

METRO

**INVESTMENT REPORT
(CONSTRUCTION FUND)**

AUGUST 2010

Metropolitan Transit Authority of Harris County
Monthly Investment Report - Board Summary of Construction Funds
For the Month Ended August 31, 2010

<u>Portfolio Statistics</u>	<u>Current Month</u>	<u>Fiscal YTD</u>	<u>Change in Market Value</u>	<u>Market Value</u>
Average Funds Invested	107,062,928	158,316,732	Market Value As of July 31 2010	112,837,873
Interest Income	19,310	261,905	Interest Received	19,292
Market Returns	0.213%	0.181%	Contributions to Debt Service Reserves and Sinking Fund	1,975,112
Realized Returns (Annualized)	0.213%	0.181%	Payments to Facility Providers	(13,972,963)
Benchmark Returns	0.190%	0.105%	Payments to Bus Manufacturers	(5,761,541)
Returns Over / <Under> Benchmark	0.023%	0.077%	Debt Service Payments from I&S Fund	(77,386)
Weighted Avg. Days Outstanding	1	1	Market Value As of August 31, 2010	<u>95,163,187</u>
LGIP Wtd Avg. Days Outstanding (1)	49	49	Change In Market Value	<u>(17,674,686)</u>

<u>Distribution of Assets</u>	<u>Maturity Value (Par)</u>	<u>% of Total</u>
Cash	24,451	0.03%
Money Market Funds	2,352,529	2.47%
Investment Pools	<u>92,786,207</u>	<u>97.50%</u>
Total of All Funds	<u>95,163,187</u>	<u>100.00%</u>

Distribution of Funds:

Commercial Paper Proceeds	2,712
COPS Series 2008A Proceeds	60
COPS Series 2008B Proceeds	12
COPS Series 2008B Interest & Sinking	21,468
COPS Series 2008B Debt Service Reserve	4,706,525
Sales & Use Tax Series 2009A Proceeds	939
Sales & Use Tax Series 2009B Proceeds	1,407,748
Sales & Use Tax Series 2009C Proceeds	47,221,339
Sales & Use Tax Series 2009D Proceeds	1,163
Sales & Use Tax Series 2010A Proceeds	27,873,499
Sales & Use Tax Series 2009 A&C Debt Service Reserve	2,323,973
Sales & Use Tax Series 2009 B&D Debt Service Reserve	1,164,284
Sales & Use Tax Series 2009 AB&C & 2010A I&S Fund	<u>10,439,466</u>
Total Construction Funds	<u>95,163,187</u>

Monthly Change in Cash

Inflows:

Interest Received	19,292
Contributions to Debt Service Reserves and Interest and Sinking Fund	<u>1,975,112</u>
Total Inflows	1,994,405

Outflows:

Payment to HRT	13,211,979
Payment to Parsons Transportation	152,533
Payment to CAF USA	457,800
Payment to Houston O&M	150,651
Payment to Daimler Buses NA	5,761,541
Debt Service Paid from I&S Fund	<u>77,386</u>
Total Outflows	19,811,890

Net Cash In <Out> (17,817,486)

(1) This weighted average maturity calculation for TexStar 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.

**Metropolitan Transit Authority of Harris County
 Monthly Investment Report for Construction Funds
 As of August 31, 2010
 Portfolio Summary Management Report**

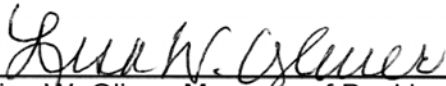
The following is a monthly summary of METRO's Investment Portfolio:

Book Value As of July 31 2010	\$ 112,837,873
Book Value As of August 31, 2010	\$ 95,163,187
Change in Book Value	(17,674,686)
Market Value As of July 31 2010	\$ 112,837,873
Market Value As of August 31, 2010	\$ 95,163,187
Change In Market Value *	(17,674,686)

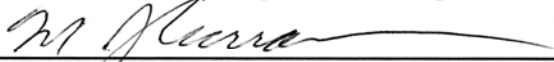
Interest Receivable As of August 31, 2010	117
Weighted Average Days Outstanding	1.00
Weighted Average Years Outstanding	0.00
Realized Returns for the Current Month	0.21%
Avg. Return for Treasury Notes Maturing October 30, 2010	0.19%

* Change in market Value is presented in accordance with the Public Funds Investment Act and primarily reflects receipts, expenditures, securities purchases and maturities and changes in the marketability of securities held at the end of the period.

