Metropolitan Council

Internal Memorandum

Date: May 5, 2010

To: Investment Review Committee (05/11) and Management Committee (05/26)

From: Mercy Ndungu (651-602-1436)
Treasury Analyst

Subj: 1st Quarter Report on Investments (1Q2010)

The following items are attached for your review

1. Agenda
2. Minutes from Past Meeting
3. 1Q10 Report on Investments

If you have any questions between meetings, please call me (602-1436) or Allen Hoppe (602-1629).

Mercy Ndungu

Thank you.

Investment Review Committee

May 11, 2010 at 11:30 A.M., in Lower Level, Room B

IRC Administrative Coordinator: Mercy Ndungu (651)-602-1436

Agenda

1. Minutes from Past Meeting — March 9, 2010 (4Q09).
2. Discussion on Short-term Investment Opportunity
3. Presentation of 1Q10 Quarterly Report

Committee members:

Roger Scherer, *Treasurer & Council member*
Craig Peterson, *Council member*
Leon (Lee) Binger, *Appointee*
Walter (Bud) Meadley, *Appointee*
Wes Kooistra, *CFO*

Reference staff: *(not members of the IRC)*

Mary Bogie, Deputy CFO
Katie Shea, Director Internal Audit
Allen Hoppe, Treasury Manager
Mercy Ndungu, Treasury Analyst
Lana Lindstrom, Executive Assistant

Investment Review Committee

IRC Administrative Coordinator: Mercy Ndungu (651) 602-1436

Minutes

March 9, 2010 at 11:30 a.m., in Room LL-B

Present

Committee members: Roger Scherer, Council Treasurer; Leon Binger, Appointee; Bud Meadley, Appointee; Craig Peterson, Appointee; Wes Kooistra, Chief Financial Officer.

Reference staff: Allen Hoppe, Treasury Manager; Mercy Ndungu, Treasury Analyst.

Call to Order

A quorum being present, Council Treasurer Roger Scherer called the quarterly meeting (4Q09) of the Investment Review Committee to order at 11:34 a.m. on Tuesday, March 9, 2010.

Approval of Agenda and Minutes

It was moved by L. Binger, seconded by B. Meadley to approve the agenda. ***Motion carried.***

It was moved by L. Binger, seconded by W. Kooistra to approve the minutes of the November 10, 2009 quarterly meeting (3Q09). ***Motion carried.***

Business

Results from Bond Sale (2010A Refunding & 2010B New Money)

Mr. Hoppe summarized the results of the Metropolitan Council's bond sales of February 9, 2010:

> Series 2010A. $16.035 Million of General Obligation Waste Water Revenue Refunding Bonds with a final maturity of five years and a true interest rate of 1.16%. The bonds refunded a 1996 loan from the Minnesota Public Facilities Authority (PFA). The net present value savings was approximately $1.582 million, with half of the savings being shared with PFA based on past agreements. There were ten bidders.
>
> Series 2010B. $36.0 Million of General Obligation Waste Water Revenue Bonds (Build America Bonds (BABs)) with a final maturity of 20 years and a true interest rate of 3.25% (net of BABs rebates). Proceeds will fund projects in the Council's Capital Improvement Program (CIP). There were three bidders.

Mr. Hoppe added that both Moody's and Standard & Poor's have confirmed the Council's AAA bond ratings.

Mr. Hoppe responded to questions regarding BABs and discussed sewer revenues in today's depressed building market. The need for legislation to authorize the use of funds for rehabilitation work in addition to new construction projects was also discussed.

Discussion on Natural Gas

In follow-up to discussion at the November 10, 2009 Investment Review Committee Meeting, Mr. Hoppe prepared a PowerPoint presentation reviewing the Council's Natural Gas Hedging Program. While the program has met its goal of providing budget certainty, as of 12/31/2009, the Council has experienced $3.4 million in cumulative realized losses since this program's inception in September 2006. On the other hand, the Diesel Hedging Program has resulted in a $1.7 million net cumulative realized gain since its inception in June 2004. The combined cumulative unrealized losses as of 12/31/2009 are $1.7 million.

It is important to note that hedged natural gas usually represents less than one percent of the Council's total budget. Historically, long term hedge contracts have been more stable than shorter term ones. The Council currently uses a natural gas hedge ratio of 80% and has locked in natural gas prices through approximately November 2011.

