central Texas Regional Mobility Authority
Income Statement
All Operating Departments

| Account Name | Budget Amount FY 2015 | Actual Year to Date 11/30/2014 | Percent of Budget | Actual Prior Year to Date 11/30/2013 |
|---|-----------------------------|--------------------------------------|-------------------------|--|
| Operations and Maintenance | | | | |
| Ops and Maint Consulting | | | | |
| General Engineering Consultant | 520,500 | (5,718) | 0.00% | 800 |
| GEC-Trust Indenture Support | 69,500 | - | 0.00% | 2,659 |
| GEC-Financial Planning Support | 47,000 | 5,436 | 11.57% | 8,178 |
| GEC-Toll Ops Support | 60,000 | 1,889 | 3.15% | - |
| GEC-Roadway Ops Support | 187,000 | 69,207 | 37.01% | 70,306 |
| GEC-Technology Support | 150,000 | - | 0.00% | 25,156 |
| GEC-Public Information Support | 1,000 | - | 0.00% | 461 |
| GEC-General Support | 225,000 | 58,156 | 25.85% | 44,033 |
| General System Consultant | 175,000 | 42,207 | 24.12% | 21,090 |
| Traffic and Revenue Consultant | 60,000 | 20,533 | 34.22% | 23,163 |
| Total Ops and Maint Consulting | 1,495,000 | 191,710 | 12.82% | 195,846 |
| Road Operations and Maintenance | | | | |
| Roadway Maintenance | 700,000 | 183,610 | 26.23% | (63,636) |
| Landscape Maintenance | 250,000 | 82,424 | 32.97% | 60,711 |
| Signal & Illumination Maint | - | 43,211 | | 20,169 |
| Maintenance Supplies-Roadway | - | 143 | | - |
| Tools & Equipment Expense | 500 | - | 0.00% | - |
| Gasoline | 6,000 | 897 | 14.95% | 1,394 |
| Repair & Maintenance-Vehicles | 1,000 | 1,724 | 172.42% | 752 |
| Roadway Operations | 50,000 | - | 0.00% | - |
| Electricity - Roadways | 150,000 | 30,342 | 20.23% | - |
| Total Road Operations and Maintenance | 1,157,500 | 342,349 | 29.58% | 19,390 |
| Toll Processing and Collection Expense | | | | |
| Image Processing | 3,000,791 | 896,854 | 29.89% | 578,655 |
| Tag Collection Fees | 2,318,079 | 801,258 | 34.57% | 616,293 |
| Court Enforcement Costs | 45,000 | 13,951 | 31.00% | - |
| DMV Lookup Fees | 7,000 | 1,605 | 22.93% | - |
| Total Toll Processing and Collections | 5,370,870 | 1,713,668 | 31.91% | 1,194,948 |
| Toll Operations Expense | | | | |
| Emergency Maintenance | 10,000 | - | 0.00% | - |
| Generator Maintenance | 27,700 | 4,450 | 16.06% | 3,974 |

Central Texas Regional Mobility Authority
Income Statement
All Operating Departments

| Account Name | Budget Amount FY 2015 | Actual Year to Date 11/30/2014 | Percent of Budget | Actual Prior Year to Date 11/30/2013 |
|---|-----------------------------|--------------------------------------|-------------------------|--|
| Generator Fuel | 6,000 | - | 0.00% | 596 |
| Fire and Burglar Alarm | - | 123 | | - |
| Elevator Maintenance | 2,800 | - | 0.00% | - |
| Refuse | 800 | 265 | 33.07% | 128 |
| Pest Control | 1,600 | 384 | 24.00% | 256 |
| Custodial | 5,440 | 1,331 | 24.47% | 360 |
| Fiber Optic System | 40,000 | 26,478 | 66.19% | 29,589 |
| Water | 7,500 | 1,394 | 18.59% | 2,176 |
| Electricity | 30,000 | 10,166 | 33.89% | 41,283 |
| ETC spare parts expense | 130,000 | - | 0.00% | - |
| Repair & Maintenance Toll Equip | 5,000 | - | 0.00% | 170 |
| Law Enforcement | 257,500 | 103,624 | 40.24% | 136,377 |
| ETC Maintenance Contract | 1,368,000 | 341,483 | 24.96% | 202,208 |
| ETC Development | 125,000 | - | 0.00% | - |
| ETC Testing | 60,000 | - | 0.00% | - |
| Total Toll Operations | 2,077,340 | 489,697 | 23.57% | 417,117 |
| Total Operations and Maintenance | 10,100,710 | 2,737,426 | 27.10% | 1,827,301 |
| Other Expenses | | | | |
| Special Projects and Contingencies | | | | |
| HERO | 1,400,000 | 486,388 | 34.74% | 451,543 |
| Special Projects | 1,190,000 | 200,488 | 16.85% | 56,854 |
| Other Contractual Svcs | 130,200 | 21,104 | 16.21% | - |
| Contingency | 170,500 | - | 0.00% | - |
| Total Special Projects and Contingencies | 2,890,700 | 707,980 | 24.49% | 508,397 |
| Non Cash Expenses | | | | |
| Amortization Expense | 120,000 | 111,105 | 92.59% | 38,440 |
| Amort Expense - Refund Savings | 1,300,000 | 428,275 | 32.94% | 428,275 |
| Dep Exp- Furniture & Fixtures | 14,000 | - | 0.00% | - |
| Dep Expense - Equipment | 15,000 | 3,634 | 24.23% | 8,748 |
| Dep Expense - Autos & Trucks | 7,000 | 2,874 | 41.06% | 2,874 |
| Dep Expense-Buildng & Toll Fac | 200,000 | 73,798 | 36.90% | 73,798 |
| Dep Expense-Highways & Bridges | 19,000,000 | 6,922,118 | 36.43% | 3,752,594 |
| Dep Expense-Communic Equip | 200,000 | 81,715 | 40.86% | 81,715 |
| Dep Expense-Toll Equipment | 1,860,000 | 1,142,849 | 61.44% | 644,365 |
| Dep Expense - Signs | 350,000 | 134,321 | 38.38% | 101,153 |

