

Central Texas Regional Mobility Authority
Income Statement
All Operating Departments

| Account Name | Budget Amount FY 2017 | Actual Year to Date 11/30/2016 | Percent of Budget | Actual PY to Date 11/30/2015 |
|--------------------------------|-----------------------------|--------------------------------------|-------------------------|------------------------------------|
| Revenue | | | | |
| Operating Revenue | | | | |
| Toll Revenue-TxTag-183A | 26,352,946 | 12,631,542 | 47.93% | 11,371,329 |
| Toll Revenue-HCTRA-183A | 2,306,626 | 1,332,604 | 57.77% | 1,000,482 |
| Toll Revenue-NTTA-183A | 3,869,188 | 2,016,470 | 52.12% | 1,604,565 |
| Toll Revenue-TxTag-MoPac ML | 1,724,750 | 21,313 | 1.24% | - |
| Toll Revenue-HCTRA MoPac ML | - | 898 | - | - |
| Toll Revenue-NTTA-Mopac ML | - | 1,083 | - | - |
| Toll Revenue-TxTag-Manor | 9,013,151 | 4,364,692 | 48.43% | 3,808,534 |
| Toll Revenue-HCTRA Manor | 1,685,258 | 974,700 | 57.84% | 777,004 |
| Toll Revenue-NTTA-Manor | 599,367 | 321,427 | 53.63% | 243,683 |
| Toll Revenue-TxTag-71E | 1,003,750 | - | - | - |
| Video Tolls 183A | 11,476,562 | 4,119,551 | 35.90% | 3,614,797 |
| Video Tolls Manor Expressway | 4,553,481 | 1,607,228 | 35.30% | 1,427,641 |
| Video Tolls MoPac ML | - | 10 | - | - |
| Fee Revenue 183A | 4,581,141 | 1,457,426 | 31.81% | 1,288,854 |
| Fee Revenue Manor Expressway | 2,295,839 | 745,874 | 32.49% | 640,413 |
| Total Operating Revenue | 69,462,060 | 29,594,817 | 42.61% | 25,777,302 |
| Other Revenue | | | | |
| Interest Income | 250,000 | 337,865 | 135.15% | 140,984 |
| Grant Revenue | 700,000 | 8,151,086 | 1164.44% | 33,100,431 |
| Reimbursed Expenditures | 1,555,396 | 50,553 | 3.25% | 2,849 |
| Misc Revenue | - | 568 | - | 48,322 |
| Total Other Revenue | 2,505,396 | 8,540,071 | 340.87% | 33,292,586 |
| Total Revenue | \$ 71,967,456 | \$ 38,134,889 | 52.99% | 59,069,888 |

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|---------------------------------|-----------------------------|--------------------------------------|-------------------------|------------------------------------|
| Expenses | | | | |
| Salaries and Wages | | | | |
| Salary Expense-Regular | 2,967,036 | 1,279,120 | 43.11% | 1,085,193 |
| Salary Reserve | 80,000 | - | - | - |
| TCDRS | 415,385 | 179,396 | 43.19% | 151,697 |
| FICA | 128,873 | 45,691 | 35.45% | 40,700 |
| FICA MED | 45,627 | 18,554 | 40.67% | 15,797 |
| Health Insurance Expense | 332,091 | 150,586 | 45.34% | 102,292 |
| Life Insurance Expense | 14,167 | 4,875 | 34.41% | 1,486 |
| Auto Allowance Expense | 10,200 | 4,250 | 41.67% | 4,250 |
| Other Benefits | 269,785 | 52,582 | 19.49% | 47,723 |
| Unemployment Taxes | 15,463 | 160 | 1.03% | 70 |
| Total Salaries and Wages | 4,278,627 | 1,735,215 | 40.56% | 1,449,208 |

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|---|-----------------------------|--------------------------------------|-------------------------|------------------------------------|
| Administrative | | | | |
| Administrative and Office Expenses | | | | |
| Accounting | 20,000 | 2,787 | 13.93% | 6,227 |
| Auditing | 74,000 | 53,880 | 72.81% | 36,247 |
| Human Resources | 30,000 | 2,493 | 8.31% | 2,630 |
| IT Services | 88,000 | 28,143 | 31.98% | 14,006 |
| Internet | 1,700 | 880 | 51.74% | 3,210 |
| Software Licenses | 55,725 | 34,583 | 62.06% | 11,817 |
| Cell Phones | 14,542 | 6,220 | 42.77% | 4,310 |
| Local Telephone Service | 12,000 | 6,437 | 53.64% | 4,847 |
| Overnight Delivery Services | 850 | 41 | 4.81% | 71 |
| Local Delivery Services | 1,050 | - | - | 217 |
| Copy Machine | 12,000 | 6,080 | 50.66% | 6,539 |
| Repair & Maintenance-General | 1,000 | - | - | 1,385 |
| Meeting Facilities | 1,000 | - | - | - |
| Community Meeting/ Events | 2,000 | - | - | - |
| Meeting Expense | 15,250 | 3,144 | 20.62% | 2,271 |
| Public Notices | 2,000 | - | - | - |
| Toll Tag Expense | 1,900 | 664 | 34.92% | 208 |
| Parking | 3,600 | 704 | 19.56% | 1,518 |
| Mileage Reimbursement | 11,200 | 1,261 | 11.26% | 2,332 |
| Insurance Expense | 150,000 | 60,286 | 40.19% | 48,018 |
| Rent Expense | 558,000 | 167,155 | 29.96% | 175,260 |
| Legal Services | 525,000 | 13,721 | - | 36,465 |
| Total Administrative and Office Expenses | 1,580,817 | 388,478 | 24.57% | 357,579 |
| Office Supplies | | | | |
| Books & Publications | 6,150 | 690 | 11.21% | 297 |
| Office Supplies | 21,000 | 8,305 | 39.55% | 4,075 |
| Computer Supplies | 17,000 | 2,926 | 17.21% | 9,918 |
| Copy Supplies | 2,500 | 100 | 4.01% | 851 |
| Other Reports-Printing | 10,000 | 465 | 4.65% | 4,641 |
| Office Supplies-Printed | 2,700 | 457 | 16.94% | 2,282 |
| Misc Materials & Supplies | 3,750 | 1,015 | 27.07% | 387 |
| Postage Expense | 5,850 | 171 | 2.93% | 228 |
| Total Office Supplies | 68,950 | 14,129 | 20.49% | 22,680 |

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|--|-----------------------------|--------------------------------------|-------------------------|------------------------------------|
| Communications and Public Relations | | | | |
| Graphic Design Services | 75,000 | - | - | 8,523 |
| Website Maintenance | 140,000 | 58,257 | 41.61% | 9,573 |
| Research Services | 105,000 | 68,859 | 65.58% | - |
| Communications and Marketing | 469,900 | 166,485 | 35.43% | 53,852 |
| Advertising Expense | 336,500 | 45,760 | 13.60% | 74,261 |
| Direct Mail | 10,000 | - | - | 380 |
| Video Production | 35,000 | 8,820 | 25.20% | 29,779 |
| Photography | 10,000 | 698 | 6.98% | 7,520 |
| Radio | 10,000 | - | - | - |
| Other Public Relations | 125,000 | 5,000 | 4.00% | 3,500 |
| Promotional Items | 10,000 | 972 | 9.72% | 8,322 |
| Displays | 5,000 | - | - | - |
| Annual Report printing | 5,000 | - | - | - |
| Direct Mail Printing | 11,300 | - | - | - |
| Other Communication Expenses | 1,000 | 1,261 | 126.12% | 627 |
| Total Communications and Public Relations | 1,348,700 | 356,112 | 26.40% | 196,335 |
| Employee Development | | | | |
| Subscriptions | 3,300 | 11,536 | 349.58% | 432 |
| Memberships | 50,750 | 5,474 | 10.79% | 5,346 |
| Continuing Education | 11,750 | 135 | 1.15% | - |
| Professional Development | 6,700 | - | - | 123 |
| Other Licenses | 1,250 | 40 | 3.20% | 430 |
| Seminars and Conferences | 44,000 | 13,629 | 30.98% | 4,831 |
| Travel | 88,000 | 31,004 | 35.23% | 37,493 |
| Total Employee Development | 205,750 | 61,818 | 30.04% | 48,655 |