Mr. Hoppe's presentation included information on causes contributing to hedging losses, new hedging goal considerations, reasons to hedge, discussion of hedging ratios, driving factors for natural gas prices and inventories, reasons for falling natural gas prices, comparative graphs of natural gas versus GDP, spot price swings, program administration costs, future natural gas prices and strategy consideration changes.

Committee members agreed that the Council's Natural Gas Hedging Program has served its purpose, but the discussion that ensued raised additional questions, such as:

- How important is budget certainty moving forward?
- Instead of hedging 80%, can the Council's reserves be used to handle some or all of the natural gas price volatility in any given year?
- Who governs the use of reserves?

Mr. Kooistra suggested that the Natural Gas Hedging Program discussion continue internally and that additional research be done.

Presentation of 4Q09 Quarterly Report

Ms. Ndungu gave an overview of the 4Q09 Quarterly Report which included a PowerPoint presentation covering the following slides:

Economy:
- 4Q09 Economic Review
- Real GDP – Quarter-over-Quarter
- Jobless Claims – 10 Years
- ISM Manufacturing and Non-Manufacturing Indices

Yields
- Treasury Yields

Portfolio Results:

- 4Q09 Total Return
- Total Return, ST Port
- Short Term Yields
- Total Return, LT Port
- LT Port Returns vs. Benchmark (Duration)
- OPEB Port Results

Debt:

- Met Council, 2010 Refunding & New Money Bonds (ES)

Hedging

- Price of Heating Oil (23 Years)
- Diesel Hedging Results – Budget vs. Actual
- Diesel Hedging – Hedge Ratio
- Hedging Program Results

Mercy Ndungu may be contacted directly at (651) 602-1436 for questions or additional information.

Committee Member Bud Meadley commented that he preferred Conference Room LLB over the larger Conference Room LLA. Also, he wished to commend Mr. Hoppe and Ms. Ndungu for the clear, simple-to-understand, written report on investments and presentations given. He did, however, encourage greater use of number comparisons over graphic lines when possible.

The next Investment Review Committee Meeting is scheduled on May 11, 2010, 11:30 a.m. to 12:30 p.m., in Lower Level Room B.

Business completed, the meeting adjourned at 1:00 p.m.

Respectfully submitted,

Trudy M. Aldrich
Recording Secretary

Report on Investments

Fourth Quarter, 2009

Economic Review

Past. The U.S. economy kept growing during the first quarter of 2010. Gross domestic product (GDP) came in at 3.2% versus 5.6% in 4Q09 and 2.2% in 3Q09. This marked the third straight quarter of growth since the recession began in December 2007. Reports on employment, consumer spending and manufacturing activity all pointed to an improving economy. The ISM Manufacturing came in at 60.4 in April (vs. 59.6 in Mar). The non-manufacturing index rose to 55.4 in March (vs. 53.0 in Feb), the highest since 2006. Both indices indicate that the manufacturing and service sectors are expanding. Consumer spending, which accounts for more that two thirds of the nations economic activity grew at a 3.6% annual rate (vs. 1.6% during the 4Q09), the biggest rate increase in three years, suggesting consumers remain resilient. Labor markets continue to show signs of stabilization. March non-farm payroll numbers were positive for the first time since December 2007, reporting 162,000 additional jobs. On the inflation front, Producer Prices increased 0.7% in March (vs. -0.6% in Feb), largely due to increase in food and energy prices. The core number, excluding food and energy, rose just 0.1%.

Capital markets have continued to improve, as risk appetites have increased with signs of a sustained economic recovery. U.S. Treasury yields remained relatively unchanged in the first quarter as the FOMC reiterated that it will keep the key policy rate at zero to 0.25% for an "extended period". The S&P 500 index was up 5.39% for the quarter as strong corporate earnings and the economic recovery drove prices higher.