Central Texas Regional Mobility Authority
Income Statement
All Operating Departments

| Account Name | Budget Amount FY 2015 | Actual Year to Date 11/30/2014 | Percent of Budget | Actual Prior Year to Date 11/30/2013 |
|------------------------------------|-----------------------------|--------------------------------------|-------------------------|--|
| Dep Expense-Land Improvemts | 600,000 | 364,577 | 60.76% | 205,403 |
| Depreciation Expense-Computers | 28,000 | 11,394 | 40.69% | 9,554 |
| Total Non Cash Expenses | 23,694,000 | 9,276,661 | 39.15% | 5,346,919 |
| Total Other Expenses | 26,584,700 | 9,984,641 | 37.56% | 5,855,316 |
| Non Operating Expenses | | | | |
| Non Operating Expense | | | | |
| Bond issuance expense | 50,000 | 88,962 | 177.92% | 17,975 |
| Interest Expense | 44,384,714 | 17,138,554 | 38.61% | 7,512,499 |
| Community Initiatives | 65,000 | 15,000 | 23.08% | 50,000 |
| Total Non Operating Expense | 44,499,714 | 17,242,516 | 38.75% | 7,580,474 |
| Total Expenses | \$ 86,804,785 | \$ 31,788,485 | 36.62% | \$ 16,860,171 |
| Net Income | \$ (32,585,413) | \$ 46,164,246 | | \$ 29,954,335 |

Central Texas Regional Mobility Authority
Statement of Cash Flows - FY 2015
as of November 30, 2014

Cash flows from operating activities:

| | |
|---|-------------------|
| Receipts from Department of Transportation | \$ 29,783,209 |
| Receipts from toll fees | 20,080,624 |
| Receipts from other fees | - |
| Receipts from interest income | 235,577 |
| Receipts from other sources | 14,277,936 |
| Payments to vendors | (4,393,469) |
| Payments to employees and benefits | (1,304,506) |
| Net cash flows used in operating activities | <u>58,679,371</u> |

Cash flows from capital and related financing activities:

| | |
|---|---------------------|
| Payments on interest | (19,955,736) |
| Payment on Bonds/Notes | (302,587) |
| Acquisitions of property and equipment | (21,677) |
| Acquisitions of construction in progress | (32,631,096) |
| Reduction of Construction Payable (Maha Loop) | (4,359,514) |
| Proceeds from Loans and Notes | - |
| Net cash flows used in capital and related financing activities | <u>(57,270,609)</u> |

Cash flows from investing activities:

| | |
|---|-------------------|
| Purchase of investments | - |
| Proceeds from sale or maturity of investments | 16,009,000 |
| Net cash flows provided by investing activities | <u>16,009,000</u> |

| | |
|---|-----------------------|
| Net increase in cash and cash equivalents | 17,417,762 |
| Cash and cash equivalents at beginning of July 2014 | 221,352,797 |
| Cash and cash equivalents at end of November 2014 | <u>\$ 238,770,558</u> |