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|--|-----------------------------|--------------------------------------|-------------------------|------------------------------------|
| Financing and Banking Fees | | | | |
| Trustee Fees | 15,000 | 17,500 | 116.67% | 3,225 |
| Bank Fee Expense | 8,000 | 2,460 | 30.75% | 2,442 |
| Continuing Disclosure | 10,000 | - | - | - |
| Arbitrage Rebate Calculation | 8,000 | 6,455 | 80.69% | 3,685 |
| Rating Agency Expense | 30,000 | 15,000 | 50.00% | 14,000 |
| Total Financing and Banking Fees | 71,000 | 41,415 | 58.33% | 23,352 |
| Total Administrative | 3,275,217 | 861,952 | 26.32% | 648,601 |
| Operations and Maintenance | | | | |
| Operations and Maintenance Consulting | | | | |
| GEC-Trust Indenture Support | 165,000 | 702 | 0.43% | - |
| GEC-Financial Planning Support | 10,500 | 47 | 0.45% | - |
| GEC-Toll Ops Support | 45,000 | 8,012 | 17.81% | - |
| GEC-Roadway Ops Support | 331,667 | 147,549 | 44.49% | 96,286 |
| GEC-Technology Support | 40,000 | 175,529 | 438.82% | 33,092 |
| GEC-Public Information Support | 30,000 | 4,638 | 15.46% | - |
| GEC-General Support | 1,176,000 | 283,074 | 24.07% | 27,076 |
| General System Consultant | 70,000 | 1,074 | 1.53% | 71,360 |
| Traffic and Revenue Consultant | 80,000 | 25,501 | 31.88% | 47,818 |
| Total Ops and Mtce Consulting | 1,948,167 | 646,127 | 33.17% | 275,632 |
| Road Operations and Maintenance | | | | |
| Roadway Maintenance | 4,871,600 | 848,351 | 17.41% | 264,913 |
| Landscape Maintenance | 5,000 | - | - | 86,344 |
| Signal & Illumination Maint | 20,000 | - | - | 35,807 |
| Maintenance Supplies-Roadway | 45,000 | 396 | 0.88% | 68,433 |
| Tools & Equipment Expense | 750 | 15 | 2.00% | 185 |
| Gasoline | 6,000 | 2,284 | 38.07% | 577 |
| Repair & Maintenance-Vehicles | 1,500 | 1,070 | 71.31% | 3,934 |
| Roadway Operations | - | - | - | 521 |
| Electricity - Roadways | 180,000 | 61,454 | 34.14% | 63,494 |
| Total Road Operations and Maintenance | 5,129,850 | 913,569 | 17.81% | 524,207 |

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|---|-----------------------------|--------------------------------------|-------------------------|------------------------------------|
| Toll Processing and Collection Expense | | | | |
| Image Processing | 2,300,000 | 580,348 | 25.23% | 813,072 |
| Tag Collection Fees | 3,240,000 | 1,318,618 | 40.70% | 1,149,868 |
| Court Enforcement Costs | 40,000 | 6,900 | 17.25% | 6,100 |
| DMV Lookup Fees | 5,000 | 122 | 2.44% | 1,068 |
| Total Toll Processing and Collections | 5,585,000 | 1,905,988 | 34.13% | 1,970,108 |
| Toll Operations Expense | | | | |
| Facility maintenance | - | - | - | 466 |
| Generator Maintenance | - | - | - | 1,850 |
| Generator Fuel | 6,000 | 58 | 0.96% | 1,291 |
| Fire and Burglar Alarm | 500 | 123 | 24.67% | 123 |
| Elevator Maintenance | 3,000 | - | - | - |
| Refuse | 1,200 | 770 | 64.15% | 326 |
| Pest Control | 1,600 | - | - | 1,349 |
| Custodial | 2,500 | - | - | 1,000 |
| Telecommunications | 90,000 | 26,271 | 29.19% | 28,468 |
| Water | 10,500 | 6,209 | 59.14% | 2,061 |
| Electricity | 1,200 | 730 | 60.87% | - |
| ETC spare parts expense | 1,600 | - | - | - |
| Repair & Maintenance Toll Equip | 275,000 | 11,940 | 4.34% | 93 |
| Law Enforcement | 273,182 | 91,428 | 33.47% | 42,632 |
| ETC Maintenance Contract | 1,755,098 | 512,132 | 29.18% | 455,100 |
| ETC Toll Management Center System Operation | 49,098 | - | - | - |
| ETC Testing | 10,000 | - | - | - |
| Total Toll Operations | 2,480,478 | 649,661 | 26.19% | 534,759 |
| Total Operations and Maintenance | 15,143,495 | 4,115,345 | 27.18% | 3,304,706 |
| Other Expenses | | | | |
| Special Projects and Contingencies | | | | |
| HERO | 700,000 | 343,278 | 49.04% | 448,708 |
| Special Projects | 125,000 | 12,027 | 9.62% | 335,733 |
| Other Contractual Svcs | 105,000 | 19,244 | 18.33% | 16,078 |
| Contingency | 300,000 | - | - | 6,042 |
| Total Special Projects and Contingencies | 1,230,000 | 374,549 | 30.45% | 806,562 |

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|------------------------------------|-----------------------------|--------------------------------------|-------------------------|------------------------------------|
| Non Cash Expenses | | | | |
| Amortization Expense | 383,230 | 159,816 | 41.70% | 159,679 |
| Amort Expense - Refund Savings | 1,027,860 | 430,048 | 41.84% | 428,275 |
| Dep Exp- Furniture & Fixtures | 2,207 | 954 | 43.21% | - |
| Dep Expense - Equipment | 9,692 | 6,151 | 63.46% | 2,911 |
| Dep Expense - Autos & Trucks | 6,406 | 2,669 | 41.67% | 1,643 |
| Dep Expense-Buildng & Toll Fac | 177,115 | 73,798 | 41.67% | 73,798 |
| Dep Expense-Highways & Bridges | 22,012,091 | 7,283,567 | 33.09% | 7,021,611 |
| Dep Expense-Communic Equip | 196,115 | 81,715 | 41.67% | 81,715 |
| Dep Expense-Toll Equipment | 2,756,238 | 1,148,432 | 41.67% | 1,146,995 |
| Dep Expense - Signs | 325,893 | 135,789 | 41.67% | 135,789 |
| Dep Expense-Land Improvemts | 884,934 | 368,723 | 41.67% | 368,723 |
| Depreciation Expense-Computers | 16,203 | 6,002 | 37.04% | 6,859 |
| Total Non Cash Expenses | 27,797,984 | 9,697,662 | 34.89% | 9,427,997 |
| Total Other Expenses | 29,027,984 | 10,072,211 | 34.70% | 10,234,558 |
| Non Operating Expenses | | | | |
| Non Operating Expense | | | | |
| Bond issuance expense | 200,000 | 1,035,375 | 517.69% | 88,962 |
| Interest Expense | 42,813,675 | 13,698,916 | 32.00% | 17,531,133 |
| Community Initiatives | 100,000 | 25,000 | 25.00% | 25,000 |
| Total Non Operating Expense | 43,113,675 | 14,759,291 | 34.23% | 17,645,095 |
| Total Expenses | \$ 94,838,998 | \$ 31,544,013 | 33.26% | \$ 33,282,168 |
| Net Income | \$ (22,871,542) | \$ 6,590,875 | | \$ 25,787,720 |