Present. Economic data continues to reflect a modest improvement in the economy. Retail sales came in at 1.6% in March (vs. 0.3% in Feb). Personal income rose 0.3% in March (vs. 0.1% in Feb), while personal spending increased 0.5% in March (vs. 0.1% in February). Consumer confidence jumped to 57.9 in April from 52.5 in March. Consumer confidence has improved as the economy and labor markets continue to recover. The housing sector has likely bottomed. New home sales rose 26.9% in March (vs. -2.2% in Feb), while existing home sales rose 6.6% in March (vs. -0.6% in Feb). The increased activity has largely been attributed to lower mortgage rates, lower prices and the extension of the homebuyer tax credit which expired April 30. The commercial real estate market is experiencing rising vacancies and declining rents. We expect the commercial real estate market to remain a drag on economic growth over the intermediate term.

Future. The US government through record monetary and fiscal stimulus has helped the market and economy stabilize and begin to recover. A key determinant for long term economic growth viability will be whether the strength of the economy will be robust enough to self sustain once the stimulus is removed.

The yield curve is likely to flatten and rates are likely to rise as markets anticipate monetary policy tightening in the near future. In the long run, the economy will likely experience below trend growth as the impact from fiscal stimulus begins to fade, small businesses and households suffer from lack of credit availability and extraordinary monetary stimulus begins to unwind.

Council Impact. Municipal bond prices continued to improve during the first quarter, despite the continued fiscal challenges that both state and local governments face due to the struggling economy. According to a Moody's report, during the third quarter, the ratio of municipal scale upgrades to downgrades grew to 0.7-to-1 from a prior 0.5-to-1 (4Q2009). About 41% of the Council's long-term portfolio is comprised of municipal bonds. Ratings for these bonds range from AAA to A.

The municipal yield curve flattened slightly, but remained steep during the first quarter of 2010, in part due to low short term rates. The short end rose slightly, which caused some of our bonds to depreciate in value while the intermediate and the long end modestly fell or remained unchanged which caused a price appreciate in our long muni bonds. As the broad economy continues to slowly improve, it should strengthen credit fundamentals which will provide support to muni bond prices.

Another positive factor for the municipal market is the recalibration of the municipal bonds credit rating scale by Moody's and Fitch. Last month Moody's announced that it will recalibrate its municipal ratings to its global rating scale. This conversion will put muni credits on a level playing field with ratings of other fixed income sectors. For the Council the impact is two fold. On the debt issuance side, the Council will face increased competition for funds in the capital markets as a larger group of muni credits will be assigned the Aaa rating. So far several states have been upgraded to Aaa status – Indiana, Tennessee, Texas, New Mexico and Iowa. On the investment side, we'll have lower yielding investment opportunities.

Investment Results & Strategy

MCOA—Short Term

1Q10 Results: Total return for this portfolio was above the index by 9 basis points. This portfolio has averaged 33 bps per year more than its benchmark over the past 12 years. Money market yields continued to drop during the quarter as the SEC adopted new reforms aimed at protecting investors' assets. We invested our short term funds mostly in the Federated Prime fund (0.14%). We left about $30 million in cash in the operating account (at US Bank) to take advantage of a 35 basis point earnings credit which helped offset monthly bank fees. We also hold a $10 million 10-year Federal Home Loan Bank floating rate bond with a current coupon of 2.0%.

2Q10 *Strategy:* The Fed continues to maintain short term rates near zero. This provides limited opportunities for our short term portfolio. We continue to stay liquid in order to fund our short term needs i.e debt service payments. We are looking at the possibility of investing in an FDIC insured cash shelter account (0.40% net of fees).

Longer Strategy (12-months): We will continue to monitor the market environment and if opportunity arises, invest in high credit quality investments which may include Treasury bills, agency discos, commercial paper, bank CDs, and prime money market funds. As long as the Fed maintains low short term rates, our opportunities will remain limited.

MCOA—Long Term

1Q10 Results: Total return of 1.43% was above the Merrill Lynch Agency Master index by 30 basis points. We performed better than the index due to our muni sector exposure. Munis performed better than agencies and treasuries as investor demand moved to the long end of the curve in search for better yield.

2Q10 Strategy: Maintain duration within the 2 - 6 range. We will also continue to look for taxable municipal issues in a very cautious and selective manner. Some shorter maturity municipal bonds (1-3 years) may be added to keep our duration from going much higher. Our cash position (about $65 million) is helping hold down our duration but is also hurting us by earning less than 0.10%. Some of our muni holdings have depreciated in value but still appear to be good long term investments.

