

METRO

INVESTMENT REPORT

ALL FUNDS

AUGUST 2013

**Metropolitan Transit Authority of Harris County
Investment Report
For the Month Ended August 31, 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	238,981,328	49,113,395	46,993,542
Current Month End Book Value	243,747,915	52,102,064	59,546,242
Change	4,766,588	2,988,669	12,552,700
Prior Month End Market Value*	238,987,063	49,113,395	46,993,542
Current Month End Market Value*	243,738,641	52,102,064	59,546,242
Change	4,751,578	2,988,669	12,552,700
Interest Receivable	98,681	0	0
Weighted Average Days Outstanding	76	1	1
Weighted Average Years Outstanding	0.21	0.00	0.00
Yield	0.351%	0.047%	0.047%
Benchmark Yield	0.033%	0.033%	0.022%
Yield Over / <Under> Benchmark	0.318%	0.014%	0.025%
LGIP Wtd Avg. Days Outstanding (1)	52	52	52

* 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.



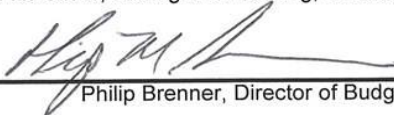
Debbie Sechler, Sr. Vice President and Chief Financial Officer



Phil Nguyen, Director of Treasury Services



Lisa W. Oliver, Manager of Banking, Investment 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, 2013**