Central Texas Regional Mobility Authority

Balance Sheet

| | as of 11/30/2016 | as of 11/30/2015 |
|---|-------------------------|-------------------------|
| | Assets | |
| Current Assets | | |
| Cash | | |
| Regions Operating Account | \$ 822,155 | \$ 832,214 |
| Cash In TexSTAR | 433,759 | 681,463 |
| Regions Payroll Account | 40,539 | 40,023 |
| Restricted Cash | | |
| Goldman Sachs | 253,399,237 | 620,079,888 |
| Restricted Cash-TexStar | 137,006,994 | 7,121,745 |
| Overpayments account | 160,655 | 112,607 |
| Total Cash and Cash Equivalents | 391,863,338 | 628,867,940 |
| Accounts Receivable | | |
| Accounts Receivable | 14,485 | 17,717 |
| Due From Other Agencies | 6,717,549 | - |
| Due From TTA | 260,539 | 793,378 |
| Due From NTTA | 461,124 | 369,636 |
| Due From HCTRA | 1,000,347 | 754,954 |
| Due From TxDOT | 46,029,240 | 2,081,314 |
| Interest Receivable | 518,560 | 41,083 |
| Total Receivables | 55,001,843 | 4,058,082 |
| Short Term Investments | | |
| Agencies | 179,414,291 | 17,492,494 |
| Total Short Term Investments | 179,414,291 | 17,492,494 |
| Total Current Assets | 626,279,472 | 650,418,516 |
| Total Construction In Progress | 386,087,932 | 183,197,265 |
| Fixed Assets (Net of Depreciation) | | |
| Computers | 34,269 | 49,723 |
| Computer Software | 992,794 | 1,357,923 |
| Furniture and Fixtures | 16,771 | 16,555 |
| Equipment | 6,829 | 460 |
| Autos and Trucks | 18,151 | 24,557 |
| Buildings and Toll Facilities | 5,393,856 | 5,581,863 |
| Highways and Bridges | 609,351,605 | 607,912,157 |
| Communication Equipment | 136,707 | 332,822 |
| Toll Equipment | 16,108,263 | 18,829,425 |
| Signs | 11,120,567 | 11,446,460 |
| Land Improvements | 11,140,150 | 12,025,085 |
| Right of Way | 87,960,004 | 86,838,919 |
| Leasehold Improvements | 159,913 | 172,350 |
| Total Fixed Assets | 742,439,878 | 744,588,300 |
| Other Assets | | |
| Intangible Assets-Net | 102,925,335 | 12,472,148 |
| 2005 Bond Insurance Costs | 4,626,012 | 4,839,520 |
| Prepaid Insurance | 123,207 | 118,632 |
| Deferred Outflows (pension related) | 780,064 | - |
| Pension Asset | 202,023 | - |
| Total Other Assets | 108,656,641 | 17,430,300 |
| Total Assets | \$ 1,863,463,923 | \$ 1,595,634,381 |

Central Texas Regional Mobility Authority

Balance Sheet

| | as of 11/30/2016 | | as of 11/30/2015 |
|--|--------------------|--|------------------|
| | Liabilities | | |
| Current Liabilities | | | |
| Accounts Payable | \$ 893,890 | | \$ (5,241,605) |
| Construction Payable-Maha Loop | 608,608 | | 3,299,545 |
| Overpayments | 140,612 | | 114,695 |
| Interest Payable | 22,490,644 | | 16,835,740 |
| TCDRS Payable | 48,915 | | 47,562 |
| Medical Reimbursement Payable | 1,735 | | 2,160 |
| Due to Other Entities | 7,505,636 | | 651,208 |
| Other | - | | 650,000 |
| Total Current Liabilities | 31,690,040 | | 16,359,303 |
| Long Term Liabilities | | | |
| Compensated Absences | 138,927 | | 189,089 |
| Deferred Inflows (pension related) | 172,017 | | - |
| Total Long Term Payables | 310,944 | | 189,089 |
| Bonds Payable | | | |
| Senior Lien Revenue Bonds: | | | |
| Senior Lien Revenue Bonds 2010 | 66,327,311 | | 113,366,338 |
| Senior Lien Revenue Bonds 2011 | 13,922,249 | | 309,021,591 |
| Senior Refunding Bonds 2013 | 147,880,000 | | 152,555,000 |
| Senior Lien Revenue Bonds 2015 | 298,790,000 | | 298,790,000 |
| Senior Lien Put Bnd 2015 | 68,785,000 | | 68,785,000 |
| Senior Lien Refunding Revenue Bonds 2016 | 358,030,000 | | - |
| Sn Lien Rev Bnd Prem/Disc 2010 | - | | 36,250 |
| Sn Lien Rev Bnd Prem/Disc 2011 | - | | (3,342,964) |
| Sn Lien Rev Bnd Prem/Disc 2013 | 11,183,547 | | 13,265,349 |
| Sn Lien Revenue Bnd Prem 2015 | 22,671,815 | | 23,868,320 |
| Sn Lien Put Bnd Prem 2015 | 6,676,388 | | 8,540,142 |
| Senior lien premium 2016 revenue bonds | 58,538,029 | | - |
| Total Senior Lien Revenue Bonds | 1,052,804,339 | | 984,885,026 |
| Sub Lien Revenue Bonds: | | | |
| Subordinated Lien Bond 2011 | - | | 70,000,000 |
| Sub Refunding Bnds 2013 | 102,030,000 | | 102,530,000 |
| Sub Debt Refunding Bonds 2016 | 74,690,000 | | - |
| Sub Lien Bond 2011 Prem/Disc | - | | (1,748,215) |
| Sub Refunding 2013 Prem/Disc | 2,609,554 | | 3,097,332 |
| Sub Refunding 2016 Prem/Disc | 10,535,184 | | - |
| Tot Sub Lien Revenue Bonds | 189,864,738 | | 173,879,117 |
| Other Obligations | | | |
| TIFIA Note 2015 | 51,790 | | 50,236 |
| SIB Loan 2015 | 30,035,611 | | 25,034 |
| State Highway Fund Loan 2015 | 30,035,611 | | 25,034 |
| 2013 American Bank Loan | 5,300,000 | | 5,300,000 |
| Total Other Obligations | 65,423,012 | | 5,400,304 |
| Total Long Term Liabilities | 1,308,403,033 | | 1,164,353,535 |
| Total Liabilities | 1,340,093,073 | | 1,180,712,838 |
| | Net Assets | | |
| Contributed Capital | 40,347,060 | | 35,847,060 |
| Net Assets Beginning | 476,432,915 | | 353,268,910 |
| Current Year Operations | 6,590,875 | | 25,805,571 |
| Total Net Assets | 523,370,850 | | 414,921,542 |
| Total Liabilities and Net Assets | \$ 1,863,463,923 | | \$ 1,595,634,381 |

Central Texas Regional Mobility Authority
Statement of Cash Flows
as of November 30, 2016

Cash flows from operating activities:

| | |
|---|--------------------|
| Receipts from toll fees | \$ 29,031,967 |
| Receipts from other fees | 51,121 |
| Payments to vendors | 324,777 |
| Payments to employees | <u>(1,735,404)</u> |
| Net cash flows provided by (used in) operating activities | <u>27,672,461</u> |

Cash flows from capital and related financing activities:

| | |
|---|---------------------|
| Proceeds from notes payable | 48,668,924 |
| Refunding of bonds | (10,565,042) |
| Receipts from Department of Transportation | 44,711,860 |
| Receipt from Hays County | 4,500,000 |
| Payments on interest | (11,863,885) |
| Acquisition of capital assets | (46,286) |
| Acquisitions of construction in progress | <u>(79,397,025)</u> |
| Net cash flows provided by (used in) capital and related financing activities | <u>(3,991,454)</u> |

Cash flows from investing activities:

| | |
|---|---------------------|
| Interest income | 1,021,279 |
| Purchase of investments | (141,232,610) |
| Proceeds from sale or maturity of investments | <u>47,802,356</u> |
| Net cash flows provided by (used in) investing activities | <u>(92,408,975)</u> |

Net increase (decrease) in cash and cash equivalents (68,727,969)

| | |
|--|-----------------------|
| Cash and cash equivalents at beginning of period | <u>323,150,553</u> |
| Cash and cash equivalents at end of November | <u>\$ 254,422,584</u> |

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

| | |
|---|----------------------|
| Operating income | <u>\$ 13,270,902</u> |
| Adjustments to reconcile change in net assets to net cash provided by operating activities: | |
| Depreciation and amortization | 9,267,614 |
| Changes in assets and liabilities: | |
| Decrease in accounts receivable | (562,850) |
| (Increase) decrease in prepaid expenses and other assets | (15,605) |
| (Increase) in non-cash revenue (due from other agencies) | |
| (Decrease) increase in accounts payable | (1,031,603) |
| Increase (decrease) in accrued expenses | <u>6,744,003</u> |
| Total adjustments | <u>14,401,559</u> |
| Net cash flows provided by (used in) operating activities | <u>\$ 27,672,461</u> |

Reconciliation of cash and cash equivalents:

| | |
|--|-----------------------|
| Unrestricted cash and cash equivalents | \$ 1,023,347 |
| Restricted cash and cash equivalents | 253,399,237 |
| Total | <u>\$ 254,422,584</u> |