Longer Strategy (12-months): If interest rates rise in the near future, more investment opportunities will become available in the short end of the curve. We intend to stay conservatively positioned with our cash in anticipation for higher rates.

EFPMs – Hedging Accounts

The energy forward pricing mechanisms (EFPMs) program manages the risk of swings in the cost of diesel fuel consumed by Metro Transit and Metro Mobility and natural gas consumed by Environmental Services and Metro Transit. During the first quarter 2010, diesel and natural gas contracts (combined) generated $2.6 million in net realized losses which was offset by a comparable drop in the price of fuel purchased. Fuel hedging is now moving into unrealized gains territory due to fuel price hikes. At end of quarter, about $2.3 million in net unrealized gains occurred.

MCOA--Margin Account

The margin account supports both the diesel fuel and natural gas hedging programs; it includes cash, a money market balance, and an agency note yielding 1.25%.

Low Activity Portfolios

The MCOA—The HUD portfolio received limited activity. The HUD account is kept liquid for operating purposes.

OPEB

1Q10 Results: Our OPEB portfolio is 100% invested in equities. At end of first quarter 2010, both the S&P 500 index and our OPEB portfolio posted returns of 5.39% and 5.43%, respectively. For the quarter, the portfolio had $3.6 million of unrealized gains.

2Q10 Strategy: Although year-to-date equity performance has been choppy, we continue to hold a positive view toward equities. The current market value of $76 million reflects a cumulative unrealized loss of $7 million since inception.

Longer Strategy (12-month): Continue allocating to equities with minor adjustments when markets become historical expensive.

METROPOLITAN COUNCIL--Report on Investments

Quantitive Policy Results for the Quarter Ending:

March 31, 2010

	Operating Account (MCOA): Short-Term	Operating Account (MCOA): Futures Margin	Operating Account (MCOA): Long-Term	Diesel & NG Hedging Accounts	HUD	OPEB
Compliance	OK	OK	OK	OK	OK	OK
Safety (Defaults)	None	None	None	None	None	None
Liquidity (Effective Duration Years)						
Target Duration Range:	0-1	0-6	2-6	n.a.	0-1	0-1
Result	0.24	0.04	4.99	n.a.	0.01	n.a.
Less: Index	0.12	0.04	3.37	n.a.	0.01	n.a.
Longer <Shorter> Index	0.12	0.00	1.62	n.a.	0.00	n.a.
Note: Index Source:	iMoneyNet (Prime Funds)	n.a.	ML Agy. Master	n.a.	n.a.	n.a.
Diversification						
Sectors	See Charts	n.a.	See Charts	n.a.	U.S. Bank	Mixed
Effective Duration	See Charts	n.a.	See Charts	n.a.	Acct.	n.a.
Rate of Return						
Revenue by Component:						
Accrued Interest	$ 91,187	$ 7,892.4	$ 1,782,434.3	$ -	$ 432.5	$ 313,118.0
Realized Gains/Losses	$ -	$ -	$ (91,781.1)	$ (2,597,024.5)	$ -	$ -
Unrealized Gains/Losses	$ -	$ 4,365.0	$ 1,353,597.6	$ 2,251,199.6	$ -	$ 3,588,846.5
Total Int. Rev.	$ 91,187	$ 12,257	$ 3,044,251	$ (345,825)	$ 432	$ 3,901,964
Total Investment Revenue, All Portfolios, Current Quarter						$ 6,704,390
Book Yield:	0.77%	0.79%	3.85%	n.a.	0.05%	1.43%
Total Return:						
Current Quarter, Council	0.10%	n.a.	1.43%	n.a.	0.01%	5.43%
Index	0.01%	n.a.	1.13%	n.a.	0.01%	5.39%
Difference	0.09%	n.a.	0.30%	n.a.	0.00%	0.04%
Last 12 Months, Council	0.45%	n.a.	4.45%	n.a.	0.05%	49.52%
Index	0.24%	n.a.	2.39%	n.a.	0.05%	49.72%
Difference	0.21%	n.a.	2.06%	n.a.	0.00%	-0.20%
Start Date:	12-31-99	05-01-04	12-31-99	05-01-04	03-31-01	07-03-06
Ave. Annual Rtn., Council	3.35%	n.a.	5.66%	n.a.	2.37%	0.64%
Index	3.03%	n.a.	5.48%	n.a.	2.37%	-0.04%
Difference	0.33%	n.a.	0.18%	n.a.	0.00%	0.68%