INVESTMENTS by FUND

| | | Balance | | | |
|---|-----------------|-------------------|--------------------------|----------------|----------------------|
| | | November 30, 2014 | | | |
| Renewal & Replacement Fund | | | | TexSTAR | 12,314,142.53 |
| | TexSTAR | 2,234,252.82 | | CD's | 5,000,000.00 |
| | Regions Sweep | 525,170.51 | | Regions Sweep | 216,567,437.96 |
| | Agencies | | 2,759,423.33 | Agencies | 32,827,914.63 |
| TxDOT Grant Fund | | | | | |
| | TexSTAR | 82,201.87 | | | |
| | Regions Sweep | 3,702,008.58 | | | |
| | CD's | | | | |
| | Agencies | 5,718,779.83 | 9,502,990.28 | | \$ 266,709,495.12 |
| Senior Debt Service Reserve Fund | | | | | |
| | TexSTAR | 590,084.45 | | | |
| | Regions Sweep | 30,663,228.52 | | | |
| | Agencies | 17,011,213.10 | 48,264,526.07 | | |
| 2010 Senior Lien DSF | | | | | |
| | Regions Sweep | 1,563,344.43 | | | |
| | TexSTAR | - | 1,563,344.43 | | |
| 2011 Debt Service Acct | | | | | |
| | Regions Sweep | 8,925,627.52 | 8,925,627.52 | | |
| 2013 Sr Debt Service Acct | | | | | |
| | Regions Sweep | 5,566,019.75 | 5,566,019.75 | | |
| 2013 Sub Debt Service Account | | | | | |
| | Regions Sweep | 3,238,226.46 | 3,238,226.46 | | |
| 2010 Senior Lien DSRF | | | | | |
| | Regions Sweep | - | - | | |
| 2011 Sub Debt DSRF | | | | | |
| | Regions Sweep | 2,026,078.48 | | | |
| | CD's | 5,000,000.00 | 7,026,078.48 | | |
| 2011 Sub DSF | | | | | |
| | Regions Sweep | 2,364,316.50 | 2,364,316.50 | | |
| Operating Fund | | | | | |
| | TexSTAR | 580,932.44 | | | |
| | TexSTAR-Trustee | 3,869,551.41 | | | |
| | Regions Sweep | - | 4,450,483.85 | | |
| Revenue Fund | | | | | |
| | TexSTAR | 1.00 | | | |
| | Regions Sweep | 1,539,830.22 | 1,539,831.22 | | |
| General Fund | | | | | |
| | TexSTAR | 53.78 | | | |
| | Regions Sweep | 14,661,692.93 | | | |
| | Agencies | 5,005,732.97 | 19,667,479.68 | | |
| 2013 Sub Debt Service Reserve Fund | | | | | |
| | Regions Sweep | 3,330,804.26 | | | |
| | Agencies | 5,092,188.73 | 8,422,992.99 | | |
| MoPac Construction Fund | | | | | |
| | Regions Sweep | 79,731,914.40 | 79,731,914.40 | | |
| 2010-1 Sub Lien Projects Fund | | | | | |
| | TexSTAR | 785,654.37 | | | |
| | Regions Sweep | - | 785,654.37 | | |
| 2010 Senior Lien Construction Fund | | | | | |
| | TexSTAR | 1.19 | | | |
| | Regions Sweep | 115,861.71 | 115,862.90 | | |
| 2011 Sub Debt Project fund | | | | | |
| | TexSTAR | 4,171,289.54 | | | |
| | Agencies | | | | |
| | Regions Sweep | 24,800,788.90 | 28,972,078.44 | | |
| 2011 Sr Financial Assistance Fund | | | | | |
| | Regions Sweep | 18,152,367.71 | 18,152,367.71 | | |
| 2011 Senior Lien Project Fund | | | | | |
| | TexSTAR | 119.66 | | | |
| | Regions Sweep | 298,711.96 | | | |
| | Agencies | | 298,831.62 | | |
| 45SW Trust Account Hays County | | | | | |
| | Regions Sweep | 500,136.73 | 500,136.73 | | |
| 45SW Trust Account Travis County | | | | | |
| | Regions Sweep | 14,861,308.39 | 14,861,308.39 | | |
| | | | <u>\$ 266,709,495.12</u> | | |

