

**METRO**

**INVESTMENT REPORT**

**ALL FUNDS**

**FEBRUARY 2013**

**Metropolitan Transit Authority of Harris County**  
**Investment Report**  
**For the Month Ended February 28, 2013**  
**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	278,131,834	50,640,133	42,748,720
Current Month End Book Value	335,846,734	53,842,967	33,067,145
Change	57,714,900	3,202,835	(9,681,575)
Prior Month End Market Value*	278,259,866	50,640,133	42,748,720
Current Month End Market Value*	335,945,325	53,842,967	33,067,145
Change	57,685,459	3,202,835	(9,681,575)
Interest Receivable	405,792	0	0
Weighted Average Days Outstanding	95	1	1
Weighted Average Years Outstanding	0.26	0.00	0.00
Yield	0.418%	0.100%	0.098%
Benchmark Yield	0.112%	0.102%	0.057%
Yield Over / <Under> Benchmark	0.306%	-0.002%	0.041%
LGIP Wtd Avg. Days Outstanding (1)	51	51	51

\* 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.

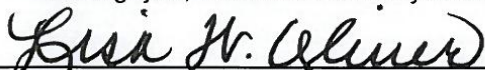
All Funds are managed in full compliance with the Public Funds Investment Act, the Investment Policy and Strategy of the Metropolitan Transit Authority of Harris County and under the safety parameters set by the Board of Directors.



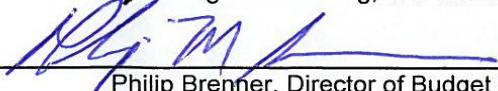
Debbie Sechler, Interim Sr. Vice President and Chief Financial Officer



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 February 28, 2013**

No.	Description	Coupon	Rating	Maturity	Purchase	Par	Cost	Price	Type	Book Value		Market Value	
										1/31/2013	2/28/2013	1/31/2013	2/28/2013
<b>General Fund</b>													
	JPMorgan Chase Master			1-Mar-13	28-Feb-13	1,382,162	1,382,162	100.00	DDA	1,639,381	1,382,162	1,639,381	1,382,162
	JPMorgan Chase HOT Lanes			1-Mar-13	28-Feb-13	289,681	289,681	100.00	DDA	223,961	289,681	223,961	289,681
	TexStar Investment Pool	0.10%	AAAm	1-Mar-13	28-Feb-13	151,575,683	151,575,683	100.00	LGIP	105,064,494	151,575,683	105,064,494	151,575,683
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	9,999,886	Matured/Called	10,000,000	Matured/Called
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	9,999,250	Matured/Called	9,999,222	Matured/Called
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	5,000,000	5,000,000	5,000,000	5,000,000
4510	Tx Dept of Econ Development	0.10%	A-1+/P-1	28-Mar-13	28-Feb-13	10,000,000	9,999,222	99.99	MCP	Did Not Own	9,999,250	Did Not Own	9,999,250
4508	City of Houston GO - Series E1	0.14%	A-1+/P-1/F1+	3-Apr-13	08-Feb-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	8,997,450	8,998,500	8,996,588	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	1,009,901	1,006,103	1,013,480	1,005,440
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	10,013,572	10,008,366	10,015,500	10,009,500
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	10,010,344	10,007,532	10,100,000	10,072,656
4509	FHLB 0.16 6/27/13	0.22%	Aaa	27-Jun-13	28-Feb-13	15,650,000	15,651,032	100.01	A	Did Not Own	15,651,024	Did Not Own	15,649,998
4467	FFCB .22 7/26/13	0.22%	Aaa	26-Jul-13	30-Jan-12	15,000,000	14,988,750	99.93	A	14,996,374	14,996,954	15,000,000	14,996,700
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	15,197,199	15,170,905	15,176,100	15,175,800
4507	North Texas Tollway Authority	2.50%	SP-1+/F1+	1-Sep-13	08-Feb-13	760,000	769,462	101.25	MB	Did Not Own	768,493	Did Not Own	767,608
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	15,991,014	15,992,080	16,000,640	16,001,760
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	15,027,300	15,033,750
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	10,000,000	10,000,000	9,997,500	9,998,200
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	14,989,007	15,000,000	15,005,700	14,990,550
<b>Total General Fund</b>										<b>278,131,834</b>	<b>335,846,734</b>	<b>278,259,866</b>	<b>335,945,325</b>
<b>Construction Fund</b>													
	Interest & Sinking Fund 2008B (Wells Fargo)			1-Mar-13	28-Feb-13	10,579	10,579	100.00	DDA	10,214	10,579	10,214	10,579
	Series 2008B DSR (TexStar)	0.10%	AAAm	1-Mar-13	28-Feb-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)	0.10%	AAAm	1-Mar-13	28-Feb-13	12,823,620	12,823,620	100.00	LGIP	12,397,401	12,823,620	12,397,401	12,823,620
	Contractual Obligations DSR (TexStar)	0.10%	AAAm	1-Mar-13	28-Feb-13	6,577,911	6,577,911	100.00	LGIP	6,442,799	6,577,911	6,442,799	6,577,911
	Interest & Sinking Fund (2009 & 2010) (TexStar)	0.10%	AAAm	1-Mar-13	28-Feb-13	8,448,466	8,448,466	100.00	LGIP	6,255,047	8,448,466	6,255,047	8,448,466
	Interest & Sinking Fund 2011A (TexStar)	0.10%	AAAm	1-Mar-13	28-Feb-13	19,495,008	19,495,008	100.00	LGIP	19,493,518	19,495,008	19,493,518	19,495,008
	Interest & Sinking Fund 2011B (TexStar)	0.10%	AAAm	1-Mar-13	28-Feb-13	1,781,289	1,781,289	100.00	LGIP	1,335,058	1,781,289	1,335,058	1,781,289
<b>Total Construction Fund</b>										<b>50,640,133</b>	<b>53,842,967</b>	<b>50,640,133</b>	<b>53,842,967</b>
<b>General Mobility Fund</b>													
	TexStar Investment Pool GMP	0.10%	AAAm	1-Mar-13	28-Feb-13	33,066,373	33,066,373	100.00	LGIP	42,747,948	33,066,373	42,747,948	33,066,373
	Williams Capital Govt. Fund GMP	0.02%	AAAm	1-Mar-13	28-Feb-13	772	772	100.00	MMA	772	772	772	772
<b>Total General Mobility Fund</b>										<b>42,748,720</b>	<b>33,067,145</b>	<b>42,748,720</b>	<b>33,067,145</b>
<b>Grand Total All Funds</b>										<b>371,520,686</b>	<b>422,756,846</b>	<b>371,648,718</b>	<b>422,855,437</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 February 28, 2013**