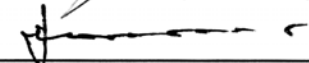
The Working Capital Portfolio is managed in full compliance with the Public Funds Investment Act, the Investment Policy and Strategy of the Metropolitan Transit Authority of Harris County and under the safety parameters set by the Board of Directors.



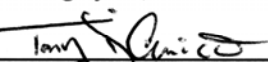
 Lisa W. Oliver, Manager of Banking, Investments and Debt Services



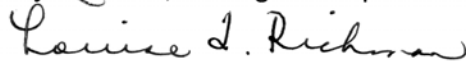
 Michael Curran, Pension, Trust and Tax Revenue Administrator



 Phil Nguyen, Director of Treasury Services



 Tony D'Amico, Manager of Operations Management Analysis



 Louise T. Richman, Vice President and Chief Financial Officer

**Metropolitan Transit Authority of Harris County
Monthly Changes in Position for Construction Funds
For the Month Ended August 31, 2010**

Description	Coupon	Maturity	Purchase	Par	Cost	Price	Type	Book Value		Market Value	
								7/31/2010	8/31/2010	7/31/2010	8/31/2010
<u>METRO Construction Funds</u>											
Comercial Paper Proceeds		1-Sep-10	31-Aug-10	1,817	1,817	100.00	DDA	1,817	1,817	1,817	1,817
Comercial Paper Proceeds (SEI)	0.00%	1-Sep-10	31-Aug-10	29	29	100.00	MMA	29	29	29	29
Comercial Paper Proceeds(TexStar)	0.22%	1-Sep-10	31-Aug-10	866	866	100.00	LGIP	866	866	866	866
Series 2008A Proceeds (Wells Fargo)	0.00%	1-Sep-10	31-Aug-10	60	60	100.00	DDA	60	60	60	60
Series 2008B Proceeds (Wells Fargo)	0.00%	1-Sep-10	31-Aug-10	12	12	100.00	DDA	12	12	12	12
Series 2008B DSR (Wells Fargo)	0.00%	1-Sep-10	31-Aug-10	1,095	1,095	100.00	DDA	1,095	1,095	1,095	1,095
Series 2008B I&S (Wells Fargo)	0.00%	1-Sep-10	31-Aug-10	21,468	21,468	100.00	DDA	20,970	21,468	20,970	21,468
Series 2008B DSR TexStar	0.22%	1-Sep-10	31-Aug-10	2,352,930	2,352,930	100.00	LGIP	2,352,898	2,352,930	2,352,898	2,352,930
Series 2008B DSR SEI	0.06%	1-Sep-10	31-Aug-10	2,352,500	2,352,500	100.00	MMA	2,352,500	2,352,500	2,352,500	2,352,500
Series 2009A Proceeds	0.22%	1-Sep-10	31-Aug-10	939	939	100.00	LGIP	938	939	938	939
Series 2009B Proceeds	0.22%	1-Sep-10	31-Aug-10	1,407,748	1,407,748	100.00	LGIP	1,722,442	1,407,748	1,722,442	1,407,748
Series 2009C Proceeds	0.22%	1-Sep-10	31-Aug-10	47,221,339	47,221,339	100.00	LGIP	60,725,794	47,221,339	60,725,794	47,221,339
Series 2009D Proceeds	0.22%	1-Sep-10	31-Aug-10	1,163	1,163	100.00	LGIP	1,162	1,163	1,162	1,163
Series 2010A Proceeds	0.22%	1-Sep-10	31-Aug-10	27,873,499	27,873,499	100.00	LGIP	33,629,712	27,873,499	33,629,712	27,873,499
Series 2009 A&C Debt Serv Res	0.22%	1-Sep-10	31-Aug-10	2,323,973	2,323,973	100.00	LGIP	2,168,819	2,323,973	2,168,819	2,323,973
Series 2009 B Debt Serv Res	0.22%	1-Sep-10	31-Aug-10	1,164,284	1,164,284	100.00	LGIP	1,009,502	1,164,284	1,009,502	1,164,284
Series 2009 Interest & Sinking Fund	0.22%	1-Sep-10	31-Aug-10	10,439,466	10,439,466	100.00	LGIP	8,849,256	10,439,466	8,849,256	10,439,466
Total Construction Funds				95,163,187	95,163,187			112,837,873	95,163,187	112,837,873	95,163,187