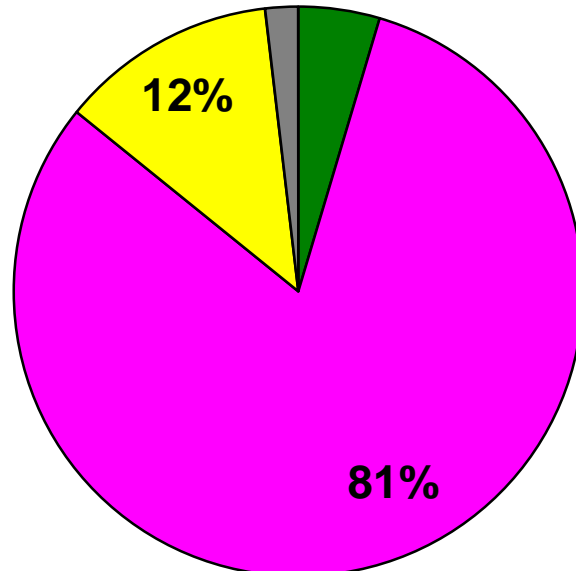
CTRMA INVESTMENT REPORT

| | Month Ending 11/30/2014 | | | | | Rate Nov 14 | |
|--|-------------------------|---------------------|--------------------------|------------------|----------------------|-----------------------|-----------------------|
| | Balance 11/1/2014 | Additions | Discount Amortization | Accrued Interest | Withdrawals | | Balance 11/30/2014 |
| Amount in Trustee TexStar | | | | | | | |
| 2011 Sub Lien Construction Fund | 4,171,156.90 | | | 132.64 | | 4,171,289.54 | 0.046% |
| 2011 Senior Lien Construction Fund | 119.66 | | | | | 119.66 | 0.046% |
| 2010 Senior Lien Construction Fund | 1.19 | | | | | 1.19 | 0.046% |
| 2010-1 Sub Lien Projects | 785,629.37 | | | 25.00 | | 785,654.37 | 0.046% |
| General Fund | 53.78 | | | | | 53.78 | 0.046% |
| Trustee Operating Fund | 2,769,445.71 | 1,100,000.00 | | 105.70 | | 3,869,551.41 | 0.046% |
| Renewal and Replacement | 2,234,181.78 | | | 71.04 | | 2,234,252.82 | 0.046% |
| TxDOT Grant Fund | 82,199.24 | | | 2.63 | | 82,201.87 | 0.046% |
| Revenue Fund | 1.00 | | | | | 1.00 | 0.046% |
| Senior Lien Debt Service Reserve Fund | 590,065.69 | | | 18.76 | | 590,084.45 | 0.046% |
| | 10,632,854.32 | 1,100,000.00 | | 355.77 | 0.00 | 11,733,210.09 | |
| Amount in TexStar Operating Fund | 580,913.96 | | | 18.48 | | 580,932.44 | 0.046% |
| Regions Sweep Money Market Fund | | | | | | | |
| Operating Fund | 0.00 | 1,100,000.00 | | | 1,100,000.00 | 0.00 | 0.100% |
| 45SW Trust Account Travis County | 14,888,830.11 | | | 823.03 | 28,344.75 | 14,861,308.39 | 0.100% |
| 45SW Trust Account Hays County | 500,102.75 | | | 33.98 | | 500,136.73 | 0.100% |
| 2010 Senior Lien Project Acct | 122,060.50 | | | 8.50 | 6,207.29 | 115,861.71 | 0.100% |
| 2011 Sub Lien Project Acct | 25,337,256.22 | | | 1,732.66 | 538,199.98 | 24,800,788.90 | 0.100% |
| 2011 Senior Lien Project Acct | 298,691.67 | | | 20.29 | | 298,711.96 | 0.100% |
| 2011 Sr Financial Assistance Fund | 18,151,134.43 | | | 1,233.28 | | 18,152,367.71 | 0.100% |
| 2010 Senior DSF | 1,264,852.10 | 298,415.55 | | 76.78 | | 1,563,344.43 | 0.100% |
| 2011 Senior Lien Debt Service Acct | 8,901,210.97 | 23,812.49 | | 604.06 | | 8,925,627.52 | 0.100% |
| 2011 Sub Debt Service Fund | 2,364,155.87 | | | 160.63 | | 2,364,316.50 | 0.100% |
| 2013 Senior Lien Debt Service Acct | 4,668,866.14 | 896,863.90 | | 289.71 | | 5,566,019.75 | 0.100% |
| 2013 Subordinate Debt Service Acct | 2,708,913.62 | 529,145.02 | | 167.82 | | 3,238,226.46 | 0.100% |
| TxDOT Grant Fund | 3,701,757.89 | | | 250.69 | | 3,702,008.58 | 0.100% |
| Renewal and Replacement | 562,862.83 | | | 38.39 | 37,730.71 | 525,170.51 | 0.100% |
| Revenue Fund | 2,634,185.95 | 3,713,738.58 | | 185.14 | 4,808,279.45 | 1,539,830.22 | 0.100% |
| General Fund | 14,442,480.15 | 2,055,964.59 | | 920.99 | 1,837,672.80 | 14,661,692.93 | 0.100% |
| 2011 Sub Debt Service Reserve Fund | 2,025,940.83 | | | 137.65 | | 2,026,078.48 | 0.100% |
| Senior Lien Debt Service Reserve Fund | 30,661,619.17 | | | 1,609.35 | | 30,663,228.52 | 0.100% |
| 2013 Sub Debt Service Reserve Fund | 3,330,577.96 | | | 226.30 | | 3,330,804.26 | 0.100% |
| MoPac Managed Lane Construction Fund | 83,305,245.39 | | | 5,723.02 | 3,579,054.01 | 79,731,914.40 | 0.100% |
| | 219,870,744.55 | 8,617,940.13 | 0.00 | 14,242.27 | 11,935,488.99 | 216,567,437.96 | |
| Amount in Fed Agencies and Treasuries | | | | | | | |
| Amortized Principal | 32,848,022.00 | | (20,107.37) | | | 32,827,914.63 | |
| | 32,848,022.00 | 0.00 | (20,107.37) | | | 32,827,914.63 | |
| Certificates of Deposit | 5,000,000.00 | | | | | 5,000,000.00 | |
| Total in Pools | 11,213,768.28 | 1,100,000.00 | | 374.25 | 0.00 | 12,314,142.53 | |
| Total in Money Market | 219,870,744.55 | 8,617,940.13 | | 14,242.27 | 11,935,488.99 | 216,567,437.96 | |
| Total in Fed Agencies | 32,848,022.00 | 0.00 | (20,107.37) | 0.00 | 0.00 | 32,827,914.63 | |
| Total Invested | 268,932,534.83 | 9,717,940.13 | (20,107.37) | 14,616.52 | 11,935,488.99 | 266,709,495.12 | |