No.	Description	Coupon	Rating	Maturity	Purchase	Par	Cost	Price	YTM	Type	Book Value		Market Value		
											7/31/2013	8/31/2013	7/31/2013	8/31/2013	
General Fund															
	JPMorgan Chase Master			1-Sep-13	31-Aug-13	2,890,142	2,890,142	100.00	n/a	DDA	2,482,772	2,890,142	2,482,772	2,890,142	
	JPMorgan Chase HOT Lanes			1-Sep-13	31-Aug-13	390,761	390,761	100.00	n/a	DDA	310,767	390,761	310,767	390,761	
	TexStar Investment Pool	0.047%	AAAm	1-Sep-13	31-Aug-13	113,175,222	113,175,222	100.00	0.047%	LGIP	83,820,641	113,175,222	83,820,641	113,175,222	
4515	San Antonio Water System	0.170%	A-1+/P-1/F1+	7-Aug-13	04-Apr-13	10,000,000	10,000,000	100.00	0.170%	MCP	10,000,000	Matured/Called	10,000,000	Matured/Called	
4519	City of Houston GO - Series G	0.170%	A-1+/F-1	7-Aug-13	16-May-13	5,000,000	5,000,000	100.00	0.170%	MCP	5,000,000	Matured/Called	5,000,000	Matured/Called	
4525	Tx Dept of Econ Development	0.100%	A-1+/P-1	9-Aug-13	08-Jul-13	15,000,000	14,998,667	99.99	0.100%	MCP	14,999,667	Matured/Called	14,999,667	Matured/Called	
4520	Dallas Area Rapid Transit	0.140%	A-1+/P-1/F1+	15-Aug-13	21-May-13	5,000,000	5,000,000	100.00	0.140%	MCP	5,000,000	Matured/Called	5,000,000	Matured/Called	
4528	Tx Agriculture Finance Authority	0.120%	A-1+/P-1	21-Aug-13	24-Jul-13	9,000,000	8,999,160	99.99	0.120%	MCP	8,999,400	Matured/Called	8,999,160	Matured/Called	
4486	Tx Tax Rev Anticipation Notes	2.500%	MIG1/ SP-1+/F1+	30-Aug-13	30-Aug-12	15,000,000	15,342,750	102.29	0.210%	MB	15,027,233	Matured/Called	15,029,100	Matured/Called	
4507	North Texas Tollway Authority	2.441%	SP-1+/F1+	1-Sep-13	08-Feb-13	760,000	769,462	101.25	0.230%	MB	761,431	760,000	761,391	760,000	
EWBCD7	East West Bank Certificate	0.350%	Coll = Aaa	5-Sep-13	07-Jun-13	10,000,000	10,000,000	100.00	0.350%	CD	10,000,000	10,000,000	10,000,000	10,000,000	
4527	South Carolina Public Services	0.140%	A-1+/P-1/F1+	5-Sep-13	16-Jul-13	8,400,000	8,400,000	100.00	0.140%	MCP	8,400,000	8,400,000	8,400,000	8,400,000	
4490	FHLB 0.125 09/25/13	0.125%	Aaa	25-Sep-13	25-Sep-12	16,000,000	15,986,102	99.91	0.212%	A	15,997,906	15,999,086	16,001,920	16,000,320	
4530	San Antonio Water System	0.110%	A-1+/P-1/F1+	16-Oct-13	07-Aug-13	10,000,000	10,000,000	100.00	0.110%	MCP	Did Not Own	10,000,000	Did Not Own	10,000,000	
4529	City of Houston GO - Series G	0.110%	A-1+/F-1	16-Oct-13	07-Aug-13	5,000,000	5,000,000	100.00	0.110%	MCP	Did Not Own	5,000,000	Did Not Own	5,000,000	
4531	Dallas Area Rapid Transit	0.120%	A-1+/P-1/F1+	24-Oct-13	15-Aug-13	5,000,000	5,000,000	100.00	0.120%	MCP	Did Not Own	5,000,000	Did Not Own	5,000,000	
4533	Tx Agriculture Finance Authority	0.140%	A-1+/P-1	20-Nov-13	21-Aug-13	9,000,000	8,996,815	99.96	0.140%	MCP	Did Not Own	8,997,200	Did Not Own	8,996,815	
4521	FHLB 0.375 11/27/13	0.375%	Aaa	27-Nov-13	29-May-13	5,100,000	5,106,615	100.13	0.113%	A	5,104,288	5,103,162	5,105,355	5,103,621	
4524	FHLB 3.125 12/13/13	3.125%	Aaa	13-Dec-13	07-Jun-13	7,000,000	7,108,920	101.56	0.112%	A	7,077,224	7,059,359	7,077,700	7,059,220	
4466	FFCB 0.35 1/23/14	0.350%	Aaa	23-Jan-14	23-Jan-12	15,000,000	15,000,000	100.00	0.350%	A	15,000,000	15,000,000	15,020,550	15,013,200	
4505	FAMCA 0.19 2/14/14	0.190%	GSE NR	14-Feb-14	30-Jan-13	10,000,000	10,000,000	100.00	0.190%	A	10,000,000	10,000,000	10,002,100	9,999,980	
4533	State of Connecticut	0.281%	Aa3/AA	15-Aug-14	29-Aug-13	5,000,000	5,000,000	100.00	0.281%	MB	Did Not Own	5,000,000	Did Not Own	4,998,050	
4526	Harris County General Oblig.	0.000%	Aaa / AAA	1-Oct-14	12-Jul-13	6,000,000	5,978,100	99.64	0.300%	MB	6,000,000	5,980,604	5,980,140	5,966,760	
4501	FFCB 0.25 12/24/14	0.250%	Aaa	24-Dec-14	28-Dec-12	15,000,000	14,988,450	99.92	0.289%	A	15,000,000	14,992,380	14,995,800	14,984,550	
Total General Fund											238,981,328	243,747,915	238,987,063	243,738,641	
Construction Fund															
	Interest & Sinking Fund 2008B (Wells Fargo)			1-Sep-13	31-Aug-13	12,341	12,341	100.00	n/a	DDA	12,151	12,341	12,151	12,341	
	Series 2008B DSR (TexStar)	0.049%	AAAm	1-Sep-13	31-Aug-13	4,706,095	4,706,095	100.00	0.049%	LGIP	4,706,095	4,706,095	4,706,095	4,706,095	
	Sales & Use Tax Bonds DSR (TexStar)	0.049%	AAAm	1-Sep-13	31-Aug-13	15,380,313	15,380,313	100.00	0.049%	LGIP	14,954,452	15,380,313	14,954,452	15,380,313	
	Contractual Obligations DSR (TexStar)	0.049%	AAAm	1-Sep-13	31-Aug-13	7,265,494	7,265,494	100.00	0.049%	LGIP	7,191,930	7,265,494	7,191,930	7,265,494	
	Interest & Sinking Fund (2009 & 2010) (TexStar)	0.049%	AAAm	1-Sep-13	31-Aug-13	13,285,460	13,285,460	100.00	0.049%	LGIP	11,241,727	13,285,460	11,241,727	13,285,460	
	Interest & Sinking Fund 2011A (TexStar)	0.049%	AAAm	1-Sep-13	31-Aug-13	7,974,794	7,974,794	100.00	0.049%	LGIP	7,974,473	7,974,794	7,974,473	7,974,794	
	Interest & Sinking Fund 2011B (TexStar)	0.049%	AAAm	1-Sep-13	31-Aug-13	3,477,568	3,477,568	100.00	0.049%	LGIP	3,032,567	3,477,568	3,032,567	3,477,568	
Total Construction Fund											49,113,395	52,102,064	49,113,395	52,102,064	
General Mobility Fund															
	TexStar Investment Pool GMP	0.047%	AAAm	1-Sep-13	31-Aug-13	59,545,470	59,545,470	100.00	0.047%	LGIP	46,992,769	59,545,470	46,992,769	59,545,470	
	Williams Capital Govt. Fund GMP	0.000%	AAAm	1-Sep-13	31-Aug-13	772	772	100.00	0.000%	MMA	772	772	772	772	
Total General Mobility Fund											46,993,542	59,546,242	46,993,542	59,546,242	
Grand Total All Funds											384,284,095	364,782,650	384,299,856	364,800,687	

