

**METRO**

**INVESTMENT REPORT**

**ALL FUNDS**

**JANUARY 2013**

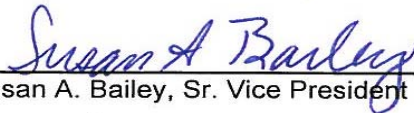
**Metropolitan Transit Authority of Harris County  
Investment Report  
For the Month Ended January 31, 2013  
Portfolio Summary Management Report**

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


<b>Fund:</b>	<b>General</b>	<b>Construction</b>	<b>General Mobility</b>
Prior Month End Book Value	280,862,158	78,691,494	36,073,174
Current Month End Book Value	278,131,833	50,640,133	42,748,720
Change	(2,730,325)	(28,051,362)	6,675,546
Prior Month End Market Value*	281,131,650	78,691,494	36,073,174
Current Month End Market Value*	278,259,866	50,640,133	42,748,720
Change	(2,871,784)	(28,051,362)	6,675,546
Interest Receivable	314,274	0	0
Weighted Average Days Outstanding	122	1	1
Weighted Average Years Outstanding	0.33	0.00	0.00
Yield	0.453%	0.112%	0.096%
Benchmark Yield	0.072%	0.083%	0.038%
Yield Over / <Under> Benchmark	0.381%	0.029%	0.058%
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.

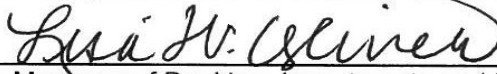
All Funds are managed in full compliance with the Public Funds Investment Act, the Investment Policy and Strategy of the Metropolitan Transit Authority of Harris County and under the safety parameters set by the Board of Directors.



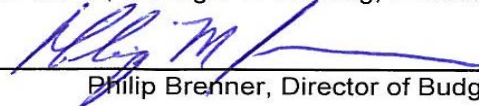
Susan A. Bailey, Sr. Vice President and Chief Financial Officer



