

METRO

INVESTMENT REPORT

ALL FUNDS

DECEMBER 2011

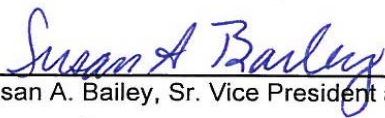
**Metropolitan Transit Authority of Harris County
Investment Report
For the Month Ended December 31, 2011
Portfolio Summary Management Report**


The following is a summary of METRO's Investment Portfolios:

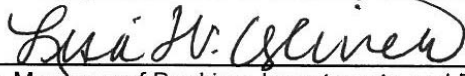
<u>Fund:</u>	<u>General</u>	<u>Construction</u>	<u>General Mobility</u>
Prior Month End Book Value	78,871,853	397,883,352	20,681,597
Current Month End Book Value	203,912,961	345,742,664	15,612,851
Change	125,041,108	(52,140,688)	(5,068,746)
Prior Month End Market Value*	79,314,375	397,883,352	20,681,597
Current Month End Market Value*	204,352,623	345,742,664	15,612,851
Change	125,038,248	(52,140,688)	(5,068,746)
Interest Receivable	54,438	3,705	0
Weighted Average Days Outstanding	104	4	1
Weighted Average Years Outstanding	0.29	0.01	0.00
Yield	0.297%	0.097%	0.050%
Benchmark Yield	0.003%	0.000%	0.000%
Yield Over / <Under> Benchmark	0.294%	0.097%	0.050%
LGIP Wtd Avg. Days Outstanding (1)	48	48	48

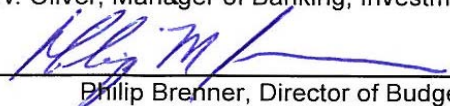
* Change in Market Value is presented in accordance with the Public Funds Investment Act and primarily reflects receipts, expenditures, securities purchases and maturities and changes in the marketability of securities held at the end of the period.

All Funds are 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.


Susan A. Bailey, Sr. Vice President and Chief Financial Officer


Phil Nguyen, Director of Treasury Services


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


Philip Brenner, Director of Budget Services

(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 Changes in Position
For the Month Ended December 31, 2011**