METROPOLITAN COUNCIL--Investment Review Committee

Historic Statistics--All Portfolios

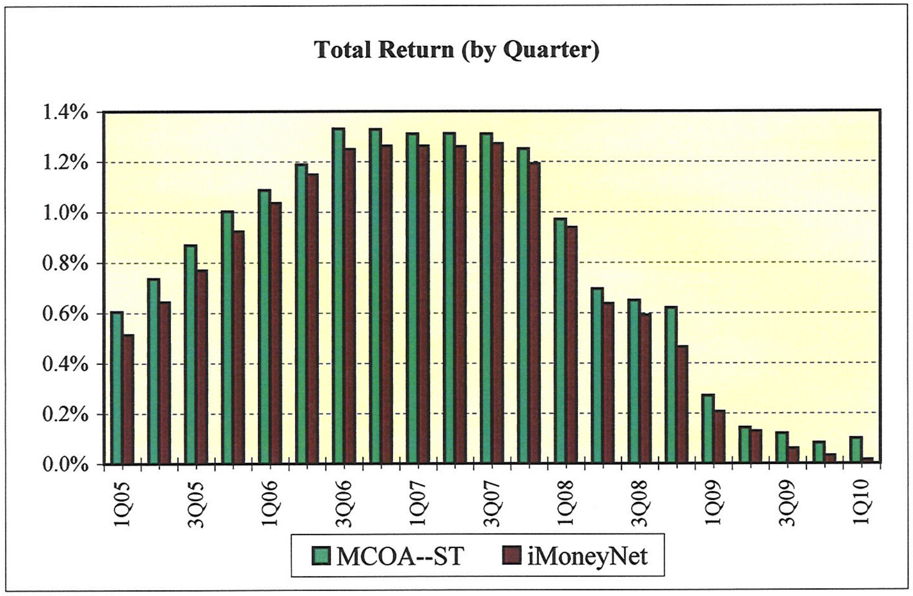
March 31, 2010

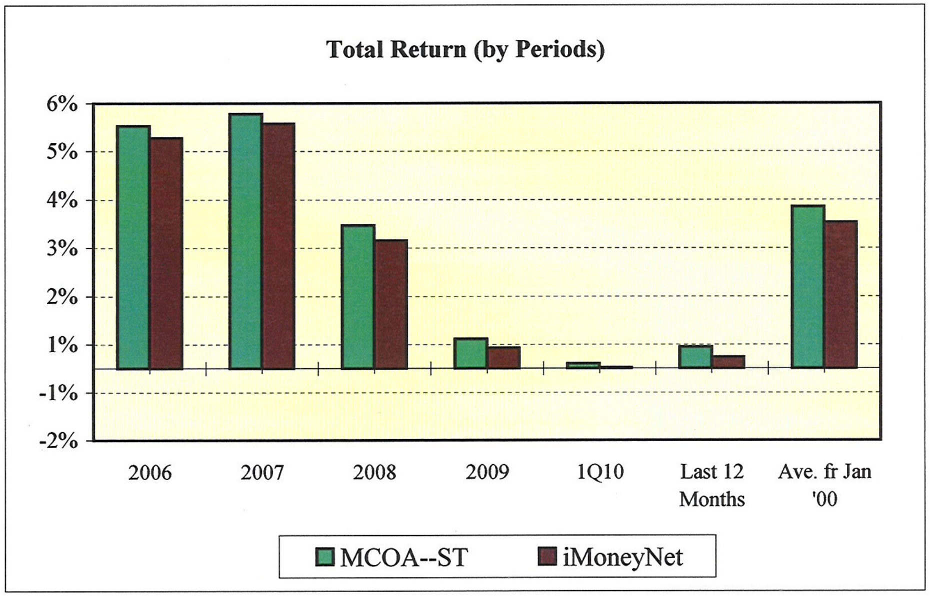
Account Group	4Q07	1Q08	2Q08	3Q08	4Q08	1Q09	2Q09	3Q09	4Q09	1Q10
Total Return(%):										
MCOA-Taxable, ST	1.25%	0.97%	0.70%	0.65%	0.62%	0.27%	0.14%	0.12%	0.08%	0.10%
MCOA-Taxable, Margin, w/Cash	1.63%	1.69%	2.19%	1.74%	0.11%	0.08%	0.03%	0.23%	0.04%	0.16%
MCOA-Taxable, LT	3.82%	3.08%	-1.17%	1.44%	2.39%	1.02%	-0.44%	4.48%	-1.01%	1.43%
MCOA-Taxable Combined	*2.92%*	*1.74%*	*0.03*	*1.12*	*1.69*	*0.67%*	*-0.35%*	*3.33%*	*-0.59%*	*1.22%*
MCOA-Tax Exempt, ST	0.72%	0.65%	0.54%	0.37%	0.72%	0.48%	n.a.	n.a.	n.a.	n.a.
HUD-Savings Acct.	1.12%	0.70%	0.34%	0.31%	0.07%	0.02%	0.01%	0.01%	0.01%	0.01%
OPEB @ MN SBI	-3.16%	-9.15%	-2.77%	-8.13%	-20.82%	-10.45%	15.25%	14.89%	5.96%	5.43%
ES-SAC-Taxable	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Effective Duration (Yrs):										
MCOA-Taxable, ST	0.05	0.02	0.02	0.01	0.01	0.01	0.00	0.00	0.00	0.24
MCOA-Taxable, Margin, w/Cash	0.11	0.04	0.02	-	-	0.00	0.00	0.02	0.02	0.04
MCOA-Taxable, LT	3.58	4.34	5.63	3.22	2.47	4.88	5.12	4.71	4.36	4.99
MCOA-Taxable Combined	*2.33*	*1.55*	*2.20*	*1.80*	*1.51*	*3.76*	*4.08*	*3.75*	*2.69*	*4.22*
MCOA-Tax Exempt, ST	0.01	0.01	0.01	0.01	0.01	0.01	0.01	0.00	0.00	-
HUD-Savings Acct.	0.01	0.01	0.01	0.01	0.01	0.01	0.01	0.01	0.01	0.01
OPEB @ MN SBI	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
ES-SAC-Taxable	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Ave. Maturity (Yrs):										
MCOA-Taxable, ST	0.04	0.03	0.02	0.01	0.01	0.01	0.01	0.01	0.01	0.05
MCOA-Taxable, Margin, w/Cash	0.30	0.17	0.01	0.00	0.00	0.00	0.00	0.00	0.00	0.00