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

William Chapman, CFO Cindy Demers, Controller

Allocation of Funds 5%



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

Amount of investments As of November 30, 2014

| Agency | CUSIP # | COST | Book Value | Market Value | Yield to Maturity | Purchased | Matures | FUND |
|------------------------|-----------|---------------|----------------------|----------------------|-------------------|-----------|------------|------------------|
| Federal Home Loan Bank | 313378LX7 | 4,013,754.20 | 4,004,298.19 | 4,006,680.00 | 0.0267% | 1/9/2014 | 4/30/2015 | General |
| Federal Home Loan Bank | 313378M57 | 1,004,065.22 | 1,001,434.78 | 1,002,000.00 | 0.0028% | 1/9/2014 | 5/29/2015 | General |
| Freddie Mac | 3137EADD8 | 1,004,940.00 | 1,000,823.33 | 1,001,460.00 | 0.2290% | 12/3/2012 | 4/17/2015 | TxDOT Grant Fund |
| Northside ISD | 66702RAG7 | 1,057,700.00 | 1,005,770.00 | 1,005,930.00 | 0.3580% | 12/5/2012 | 2/15/2015 | TxDOT Grant Fund |
| Federal Home Loan Bank | 313371KG0 | 1,019,000.00 | 1,009,500.00 | 1,011,010.00 | 0.3912% | 1/9/2014 | 10/28/2015 | TxDOT Grant Fund |
| Fannie Mae | 3135G0QB2 | 1,001,990.00 | 1,000,995.00 | | 0.0381% | 1/9/2014 | 10/22/2015 | TxDOT Grant Fund |
| Fannie Mae | 3135G0QB2 | 1,703,383.00 | 1,701,691.50 | 2,706,858.00 | 0.0381% | 1/9/2014 | 10/22/2015 | TxDOT Grant Fund |
| Federal Home Loan Bank | 313371W51 | 12,217,422.00 | 12,009,059.25 | 12,004,320.00 | 0.2646% | 2/8/2013 | 12/12/2014 | Senior DSRF |
| Fannie Mae | 3135G0VA8 | 5,003,500.00 | 5,002,153.85 | 5,015,250.00 | 0.0468% | 1/23/2014 | 3/1/3016 | Senior DSRF |
| Federal Home Loan Bank | 31398A3T7 | 5,164,996.34 | 5,092,188.73 | 5,100,535.58 | 0.3660% | 1/9/2014 | 9/21/2015 | 2013 Sub DSRF |
| | | | <u>32,827,914.63</u> | <u>32,854,043.58</u> | | | | |

| Agency | CUSIP # | COST | Cummulative Amortization | 11/30/2014 | | Interest Income November 30, 2014 | | |
|------------------------|-----------|----------------------|--------------------------|----------------------|----------------------|-----------------------------------|--------------------|------------------|
| | | | | Book Value | Maturity Value | Accrued Interest | Amortization | Interest Earned |
| Federal Home Loan Bank | 313378LX7 | 4,013,754.20 | 9,456.01 | 4,004,298.19 | 4,000,000.00 | 1,766.67 | (859.64) | 907.03 |
| Federal Home Loan Bank | 313378M57 | 1,004,065.22 | 2,630.44 | 1,001,434.78 | 1,000,000.00 | 475.00 | (239.13) | 235.87 |
| Freddie Mac | 3137EADD8 | 1,004,940.00 | 4,116.67 | 1,000,823.33 | 1,000,000.00 | 416.67 | (164.67) | 252.00 |
| Northside ISD | 66702RAG7 | 1,057,700.00 | 51,930.00 | 1,005,770.00 | 1,000,000.00 | 2,500.00 | (1,923.33) | 576.67 |
| Federal Home Loan Bank | 313371KG0 | 1,019,000.00 | 9,500.00 | 1,009,500.00 | 1,000,000.00 | 1,208.33 | (863.64) | 344.69 |
| Fannie Mae | 3135G0QB2 | 1,001,990.00 | 995.00 | 1,000,995.00 | 1,000,000.00 | 416.67 | (90.45) | 326.22 |
| Fannie Mae | 3135G0QB2 | 1,703,383.00 | 1,691.50 | 1,701,691.50 | 1,700,000.00 | 708.33 | (153.77) | 554.56 |
| Federal Home Loan Bank | 313371W51 | 12,217,422.00 | 208,362.75 | 12,009,059.25 | 12,000,000.00 | 12,500.00 | (9,059.25) | 3,440.75 |
| Fannie Mae | 3135G0VA8 | 5,003,500.00 | 1,346.15 | 5,002,153.85 | 5,000,000.00 | 2,083.33 | (134.62) | 1,948.71 |
| Federal Home Loan Bank | 31398A3T7 | 5,164,996.34 | 72,807.61 | 5,092,188.73 | 5,026,000.00 | 8,376.67 | (6,618.87) | 1,757.80 |
| | | <u>33,190,750.76</u> | <u>362,836.13</u> | <u>32,827,914.63</u> | <u>32,726,000.00</u> | <u>30,451.67</u> | <u>(20,107.37)</u> | <u>10,344.30</u> |

November 30, 2014

Certificates of Deposit Outstanding

| Bank | CUSIP # | COST | Yield to Maturity | Purchased | Matures | November 30, 2014 Interest | FUND |
|--------------|----------|------------------|-------------------|-----------|----------|----------------------------|---------------|
| Compass Bank | CD 02636 | 5,000,000 | 0.35% | 2/5/2013 | 2/5/2015 | \$ 1,458.33 | 2011 Sub DSRF |
| | | <u>5,000,000</u> | | | | <u>\$ 1,458.33</u> | |

Travis County Escrow account

| Balance | | Accrued | | Balance |
|------------------|-----------|-----------|-----------------|-----------------|
| 11/1/2014 | Additions | Interest | Withdrawals | 11/30/2014 |
| \$ 11,320,502.67 | | \$ 798.98 | \$ 1,998,868.85 | \$ 9,322,432.80 |



Monthly Newsletter - November 2014

Performance

As of November 30, 2014

| | |
|---------------------------------------|--------------------|
| Current Invested Balance | \$4,453,961,626.26 |
| Weighted Average Maturity (1) | 52 Days |
| Weighted Average Maturity (2) | 84 Days |
| Net Asset Value | 1.000042 |
| Total Number of Participants | 790 |
| Management Fee on Invested Balance | 0.05%* |
| Interest Distributed | \$331,656.36 |
| Management Fee Collected | \$187,117.23 |
| % of Portfolio Invested Beyond 1 Year | 2.61% |
| Standard & Poor's Current Rating | AAAm |

November Averages

| | |
|--|--------------------|
| Average Invested Balance | \$4,553,061,081.50 |
| Average Monthly Yield, on a simple basis | 0.0387% |
| Average Weighted Average Maturity (1)* | 52 Days |
| Average Weighted Average Maturity (2)* | 84 Days |

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

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

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

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

New Participants

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

- ★ Rock Creek Water Supply Corporation ★ City of Sugar Land

Holiday Reminder

In observance of the Christmas holiday, **TexSTAR will be closed Thursday, December 25, 2014**. All ACH transactions initiated on Wednesday, December 24th will settle on Friday, December 26th.