No.	Description	Coupon	Rating	Maturity	Purchase	Par	Cost	Price	Type	Book Value		Market Value	
										11/30/2011	12/31/2011	11/30/2011	12/31/2011
General Fund													
	Chase Bank of Texas - DDA			01-Jan-12	31-Dec-11	1,375,146	1,375,146	100.00	DDA	1,138,849	1,375,146	1,138,849	1,375,146
	Aim Treasury Fund	0.00%	AAAm	01-Jan-12	31-Dec-11	350	350	100.00	MMA	350	350	350	350
	SEI Government Fund	0.02%	AAAm	01-Jan-12	31-Dec-11	53,102,377	53,102,377	100.00	MMA	14,402,088	53,102,377	14,402,088	53,102,377
	TexStar Investment Pool	0.08%	AAAm	01-Jan-12	31-Dec-11	90,389,907	90,389,907	100.00	LGIP	39,282,401	90,389,907	39,282,401	90,389,907
	TexStar Investment Pool Stimulus	0.08%	AAAm	01-Jan-12	31-Dec-11	486	486	100.00	LGIP	486	486	486	486
4456	City of Houston GO - Series H	0.17%	A-1+/P-1	05-Dec-11	04-Oct-11	5,000,000	5,000,000	100.00	MCP	5,000,000	Matured	5,000,000	Matured
4458	Tx Agriculture Finance Authority	0.20%	A-1+/P-1	12-Jan-12	02-Nov-11	9,000,000	8,996,450	99.96	MCP	8,994,350	8,999,450	8,996,450	8,996,450
4461	City of Houston GO - Series H	0.16%	A-1+/P-1	23-Feb-12	05-Dec-11	5,000,000	5,000,000	100.00	MCP	Did Not Own	5,000,000	Did Not Own	5,000,000
4462	City of Wilwaukee GO	0.15%	A-1+/F1+	14-Mar-12	15-Dec-11	10,000,000	10,000,000	100.00	MCP	Did Not Own	10,000,000	Did Not Own	10,000,000
EWBCD	East West Bank Certificate	0.40%	Coll = Aaa	14-Mar-12	15-Dec-11	5,000,000	5,000,000	100.00	CD	Did Not Own	5,000,000	Did Not Own	5,000,000
3566	T 3.625 05/15/13	3.63%	Aaa	15-May-13	12-Jun-03	10,000,000	10,364,063	103.64	T	10,053,328	10,050,216	10,493,750	10,466,406
4463	FFCB 0.47 12/19/13	0.47%	Aaa	19-Dec-13	19-Dec-11	10,000,000	9,999,000	99.99	A	Did Not Own	9,998,018	Did Not Own	10,006,700
4464	FHLMC 0.50 12/27/13	0.50%	Aaa	27-Dec-13	27-Dec-11	10,000,000	9,998,500	99.99	A	Did Not Own	9,997,010	Did Not Own	10,014,800
	Total General Fund									78,871,853	203,912,961	79,314,375	204,352,623
Construction Fund													
	Commercial Paper Proceeds (Chase)			1-Jan-12	31-Dec-11	1,817	1,817	100.00	DDA	1,817	1,817	1,817	1,817
	Commercial Paper Proceeds (SEI)	0.00%	AAAm	1-Jan-12	31-Dec-11	29	29	100.00	MMA	29	29	29	29
	Commercial Paper Proceeds(TexStar)	0.08%	AAAm	1-Jan-12	31-Dec-11	709	709	100.00	LGIP	709	709	709	709
	Series 2008A Proceeds (Wells Fargo)			1-Jan-12	31-Dec-11	60	60	100.00	DDA	60	60	60	60
	Series 2008B Proceeds (Wells Fargo)			1-Jan-12	31-Dec-11	12	12	100.00	DDA	12	12	12	12
	Series 2008B DSR (Wells Fargo)			1-Jan-12	31-Dec-11	1,095	1,095	100.00	DDA	1,857	1,095	1,857	1,095
	Series 2008B I&S (Wells Fargo)			1-Jan-12	31-Dec-11	2,182	2,182	100.00	DDA	1,795	2,182	1,795	2,182
	Series 2008B DSR (TexStar)	0.08%	AAAm	1-Jan-12	31-Dec-11	2,352,500	2,352,500	100.00	LGIP	2,352,500	2,352,500	2,352,500	2,352,500
	Series 2008B DSR (SEI)	0.03%	AAAm	1-Jan-12	31-Dec-11	2,353,774	2,353,774	100.00	MMA	2,353,675	2,353,774	2,353,675	2,353,774
	Series 2009B Proceeds (TexStar)	0.08%	AAAm	1-Jan-12	31-Dec-11	-	-	100.00	LGIP	294	-	294	-
	Series 2011A Proceeds (TexStar)	0.08%	AAAm	1-Jan-12	31-Dec-11	242,426,463	242,426,463	100.00	LGIP	299,913,799	242,426,463	299,913,799	242,426,463
	Series 2011A Proceeds (COH Series G)	0.45%	A-1+/F1+	5-Dec-11	30-Nov-11	8,000,000	8,000,000	100.00	MCP	8,000,000	Matured	8,000,000	Matured
	Series 2011A Proceeds (COH Series G)	0.16%	A-1+/F1+	8-Mar-12	05-Dec-11	8,000,000	8,000,000	100.00	MCP	Did Not Own	8,000,000	Did Not Own	8,000,000
	Series 2011A Proceeds (DARTII)	0.19%	A-1+/P1/F1+	2-Feb-12	06-Dec-11	20,000,000	20,000,000	100.00	MCP	Did Not Own	20,000,000	Did Not Own	20,000,000
	Series 2011B Proceeds (TexStar)	0.08%	AAAm	1-Jan-12	31-Dec-11	11,231,932	11,231,932	100.00	LGIP	28,159,014	11,231,932	28,159,014	11,231,932
	Sales & Use Tax Bonds DSR (TexStar)	0.08%	AAAm	1-Jan-12	31-Dec-11	6,081,344	6,081,344	100.00	LGIP	5,500,956	6,081,344	5,500,956	6,081,344
	Contractual Obligations DSR (TexStar)	0.08%	AAAm	1-Jan-12	31-Dec-11	3,859,623	3,859,623	100.00	LGIP	3,631,972	3,859,623	3,631,972	3,859,623
	Interest & Sinking Fund (2009 & 2010) (TexStar)	0.08%	AAAm	1-Jan-12	31-Dec-11	4,473,378	4,473,378	100.00	LGIP	2,379,676	4,473,378	2,379,676	4,473,378
	Interest & Sinking Fund 2011A (TexStar)	0.08%	AAAm	1-Jan-12	31-Dec-11	42,491,478	42,491,478	100.00	LGIP	42,488,537	42,491,478	42,488,537	42,491,478
	Interest & Sinking Fund 2011B (TexStar)	0.08%	AAAm	1-Jan-12	31-Dec-11	2,456,712	2,456,712	100.00	LGIP	2,456,542	2,456,712	2,456,542	2,456,712
	Cost of Issuance Fund 2011A (TexStar)	0.09%	AAAm	1-Jan-12	31-Dec-11	8,632	8,632	100.00	LGIP	578,150	8,632	578,150	8,632
	Cost of Issuance Fund 2011B (TexStar)	0.09%	AAAm	1-Jan-12	31-Dec-11	925	925	100.00	LGIP	61,959	925	61,959	925
	Total Construction Fund									397,883,352	345,742,664	397,883,352	345,742,664
General Mobility Fund													
	TexStar Investment Pool GMP	0.08%	AAAm	01-Jan-12	31-Dec-11	11,322,599	11,322,599	100.00	LGIP	10,341,393	11,322,599	10,341,393	11,322,599
	Williams Capital Govt. Fund GMP	0.01%	AAAm	01-Jan-12	31-Dec-11	4,290,253	4,290,253	100.00	MMA	10,340,204	4,290,253	10,340,204	4,290,253
	Total General Mobility Fund									20,681,597	15,612,851	20,681,597	15,612,851
Grand Total All Funds										497,436,803	565,268,475	497,879,324	565,708,138