INVESTMENTS by FUND

| | | Balance | | |
|--|-----------------------|--------------------------|-----------------------|--|
| | | November 30, 2016 | | |
| Renewal & Replacement Fund | | | | TexSTAR 137,440,752.60 |
| TexSTAR | 504,264.67 | | | CD's - |
| Goldman Sachs | 188,377.11 | | | Goldman Sachs 253,113,308.50 |
| Agencies | | 692,641.78 | | Agencies 179,413,902.68 |
| TxDOT Grant Fund | | | | |
| TexSTAR | 4,087,715.58 | | | |
| Goldman Sachs | 5,462,251.31 | | | |
| CD's | | | | |
| Agencies | | 9,549,966.89 | | |
| Senior Debt Service Reserve Fund | | | | |
| TexSTAR | 10,605,536.57 | | | |
| Goldman Sachs | 17,621,713.69 | | | |
| Agencies | 51,476,812.44 | 79,704,062.70 | | |
| 2010 Senior Lien DSF | | | | |
| Goldman Sachs | 635,002.93 | | | |
| TexSTAR | - | 635,002.93 | | |
| 2011 Debt Service Acct | | | | |
| Goldman Sachs | 750,313.84 | 750,313.84 | | |
| 2013 Sr Debt Service Acct | | | | |
| Goldman Sachs | 7,541,523.07 | 7,541,523.07 | | |
| 2013 Sub Debt Service Account | | | | |
| Goldman Sachs | 2,376,505.13 | 7,382,951.83 | | |
| TexSTAR | 5,006,446.70 | | | |
| 2015 Sr Capitalized Interest | | | | |
| Goldman Sachs | 18,045,677.12 | 68,089,789.97 | | |
| TexSTAR | 50,044,112.85 | | | |
| 2015A Debt Service Account | | | | |
| Goldman Sachs | 3.30 | 3.30 | | |
| 2015B Debt Service Account | | | | |
| Goldman Sachs | 1,433,506.61 | 1,433,506.61 | | |
| 2016 Sr Lien Rev Refunding Cost of Issuance | | | | |
| Goldman Sachs | - | - | | |
| 2016 Sr Lien Rev Refunding Debt Service Account | | | | |
| Goldman Sachs | 8,727,703.36 | 8,727,703.36 | | |
| 2016 Sub Lien Rev Refunding Cost of Issuance | | | | |
| Goldman Sachs | - | - | | |
| 2016 Sub Lien Rev Refunding Bond Proceeds Clearing Fund | | | | |
| Goldman Sachs | - | - | | |
| 2016 Sub Lien Rev Refunding Debt Service Account | | | | |
| Goldman Sachs | 1,332,539.66 | 1,332,539.66 | | |
| 2016 Sub Lein Rev Refunding DSR | | | | |
| Goldman Sachs | 6,629,423.48 | 6,629,423.48 | | |
| Operating Fund | | | | |
| TexSTAR | 433,758.50 | | | |
| TexSTAR-Trustee | 2,216,858.33 | | | |
| Goldman Sachs | - | 2,650,616.83 | | |
| Revenue Fund | | | | |
| Goldman Sachs | 3,061,449.73 | 3,061,449.73 | | |
| General Fund | | | | |
| TexSTAR | 25,033,153.78 | | | |
| Goldman Sachs | 16,666,592.11 | | | |
| Agencies | 4,411,261.25 | 46,111,007.14 | | |
| 2013 Sub Debt Service Reserve Fund | | | | |
| Goldman Sachs | 3,469,285.02 | | | |
| Agencies | | 3,469,285.02 | | |
| MoPac Revenue Fund | | | | |
| Goldman Sachs | 9.54 | 9.54 | | |
| MoPac Construction Fund | | | | |
| Goldman Sachs | 44,329,129.72 | 44,329,129.72 | | |
| 2011 Sub Debt Project fund | | | | |
| TexSTAR | 4,189,377.29 | | | |
| Agencies | | | | |
| Goldman Sachs | 88,530.74 | 4,277,908.03 | | |
| 2015B Project Account | | | | |
| Goldman Sachs | 4,886,928.76 | | | |
| Agencies | 20,228,591.55 | 40,128,754.25 | | |
| TexSTAR | 15,013,233.94 | | | |
| 2015A Project Account | | | | |
| TexSTAR | 5,286,954.32 | | | |
| Goldman Sachs | 36,155,320.71 | | | |
| Agencies | 103,297,237.44 | 144,739,512.47 | | |
| 2015 TIFIA Project Account | | | | |
| Goldman Sachs | 50,222.47 | 50,222.47 | | |
| 2015 State Highway Fund Project Account | | | | |
| Goldman Sachs | 28,160,068.25 | 28,160,068.25 | | |
| 2015 SIB Project Account | | | | |
| Goldman Sachs | 14,068,504.98 | 14,068,504.98 | | |
| 2011 Sr Financial Assistance Fund | | | | |
| Goldman Sachs | 14,935,846.91 | 29,955,186.98 | | |
| TexSTAR | 15,019,340.07 | | | |
| Develper Deposits | | | | |
| Goldman Sachs | 280,185.36 | 280,185.36 | | |
| 183S Utility Custody Deposit | | | | |
| Goldman Sachs | 6,719,916.68 | | | |
| 45SW Trust Account Hays County | | | | |
| Goldman Sachs | 4,564,193.84 | 4,564,193.84 | | |
| 45SW Trust Account Travis County | | | | |
| Goldman Sachs | 4,932,583.07 | 4,932,583.07 | | |
| | | \$ | 563,248,047.10 | |

