

METRO

INVESTMENT REPORT

ALL FUNDS

October 2017

**Metropolitan Transit Authority of Harris County
Investment Report
For month ended October 31, 2017
Portfolio Summary Management Report**

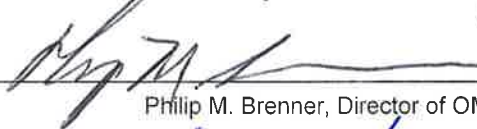
The following is a summary of METRO's Investment Portfolios:

| Fund: | General | Construction | Real Estate | General Mobility |
|--|----------------|---------------------|--------------------|-------------------------|
| Prior Month End Book Value | \$243,763,051 | \$93,948,053 | \$0 | \$75,647,859 |
| Current Month End Book Value | 240,149,294 | 44,398,416 | 483,944 | 86,487,987 |
| Change | (\$3,613,757) | (\$49,549,637) | \$483,944 | \$10,840,127 |
| Prior Month End Market Value* | \$243,512,218 | \$93,948,053 | \$0 | \$75,647,859 |
| Current Month End Market Value* | 239,836,532 | 44,398,416 | 483,944 | 86,487,987 |
| Change | (\$3,675,686) | (\$49,549,637) | \$483,944 | \$10,840,127 |
| Interest Receivable | \$1,396,341 | \$0 | \$0 | \$0 |
| Weighted Average Days Outstanding | 237 | 1 | 1 | 1 |
| Weighted Average Years Outstanding | 0.65 | 0.00 | 0.00 | 0.00 |
| Recognized Yield | 1.57% | 1.05% | 1.05% | 1.05% |
| Benchmark Yield | 1.21% | 0.97% | 0.96% | 0.96% |
| Yield Over / <Under> Benchmark | 0.36% | 0.08% | 0.09% | 0.09% |
| TexStar Wtd Avg. Days Outstanding (as of 10/31/17) ** | 38 | 38 | N/A | N/A |
| TexDaily Wtd Avg. Days Outstanding (as of 09/30/17) ** | 36 | N/A | 36 | 36 |

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.



Arthur C. Smiley III, Chief Financial Officer



Philip M. Brenner, Director of OMB



George Fotinos, Manager, Debt Service & Investments

* Change in Market Value is presented in accordance with the Public Funds Investment Act and primarily reflects receipts, expenditures, securities

** This weighted average maturity calculation 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
As of October 31, 2017**

