

METRO

**INVESTMENT REPORT
(CONSTRUCTION FUND)**

JULY 2010

Metropolitan Transit Authority of Harris County
Monthly Investment Report - Board Summary of Construction Funds
For the Month Ended July 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	131,580,843	163,502,651	Market Value As of June 30 2010	146,574,220
Interest Income	22,103	242,596	Interest Received	22,781
Market Returns	0.212%	0.180%	Contributions to Debt Service Reserves and Sinking Fund	309,320
Realized Returns (Annualized)	0.212%	0.180%	Payments to Facility Providers	(25,649,627)
Benchmark Returns	0.206%	0.096%	Payments to Bus Manufacturers	(8,380,423)
Returns Over / <Under> Benchmark	0.006%	0.083%	Debt Service Payments from I&S Fund	(38,399)
Weighted Avg. Days Outstanding	1	1	Market Value As of July 31, 2010	<u>112,837,872</u>
LGIP Wtd Avg. Days Outstanding (1)	47	49	Change In Market Value	(33,736,348)

<u>Distribution of Assets</u>	<u>Maturity Value (Par)</u>	<u>% of Total</u>
Cash	23,954	0.02%
Money Market Funds	2,352,529	2.08%
Investment Pools	110,461,390	97.89%
Total of All Funds	<u>112,837,872</u>	100.00%

Distribution of Funds:

Commercial Paper Proceeds	2,712
COPS Series 2008A Proceeds	60
COPS Series 2008B Proceeds	12
COPS Series 2008B Interest & Sinking	20,970
COPS Series 2008B Debt Service Reserve	4,706,493
Sales & Use Tax Series 2009A Proceeds	938
Sales & Use Tax Series 2009B Proceeds	1,722,442
Sales & Use Tax Series 2009C Proceeds	60,725,794
Sales & Use Tax Series 2009D Proceeds	1,162
Sales & Use Tax Series 2010A Proceeds	33,629,711
Sales & Use Tax Series 2009 A&C Debt Service Reserve	2,168,819
Sales & Use Tax Series 2009 B&D Debt Service Reserve	1,009,502
Sales & Use Tax Series 2009AB&C I&S Fund	8,849,256
Total Construction Funds	<u>112,837,872</u>

Monthly Change in Cash

Inflows:

Interest Received	22,781
Contributions to Debt Service Reserves and Interest and Sinking Fund	309,320
Total Inflows	<u>332,101</u>

Outflows:

Payment to HRT	12,711,442
Payment to Parsons Transportation	152,534
Payment to CAF USA	12,635,000
Payment to Houston O&M	150,651
Payment to Daimler Buses NA	8,380,423
Debt Service Paid from I&S Fund	38,399
Total Outflows	<u>34,068,449</u>

Net Cash In <Out> (33,736,347)

(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 July 31, 2010
 Portfolio Summary Management Report**

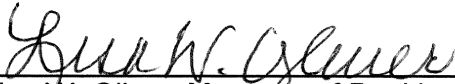
The following is a monthly summary of METRO's Investment Portfolio:

Book Value As of June 30 2010	\$ 146,574,220
Book Value As of July 31, 2010	\$ 112,837,872
Change in Book Value	(33,736,348)
Market Value As of June 30 2010	\$ 146,574,220
Market Value As of July 31, 2010	\$ 112,837,872
Change In Market Value *	(33,736,348)

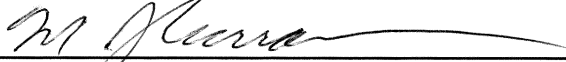
Interest Receivable as of July 31, 2010	100
Weighted Average Days Outstanding	1.00
Weighted Average Years Outstanding	0.00
Realized Returns for the Current Month	0.21%
Avg. Return for Treasury Notes Maturing September 29, 2010	0.21%

* 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.

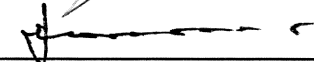
The Working Capital Portfolio is managed in full compliance with the Public Funds Investment Act, the Investment Policy and Strategy of the Metropolitan Transit Authority of Harris County and under the safety parameters set by the Board of Directors.



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



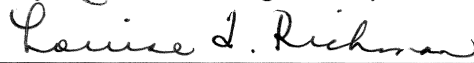
 Michael Curran, Pension, Trust and Tax Revenue Administrator



 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 July 31, 2010**

Description	Coupon	Maturity	Purchase	Par	Cost	Price	Type	Book Value		Market Value	
								6/30/2010	7/31/2010	6/30/2010	7/31/2010
<u>METRO Construction Funds</u>											
Comercial Paper Proceeds		1-Aug-10	31-Jul-10	1,817	1,817	100.00	DDA	1,817	1,817	1,817	1,817
Comercial Paper Proceeds (SEI)	0.00%	1-Aug-10	31-Jul-10	29	29	100.00	MMA	29	29	29	29
Comercial Paper Proceeds(TexStar)	0.26%	1-Aug-10	31-Jul-10	866	866	100.00	LGIP	185	866	185	866
Series 2008A Proceeds (Wells Fargo)	0.00%	1-Aug-10	31-Jul-10	60	60	100.00	DDA	60	60	60	60
Series 2008B Proceeds (Wells Fargo)	0.00%	1-Aug-10	31-Jul-10	12	12	100.00	DDA	12	12	12	12
Series 2008B DSR (Wells Fargo)	0.00%	1-Aug-10	31-Jul-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-Aug-10	31-Jul-10	20,970	20,970	100.00	DDA	20,514	20,970	20,514	20,970
Series 2008B DSR TexStar	0.19%	1-Aug-10	31-Jul-10	2,352,898	2,352,898	100.00	LGIP	2,352,860	2,352,898	2,352,860	2,352,898
Series 2008B DSR SEI	0.05%	1-Aug-10	31-Jul-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	0.19%	1-Aug-10	31-Jul-10	938	938	100.00	LGIP	938	938	938	938
Series 2009B Proceeds	0.19%	1-Aug-10	31-Jul-10	1,722,442	1,722,442	100.00	LGIP	14,356,155	1,722,442	14,356,155	1,722,442
Series 2009C Proceeds	0.19%	1-Aug-10	31-Jul-10	60,725,794	60,725,794	100.00	LGIP	73,728,692	60,725,794	73,728,692	60,725,794
Series 2009D Proceeds	0.19%	1-Aug-10	31-Jul-10	1,162	1,162	100.00	LGIP	1,162	1,162	1,162	1,162
Series 2010A Proceeds	0.20%	1-Aug-10	31-Jul-10	33,629,711	33,629,711	100.00	LGIP	42,003,568	33,629,711	42,003,568	33,629,711
Series 2009 A&C Debt Serv Res	0.19%	1-Aug-10	31-Jul-10	2,168,819	2,168,819	100.00	LGIP	2,013,721	2,168,819	2,013,721	2,168,819
Series 2009 B Debt Serv Res	0.19%	1-Aug-10	31-Jul-10	1,009,502	1,009,502	100.00	LGIP	854,760	1,009,502	854,760	1,009,502
Series 2009 Interest & Sinking Fund	0.19%	1-Aug-10	31-Jul-10	8,849,256	8,849,256	100.00	LGIP	8,886,152	8,849,256	8,886,152	8,849,256
Total Construction Funds				112,837,872	112,837,872			146,574,220	112,837,872	146,574,220	112,837,872