In observance of the New Year's Day holiday, **TexSTAR will be closed Thursday, January 1, 2015**. All ACH transactions initiated on Wednesday, December 31st will settle on Friday, January 2nd.

Notification of any early transaction deadlines on the business day preceding the 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

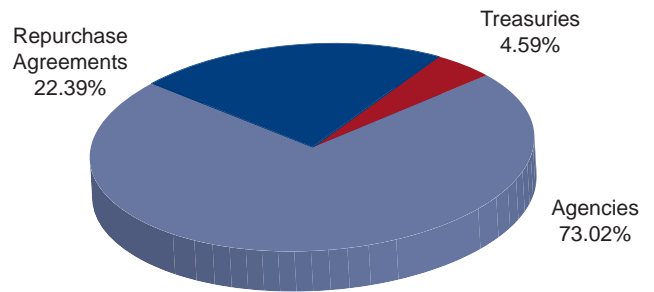
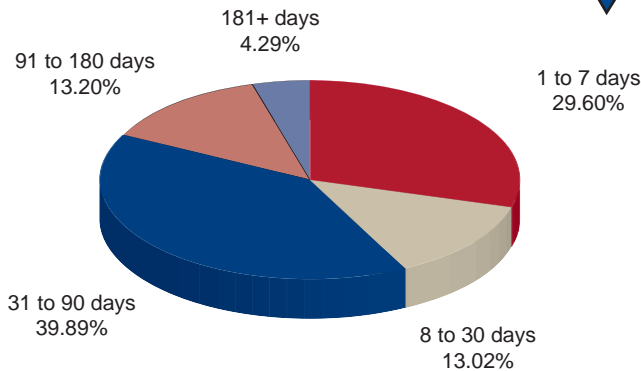
Slow global growth continued to weigh on spread sectors, even as new commitments for further accommodation by global central banks allowed equity markets to rise. Global oil markets fell notably during the month, with prices reaching around \$70 per barrel at month-end, particularly as OPEC chose not to react at its global meeting. Market declines were most pronounced in oil-related names, and the full impact of an extended period of low oil prices on global growth is unknown; however, most market participants expect it to benefit consumption. Domestic growth acceleration should be sufficient enough to offset the uncertainty of global growth. Improvement is expected in labor markets, rising income levels, elevated savings and weaker energy prices to provide a tailwind to consumption. It is also anticipated that domestic growth will improve and capacity utilization constraints should support further capital investment in the business sector. Headline inflation should spend most of 2015 on a declining trend related to the feed through from the significant decline in energy prices. However, core inflation is expected to gradually rise as these components are domestically oriented and more sensitive to domestic growth activity. The stronger US dollar should continue to exert a deflationary impulse on core goods which are primarily import oriented. Against the backdrop of improving domestic growth and moderately rising core inflation, it is expected that the Fed to move off of the zero interest rate floor and begin normalizing policy in the middle of 2015 (provided the data evolves as expected). The mid-2015 start will allow for the Fed to tighten in 2015 at a moderate pace. However, growth and inflation should continue to improve validating the Fed expectations. This will mark the first time in over a decade where policy and economic activity are diverging at the global level. This divergence was more common in the past, rather than the synchronization of policy makers following the global financial crisis. This divergence is viewed as a healthy sign, where countries with better balance sheets and demand capacity will serve as a buffer for ongoing adjustments at the global level.

This information is an excerpt from an economic report dated November 2014 provided to TexSTAR by JP Morgan Asset Management, Inc., the investment manager of the TexSTAR pool.

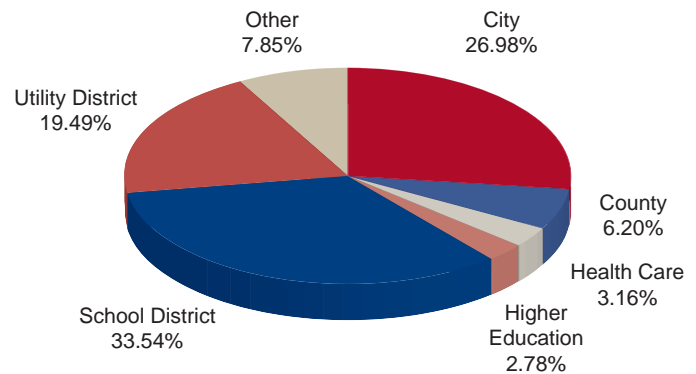
For more information about TexSTAR, please visit our web site at www.texstar.org.