| No. | Description | Coupon | Rating | Maturity Date | Purch Date | Par | Cost | Price | YTM | Type | Book Value | | Market Value | |
|---------------------------|--|--------|------------|---------------|------------|------------|------------|--------|--------|------|--------------------|--------------------|--------------------|--------------------|
| | | | | | | | | | | | 9/30/2017 | 10/31/2017 | 9/30/2017 | 10/31/2017 |
| General Fund | | | | | | | | | | | | | | |
| | Wells Fargo Master Account | | | 11/1/2017 | 10/31/2017 | 4,791,764 | 4,791,764 | 100.00 | NA | DDA | 5,434,122 | 4,791,764 | 5,434,122 | 4,791,764 |
| | Wells Fargo HOT Lanes Account | | | 11/1/2017 | 10/31/2017 | 18,759 | 18,759 | 100.00 | NA | DDA | 11,758 | 18,759 | 11,758 | 18,759 |
| | Wells Fargo Mobile Ticketing | | | 11/1/2017 | 10/31/2017 | 111,026 | 111,026 | 100.00 | NA | DDA | 18,170 | 111,026 | 18,170 | 111,026 |
| | METROLift Online | | | 11/1/2017 | 10/31/2017 | - | - | 100.00 | NA | DDA | 25 | - | 25 | - |
| | TexStar Investment Pool | | AAAm | 11/1/2017 | 10/31/2017 | 32,065,120 | 32,065,120 | 100.00 | 1.048% | LGIP | 8,043,874 | 32,065,120 | 8,043,874 | 32,065,120 |
| | TexDaily Investment Pool | | AAAm | 11/1/2017 | 10/31/2017 | 6,220,732 | 6,220,732 | 100.00 | 1.050% | LGIP | 23,440,727 | 6,220,732 | 23,440,727 | 6,220,732 |
| | Wells Fargo Institutional Sweep | | | 11/1/2017 | 10/31/2017 | 456,572 | 456,572 | 100.00 | 0.600% | DSA | 278,525 | 456,572 | 278,525 | 456,572 |
| 4631 | 3133EGMC6 / Federal Farm Credit Banks | 0.670% | AA+/Aaa | 10/18/2017 | 8/12/2016 | 5,000,000 | 5,000,483 | 100.01 | 0.700% | A | 5,000,019 | Matured/Called | 4,999,150 | Matured/Called |
| 4635 | 3130A4TR3 / Federal Home Loan Bank | 0.875% | AA+/Aaa | 10/16/2017 | 8/23/2016 | 5,000,000 | 5,023,408 | 100.47 | 0.735% | A | 5,000,840 | Matured/Called | 4,999,450 | Matured/Called |
| 4636 | 31358C7N0 / Fannie Mae | 0.750% | AA+/Aaa | 11/15/2017 | 8/25/2016 | 5,175,000 | 5,127,856 | 99.09 | 0.750% | A | 5,170,243 | 5,173,520 | 5,167,238 | 5,171,999 |
| 4637 | 3137EABA6 / Freddie Mac | 0.513% | AA+/Aaa | 11/17/2017 | 8/31/2016 | 5,000,000 | 5,339,078 | 106.78 | 0.720% | A | 5,036,056 | 5,012,274 | 5,025,300 | 5,009,000 |
| 4638 | 912828PN4 / US Treasury Note | 0.750% | AA+/Aaa | 12/31/2017 | 9/14/2016 | 5,000,000 | 5,158,084 | 103.16 | 0.731% | T | 5,030,478 | 5,020,095 | 5,019,400 | 5,012,700 |
| 4639 | 3137EADX4 / Freddie Mac | 0.875% | AA+/Aaa | 12/15/2017 | 9/14/2016 | 5,000,000 | 5,027,907 | 100.56 | 0.750% | A | 5,004,590 | 5,002,693 | 4,999,100 | 4,999,000 |
| 4640 | 912828H37 / US Treasury Note | 0.875% | AA+/Aaa | 1/15/2018 | 9/14/2016 | 5,000,000 | 5,016,236 | 100.32 | 0.739% | T | 5,003,534 | 5,002,500 | 4,995,900 | 4,996,750 |
