

METRO

INVESTMENT REPORT

ALL FUNDS

JULY 2012

**Metropolitan Transit Authority of Harris County
Investment Report
For the Month Ended July 31, 2012
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	246,173,923	229,185,748	16,003,509
Current Month End Book Value	243,237,433	208,025,510	30,616,175
Change	(2,936,490)	(21,160,238)	14,612,665
Prior Month End Market Value*	246,499,400	229,185,748	16,003,509
Current Month End Market Value*	243,574,180	208,025,510	30,616,175
Change	(2,925,220)	(21,160,238)	14,612,665
Interest Receivable	306,123	0	0
Weighted Average Days Outstanding	123	1	1
Weighted Average Years Outstanding	0.34	0.00	0.00
Yield	0.375%	0.149%	0.105%
Benchmark Yield	0.103%	0.073%	0.056%
Yield Over / <Under> Benchmark	0.272%	0.077%	0.049%
LGIP Wtd Avg. Days Outstanding (1)	46	46	46

* 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 July 31, 2012**

No.	Description	Coupon	Rating	Maturity	Purchase	Par	Cost	Price	Type	Book Value		Market Value	
										6/30/2012	7/31/2012	6/30/2012	7/31/2012
General Fund													
	JPMorgan Chase Master			1-Aug-12	31-Jul-12	1,161,253	1,161,253	100.00	DDA	1,218,682	1,161,253	1,218,682	1,161,253
	JPMorgan Chase HOT Lanes			1-Aug-12	31-Jul-12	116,034	116,034	100.00	DDA	103,805	116,034	103,805	116,034
	TexStar Investment Pool	0.14%	AAAm	1-Aug-12	31-Jul-12	119,010,269	119,010,269	100.00	LGIP	134,795,514	119,010,269	134,795,514	119,010,269
4480	Tx Dept of Econ Development	0.13%	A-1+/P-1	19-Jul-12	21-Jun-12	5,000,000	4,999,494	99.99	MCP	4,999,675	Matured/Called	4,999,494	Matured/Called
4475	Tx Agriculture Finance Authority	0.15%	A-1+/P-1	2-Aug-12	24-May-12	9,000,000	8,997,375	100.00	MCP	8,998,800	8,999,963	8,997,375	8,997,375
4479	San Antonio Water System	0.22%	A-1+/P1/F1+	7-Aug-12	14-Jun-12	10,000,000	10,000,000	100.00	MCP	10,000,000	10,000,000	10,000,000	10,000,000
4481	Tx Dept of Econ Development	0.15%	A-1+/P-1	16-Aug-12	19-Jul-12	10,000,000	9,998,833	99.99	MCP	Did Not Own	9,999,375	Did Not Own	9,998,833
4482	Tx Tax Rev Anticipation Notes	2.50%	MIG1/ SP-1+/F1+	30-Aug-12	19-Jul-12	7,885,000	7,905,501	100.26	MB	Did Not Own	7,899,155	Did Not Own	7,905,501
4478	City of Houston GO - Series G	0.19%	A-1+/F-1	6-Sep-12	05-Jun-12	10,000,000	10,000,000	100.00	MCP	10,000,000	10,000,000	10,000,000	10,000,000
EWBCD3	East West Bank Certificate	0.40%	Coll = Aaa	10-Sep-12	12-Jun-12	5,000,000	5,000,000	100.00	CD	5,000,000	5,000,000	5,000,000	5,000,000
4470	FHLB 0.16 2/8/13	0.16%	Aaa	8-Feb-13	12-Mar-12	10,000,000	9,994,570	99.95	A	9,996,380	9,996,885	9,995,240	9,998,560
4477	Houston Comm College Rev	5.25%	Aa2/AA-	15-Apr-13	30-May-12	1,000,000	1,043,400	104.34	MB	1,039,060	1,034,856	1,042,990	1,034,310
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	10,031,937	10,028,824	10,293,750	10,271,094
4467	FFCB .22 7/26/13	0.22%	Aaa	26-Jul-13	30-Jan-12	15,000,000	14,988,750	99.93	A	14,991,920	14,992,562	15,000,150	15,000,300
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	9,999,267	9,999,309	10,014,900	10,014,000