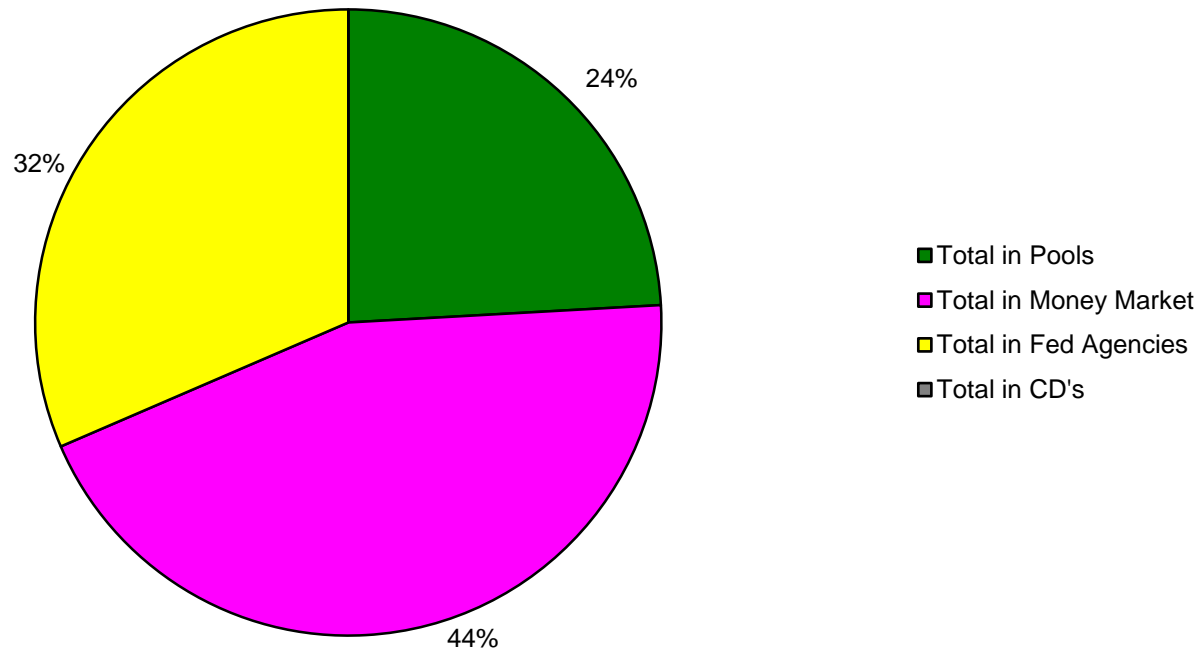
CTRMA INVESTMENT REPORT

| | Month Ending 11/30/16 | | | | | Rate November | |
|--|-----------------------|----------------------|--------------------------|-------------------|----------------------|-----------------------|-----------------------|
| | Balance 11/1/2016 | Additions | Discount Amortization | Accrued Interest | Withdrawals | | Balance 11/30/2016 |
| Amount in Trustee TexStar | | | | | | | |
| 2011 Sub Lien Construction Fund | 4,187,950.74 | | | 1,426.55 | | 4,189,377.29 | 0.414% |
| 2011 Sr Lien Financial Assist Fund | 15,014,225.72 | | | 5,114.35 | | 15,019,340.07 | 0.414% |
| 2013 Sub Lien Debt Service Reserve | 5,004,741.91 | | | 1,704.79 | | 5,006,446.70 | 0.414% |
| General Fund | 25,024,629.59 | | | 8,524.19 | | 25,033,153.78 | 0.414% |
| Trustee Operating Fund | 1,116,197.24 | 1,600,000.53 | | 660.56 | 500,000.00 | 2,216,858.33 | 0.414% |
| Renewal and Replacement | 504,092.96 | | | 171.71 | | 504,264.67 | 0.414% |
| TxDOT Grant Fund | 4,086,323.64 | | | 1,391.94 | | 4,087,715.58 | 0.414% |
| Senior Lien Debt Service Reserve Fund | 10,601,925.20 | | | 3,611.37 | | 10,605,536.57 | 0.414% |
| 2015A Sr Ln Project Subaccount | 5,285,154.00 | | | 1,800.32 | | 5,286,954.32 | 0.414% |
| 2015A Sr Ln Project Cap Interest | 50,027,071.99 | | | 17,040.86 | | 50,044,112.85 | 0.414% |
| 2015B Sr Ln Project | 15,008,121.64 | | | 5,112.30 | | 15,013,233.94 | 0.414% |
| | 135,860,434.63 | 1,600,000.53 | | 46,558.94 | 500,000.00 | 137,006,994.10 | |
| Amount in TexStar Operating Fund | | | | | | | |
| | 433,605.17 | 500,000.00 | | 153.33 | 500,000.00 | 433,758.50 | 0.414% |
| Goldman Sach | | | | | | | |
| Operating Fund | 0.00 | 1,600,000.00 | | 0.53 | 1,600,000.53 | 0.00 | 0.280% |
| 45SW Trust Account Travis County | 5,318,698.54 | | | 1,410.90 | 387,526.37 | 4,932,583.07 | 0.280% |
| 45SW Trust Account Hays County | 64,177.47 | 4,500,000.00 | | 16.37 | | 4,564,193.84 | 0.280% |
| 2015A Project Account | 39,253,554.30 | 17,153,125.00 | | 10,312.86 | 20,261,671.45 | 36,155,320.71 | 0.280% |
| 2015B Project Account | 4,885,684.56 | | | 1,244.20 | | 4,886,928.76 | 0.280% |
| 2015D State Highway Fund Project Acct | 28,152,898.72 | | | 7,169.53 | | 28,160,068.25 | 0.280% |
| 2015C TIFIA Project Account | 50,209.68 | | | 12.79 | | 50,222.47 | 0.280% |
| 2015E SIB Project Account | 14,064,923.15 | | | 3,581.83 | | 14,068,504.98 | 0.280% |
| 2011 Sub Lien Project Acct | 2,982,225.91 | | | 874.44 | 2,894,569.61 | 88,530.74 | 0.280% |
| Developer Deposits | 280,114.03 | | | 71.33 | | 280,185.36 | 0.280% |
| 183S Utility Custody Deposit | 6,718,205.79 | | | 1,710.89 | | 6,719,916.68 | 0.280% |
| 2011 Sr Financial Assistance Fund | 15,151,060.43 | | | 3,829.66 | 219,043.18 | 14,935,846.91 | 0.280% |
| 2010 Senior DSF | 634,841.26 | | | 161.67 | | 635,002.93 | 0.280% |
| 2011 Senior Lien Debt Service Acct | 750,122.81 | | | 191.03 | | 750,313.84 | 0.280% |
| 2013 Senior Lien Debt Service Acct | 7,185,004.77 | 354,735.12 | | 1,783.18 | | 7,541,523.07 | 0.280% |
| 2013 Subordinate Debt Service Acct | 1,951,060.77 | 425,003.31 | | 441.05 | | 2,376,505.13 | 0.280% |
| 2015 Sr Capitalized Interest | 18,041,082.74 | | | 4,594.38 | | 18,045,677.12 | 0.280% |
| 2015A Debt Service Acct | 3.30 | | | | | 3.30 | 0.280% |
| 2015B Debt Service Acct | 1,146,720.16 | 286,532.05 | | 254.40 | | 1,433,506.61 | 0.280% |
| 2016 Sr Lien Rev Refunding Cost of Issuance | 0.00 | | | 11.67 | 11.67 | 0.00 | 0.280% |
| 2016 Sr Lien Rev Refunding Debt Service Account | 8,725,481.30 | | | 2,222.06 | | 8,727,703.36 | 0.280% |
| 2016 Sub Lien Rev Refunding Cost of Issuance | 0.00 | | | 17.51 | 17.51 | 0.00 | 0.280% |
| 2016 Sub Lien Rev Refunding Debt Service Account | 1,332,200.40 | | | 339.26 | | 1,332,539.66 | 0.280% |
| 2016 Sub Lein Rev Refunding DSR | 6,627,735.64 | | | 1,687.84 | | 6,629,423.48 | 0.280% |
| TxDOT Grant Fund | 5,460,860.63 | | | 1,390.68 | | 5,462,251.31 | 0.280% |
| Renewal and Replacement | 188,329.15 | | | 47.96 | | 188,377.11 | 0.280% |
| Revenue Fund | 2,578,566.71 | 6,449,751.64 | | 834.03 | 5,967,702.65 | 3,061,449.73 | 0.280% |
| General Fund | 14,797,336.74 | 3,004,803.43 | | 3,186.77 | 1,138,734.83 | 16,666,592.11 | 0.280% |
| Senior Lien Debt Service Reserve Fund | 17,617,227.22 | | | 4,486.47 | | 17,621,713.69 | 0.280% |
| MoPac Revenue Fund | 0.00 | 9.54 | | | | 9.54 | 0.280% |
| 2013 Sub Debt Service Reserve Fund | 3,468,401.74 | | | 883.28 | | 3,469,285.02 | 0.280% |
| MoPac Managed Lane Construction Fund | 46,596,492.16 | | | 12,392.95 | 2,279,755.39 | 44,329,129.72 | 0.280% |
| | 254,023,220.08 | 33,773,960.09 | 0.00 | 65,161.52 | 34,749,033.19 | 253,113,308.50 | |
| Amount in Fed Agencies and Treasuries | | | | | | | |
| Amortized Principal | 196,461,333.13 | | (47,430.45) | | 17,000,000.00 | 179,413,902.68 | |
| | 196,461,333.13 | 0.00 | (47,430.45) | 0.00 | 17,000,000.00 | 179,413,902.68 | |
| Certificates of Deposit | | | | | | | |
| Total in Pools | 136,294,039.80 | 2,100,000.53 | | 46,712.27 | 1,000,000.00 | 137,440,752.60 | |
| Total in GS FSGF | 254,023,220.08 | 33,773,960.09 | | 65,161.52 | 34,749,033.19 | 253,113,308.50 | |
| Total in Fed Agencies | 196,461,333.13 | | (47,430.45) | | 17,000,000.00 | 179,413,902.68 | |
| Total Invested | 586,778,593.01 | 35,873,960.62 | (47,430.45) | 111,873.79 | 52,749,033.19 | 569,967,963.78 | |