MCOA-Taxable, LT	7.82	4.58	5.03	6.71	8.07	9.79	6.86	5.72	5.78	6.37
MCOA-Taxable Combined	*5.08*	*4.60*	*5.05*	*3.75*	*4.92*	*7.53*	*5.46*	*4.21*	*3.56*	*5.34*
MCOA-Tax Exempt, ST	0.01	0.01	0.01	0.01	0.01	0.01	0.01	0.00	0.00	0.01
HUD-Savings Acct.	0.01	0.01	0.01	0.01	0.01	0.01	0.01	0.01	0.01	0.01
OPEB @ MN SBI	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
ES-SAC-Taxable	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Qtrly Earnings ($millions):										
MCOA-Taxable, ST	$ 1.1	$ 1.1	$ 1.4	$ 1.4	$ 0.9	$ 0.3	$ 0.3	$ 0.1	$ 0.1	$ 0.1
MCOA-Taxable, Margin, w/Cash	0.0	0.1	0.1	0.0	0.0	0.00	0.00	0.02	0.00	0.00
MCOA-Taxable, LT	7.9	7.3	(0.8)	2.2	4.0	2.3	(0.8)	8.3	(2.1)	3.0
MCOA-Taxable Combined	*$ 9.0*	*$ 8.5*	*$ 0.7*	*$ 3.6*	*$ 4.9*	*$ 2.6*	*$ (0.6)*	*$ 8.4*	*$ (2.0)*	*$ 3.1*
MT Futures Contracts, Realized	0.60	1.4	3.3	2.4	(1.2)	(3.0)	(2.0)	(2.6)	(4.3)	(2.6)
MT Futures Contracts, Unrealized	3.0	2.9	13.2	(16.3)	(17.5)	(0.0)	7.2	1.7	6.3	2.3
MCOA-Tax Exempt, ST	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
HUD-Savings Acct.	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
OPEB @ MN SBI	(2.2)	(6.4)	(1.8)	(5.3)	(12.9)	(5.7)	7.2	8.4	4.0	4.0
ES-SAC-Taxable	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Aggregate (Less Combined)	$ 10.4	$ 6.4	$ 15.4	$ (15.6)	$ (26.7)	$ (6.2)	$ 11.9	$ 15.9	$ 4.0	$ 6.8
Investment Balances (MV, $millions):										
MCOA-Taxable, ST	$ 105.3	$ 214.0	$ 194.0	$ 138.4	$ 121.0	$ 51.0	$ 36.4	$ 66.1	$ 131.0	$ 33.4
MCOA-Taxable, Margin, w/Cash	6.7	12.0	13.0	8.4	5.0	9.0	13.5	11.7	5.5	4.0
MCOA-Taxable, LT	204.5	123.0	132.0	185.4	196.2	199.0	195.0	215.6	219.0	193.0
MCOA-Taxable Combined	*316.5*	*349.0*	*339.0*	*332.2*	*322.2*	*259.0*	*244.9*	*293.4*	*355.5*	*230.4*
