

**METRO**

**INVESTMENT REPORT**

**ALL FUNDS**

**AUGUST 2012**

**Metropolitan Transit Authority of Harris County  
Investment Report  
For the Month Ended August 31, 2012  
Portfolio Summary Management Report**


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

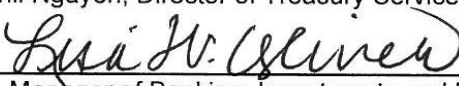
<u>Fund:</u>	<u>General</u>	<u>Construction</u>	<u>General Mobility</u>
Prior Month End Book Value	243,237,433	208,025,510	30,616,175
Current Month End Book Value	261,254,624	164,731,630	31,687,849
Change	18,017,191	(43,293,880)	1,071,674
Prior Month End Market Value*	243,574,180	208,025,510	30,616,175
Current Month End Market Value*	261,548,815	164,731,630	31,687,849
Change	17,974,635	(43,293,880)	1,071,674
Interest Receivable	173,418	0	0
Weighted Average Days Outstanding	123	1	1
Weighted Average Years Outstanding	0.34	0.00	0.00
Yield	0.410%	0.149%	0.105%
Benchmark Yield	0.107%	0.073%	0.076%
Yield Over / <Under> Benchmark	0.303%	0.077%	0.029%
LGIP Wtd Avg. Days Outstanding (1)	50	50	50

\* 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

  
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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 August 31, 2012**

No.	Description	Coupon	Rating	Maturity	Purchase	Par	Cost	Price	Type	Book Value		Market Value	
										7/31/2012	8/31/2012	7/31/2012	8/31/2012
<b>General Fund</b>													
	JPMorgan Chase Master			1-Sep-12	31-Aug-12	1,383,866	1,383,866	100.00	DDA	1,161,253	1,383,866	1,161,253	1,383,866
	JPMorgan Chase HOT Lanes			1-Sep-12	31-Aug-12	121,880	121,880	100.00	DDA	116,034	121,880	116,034	121,880
	TexStar Investment Pool	0.13%	AAAm	1-Sep-12	31-Aug-12	129,364,686	129,364,686	100.00	LGIP	119,010,269	129,364,686	119,010,269	129,364,686
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	8,999,963	Matured/Called	8,997,375	Matured/Called
4479	San Antonio Water System	0.22%	A-1+/F1+	7-Aug-12	14-Jun-12	10,000,000	10,000,000	100.00	MCP	10,000,000	Matured/Called	10,000,000	Matured/Called
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	9,999,375	Matured/Called	9,998,833	Matured/Called
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	7,899,155	Matured/Called	7,905,501	Matured/Called
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
EWVBCD3	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
4484	San Antonio Water System	0.25%	A-1+/F1+	12-Sep-12	07-Aug-12	10,000,000	10,000,000	100.00	MCP	Did Not Own	10,000,000	Did Not Own	10,000,000
4485	Tx Dept of Econ Development	0.15%	A-1+/P-1	13-Sep-12	16-Aug-12	10,000,000	9,998,833	99.99	MCP	Did Not Own	9,999,500	Did Not Own	9,998,833
4483	Tx Agriculture Finance Authority	0.15%	A-1+/P-1	11-Oct-12	02-Aug-12	9,000,000	8,997,375	100.00	MCP	Did Not Own	8,998,500	Did Not Own	8,997,375
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	9,996,885	9,997,391	9,998,560	9,999,690
4477	Houston Comm College Rev	5.25%	Aa2/AA-	15-Apr-13	30-May-12	1,000,000	1,043,400	104.34	MB	1,034,856	1,030,651	1,034,310	1,029,940
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	10,028,824	10,025,710	10,271,094	10,239,844
4467	FFCB .22 7/26/13	0.22%	Aaa	26-Jul-13	30-Jan-12	15,000,000	14,988,750	99.93	A	14,992,562	14,993,204	15,000,300	15,000,300
4486	Tx Tax Rev Anticipation Notes	2.50%	MIG1/ SP-1+/F1	30-Aug-13	30-Aug-12	15,000,000	15,342,750	102.29	MB	Did Not Own	15,340,872	Did Not Own	15,342,750
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	9,999,309	9,999,352	10,014,000	10,011,300
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	9,998,947	9,999,011	10,013,100	10,010,800
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	15,053,550	15,047,550
<b>Total General Fund</b>										<b>243,237,433</b>	<b>261,254,624</b>	<b>243,574,180</b>	<b>261,548,815</b>
<b>Construction Fund</b>													
	Series 2008B I&S (Wells Fargo)			1-Sep-12	31-Aug-12	7,149	7,149	100.00	DDA	6,619	7,149	6,619	7,149
	Series 2008B DSR (TexStar)	0.13%	AAAm	1-Sep-12	31-Aug-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)	0.13%	AAAm	1-Sep-12	31-Aug-12	96,517,390	96,517,390	100.00	LGIP	143,063,160	96,517,390	143,063,160	96,517,390
	Sales & Use Tax Bonds DSR (TexStar)	0.13%	AAAm	1-Sep-12	31-Aug-12	10,263,776	10,263,776	100.00	LGIP	9,837,388	10,263,776	9,837,388	10,263,776
	Contractual Obligations DSR (TexStar)	0.13%	AAAm	1-Sep-12	31-Aug-12	5,559,200	5,559,200	100.00	LGIP	5,372,316	5,559,200	5,372,316	5,559,200
	Interest & Sinking Fund (2009 & 2010) (TexStar)	0.13%	AAAm	1-Sep-12	31-Aug-12	13,259,268	13,259,268	100.00	LGIP	11,066,322	13,259,268	11,066,322	13,259,268
	Interest & Sinking Fund 2011A (TexStar)	0.13%	AAAm	1-Sep-12	31-Aug-12	31,002,856	31,002,856	100.00	LGIP	30,999,364	31,002,856	30,999,364	31,002,856
	Interest & Sinking Fund 2011B (TexStar)	0.13%	AAAm	1-Sep-12	31-Aug-12	3,415,897	3,415,897	100.00	LGIP	2,974,247	3,415,897	2,974,247	3,415,897
<b>Total Construction Fund</b>										<b>208,025,510</b>	<b>164,731,630</b>	<b>208,025,510</b>	<b>164,731,630</b>
<b>General Mobility Fund</b>													
	TexStar Investment Pool GMP	0.13%	AAAm	1-Sep-12	31-Aug-12	23,411,039	23,411,039	100.00	LGIP	22,339,410	23,411,039	22,339,410	23,411,039
	Williams Capital Govt. Fund GMP	0.05%	AAAm	1-Sep-12	31-Aug-12	8,276,810	8,276,810	100.00	MMA	8,276,765	8,276,810	8,276,765	8,276,810
<b>Total General Mobility Fund</b>										<b>30,616,175</b>	<b>31,687,849</b>	<b>30,616,175</b>	<b>31,687,849</b>
<b>Grand Total All Funds</b>										<b>481,879,117</b>	<b>457,674,103</b>	<b>482,215,864</b>	<b>457,968,294</b>