| 4641 | 3137EADN6 / Freddie Mac | 0.750% | AA+/Aaa | 1/12/2018 | 9/14/2016 | 5,000,000 | 5,004,861 | 100.10 | 0.774% | A | 5,001,035 | 5,000,723 | 4,994,150 | 4,996,000 |
| 4642 | 3137EADP1 / Freddie Mac | 0.875% | AA+/Aaa | 3/7/2018 | 9/21/2016 | 5,000,000 | 5,006,264 | 100.13 | 0.812% | A | 5,001,852 | 5,001,486 | 4,992,900 | 4,994,000 |
| 4643 | 3133EGAS4 / Federal Farm Credit Banks | 0.750% | AA+/Aaa | 2/16/2018 | 9/21/2016 | 4,000,000 | 4,001,241 | 100.03 | 0.780% | A | 4,000,335 | 4,000,259 | 3,992,840 | 3,993,720 |
| 4644 | 3135GOTG8 / Fannie Mae | 0.875% | AA+/Aaa | 2/8/2018 | 9/21/2016 | 5,000,000 | 5,012,476 | 100.25 | 0.769% | A | 5,003,218 | 5,002,451 | 4,993,350 | 4,995,700 |
| 4645 | 3137EAEA3 / Freddie Mac | 0.750% | AA+/Aaa | 4/9/2018 | 11/16/2016 | 5,000,000 | 4,989,724 | 99.79 | 0.954% | A | 4,996,157 | 4,996,784 | 4,986,200 | 4,988,350 |
| 4646 | 3133EGG33 / Federal Farm Credit Banks | 0.730% | AA+/Aaa | 5/14/2018 | 11/16/2016 | 5,000,000 | 4,982,072 | 99.64 | 0.975% | A | 4,992,571 | 4,993,595 | 4,987,500 | 4,986,650 |
| 4647 | 3133EGG33 / Federal Farm Credit Banks | 0.730% | AA+/Aaa | 5/14/2018 | 11/16/2016 | 5,000,000 | 4,981,703 | 99.63 | 0.980% | A | 4,992,418 | 4,993,463 | 4,987,500 | 4,986,650 |
| EWBCD21 | East West Bank CD | 1.100% | Coll = Aaa | 11/21/2018 | 11/21/2016 | 10,000,000 | 10,000,000 | 100.00 | 1.110% | CD | 10,000,000 | 10,000,000 | 10,000,000 | 10,000,000 |
| 4648 | 3133EGM69 / Federal Farm Credit Banks | 1.100% | AA+/Aaa | 12/5/2018 | 1/23/2017 | 10,000,000 | 9,966,134 | 99.66 | 1.284% | A | 9,978,585 | 9,980,129 | 9,958,600 | 9,957,900 |
| 4649 | 3130A7CX1 / Federal Home Loan Bank | 0.875% | AA+/Aaa | 3/9/2018 | 1/23/2017 | 5,000,000 | 4,993,455 | 99.87 | 0.989% | A | 4,997,456 | 4,997,952 | 4,993,100 | 4,992,650 |
| 4650 | 3133EG3A1 / Federal Farm Credit Banks | 1.040% | AA+/Aaa | 4/4/2018 | 1/23/2017 | 5,000,000 | 5,001,316 | 100.03 | 1.018% | A | 5,000,560 | 5,000,466 | 4,995,950 | 4,995,700 |
| 4651 | 3134G9UY1 / Freddie Mac | 1.000% | AA+/Aaa | 6/29/2018 | 1/30/2017 | 5,000,000 | 4,994,320 | 99.89 | 1.081% | A | 4,997,005 | 4,997,348 | 4,988,750 | 4,986,050 |
| 4652 | 3130A6X44 / Federal Home Loan Bank | 1.250% | AA+/Aaa | 6/29/2018 | 2/15/2017 | 5,000,000 | 5,010,350 | 100.21 | 1.097% | A | 5,005,632 | 5,004,988 | 5,004,350 | 5,000,900 |
| 4653 | 3130A4YA4 / Federal Home Loan Bank | 1.050% | AA+/Aaa | 8/15/2018 | 2/15/2017 | 7,000,000 | 6,993,490 | 99.91 | 1.113% | A | 6,996,202 | 6,996,572 | 6,987,540 | 6,977,740 |
| 4654 | 3135G0E33 / Fannie Mae | 1.125% | AA+/Aaa | 7/20/2018 | 2/15/2017 | 5,000,000 | 5,002,681 | 100.05 | 1.087% | A | 5,001,508 | 5,001,348 | 4,990,350 | 4,989,150 |
| 4655 | 3134GAGM0 / Freddie Mac | 1.040% | AA+/Aaa | 8/24/2018 | 2/15/2017 | 5,000,000 | 4,992,500 | 99.85 | 1.139% | A | 4,995,573 | 4,995,993 | 4,991,500 | 4,988,500 |