No.	Description	Coupon	Rating	Maturity	Purchase	Par	Cost	Price	Type	Book Value		Market Value		
										1/31/2013	2/28/2013	1/31/2013	2/28/2013	
<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-Mar-13	28-Feb-13	10,579	10,579	100.00	DDA	10,214	10,579	10,214	10,579	
	Interest & Sinking Fund (2009 & 2010) (TexStar)	0.10%	AAAm	1-Mar-13	28-Feb-13	8,448,466	8,448,466	100.00	LGIP	6,255,047	8,448,466	6,255,047	8,448,466	
	Interest & Sinking Fund 2011A (TexStar)	0.10%	AAAm	1-Mar-13	28-Feb-13	19,495,008	19,495,008	100.00	LGIP	19,493,518	19,495,008	19,493,518	19,495,008	
	Interest & Sinking Fund 2011B (TexStar)	0.10%	AAAm	1-Mar-13	28-Feb-13	1,781,289	1,781,289	100.00	LGIP	1,335,058	1,781,289	1,335,058	1,781,289	
	<b>Subtotal Interest and Sinking Funds</b>									27,093,838	29,735,341	27,093,838	29,735,341	
	Net Change resulting from Debt Service payments, required Contributions and Interest Earned on Balances										2,641,503			
<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)	0.10%	AAAm	1-Mar-13	28-Feb-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)	0.10%	AAAm	1-Mar-13	28-Feb-13	12,823,620	12,823,620	100.00	LGIP	12,397,401	12,823,620	12,397,401	12,823,620	
	Contractual Obligations DSR (TexStar)	0.10%	AAAm	1-Mar-13	28-Feb-13	6,577,911	6,577,911	100.00	LGIP	6,442,799	6,577,911	6,442,799	6,577,911	
	<b>Subtotal Debt Service Reserves</b>									23,546,294	24,107,626	23,546,294	24,107,626	
	Net Change resulting from required Contributions and Interest Earned on Balances										561,332			
<u><b>Bond Proceeds - Remaining proceeds available from Voted Sales Tax Bond issuances for North and Southeast Corridor expansion activities</b></u>														
	Net Change resulting from payments to Contractors and Interest Earned on Balances												none	
<b>Total Construction Fund</b>										<b>50,640,133</b>	<b>53,842,967</b>	<b>50,640,133</b>	<b>53,842,967</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 February 28, 2013**