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

William Chapman, CFO

Allocation of Funds



Amount of investments As of November 30, 2016

| Agency | CUSIP # | COST | Book Value | Market Value | Yield to Maturity | Purchased | Matures | FUND |
|------------------------|-----------|-----------------------|-----------------------|-----------------------|-------------------|-----------|------------|------------------|
| Farmer Mac | 31315PV55 | 2,501,200.00 | 2,500,150.00 | 2,501,925.00 | 0.7751% | 3/11/2015 | 2/23/2017 | Senior DSRF |
| Federal Farm Credit | 3133ECA79 | 4,959,250.00 | 4,981,888.89 | 4,971,350.00 | 1.2155% | 3/11/2015 | 3/19/2018 | Senior DSRF |
| Federal Farm Credit | 3133EE4K3 | 24,928,346.00 | 24,969,181.08 | 24,973,000.00 | 0.7200% | 1/13/2016 | 7/21/2017 | Senior DSRF |
| Federal Farm Credit | 3133EFSG3 | 10,057,749.23 | 10,036,473.12 | 9,982,600.00 | 0.8421% | 2/8/2016 | 3/14/2018 | 2015B Sr Project |
| Federal Home loan Bank | 313378QK0 | 10,253,642.07 | 10,192,118.43 | 10,135,900.00 | 1.0369% | 2/8/2016 | 3/8/2019 | 2015B Sr Project |
| Federal Home loan Bank | 3030A3J70 | MATURED | MATURED | MATURED | 0.5781% | 2/9/2016 | 11/23/2016 | 2015A Sr Project |
| Federal Home loan Bank | 3030A3J70 | MATURED | MATURED | MATURED | 0.5580% | 2/23/2016 | 11/23/2016 | 2015A Sr Project |
| Freddie Mac | 3137EADF3 | 16,124,658.17 | 16,045,514.14 | 16,041,920.00 | 0.6259% | 2/9/2016 | 5/12/2017 | 2015A Sr Project |
| Freddie Mac | 3134G4Z84 | 9,850,343.91 | 9,826,709.81 | 9,819,306.00 | 0.8097% | 2/18/2016 | 10/10/2017 | 2015A Sr Project |
| Federal Farm Credit | 3133ECKC7 | 8,000,866.72 | 8,000,262.64 | 8,002,960.00 | 0.6400% | 2/23/2016 | 3/28/2017 | 2015A Sr Project |
| Federal Home loan Bank | 3030A62S5 | 6,984,310.89 | 6,991,915.91 | 6,996,500.00 | 0.9053% | 3/14/2016 | 8/28/2017 | 2015A Sr Project |
| Fannie MAE | 3035G0GY3 | 8,037,563.20 | 8,007,132.25 | 8,101,400.00 | 0.7122% | 3/14/2016 | 1/30/2017 | 2015A Sr Project |
| Fannie MAE | 3135G0JA2 | 8,031,624.00 | 8,011,770.72 | 8,015,440.00 | 0.9023% | 3/14/2016 | 4/27/2017 | 2015A Sr Project |
| Federal Home loan Bank | 303370SZ2 | 14,536,023.18 | 14,393,011.59 | 14,404,327.50 | 0.9023% | 3/7/2016 | 9/8/2017 | 2015A Sr Project |
| Federal Home loan Bank | 3030A5QL6 | 8,000,900.56 | 8,000,394.00 | 8,002,000.00 | 0.7913% | 3/4/2016 | 6/30/2017 | 2015A Sr Project |
| Freddie Mac | 3137EADT3 | 8,013,462.84 | 8,003,405.31 | 8,007,360.00 | 0.6999% | 3/4/2016 | 2/22/2017 | 2015A Sr Project |
| Federal Home loan Bank | 313379FW4 | 8,027,415.64 | 8,011,529.94 | 8,010,080.00 | 0.7098% | 3/30/2016 | 6/9/2017 | 2015A Sr Project |
| Federal Home loan Bank | 3030A6SW8 | 10,039,900.00 | 10,025,593.75 | 10,006,300.00 | 0.7616% | 4/11/2016 | 12/19/2016 | Senior DSRF |
| Federal Home loan Bank | 3030A6SW8 | 4,417,556.00 | 4,411,261.25 | 4,402,772.00 | 0.7616% | 4/11/2016 | 12/19/2016 | General |
| Federal Home loan Bank | 313371PV2 | 8,058,893.21 | 8,005,591.13 | 8,002,320.00 | 0.4985% | 4/12/2016 | 12/9/2016 | 2015A Sr Project |
| Federal Home loan Bank | 3130A7T62 | 8,999,994.24 | 8,999,998.72 | 9,001,530.00 | 0.5501% | 4/18/2016 | 1/18/2017 | Senior DSRF |
| | | 179,823,699.86 | 179,413,902.68 | 179,378,990.50 | | | | |

| Agency | CUSIP # | COST | Cumulative Amortization | 11/30/2016 Book Value | Maturity Value | Interest Income November 30, 2016 | | |
|------------------------|-----------|-----------------------|-------------------------|-----------------------|-----------------------|-----------------------------------|--------------------|-------------------|
| | | | | | | Accrued Interest | Amortization | Interest Earned |
| Farmer Mac | 31315PV55 | 2,501,200.00 | 1,050.00 | 2,500,150.00 | 2,500,000.00 | 1,666.67 | (50.00) | 1,616.67 |
| Federal Farm Credit | 3133ECA79 | 4,959,250.00 | (22,638.89) | 4,981,888.89 | 5,000,000.00 | 3,916.67 | 1,131.94 | 5,048.61 |
| Federal Farm Credit | 3133EE4K3 | 24,928,346.00 | (40,835.08) | 24,969,181.08 | 25,000,000.00 | 15,000.00 | 3,852.37 | 18,852.37 |
| Federal Farm Credit | 3133EFSG3 | 10,057,749.23 | 21,276.11 | 10,036,473.12 | 10,000,000.00 | 9,166.67 | (2,279.58) | 6,887.09 |
| Federal Home loan Bank | 313378QK0 | 10,253,642.07 | 61,523.64 | 10,192,118.43 | 10,000,000.00 | 15,625.00 | (6,861.37) | 8,763.63 |
| Federal Home loan Bank | 3030A3J70 | MATURED | MATURED | MATURED | 5,000,000.00 | 2,604.17 | (193.97) | 2,410.20 |
| Federal Home loan Bank | 3130A3J70 | MATURED | MATURED | MATURED | 12,000,000.00 | 6,250.00 | (499.56) | 5,750.44 |
| Freddie Mac | 3137EADF3 | 16,124,658.17 | 79,144.03 | 16,045,514.14 | 16,000,000.00 | 16,666.67 | (7,585.69) | 9,080.98 |
| Freddie Mac | 3134G4Z84 | 9,850,343.91 | 23,634.10 | 9,826,709.81 | 9,800,000.00 | 9,187.50 | (2,428.16) | 6,759.34 |
| Federal Farm Credit | 3133ECKC7 | 8,000,866.72 | 604.08 | 8,000,262.64 | 8,000,000.00 | 4,333.33 | (65.66) | 4,267.67 |
| Federal Home loan Bank | 3030A62S5 | 6,984,310.89 | (7,605.02) | 6,991,915.91 | 7,000,000.00 | 4,375.00 | 898.23 | 5,273.23 |
| Fannie MAE | 3035G0GY3 | 8,037,563.20 | 30,430.95 | 8,007,132.25 | 8,000,000.00 | 8,333.33 | (3,566.13) | 4,767.20 |
| Fannie MAE | 3135G0JA2 | 8,031,624.00 | 19,853.28 | 8,011,770.72 | 8,000,000.00 | 7,500.00 | (2,354.14) | 5,145.86 |
| Federal Home loan Bank | 303370SZ2 | 14,536,023.18 | 143,011.59 | 14,393,011.59 | 14,250,000.00 | 26,718.75 | (15,890.18) | 10,828.57 |
| Federal Home loan Bank | 3030A5QL6 | 8,000,900.56 | 506.56 | 8,000,394.00 | 8,000,000.00 | 5,333.33 | (56.28) | 5,277.05 |
| Freddie Mac | 3137EADT3 | 8,013,462.84 | 10,057.53 | 8,003,405.31 | 8,000,000.00 | 5,833.33 | (1,135.10) | 4,698.23 |
| Federal Home loan Bank | 313379FW4 | 8,027,415.64 | 15,885.70 | 8,011,529.94 | 8,000,000.00 | 6,666.67 | (1,921.66) | 4,745.01 |
| Federal Home loan Bank | 3030A6SW8 | 10,039,900.00 | 14,306.25 | 10,025,593.75 | 10,000,000.00 | 8,333.33 | (1,968.75) | 6,364.58 |
| Federal Home loan Bank | 3030A6SW8 | 4,417,556.00 | 6,294.75 | 4,411,261.25 | 4,400,000.00 | 3,666.67 | (866.25) | 2,800.42 |
| Federal Home loan Bank | 313371PV2 | 8,058,893.21 | 53,302.08 | 8,005,591.13 | 8,000,000.00 | 10,833.33 | (5,591.13) | 5,242.20 |
| Federal Home loan Bank | 3130A7T62 | 8,999,994.24 | (4.48) | 8,999,998.72 | 9,000,000.00 | 4,125.00 | 0.64 | 4,125.64 |
| | | 179,823,699.86 | 409,797.18 | 179,413,902.68 | 195,950,000.00 | 176,135.42 | (47,430.45) | 128,704.99 |