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 January 31, 2013**

No.	Description	Coupon	Rating	Maturity	Purchase	Par	Cost	Price	Type	Book Value		Market Value	
										12/31/2012	1/31/2013	12/31/2012	1/31/2013
<b>General Fund</b>													
	JPMorgan Chase Master			1-Feb-13	31-Jan-13	1,639,381	1,639,381	100.00	DDA	1,941,777	1,639,381	1,941,777	1,639,381
	JPMorgan Chase HOT Lanes			1-Feb-13	31-Jan-13	223,961	223,961	100.00	DDA	721,349	223,961	721,349	223,961
	TexStar Investment Pool	0.11%	AAAm	1-Feb-13	31-Jan-13	105,064,494	105,064,494	100.00	LGIP	121,952,843	105,064,494	121,952,843	105,064,494
4499	Tx Dept of Econ Development	0.15%	A-1+/P-1	3-Jan-13	06-Dec-12	10,000,000	9,998,911	99.99	MCP	9,999,922	Matured/Called	9,998,911	Matured/Called
4495	Tx Agriculture Finance Authority	0.20%	A-1+/P-1	9-Jan-13	11-Oct-12	9,000,000	8,995,500	99.95	MCP	8,999,600	Matured/Called	8,995,500	Matured/Called
4502	Tx Dept of Econ Development	0.14%	A-1+/P-1	31-Jan-13	03-Jan-13	10,000,000	9,998,911	99.99	MCP	Did Not Own	Matured/Called	Did Not Own	Matured/Called
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	9,999,380	9,999,886	10,000,500	10,000,000
4506	Tx Dept of Econ Development	0.10%	A-1+/P-1	28-Feb-13	31-Jan-13	10,000,000	9,999,222	99.99	MCP	Did Not Own	9,999,250	Did Not Own	9,999,222
EWBCDs	East West Bank Certificate	0.40%	Coll = Aaa	9-Mar-13	09-Dec-12	10,000,000	10,000,000	100.00	CD	10,000,000	10,000,000	10,000,000	10,000,000
4504	City of Houston GO - Series G	0.14%	A-1+/F-1	21-Mar-13	24-Jan-13	5,000,000	5,000,000	100.00	MCP	Did Not Own	5,000,000	Did Not Own	5,000,000
4500	San Antonio Water System	0.18%	A-1+/P-1/F1+	4-Apr-13	19-Dec-12	10,000,000	10,000,000	100.00	MCP	10,000,000	10,000,000	10,000,000	10,000,000
4487	City of Houston GO - Series G	0.19%	A-1+/F-1	4-Apr-13	05-Dec-12	10,000,000	10,000,000	100.00	MCP	10,000,000	10,000,000	10,000,000	10,000,000
4503	Tx Agriculture Finance Authority	0.15%	A-1+/P-1	10-Apr-13	09-Jan-13	9,000,000	8,996,588	99.96	MCP	Did Not Own	8,997,450	Did Not Own	8,996,588
4477	Houston Comm College Rev	5.25%	Aa2/AA-	15-Apr-13	30-May-12	1,000,000	1,043,400	104.34	MB	1,014,105	1,009,901	1,013,480	1,013,480
4491	FFCB 0.85 4/15/13	0.85%	Aaa	15-Apr-13	24-Sep-12	10,000,000	10,037,742	100.38	A	10,019,336	10,013,572	10,022,000	10,015,500
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	10,013,458	10,010,344	10,129,688	10,100,000
4467	FFCB .22 7/26/13	0.22%	Aaa	26-Jul-13	30-Jan-12	15,000,000	14,988,750	99.93	A	14,995,732	14,996,374	15,000,300	15,000,000
4486	Tx Tax Rev Anticipation Notes	2.50%	MIIG1/ SP-1+/F1+	30-Aug-13	30-Aug-12	15,000,000	15,342,750	102.29	MB	15,226,309	15,197,199	15,313,950	15,176,100
4490	FHLB 0.125 09/25/13	0.13%	Aaa	25-Sep-13	25-Sep-12	16,000,000	15,986,102	99.91	A	15,989,834	15,991,014	15,995,152	16,000,640
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	15,038,250	15,027,300
4505	FAMCA 0.19 2/14/14	0.19%	GSE NR	14-Feb-14	30-Jan-13	10,000,000	10,000,000	100.00	A	Did Not Own	10,000,000	Did Not Own	9,997,500
4501	FFCB 0.25 12/24/14	0.25%	Aaa	24-Dec-14	28-Dec-12	15,000,000	14,988,450	99.92	A	14,988,514	14,989,007	15,007,950	15,005,700
<b>Total General Fund</b>										<b>280,862,158</b>	<b>278,131,833</b>	<b>281,131,650</b>	<b>278,259,866</b>
<b>Construction Fund</b>													
	Interest & Sinking Fund 2008B (Wells Fargo)			1-Feb-13	31-Jan-13	10,214	10,214	100.00	DDA	9,774	10,214	9,774	10,214
	Series 2008B DSR (TexStar)	0.11%	AAAm	1-Feb-13	31-Jan-13	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)	0.12%	AAAm	1-Feb-13	31-Jan-13	(0)	(0)	100.00	LGIP	31,254,760	(0)	31,254,760	(0)
	Sales & Use Tax Bonds DSR (TexStar)	0.11%	AAAm	1-Feb-13	31-Jan-13	12,397,401	12,397,401	100.00	LGIP	11,971,009	12,397,401	11,971,009	12,397,401
	Contractual Obligations DSR (TexStar)	0.11%	AAAm	1-Feb-13	31-Jan-13	6,442,799	6,442,799	100.00	LGIP	6,307,588	6,442,799	6,307,588	6,442,799
	Interest & Sinking Fund (2009 & 2010) (TexStar)	0.11%	AAAm	1-Feb-13	31-Jan-13	6,255,047	6,255,047	100.00	LGIP	4,061,727	6,255,047	4,061,727	6,255,047
	Interest & Sinking Fund 2011A (TexStar)	0.11%	AAAm	1-Feb-13	31-Jan-13	19,493,518	19,493,518	100.00	LGIP	19,491,693	19,493,518	19,491,693	19,493,518
	Interest & Sinking Fund 2011B (TexStar)	0.11%	AAAm	1-Feb-13	31-Jan-13	1,335,058	1,335,058	100.00	LGIP	888,849	1,335,058	888,849	1,335,058
<b>Total Construction Fund</b>										<b>78,691,494</b>	<b>50,640,133</b>	<b>78,691,494</b>	<b>50,640,133</b>
<b>General Mobility Fund</b>													
	TexStar Investment Pool GMP	0.11%	AAAm	1-Feb-13	31-Jan-13	42,747,948	42,747,948	100.00	LGIP	27,895,532	42,747,948	27,895,532	42,747,948
	Williams Capital Govt. Fund GMP	0.02%	AAAm	1-Feb-13	31-Jan-13	772	772	100.00	MMA	8,177,642	772	8,177,642	772
<b>Total General Mobility Fund</b>										<b>36,073,174</b>	<b>42,748,720</b>	<b>36,073,174</b>	<b>42,748,720</b>
<b>Grand Total All Funds</b>										<b>395,626,826</b>	<b>371,520,685</b>	<b>395,896,318</b>	<b>371,648,718</b>

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

**Metropolitan Transit Authority of Harris County  
Monthly Changes in Position - Construction Funds  
For the Month Ended January 31, 2013**