| 4656 | 3134G9N60 / Freddie Mac | 1.000% | AA+/Aaa | 7/27/2018 | 2/15/2017 | 5,000,000 | 4,993,750 | 99.88 | 1.087% | A | 4,996,447 | 4,996,816 | 4,986,000 | 4,983,950 |
| 4657 | 3134GAKF0 / Freddie Mac | 1.110% | AA+/Aaa | 9/12/2018 | 2/22/2017 | 5,000,000 | 4,996,900 | 99.94 | 1.150% | A | 4,998,105 | 4,998,275 | 4,991,700 | 4,988,450 |
| 4658 | 3135G0YM9 / Fannie Mae | 1.875% | AA+/Aaa | 9/18/2018 | 2/28/2017 | 5,000,000 | 5,060,210 | 101.20 | 1.092% | A | 5,037,445 | 5,034,147 | 5,024,250 | 5,017,200 |
| EWBCD22 | East West Bank CD | 1.500% | Coll = Aaa | 3/14/2019 | 3/14/2017 | 10,000,000 | 10,000,000 | 100.00 | 1.510% | CD | 10,000,000 | 10,000,000 | 10,000,000 | 10,000,000 |
| 4659 | 313375K48 / Federal Home Loan Bank | 2.000% | AA+/Aaa | 9/14/2018 | 6/14/2017 | 5,000,000 | 5,041,786 | 100.84 | 1.323% | A | 5,031,890 | 5,029,049 | 5,027,900 | 5,022,550 |
| 4660 | 880591EQ1 / Tennessee Valley Authority | 1.750% | AA+/Aaa | 10/15/2018 | 7/18/2017 | 5,000,000 | 5,025,740 | 100.51 | 1.330% | A | 5,021,535 | 5,019,774 | 5,016,800 | 5,010,700 |
| 4661 | 3130AAM88 / Federal Home Loan Bank | 1.625% | AA+/Aaa | 1/18/2019 | 7/18/2017 | 5,000,000 | 5,010,000 | 100.20 | 1.490% | A | 5,008,650 | 5,008,084 | 5,001,650 | 5,000,000 |
| 4662 | 3130A9AE1 / Federal Home Loan Bank | 0.875% | AA+/Aaa | 10/1/2018 | 7/18/2017 | 5,000,000 | 4,973,450 | 99.47 | 1.321% | A | 4,977,925 | 4,979,800 | 4,978,050 | 4,972,250 |
| 4663 | 3130AAV62 / Federal Home Loan Bank | 1.270% | AA+/Aaa | 2/27/2019 | 7/31/2017 | 5,000,000 | 4,993,700 | 99.87 | 1.351% | A | 4,994,368 | 4,994,708 | 4,984,450 | 4,978,300 |
| 4664 | 3133EHQF3 / Federal Farm Credit Banks | 1.350% | AA+/Aaa | 1/7/2019 | 7/31/2017 | 5,000,000 | 5,000,950 | 100.02 | 1.336% | A | 5,000,839 | 5,000,783 | 4,991,300 | 4,990,400 |
| 4665 | 3137EAD29 / Freddie Mac | 1.125% | AA+/Aaa | 4/15/2019 | 8/16/2017 | 5,000,000 | 4,982,920 | 99.66 | 1.333% | A | 4,984,188 | 4,985,062 | 4,974,600 | 4,967,550 |
| 4666 | 313G0J53 / Fannie Mae | 1.000% | AA+/Aaa | 2/26/2019 | 8/16/2017 | 5,000,000 | 4,973,500 | 99.47 | 1.352% | A | 4,975,637 | 4,977,109 | 4,968,150 | 4,964,000 |
| 4667 | 3130ABQ25 / Federal Home Loan Bank | 1.360% | AA+/Aaa | 3/29/2019 | 9/18/2017 | 5,000,000 | 4,997,450 | 99.95 | 1.394% | A | 4,997,505 | 4,997,647 | 4,989,650 | 4,985,450 |
| 4668 | 3133EHJG9 / Federal Farm Credit Banks | 1.400% | AA+/Aaa | 5/15/2019 | 9/28/2017 | 5,000,000 | 4,993,555 | 99.87 | 1.480% | A | 4,993,577 | 4,993,914 | 4,992,100 | 4,983,750 |
| 4669 | 3133X72S2 / Federal Home Loan Bank | 1.538% | AA+/Aaa | 5/15/2019 | 9/29/2017 | 5,000,000 | 5,312,400 | 106.25 | 1.475% | A | 5,311,872 | 5,295,514 | 5,308,300 | 5,288,900 |
| Total General Fund | | | | | | | | | | | 243,763,051 | 240,149,294 | 243,512,218 | 239,836,532 |