November 30, 2016

Certificates of Deposit Outstanding

| Bank | CUSIP # | COST | Yield to Maturity | Purchased | Matures | November 30, 2016 Interest | FUND |
|------|---------|----------------------------------|----------------------|-----------|---------|-------------------------------------|------|
| | | - <u> </u> | | | | \$ - <u> </u> | |

| Travis County Escrow account | | | | |
|------------------------------|-----------|----------|--------------|---------------|
| Balance | | Accrued | | Balance |
| 11/1/2016 | Additions | Interest | Withdrawals | 11/30/2016 |
| \$ 298,391.77 | | \$ 77.10 | \$ 12,522.34 | \$ 285,946.53 |



Monthly Newsletter - November 2016

Performance

As of November 30, 2016

| | |
|---------------------------------------|--------------------|
| Current Invested Balance | \$5,250,402,124.93 |
| Weighted Average Maturity (1) | 48 Days |
| Weighted Average Maturity (2) | 105 Days |
| Net Asset Value | 1.000227 |
| Total Number of Participants | 821 |
| Management Fee on Invested Balance | 0.06%* |
| Interest Distributed | \$2,003,295.50 |
| Management Fee Collected | \$252,746.78 |
| % of Portfolio Invested Beyond 1 Year | 7.14% |
| Standard & Poor's Current Rating | AAAm |

November Averages

| | |
|--|--------------------|
| Average Invested Balance | \$5,139,322,590.58 |
| Average Monthly Yield, on a simple basis | 0.4144% |
| Average Weighted Average Maturity (1)* | 47 Days |
| Average Weighted Average Maturity (2)* | 109 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 entity who joined the TexSTAR program in November:

★ Gulf Coast Water Authority

Holiday Reminder

In observance of the Christmas holiday, **TexSTAR will be closed Monday, December 26, 2016**. All ACH transactions initiated on Friday, December 23rd will settle on Tuesday, December 27th.

In observance of the New Year's Day holiday, **TexSTAR will be closed Monday, January 2, 2017**. All ACH transactions initiated on Friday, December 30th will settle on Tuesday, January 3rd.

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

In November, the long awaited U.S. election campaign came to a conclusion as Donald Trump emerged as the winner over Hillary Clinton. Overnight, the market initially reacted in a risk off fashion yet quickly rebounded as the trading day commenced. The U.S. equity markets hit new highs as decreased regulation and increased infrastructure spending are expected under Trump's regime. Financials also fared well as the Treasury curve steepened and the possibility of deregulation both lead to higher future profitability. Despite the uncertainty around Trump's impact on the market going forward, the U.S. economy is in good shape. Unemployment is down to 4.6% and third quarter GDP came in at 3.2%. The Federal Reserve is expected to raise rates in their December meeting as Fed Fund futures shows a 100% probability of a hike. Looking forward into 2017, the Fed will be watching the implementation of new fiscal policy in order to determine if they will need to adjust their path of policy for the Federal Funds rate. In addition, President-Elect Trump will also be able to appointment two new Board of Governors, as well as a Vice Chair of Supervision.

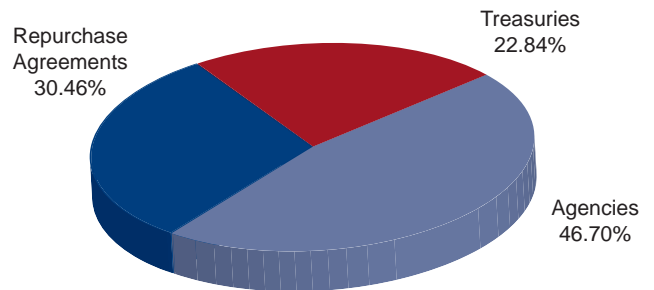
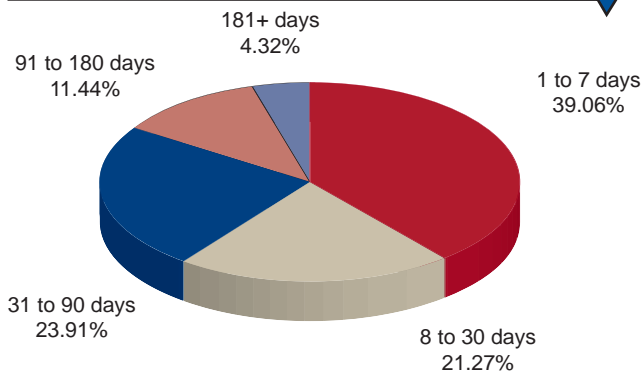
The second half of the year is shaping up to be strong as growth is likely to increase at a more robust pace than the first half of the year due to pent-up savings, improved real incomes, modest employment growth and rising net worth. Trump is likely to implement a spending and tax cut package that could, dependent on the details of the programs, boost GDP in by 0.5% - 1.5% over the next two to three years. A lack of synchronization between major sectors of the U.S. economy has kept overall headline growth modest through most of the year. However, the tide appears to be shifting somewhat as all four sectors of GDP contributed positively to GDP growth for the first time since Q3 2014. A variety of drags on growth over the past few quarters for U.S. now have the potential to be tailwinds including inventory, energy investment, net exports and housing.

This information is an excerpt from an economic report dated November 2016 provided to TexSTAR by JP Morgan Asset Management, Inc., the investment manager of the TexSTAR pool.

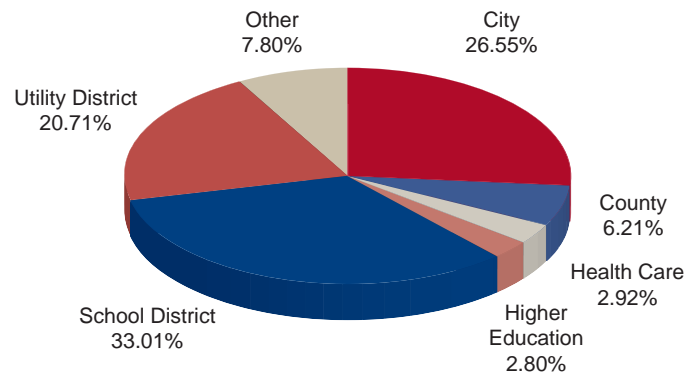
For more information about TexSTAR, please visit our web site at www.texstar.org.