Description	FY2013				Escrow Balance
	Escrow Funding	Disbursements from Escrow	Interest to General Fund	Interest Earned on Escrow Funds	
Jan-13 Escrow Balance Forward	62,774,504	(56,348,477)	(16,763)	16,930	42,748,720
Jan-13 25% of Net Sales Tax Received ( \$65,896,745.26 X 25%)	16,474,186				59,222,906
Jan-13 FY 2013 Carryover Commitment \$3,250,000 per Month until FY13 Commitment of \$17,704,000 Is Reached	3,250,000				62,472,906
Jan-13 City of Houston** See Attached		(22,903,213)			39,569,693
Jan-13 Harris County See Attached		(3,800,000)			35,769,693
Jan-13 City of Katy, Humble and Missouri City * Congestion Mitigation & Traffic Management		(2,701,959)			33,067,734
Jan-13 Interest Earned			(3,596)	3,007	33,067,145
Jan-13 Escrow - Fiscal Year to Date	82,498,690	(85,753,649)	(20,359)	19,937	33,067,145

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

\*\* The General Fund was overfunded \$100,000 in error for Check #981362 to the City of Houston. A refund to the Escrow will be processed in March 2013.

# General Mobility Program

## Political Jurisdictions of Projects Funded in February 2013

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>						
14th Period: Traffic Signal Maintenance	\$3,778,450.00	All	N/A	All	All	All
14th Period: Citywide Traffic Signal Rebuild / ITS	\$3,740,862.00	All	N/A	All	All	All
14th Period: Concrete Street Repair Program	\$2,917,424.19	All	N/A	All	All	All
14th Period: Special City Projects	\$2,890,626.84	All	N/A	All	All	All
14th Period: Street Reconstruction Program	\$2,712,100.38	All	N/A	All	All	All
9th Period: Buffalo Speedway: W. Bellfort to Willowbend	\$1,356,530.08	C	N/A	146	13	9
14th Period: Bridge/Barricade Maintenance Program	\$1,079,549.64	All	N/A	All	All	All
14th Period: Traffic Signal Maintenance Extended	\$915,980.00	All	N/A	All	All	All
14th Period: Smart Arterial Corridors / ITS	\$856,328.00	All	N/A	All	All	All
14th Period: Sign Maintenance Program	\$666,596.00	All	N/A	All	All	All
14th Period: Citywide Overlay / Rehab Program	\$509,000.00	All	N/A	All	All	All
14th Period: Pavement Marking Maintenance Program	\$459,225.00	All	N/A	All	All	All
14th Period: Bridge Replacement / Special Projects	\$423,280.00	All	N/A	All	All	All
14th Period: Sidewalk Program	\$212,996.40	All	N/A	All	All	All
10th Period: Traffic Signal Management/ITS	\$207,945.80	All	N/A	All	All	All
9th Period: Traffic Signal Management/ITS	\$19,534.85	All	N/A	All	All	All
9th Period: Buffalo Speedway - Holmes to Airport	\$15,653.78	D	N/A	131	13	9
9th Period: Long Point - Hempstead to Gessner	\$14,792.81	A	N/A	136, 138, 148	15	7, 18
9th Period: Market Paving - McCarty to Wayside	\$9,074.70	I	N/A	143	6	29
10th Period: Hillcroft - US 59	\$6,451.18	C, F	N/A	137	17	9
7th Period: Orem - Telephone to Almeda	\$6,124.96	D, E, I	N/A	131, 146, 147	7, 13	9, 22
8th Period: Street Reconstruction	\$2,679.50	All	N/A	All	All	All
6th Period: Street Reconstruction	\$1,994.37	All	N/A	All	All	All
10th Period: Gulfbank - Vogel Creek to West Montgomery	\$12.39	A,B	N/A	139	15	18
	\$22,803,212.87					
<b><u>Harris County Projects</u></b>						
12th Period: Morton Ranch - Katy/Hockley Cutoff to Porter	\$3,800,000.00	N/A	TBD	TBD	TBD	TBD
	\$3,800,000.00					