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	9,998,884	9,998,947	10,008,700	10,013,100
4466	FFCB 0.35 1/23/14	0.35%	Aaa	23-Jan-14	23-Jan-12	15,000,000	15,000,000	100.00	A	15,000,000	15,000,000	15,028,800	15,053,550
Total General Fund										246,173,923	243,237,433	246,499,400	243,574,180
Construction Fund													
	Series 2008B I&S (Wells Fargo)			1-Aug-12	31-Jul-12	6,619	6,619	100.00	DDA	6,075	6,619	6,075	6,619
	Series 2008B DSR (TexStar)	0.14%	AAAm	1-Aug-12	31-Jul-12	4,706,095	4,706,095	100.00	LGIP	4,706,095	4,706,095	4,706,095	4,706,095
	Series 2011A Proceeds (TexStar)	0.14%	AAAm	1-Aug-12	31-Jul-12	143,063,160	143,063,160	100.00	LGIP	147,475,800	143,063,160	147,475,800	143,063,160
	Series 2011A Proceeds (DARTII)	0.32%	A-1+/P1/F1+	17-Jul-12	20-Jun-12	20,000,000	20,000,000	100.00	MCP	20,000,000	Matured/Called	20,000,000	Matured/Called
	Sales & Use Tax Bonds DSR (TexStar)	0.14%	AAAm	1-Aug-12	31-Jul-12	9,837,388	9,837,388	100.00	LGIP	9,411,027	9,837,388	9,411,027	9,837,388
	Contractual Obligations DSR (TexStar)	0.14%	AAAm	1-Aug-12	31-Jul-12	5,372,316	5,372,316	100.00	LGIP	5,185,441	5,372,316	5,185,441	5,372,316
	Interest & Sinking Fund 2009 & 2010 (TexStar)	0.14%	AAAm	1-Aug-12	31-Jul-12	11,066,322	11,066,322	100.00	LGIP	8,873,254	11,066,322	8,873,254	11,066,322
	Interest & Sinking Fund 2011A (TexStar)	0.14%	AAAm	1-Aug-12	31-Jul-12	30,999,364	30,999,364	100.00	LGIP	30,995,786	30,999,364	30,995,786	30,999,364
	Interest & Sinking Fund 2011B (TexStar)	0.14%	AAAm	1-Aug-12	31-Jul-12	2,974,247	2,974,247	100.00	LGIP	2,532,270	2,974,247	2,532,270	2,974,247
Total Construction Fund										229,185,748	208,025,510	229,185,748	208,025,510
General Mobility Fund													
	TexStar Investment Pool GMP	0.14%	AAAm	1-Aug-12	31-Jul-12	22,339,410	22,339,410	100.00	LGIP	11,726,774	22,339,410	11,726,774	22,339,410
	Williams Capital Govt. Fund GMP	0.05%	AAAm	1-Aug-12	31-Jul-12	8,276,765	8,276,765	100.00	MMA	4,276,735	8,276,765	4,276,735	8,276,765
Total General Mobility Fund										16,003,509	30,616,175	16,003,509	30,616,175
Grand Total All Funds										491,363,180	481,879,117	491,688,657	482,215,864

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 July 31, 2012**

Description	FY2012				Escrow Balance
	Escrow Funding	Disbursements from Escrow	Interest to General Fund	Interest Earned on Escrow Funds	
Jul-12 Escrow Balance Forward	137,183,435	(143,547,771)	(15,263)	16,896	16,003,509
Jul-12 25% of Net Sales Tax Received (\$49,049,194.52 X 25%)	12,262,299				28,265,808
Jul-12 1/12 of FY 2012 Carryover Commitment (\$39,000,000 /12)	3,250,000				31,515,808
Jul-12 City of Houston 13th Funding Period - North MacGregor		(196,501)			31,319,307
Jul-12 Humble & Missouri City* Congestion Mitigation & Traffic Management		(702,774)			30,616,532
Jul-12 Interest Earned			(2,474)	2,116	30,616,174
Jul-12 Escrow to Fiscal Year to Date	152,695,734	(144,447,046)	(17,737)	19,012	30,616,174

* Check to City of Katy was outstanding as of July 31, 2012.