Information at a Glance

Portfolio by Type of Investment As of November 30, 2014



Portfolio by Maturity As of November 30, 2014



Distribution of Participants by Type As of November 30, 2014

Historical Program Information

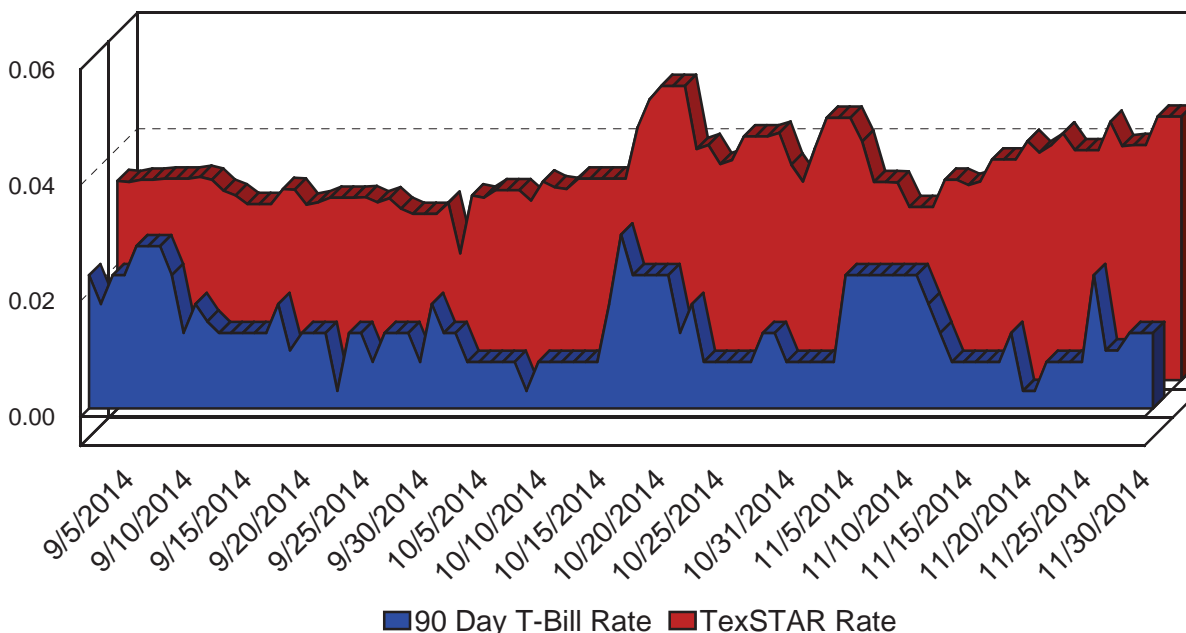
| Month | Average Rate | Book Value | Market Value | Net Asset Value | WAM (1)* | WAM (2)* | Number of Participants |
|--------|--------------|--------------------|--------------------|-----------------|----------|----------|------------------------|
| Nov 14 | 0.0387% | \$4,453,961,626.26 | \$4,454,149,924.27 | 1.000042 | 52 | 84 | 790 |
| Oct 14 | 0.0385% | 4,433,918,584.81 | 4,434,061,738.75 | 1.000043 | 50 | 82 | 788 |
| Sep 14 | 0.0317% | 4,479,282,436.21 | 4,479,598,265.68 | 1.000070 | 50 | 80 | 788 |
| Aug 14 | 0.0350% | 4,815,579,162.38 | 4,815,792,254.70 | 1.000043 | 52 | 83 | 788 |
| Jul 14 | 0.0323% | 4,816,487,266.54 | 4,816,599,027.29 | 1.000023 | 52 | 81 | 788 |
| Jun 14 | 0.0322% | 4,682,201,994.16 | 4,682,381,855.14 | 1.000038 | 50 | 76 | 788 |
| May 14 | 0.0273% | 5,188,136,060.86 | 5,188,307,944.39 | 1.000034 | 52 | 74 | 786 |
| Apr 14 | 0.0379% | 5,297,751,521.64 | 5,298,035,810.85 | 1.000053 | 51 | 71 | 784 |
| Mar 14 | 0.0400% | 5,447,221,784.71 | 5,447,546,676.56 | 1.000059 | 51 | 66 | 784 |
| Feb 14 | 0.0318% | 5,890,162,246.46 | 5,890,513,830.50 | 1.000066 | 49 | 65 | 783 |
| Jan 14 | 0.0303% | 5,518,659,649.58 | 5,518,895,897.21 | 1.000048 | 49 | 64 | 781 |
| Dec 13 | 0.0357% | 4,749,571,555.83 | 4,749,808,699.35 | 1.000050 | 52 | 65 | 781 |

Portfolio Asset Summary as of November 30, 2014

| | Book Value | Market Value |
|--------------------------------------|----------------------------|----------------------------|
| Uninvested Balance | \$ 4,538.22 | \$ 4,538.22 |
| Accrual of Interest Income | 3,456,106.39 | 3,456,106.39 |
| Interest and Management Fees Payable | (334,705.25) | (334,705.25) |
| Payable for Investment Purchased | 0.00 | 0.00 |
| Repurchase Agreement | 996,583,000.00 | 996,583,000.00 |
| Government Securities | 3,454,252,686.90 | 3,454,440,984.91 |
| Total | \$ 4,453,961,626.26 | \$ 4,454,149,924.27 |