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 August 31, 2012**

Description	FY2012				Escrow Balance
	Escrow Funding	Disbursements from Escrow	Interest to General Fund	Interest Earned on Escrow Funds	
Aug-12 Escrow Balance Forward	152,695,734	(144,447,046)	(17,737)	19,012	30,616,174
Aug-12 25% of Net Sales Tax Received ( \$56,905,457.62 X 25%)	14,226,364				44,842,539
Aug-12 1/12 of FY 2012 Carryover Commitment (\$39,000,000 /12)	3,250,000				48,092,539
Aug-12 City of Houston See Attached		(13,401,119)			34,691,420
Aug-12 Harris County See Attached		(1,523,573)			33,167,847
Aug-12 Katy, Humble & Missouri City* Congestion Mitigation & Traffic Management		(1,481,156)			31,686,691
Aug-12 Interest Earned			(2,116)	3,274	31,687,849
Aug-12 Escrow to Fiscal Year to Date	170,172,099	(160,852,894)	(19,853)	22,286	31,687,849

\* Check to City of Katy for July cleared August 1, 2012

## General Mobility Program

### Political Jurisdictions of Projects Funded in August 2012

Project	Invoiced Amount	City Council District	County Precinct	State Representative District	State Senate District	U.S. Congressional District
<b><u>City of Houston Projects</u></b>						
13th Period - Hirsch Road Paving & Drainage: Kellery to East Crosstimbers (N-000617)	\$4,417,346.00	B, H	N/A	TBD	TBD	TBD
13th Period - Keegans Bayou Trail (N-000420)	\$90,200.00	C, F	N/A	TBD	TBD	TBD
13th Period - Sidewalk Program (N-00610A)	\$65,300.00	All	N/A	All	All	All
13th Period - Beechnut Paving & Drainage: Wilcrest to S. Kirkwood (N-000765)	\$123,750.00	C, D	N/A	All	All	All
13th Period - Traffic Signal Management Program/ ITS (N-000650)	\$505,600.00	All	N/A	All	All	All
13th Period - Street Maintenance Program / Street Reconstruction Program	\$489,892.70	All	N/A	All	All	All
13th Period - Special City Projects	\$1,361,200.01	All	N/A	All	All	All
13th Period - Bridge/Barricade Maintenance Program Cycles	\$555,611.24	All	N/A	All	All	All
13th Period - Bridge Replacement/ Special Projects	\$606,232.11	All	N/A	All	All	All
13th Period - Concrete Street Repair	\$1,324,090.67	All	N/A	All	All	All
13th Period - Sign Maintenance	\$770,416.00	All	N/A	All	All	All
13th Period - Pavement Maintenance	\$269,363.00	All	N/A	All	All	All
13th Period - Traffic Signal and Maintenance	\$1,837,692.00	All	N/A	All	All	All
13th Period - Traffic Signal and Maintenance Extended/ Traffic Work Management	\$984,425.00	All	N/A	All	All	All
	\$13,401,118.73					
<b><u>Harris County Projects</u></b>						
12th Period - Huffmeister/Louetta - Cypress Rose Hill to Little Cypress Creek	\$1,523,573.00	N/A	TBD	TBD	TBD	TBD
	\$1,523,573.00					