Information at a Glance

Portfolio by Type of Investment As of November 30, 2016



Portfolio by Maturity As of November 30, 2016



Distribution of Participants by Type As of November 30, 2016

Historical Program Information

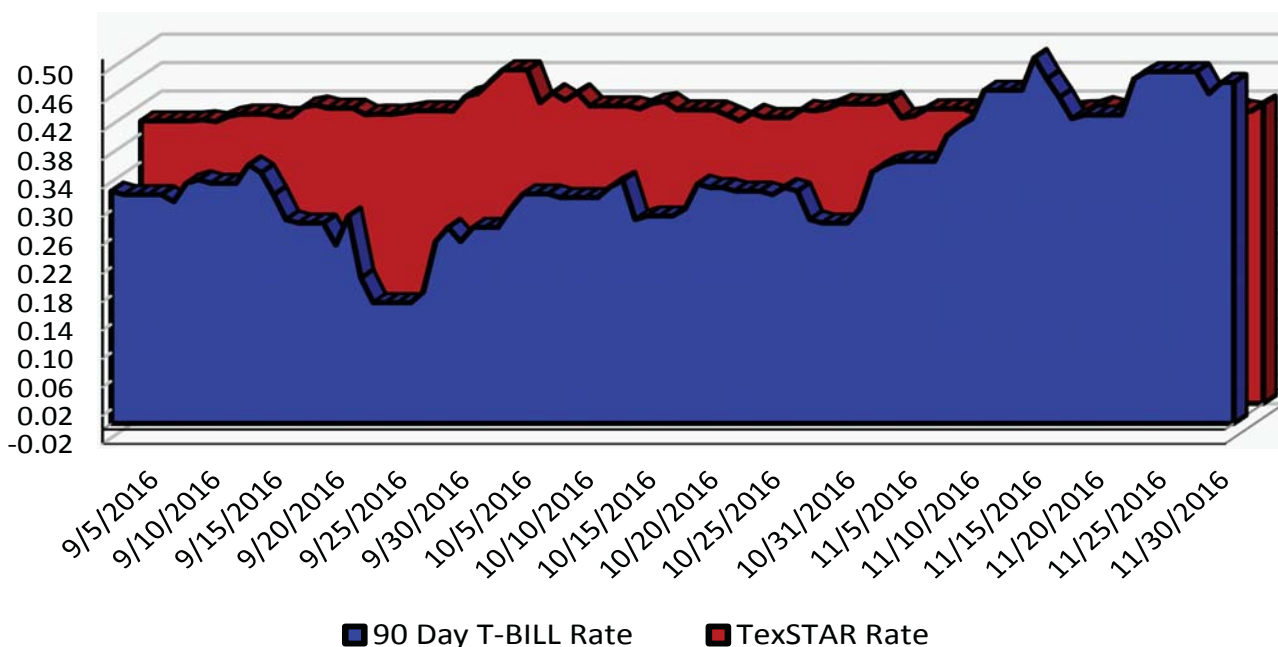
| Month | Average Rate | Book Value | Market Value | Net Asset Value | WAM (1)* | WAM (2)* | Number of Participants |
|--------|--------------|--------------------|--------------------|-----------------|----------|----------|------------------------|
| Nov 16 | 0.4144% | \$5,250,402,124.93 | \$5,251,596,034.74 | 1.000227 | 47 | 109 | 821 |
| Oct 16 | 0.4202% | 5,155,508,603.07 | 5,157,927,996.01 | 1.000469 | 39 | 105 | 820 |
| Sep 16 | 0.4123% | 5,253,367,191.87 | 5,255,503,092.88 | 1.000412 | 43 | 115 | 818 |
| Aug 16 | 0.3990% | 5,436,604,745.94 | 5,438,039,955.56 | 1.000263 | 39 | 114 | 817 |
| Jul 16 | 0.3861% | 5,602,432,939.56 | 5,603,475,110.87 | 1.000186 | 46 | 113 | 813 |
| Jun 16 | 0.3927% | 5,286,667,625.92 | 5,287,554,140.45 | 1.000167 | 47 | 111 | 810 |
| May 16 | 0.3664% | 5,716,887,504.32 | 5,717,379,585.85 | 1.000086 | 48 | 111 | 807 |
| Apr 16 | 0.3696% | 5,540,251,067.80 | 5,541,072,494.98 | 1.000144 | 46 | 106 | 805 |
| Mar 16 | 0.3450% | 5,594,793,523.15 | 5,595,290,113.49 | 1.000088 | 45 | 86 | 803 |
| Feb 16 | 0.3147% | 6,329,887,983.78 | 6,330,019,653.99 | 1.000020 | 46 | 85 | 797 |
| Jan 16 | 0.2713% | 5,856,455,946.61 | 5,856,245,669.97 | 0.999964 | 41 | 79 | 797 |
| Dec 15 | 0.1868% | 5,077,006,074.74 | 5,076,619,261.50 | 0.999915 | 45 | 75 | 797 |

Portfolio Asset Summary as of November 30, 2016

| | Book Value | Market Value |
|--------------------------------------|----------------------------|----------------------------|
| Uninvested Balance | \$ 885.82 | \$ 885.82 |
| Accrual of Interest Income | 6,234,965.19 | 6,234,965.19 |
| Interest and Management Fees Payable | (2,057,158.81) | (2,057,158.81) |
| Payable for Investment Purchased | 0.00 | 0.00 |
| Repurchase Agreement | 1,597,701,999.70 | 1,597,701,999.70 |
| Government Securities | 3,648,521,433.03 | 3,649,715,342.84 |
| Total | \$ 5,250,402,124.93 | \$ 5,251,596,034.74 |

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 2016

| Date | Mny Mkt Fund Equiv. [SEC Std.] | Daily Allocation Factor | TexSTAR Invested Balance | Market Value Per Share | WAM Days (1)* | WAM Days (2)* |
|------------|--------------------------------|-------------------------|--------------------------|------------------------|---------------|---------------|
| 11/1/2016 | 0.4019% | 0.000011010 | \$5,155,347,893.84 | 1.000459 | 44 | 110 |
| 11/2/2016 | 0.4047% | 0.000011089 | \$5,149,487,462.58 | 1.000460 | 46 | 111 |
| 11/3/2016 | 0.4145% | 0.000011357 | \$5,194,842,477.90 | 1.000462 | 48 | 112 |
| 11/4/2016 | 0.4147% | 0.000011361 | \$5,170,807,373.60 | 1.000446 | 46 | 110 |
| 11/5/2016 | 0.4147% | 0.000011361 | \$5,170,807,373.60 | 1.000446 | 46 | 110 |
| 11/6/2016 | 0.4147% | 0.000011361 | \$5,170,807,373.60 | 1.000446 | 46 | 110 |
| 11/7/2016 | 0.4070% | 0.000011151 | \$5,164,502,044.00 | 1.000438 | 46 | 111 |
| 11/8/2016 | 0.4059% | 0.000011121 | \$5,183,199,121.20 | 1.000421 | 48 | 111 |
| 11/9/2016 | 0.4110% | 0.000011259 | \$5,185,288,289.57 | 1.000406 | 47 | 110 |
| 11/10/2016 | 0.4194% | 0.000011490 | \$5,124,225,808.33 | 1.000375 | 45 | 109 |
| 11/11/2016 | 0.4194% | 0.000011490 | \$5,124,225,808.33 | 1.000375 | 45 | 109 |
| 11/12/2016 | 0.4194% | 0.000011490 | \$5,124,225,808.33 | 1.000375 | 45 | 109 |
| 11/13/2016 | 0.4194% | 0.000011490 | \$5,124,225,808.33 | 1.000375 | 45 | 109 |
| 11/14/2016 | 0.4112% | 0.000011266 | \$5,129,355,615.89 | 1.000346 | 45 | 108 |
| 11/15/2016 | 0.4131% | 0.000011317 | \$5,208,629,929.46 | 1.000318 | 46 | 106 |
| 11/16/2016 | 0.4137% | 0.000011335 | \$5,156,417,730.94 | 1.000329 | 49 | 109 |
| 11/17/2016 | 0.4191% | 0.000011481 | \$5,111,097,003.30 | 1.000292 | 49 | 112 |
| 11/18/2016 | 0.4143% | 0.000011351 | \$5,100,756,649.25 | 1.000229 | 48 | 110 |
| 11/19/2016 | 0.4143% | 0.000011351 | \$5,100,756,649.25 | 1.000229 | 48 | 110 |
| 11/20/2016 | 0.4143% | 0.000011351 | \$5,100,756,649.25 | 1.000229 | 48 | 110 |
| 11/21/2016 | 0.4142% | 0.000011349 | \$5,049,263,223.04 | 1.000233 | 49 | 111 |
| 11/22/2016 | 0.4085% | 0.000011193 | \$5,118,579,860.96 | 1.000215 | 48 | 109 |
| 11/23/2016 | 0.4171% | 0.000011427 | \$5,070,953,595.73 | 1.000199 | 47 | 108 |
| 11/24/2016 | 0.4171% | 0.000011427 | \$5,070,953,595.73 | 1.000199 | 47 | 108 |
| 11/25/2016 | 0.4210% | 0.000011534 | \$5,063,803,137.70 | 1.000196 | 46 | 106 |
| 11/26/2016 | 0.4210% | 0.000011534 | \$5,063,803,137.70 | 1.000196 | 46 | 106 |
| 11/27/2016 | 0.4210% | 0.000011534 | \$5,063,803,137.70 | 1.000196 | 46 | 106 |
| 11/28/2016 | 0.4139% | 0.000011339 | \$5,237,034,241.28 | 1.000216 | 44 | 102 |
| 11/29/2016 | 0.4112% | 0.000011266 | \$5,241,318,791.98 | 1.000224 | 45 | 102 |
| 11/30/2016 | 0.4215% | 0.000011547 | \$5,250,402,124.93 | 1.000227 | 48 | 105 |
| Average | 0.4144% | 0.000011354 | \$5,139,322,590.58 | | 47 | 109 |

TexSTAR Participant Services
FirstSouthwest, A Division of Hilltop Securities
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Dallas, Texas 75270



TexSTAR Board Members

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



J.P.Morgan
Asset Management