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 August 31, 2013**

No.	Description	Coupon	Rating	Maturity	Purchase	Par	Cost	Price	Type	Book Value		Market Value		
										7/31/2013	8/31/2013	7/31/2013	8/31/2013	
The Construction Fund includes Interest and Sinking Funds, Debt Service Reserves and remaining Proceeds from Bond Issuances:														
<u>Interest and Sinking Funds - Required by Bond Covenants, Interest and Sinking Funds represent an escrow for the next principal and interest payments</u>														
	Interest & Sinking Fund 2008B (Wells Fargo)			1-Jul-13	30-Jun-13	12,341	12,341	100.00	DDA	12,151	12,341	12,151	12,341	
	Interest & Sinking Fund (2009 & 2010) (TexStar)	0.05%	AAAm	1-Jul-13	30-Jun-13	13,285,460	13,285,460	100.00	LGIP	11,241,727	13,285,460	11,241,727	13,285,460	
	Interest & Sinking Fund 2011A (TexStar)	0.05%	AAAm	1-Jul-13	30-Jun-13	7,974,794	7,974,794	100.00	LGIP	7,974,473	7,974,794	7,974,473	7,974,794	
	Interest & Sinking Fund 2011B (TexStar)	0.05%	AAAm	1-Jul-13	30-Jun-13	3,477,568	3,477,568	100.00	LGIP	3,032,567	3,477,568	3,032,567	3,477,568	
										<u>22,260,919</u>	<u>24,750,163</u>	<u>22,260,919</u>	<u>24,750,163</u>	
	Net Change resulting from Debt Service payments, required Contributions and Interest Earned on Balances										2,489,245			
<u>Debt Service Reserves - Required by Bond Covenants, Debt Service Reserves represent 50% of the Maximum Annual Debt Service for each bond issuance</u>														
	Series 2008B DSR (TexStar)	0.05%	AAAm	1-Jul-13	30-Jun-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)	0.05%	AAAm	1-Jul-13	30-Jun-13	15,380,313	14,528,595	100.00	LGIP	14,954,452	15,380,313	14,954,452	15,380,313	
	Contractual Obligations DSR (TexStar)	0.05%	AAAm	1-Jul-13	30-Jun-13	7,265,494	7,118,362	100.00	LGIP	7,191,930	7,265,494	7,191,930	7,265,494	
	Subtotal Debt Service Reserves									<u>26,852,477</u>	<u>27,351,901</u>	<u>26,852,477</u>	<u>27,351,901</u>	
	Net Change resulting from required Contributions and Interest Earned on Balances										499,425			
<u>Bond Proceeds - Remaining proceeds available from Voted Sales Tax Bond issuances for North and Southeast Corridor expansion activities</u>														
	Net Change resulting from payments to Contractors and Interest Earned on Balances												none	
Total Construction Fund										<u><u>49,113,395</u></u>	<u><u>52,102,064</u></u>	<u><u>49,113,395</u></u>	<u><u>52,102,064</u></u>	

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
As of August 31, 2013**

Description	FY2013				Escrow Balance
	Escrow Funding	Disbursements from Escrow	Interest to General Fund	Interest Earned on Escrow Funds	
Aug-13 Escrow Balance Forward	148,350,011	(137,677,732)	25,280	36,428	46,993,542
Aug-13 25% of Net Sales Tax Received (\$60,052,422.26 X 25%)	15,013,106				62,006,647
Aug-13 City of Houston See attached for details*		(1,143,875)			60,862,773
Aug-13 City of Katy, Humble and Missouri City Congestion Mitigation & Traffic Management		(1,316,673)			59,546,100
Aug-13 Interest Earned			(2,165)	2,307	59,546,242
Aug-13 Escrow - Fiscal Year to Date	163,363,117	(140,138,279)	23,115	38,735	59,546,242

General Mobility Program

Political Jurisdictions of Projects Funded in August 2013

Project	Invoiced Amount	City Council District	County Precinct	State Representative District	State Senate District	U.S. Congressional District
<u>City of Houston Projects</u>						
14th Period: Citywide Bridge Rehab / Replacement Proj	\$ 585,000.00	All	N/A	All	All	All
14th Period: South Shaver Reconstruction Proj	558,874.53	E	N/A	TBD	TBD	TBD
	<u>\$ 1,143,874.53</u>					