No.	Description	Coupon	Rating	Maturity	Purchase	Par	Cost	Price	Type	Book Value		Market Value		
										12/31/2012	1/31/2013	12/31/2012	1/31/2013	
<b>The Construction Fund includes Interest and Sinking Funds, Debt Service Reserves and remaining Proceeds from Bond Issuances:</b>														
<u><b>Interest and Sinking Funds - Required by Bond Covenants. Interest and Sinking Funds represent an escrow for the next principal and interest payments</b></u>														
	Interest & Sinking Fund 2008B (Wells Fargo)			1-Feb-13	31-Jan-13	10,214	10,214	100.00	DDA	9,774	10,214	9,774	10,214	
	Interest & Sinking Fund (2009 & 2010) (TexStar)	0.11%	AAAm	1-Feb-13	31-Jan-13	6,255,047	6,255,047	100.00	LGIP	4,061,727	6,255,047	4,061,727	6,255,047	
	Interest & Sinking Fund 2011A (TexStar)	0.11%	AAAm	1-Feb-13	31-Jan-13	19,493,518	19,493,518	100.00	LGIP	19,491,693	19,493,518	19,491,693	19,493,518	
	Interest & Sinking Fund 2011B (TexStar)	0.11%	AAAm	1-Feb-13	31-Jan-13	1,335,058	1,335,058	100.00	LGIP	888,849	1,335,058	888,849	1,335,058	
	<b>Subtotal Interest and Sinking Funds</b>									<b>24,452,042</b>	<b>27,093,838</b>	<b>24,452,042</b>	<b>27,093,838</b>	
	Net Change resulting from Debt Service payments, required Contributions and Interest Earned on Balances											2,641,796		
<u><b>Debt Service Reserves - Required by Bond Covenants. Debt Service Reserves represent 50% of the Maximum Annual Debt Service for each bond issuance</b></u>														
	Series 2008B DSR (TexStar)	0.11%	AAAm	1-Feb-13	31-Jan-13	4,706,095	4,706,095	100.00	LGIP	4,706,095	4,706,095	4,706,095	4,706,095	
	Sales & Use Tax Bonds DSR (TexStar)	0.11%	AAAm	1-Feb-13	31-Jan-13	12,397,401	12,397,401	100.00	LGIP	11,971,009	12,397,401	11,971,009	12,397,401	
	Contractual Obligations DSR (TexStar)	0.11%	AAAm	1-Feb-13	31-Jan-13	6,442,799	6,442,799	100.00	LGIP	6,307,588	6,442,799	6,307,588	6,442,799	
	<b>Subtotal Debt Service Reserves</b>									<b>22,984,692</b>	<b>23,546,294</b>	<b>22,984,692</b>	<b>23,546,294</b>	
	Net Change resulting from required Contributions and Interest Earned on Balances											561,602		
<u><b>Bond Proceeds - Remaining proceeds available from Voted Sales Tax Bond issuances for North and Southeast Corridor expansion activities</b></u>														
	Series 2011A Proceeds (TexStar)	0.12%	AAAm	1-Feb-13	31-Jan-13	(0)	(0)	100.00	LGIP	31,254,760	(0)	31,254,760	(0)	
	Net Change resulting from payments to Contractors and Interest Earned on Balances											(31,254,760)		
	<b>Total Construction Fund</b>									<b>78,691,494</b>	<b>50,640,133</b>	<b>78,691,494</b>	<b>50,640,133</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 January 31, 2013**

Description	FY2013				Escrow Balance
	Escrow Funding	Disbursements from Escrow	Interest to General Fund	Interest Earned on Escrow Funds	
Jan-13 Escrow Balance Forward	47,650,981	(47,901,004)	(12,664)	13,334	36,073,174
Jan-13 25% of Net Sales Tax Received ( \$47,494,089.49 X 25%)	11,873,522				47,946,696
Jan-13 FY 2013 Carryover Commitment \$3,250,000 per Month until FY13 Commitment of \$17,704,000 Is Reached	3,250,000				51,196,696
Jan-13 City of Houston See Attached		(2,875,548)			48,321,148
Jan-13 Harris County See Attached		(5,000,000)			43,321,148
Jan-13 City of Katy and Missouri City * December Congestion Mitigation & Traffic Management		(571,926)			42,749,222
Jan-13 Interest Earned			(4,099)	3,596	42,748,719.52
Jan-13 Escrow to Fiscal Year to Date	62,774,504	(56,348,477)	(16,763)	16,930	42,748,720

\* Check to City of Humble for December cleared in December; Checks to Katy, Humble and Missouri City for January cleared the escrow in February.

# General Mobility Program

Political Jurisdictions of Projects Funded in January 2013

Project	Invoiced Amount	City Council District	County Precinct	State Representative District	State Senate District	U.S. Congressional District
<b>City of Houston Projects</b>						
14th Period: Sidewalk Program Project	\$388,400.00	All	N/A	All	All	All
14th Period: Streetscape Enhancements along Light Rail Lines	\$931,307.00	W	N/A	TBD	TBD	TBD
14th Period: Beechnut Rehab - Wilcrest to Kirkwood	\$1,555,841.00	F, J	N/A	TBD	TBD	TBD
	<u>\$2,875,548.00</u>					
<b>Harris County Projects</b>						
12th Period: Spring Stuebner Rd. - Kuykendahl to I-45	\$5,000,000.00	TBD	TBD	TBD	TBD	TBD
	<u>\$5,000,000.00</u>					