Notes:

AAA is the highest long-term rating. A-1+ is the highest short term rating.
 DDA: Demand Deposit Account
 LGIP: Local Government Investment Pool
 DSA: FDIC-insured Sweep Account
 TPF: Trust Payment Fund (Cash)
 MB: Municipal Bond
 MCP: Municipal Commercial Paper
 CD: Certificate of Deposit
 A: U. S. Agency & Instrumentality Bond
 MMA: Money Market Account
 T: U. S. Treasuries
 NA*: Implicit backing of the Federal Government

**Metropolitan Transit Authority of Harris County
Monthly Changes in Position
As of October 31, 2017**

| No. | Description | Coupon | Rating | Maturity Date | Purch Date | Par | Cost | Price | YTM | Type | Book Value | | Market Value | | |
|------------------------------------|---|--------|--------|---------------|------------|------------|------------|--------|-------|------|--------------------|--------------------|--------------------|--------------------|--|
| | | | | | | | | | | | 9/30/2017 | 10/31/2017 | 9/30/2017 | 10/31/2017 | |
| Construction Fund | | | | | | | | | | | | | | | |
| | Sales & Use Tax Bonds DSR (TexStar) | | AAAm | 11/1/2017 | 10/31/2017 | 21,147,518 | 21,147,518 | 100.00 | 1.05% | LGIP | 20,486,300 | 21,147,518 | 20,486,300 | 21,147,518 | |
| | Contractual Obligations DSR (TexStar) | | AAAm | 11/1/2017 | 10/31/2017 | 7,599,135 | 7,599,135 | 100.00 | 1.05% | LGIP | 8,234,877 | 7,599,135 | 8,234,877 | 7,599,135 | |
| | Interest & Sinking Fund (2009 & 2010) (TexStar) | | AAAm | 11/1/2017 | 10/31/2017 | 19,619 | 19,619 | 100.00 | 1.05% | LGIP | 15,310,673 | 19,619 | 15,310,673 | 19,619 | |
| | Interest & Sinking Fund 2011A (TexStar) | | AAAm | 11/1/2017 | 10/31/2017 | 14,355 | 14,355 | 100.00 | 1.05% | LGIP | 15,341,203 | 14,355 | 15,341,203 | 14,355 | |
| | Interest & Sinking Fund 2011B (TexStar) | | AAAm | 11/1/2017 | 10/31/2017 | 3,869 | 3,869 | 100.00 | 1.05% | LGIP | 4,226,061 | 3,869 | 4,226,061 | 3,869 | |
| | Interest & Sinking Fund 2014 (TexStar) | | AAAm | 11/1/2017 | 10/31/2017 | 7,897 | 7,897 | 100.00 | 1.05% | LGIP | 8,544,699 | 7,897 | 8,544,699 | 7,897 | |
| | Proceeds Fund 2014 (TexStar) | | AAAm | 11/1/2017 | 10/31/2017 | 9,851,295 | 9,851,295 | 100.00 | 1.05% | LGIP | 9,842,533 | 9,851,295 | 9,842,533 | 9,851,295 | |
| | Interest & Sinking Fund 2015A (TexStar) | | AAAm | 11/1/2017 | 10/31/2017 | 2,848,146 | 2,848,146 | 100.00 | 1.05% | LGIP | 1,898,578 | 2,848,146 | 1,898,578 | 2,848,146 | |
| | Interest & Sinking Fund 2015B (TexStar) | | AAAm | 11/1/2017 | 10/31/2017 | 4,588 | 4,588 | 100.00 | 1.05% | LGIP | 4,978,038 | 4,588 | 4,978,038 | 4,588 | |
| | Interest & Sinking Fund 2016A (TexStar) | | AAAm | 11/1/2017 | 10/31/2017 | 2,538 | 2,538 | 100.00 | 1.05% | LGIP | 2,632,199 | 2,538 | 2,632,199 | 2,538 | |
| | Interest & Sinking Fund 2016B (TexStar) | | AAAm | 11/1/2017 | 10/31/2017 | 502 | 502 | 100.00 | 1.05% | LGIP | 520,383 | 502 | 520,383 | 502 | |
| | Interest & Sinking Fund 2016C (TexStar) | | AAAm | 11/1/2017 | 10/31/2017 | 2,898,953 | 2,898,953 | 100.00 | 1.05% | LGIP | 1,932,510 | 2,898,953 | 1,932,510 | 2,898,953 | |
| | Interest & Sinking Fund 2016D (TexStar) | | AAAm | 11/1/2017 | 10/31/2017 | 2,199,718 | 2,199,718 | 100.00 | 1.05% | LGIP | 2,197,761 | 2,199,718 | 2,197,761 | 2,199,718 | |
| Total Construction Fund | | | | | | | | | | | 93,948,053 | 44,398,416 | 93,948,053 | 44,398,416 | |
| General Mobility Fund | | | | | | | | | | | | | | | |
| | TexDaily Investment Pool GMP | | AAAm | 11/1/2017 | 10/31/2017 | 86,487,987 | 86,487,987 | 100.00 | 1.05% | LGIP | 75,647,859 | 86,487,987 | 75,647,859 | 86,487,987 | |
| Total General Mobility Fund | | | | | | | | | | | 75,647,859 | 86,487,987 | 75,647,859 | 86,487,987 | |
| Real Estate Fund | | | | | | | | | | | | | | | |
| | TexDaily Investment Pool Real Estate | | AAAm | 11/1/2017 | 10/31/2017 | 483,944 | 483,944 | 100.00 | 1.05% | LGIP | - | 483,944 | - | 483,944 | |
| Total Real Estate Fund | | | | | | | | | | | - | 483,944 | - | 483,944 | |
| Grand Total All Funds | | | | | | | | | | | 413,358,963 | 371,519,640 | 413,108,130 | 371,206,879 | |