Note: AAA is the highest long-term rating A-1+ is the highest short term rating.

**Metropolitan Transit Authority of Harris County Texas
General Mobility Escrow Activity Summary
For the Month Ended December 31, 2011**

Description	FY2012				Escrow Balance
	Escrow Funding	Disbursements from Escrow	Interest to General Fund	Interest Earned on Escrow Funds	
Dec-11 Escrow Balance Forward	30,708,002	(32,392,760)	(1,651)	1,796	20,681,597
Dec-11 25% of Net Sales Tax Received (\$42,201,856.81 X 25%)	10,550,464				31,232,062
Dec-11 1/12 of FY 2011 Carryover Commitment (\$39,000,000 /12)	3,250,000				34,482,062
Dec-11 City of Houston General Mobility Projects See Details Attached		(7,561,039)			26,921,023
Dec-11 Harris County General Mobility Projects See Details Attached		(10,122,250)			16,798,773
Dec-11 December Katy, Humble & Missouri City Congestion Mitigation & Traffic Management		(923,681)			15,875,091
Dec-11 METRO Managed Projects Katy / Ft. Bend Road Freeway Incident Management (MAP) Program Management & Support		4,535 (262,885) (3,876)			15,612,866
Dec-11 Interest Earned			(985)	971	15,612,851
Dec-11 Escrow to Fiscal Year to Date	44,508,466	(51,261,957)	(2,637)	2,767	15,612,851

General Mobility Program

Political Jurisdictions of Projects Funded in December 2011

Project	Invoiced Amount	City Council District	County Precinct	State Representative District	State Senate District	U.S. Congressional District
<u>City of Houston Projects</u>						
Citywide Overlay Project	\$5,576,124.00	All	N/A	All	All	All
Sims Bayou Trails	\$304,000.00	TBD	TBD	TBD	TBD	TBD
N. Eldridge Parkway Paving & Drainage: Memorial to I-10	\$1,680,915.00	A,G	N/A	133,149	15	18
	<u>\$7,561,039.00</u>					
<u>Harris County Projects</u>						
Spring Cypress Rd - Faulkey Gully to SH249	\$1,100,000.00	N/A	All	130	7	10
Schiel Road - Mason Road to 0.5 mile east	\$8,156,000.00	TBD	TBD	TBD	TBD	TBD
Kluge Road - McSwain Road to Precinct 3 Boundary	\$800,000.00	TBD	TBD	TBD	TBD	TBD
GMP Freeway Incident Management (MAP)	\$66,250.00	All	All	All	All	All
	<u>\$10,122,250.00</u>					

* "TBD" because these are new projects plus some new districts are yet to be confirmed.

Metropolitan Transit Authority of Harris County, Texas
Texas Transit Agencies Performance Comparisons
For the Quarter Ended September 30, 2011

General & Operating Funds				Asset Allocations				
Agency	Fund \$ in Millions	Yield to Maturity	WAM Days	Treasury	Agency	Money Market Funds & LGIPs	Commercial Paper	CD's & Bank
Houston METRO	\$69.80	0.69%	106	14%	0%	MM 3% / LGIP 49%	32%	2%
Dallas Area Rapid Transit*	\$769.50	0.45%	418	0%	60%	12%	25%	3%
Austin Capital METRO*	\$16.50	0.00%	0	0%	0%	100%	0%	0%

Bond and Debt Service Funds				Asset Allocations				
Agency	Fund \$ in Millions	Yield to Maturity	WAM Days	Treasury	Agency	Money Market Funds & LGIPs	Commercial Paper	CD's & Bank
Houston METRO (1 Year Horizon)	\$480.10	0.08%	1	0%	0%	LGIP 100%	0%	0%
Dallas Area Rapid Transit* (3 Year Horizon)	\$419.20	0.35%	240.1	0%	47%	6%	39%	8%
Austin Capital METRO*	\$0.00	0.00%	0	0%	0%	0%	0%	0%

* Information presented on these portfolios was provided directly to Houston METRO by the Agencies as a courtesy and is believed to be reliable.