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 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 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 November 2014

| Date | Mny Mkt Fund Equiv. [SEC Std.] | Daily Allocation Factor | TexSTAR Invested Balance | Market Value Per Share | WAM Days (1)* | WAM Days (2)* |
|------------|--------------------------------|-------------------------|--------------------------|------------------------|---------------|---------------|
| 11/1/2014 | 0.0453% | 0.000001240 | \$4,433,918,584.81 | 1.000043 | 52 | 87 |
| 11/2/2014 | 0.0453% | 0.000001240 | \$4,433,918,584.81 | 1.000043 | 52 | 87 |
| 11/3/2014 | 0.0412% | 0.000001128 | \$4,416,385,625.84 | 1.000040 | 52 | 86 |
| 11/4/2014 | 0.0342% | 0.000000936 | \$4,551,912,442.45 | 1.000041 | 50 | 82 |
| 11/5/2014 | 0.0342% | 0.000000936 | \$4,528,618,199.88 | 1.000044 | 51 | 84 |
| 11/6/2014 | 0.0341% | 0.000000933 | \$4,524,117,446.93 | 1.000046 | 51 | 84 |
| 11/7/2014 | 0.0299% | 0.000000818 | \$4,662,619,939.45 | 1.000037 | 49 | 81 |
| 11/8/2014 | 0.0299% | 0.000000818 | \$4,662,619,939.45 | 1.000037 | 49 | 81 |
| 11/9/2014 | 0.0299% | 0.000000818 | \$4,662,619,939.45 | 1.000037 | 49 | 81 |
| 11/10/2014 | 0.0346% | 0.000000948 | \$4,621,872,803.93 | 1.000039 | 51 | 83 |
| 11/11/2014 | 0.0346% | 0.000000948 | \$4,621,872,803.93 | 1.000039 | 51 | 83 |
| 11/12/2014 | 0.0337% | 0.000000922 | \$4,704,767,379.57 | 1.000033 | 51 | 82 |
| 11/13/2014 | 0.0343% | 0.000000941 | \$4,661,683,576.16 | 1.000038 | 52 | 82 |
| 11/14/2014 | 0.0381% | 0.000001045 | \$4,591,202,104.91 | 1.000040 | 53 | 85 |
| 11/15/2014 | 0.0381% | 0.000001045 | \$4,591,202,104.91 | 1.000040 | 53 | 85 |
| 11/16/2014 | 0.0381% | 0.000001045 | \$4,591,202,104.91 | 1.000040 | 53 | 85 |
| 11/17/2014 | 0.0413% | 0.000001131 | \$4,463,170,942.77 | 1.000028 | 54 | 87 |
| 11/18/2014 | 0.0393% | 0.000001076 | \$4,519,989,332.12 | 1.000036 | 53 | 85 |
| 11/19/2014 | 0.0406% | 0.000001112 | \$4,579,797,777.43 | 1.000032 | 53 | 85 |
| 11/20/2014 | 0.0426% | 0.000001166 | \$4,637,880,251.61 | 1.000030 | 52 | 84 |
| 11/21/2014 | 0.0397% | 0.000001087 | \$4,596,923,633.00 | 1.000027 | 51 | 82 |
| 11/22/2014 | 0.0397% | 0.000001087 | \$4,596,923,633.00 | 1.000027 | 51 | 82 |
| 11/23/2014 | 0.0397% | 0.000001087 | \$4,596,923,633.00 | 1.000027 | 51 | 82 |
| 11/24/2014 | 0.0446% | 0.000001223 | \$4,544,224,265.96 | 1.000025 | 51 | 82 |
| 11/25/2014 | 0.0404% | 0.000001108 | \$4,504,256,341.68 | 1.000020 | 53 | 85 |
| 11/26/2014 | 0.0406% | 0.000001112 | \$4,464,662,087.17 | 1.000030 | 53 | 84 |
| 11/27/2014 | 0.0406% | 0.000001112 | \$4,464,662,087.17 | 1.000030 | 53 | 84 |
| 11/28/2014 | 0.0455% | 0.000001246 | \$4,453,961,626.26 | 1.000042 | 52 | 84 |
| 11/29/2014 | 0.0455% | 0.000001246 | \$4,453,961,626.26 | 1.000042 | 52 | 84 |
| 11/30/2014 | 0.0455% | 0.000001246 | \$4,453,961,626.26 | 1.000042 | 52 | 84 |
| Average | 0.0387% | 0.000001060 | \$4,553,061,081.50 | | 52 | 84 |

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



TexSTAR Board Members

| | | |
|----------------------------|--|--|
| <i>William Chapman</i> | <i>Central Texas Regional Mobility Authority</i> | <i>Governing Board President</i> |
| <i>Nell Lange</i> | <i>City of Frisco</i> | <i>Governing Board Vice President</i> |
| <i>Kenneth Huewitt</i> | <i>Houston ISD</i> | <i>Governing Board Treasurer</i> |
| <i>Michael Bartolotta</i> | <i>First Southwest Company</i> | <i>Governing Board Secretary</i> |
| <i>Joni Freeman</i> | <i>JP Morgan Chase</i> | <i>Governing Board Asst. Sec./Treas.</i> |
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| <i>Nicole Conley</i> | <i>Austin ISD</i> | <i>Advisory Board</i> |
| <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> |
| <i>Oscar Cardenas</i> | <i>Northside ISD</i> | <i>Advisory Board</i> |
| <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> |

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



J.P.Morgan
Asset Management