Notes:

AAA is the highest long-term rating. A-1+ is the highest short term rating.
 DDA: Demand Deposit Account
 LGIP: Local Government Investment Pool
 DSA: FDIC-insured Sweep Account
 TPF: Trust Payment Fund (Cash)
 MB: Municipal Bond
 MCP: Municipal Commercial Paper
 CD: Certificate of Deposit
 A: U. S. Agency & Instrumentality Bond

MMA: Money Market Account
 T: U. S. Treasuries
 NA*: Implicit backing of the Federal Government

**Metropolitan Transit Authority of Harris County Texas
General Mobility Escrow Activity Summary
As of October 31, 2017**

| <u>Description</u> | FY2018 Year to Date | | | | Escrow Balance |
|---|-------------------------|---------------------------|--------------------------|---------------------------------|-------------------------|
| | Escrow Funding | Disbursements from Escrow | Interest to General Fund | Interest Earned on Escrow Funds | |
| Oct-17 Escrow Balance Forward | \$ - | \$ - | \$ - | \$ - | \$ 75,647,859.24 |
| Oct-17 Net Sales Tax Received [((Net Sales Tax X 25%) - FY2014 Oct GMP) / 2] + FY2014 Oct GMP [[(\$49,973,318.18 X 25%) - \$13,550,722.44) / 2] + \$13,550,722.44 | 13,022,025.99 | | | | 88,669,885.23 |
| Oct-17 City of Katy, Humble & Missouri City Monthly Congestion Mitigation and Traffic Management | | (1,205,275.22) | | | 87,464,610.01 |
| Oct-17 City of Bellaire, Hedwig Village, Hunters Creek, Southside Place, Spring Valley & West University Place Monthly Congestion Mitigation and Traffic Management | | (262,221.87) | | | 87,202,388.14 |
| Oct-17 Interest Activity (FY2010 - FY2017) | | | (788,126.42) | 73,724.87 | 86,487,986.59 |
| Oct-17 Escrow - Fiscal Year to Date | \$ 13,022,025.99 | \$ (1,467,497.09) | \$ (788,126.42) | \$ 73,724.87 | \$ 86,487,986.59 |