

METRO

INVESTMENT REPORT

(GENERAL FUND)

JULY 2010

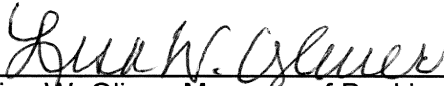
**Metropolitan Transit Authority of Harris County
 Monthly Investment Report for General Funds
 As of July 31, 2010
 Portfolio Summary Management Report**

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

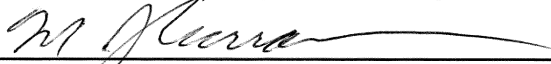
| | |
|---|---------------|
| Book Value As of June 30 2010 | \$ 97,616,635 |
| Book Value As of July 31, 2010 | \$ 75,632,880 |
| Change in Book Value | (21,983,754) |
| | |
| Market Value As of June 30 2010 | \$ 98,289,408 |
| Market Value As of July 31, 2010 | \$ 76,338,454 |
| Change In Market Value * | (21,950,954) |
| | |
| Interest Receivable As of July 31, 2010 | 85,032 |
| | |
| Weighted Average Days Outstanding | 145.68 |
| Weighted Average Years Outstanding | 0.40 |
| Realized Returns for the Current Month | 0.62% |
| Avg. Return for Treasury Notes Maturing November 23, 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.

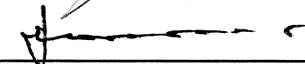
The Working Capital Portfolio is managed in full compliance with the Public Funds Investment Act, the Investment Policy and Strategy of the Metropolitan Transit Authority of Harris County and under the safety parameters set by the Board of Directors.



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



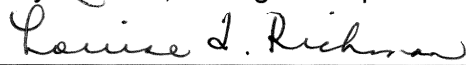
 Michael Curran, Pension, Trust and Tax Revenue Administrator



 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 General Funds
As of July 31, 2010**

| No. | Description | Coupon | Maturity | Purchase | Par | Cost | Price | Type | Book Value | | Market Value | |
|--|----------------------------------|--------|-----------|-----------|------------|------------|--------|------|-------------------|-------------------|-------------------|-------------------|
| | | | | | | | | | 6/30/2010 | 7/31/2010 | 6/30/2010 | 7/31/2010 |
| | Chase Bank of Texas - DDA | | 1-Aug-10 | 31-Jul-10 | 1,002,837 | 1,002,837 | 100.00 | MMA | 1,340,613 | 1,002,837 | 1,340,613 | 1,002,837 |
| | Aim Treasury Fund | 0.02% | 1-Aug-10 | 31-Jul-10 | 20,435,299 | 20,435,299 | 100.00 | MMA | 29,434,748 | 20,435,299 | 29,434,748 | 20,435,299 |
| | SEI Government Fund | 0.00% | 1-Aug-10 | 31-Jul-10 | 813 | 813 | 100.00 | MMA | 813 | 813 | 813 | 813 |
| | TexStar Investment Pool | 0.20% | 1-Aug-10 | 31-Jul-10 | 14,800,521 | 14,800,521 | 100.00 | LGIP | 33,396,451 | 14,800,521 | 33,396,451 | 14,800,521 |
| | TexStar Investment Pool Stimulus | 0.20% | 1-Aug-10 | 31-Jul-10 | 19,162,879 | 19,162,879 | 101.00 | LGIP | 13,175,479 | 19,162,879 | 13,175,479 | 19,162,879 |
| | JPMorgan Government Fund | 0.02% | 1-Aug-10 | 31-Jul-10 | 128,291 | 128,291 | 100.00 | MMA | 163,179 | 128,291 | 163,179 | 128,291 |
| 4433 | City of Houston CUS | 0.28% | 6-Jul-10 | 01-Jun-10 | 10,000,000 | 10,000,000 | 100.00 | MCP | 10,000,000 | Matured | 10,000,000 | Matured |
| 4434 | City of Houston CUS | 0.24% | 13-Sep-10 | 06-Jul-10 | 10,000,000 | 10,000,000 | 100.00 | MCP | Did Not Own | 10,000,000 | Did Not Own | 10,000,000 |
| Total General and Operating Funds | | | | | | | | | 97,616,635 | 75,632,880 | 98,289,408 | 76,338,454 |