MCOA-Tax Exempt, ST	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
HUD-Savings Acct.	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
OPEB @ MN SBI	67.5	63.2	64.0	60.0	49.3	44.7	54.7	64.9	71.0	76.0
ES-SAC-Taxable	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Aggregate (Less Combined)	$ 384.0	$ 412.2	$ 403.0	$ 392.2	$ 371.5	$ 303.7	$ 299.6	$ 358.3	$ 426.5	$ 306.4
Market Yield (%):										
MCOA-Taxable, ST	4.92%	3.25%	2.69%	2.34%	1.66%	0.73%	0.61%	0.22%	0.22%	0.77%
MCOA-Taxable, Margin, w/Cash	4.44%	3.05%	2.37%	2.16%	1.50%	1.05%	0.26%	0.13%	0.13%	0.80%
MCOA-Taxable, LT	4.69%	4.35%	5.11%	4.33%	3.02%	3.56%	3.35%	3.09%	3.22%	3.58%
MCOA-Taxable Combined	*4.76%*	*3.63%*	*3.62%*	*3.45%*	*2.49%*	*2.92%*	*2.77%*	*2.33%*	*2.33%*	*3.12%*
MCOA-Tax Exempt, ST	3.34%	2.12%	1.80%	1.51%	1.61%	0.00%	0.00%	0.00%	0.00%	0.00%
HUD-Savings Acct.	4.93%	2.14%	1.25%	1.25%	0.05%	0.05%	0.05%	0.05%	0.05%	0.05%
OPEB @ MN SBI	2.56%	2.05%	2.31%	2.23%	1.96%	1.57%	1.51%	1.43%	1.53%	1.43%
ES-SAC-Taxable	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Book Yield (%):										
MCOA-Taxable, ST	4.86%	3.26%	2.69%	2.36%	2.09%	0.73%	0.56%	0.22%	0.29%	0.77%
MCOA-Taxable, Margin, w/Cash	4.50%	3.05%	2.37%	2.16%	1.50%	1.05%	0.26%	0.13%	0.13%	0.80%
MCOA-Taxable, LT	5.64%	6.17%	5.11%	4.60%	4.59%	4.08%	3.76%	3.42%	3.42%	3.85%
MCOA-Taxable Combined	*5.36%*	*4.00%*	*3.93%*	*3.61%*	*3.60%*	*3.32%*	*3.09%*	*2.57%*	*2.22%*	*3.35%*
MCOA-Tax Exempt, ST	2.99%	2.12%	1.80%	1.51%	1.61%	0.00%	0.00%	0.00%	0.00%	0.00%
HUD-Savings Acct.	4.16%	2.14%	1.25%	1.25%	0.07%	0.05%	0.05%	0.05%	0.05%	0.05%
OPEB @ MN SBI	2.67%	2.05%	2.31%	2.23%	1.96%	1.57%	1.51%	1.43%	1.53%	1.43%
ES-SAC-Taxable	na.	na.	na.	na.	na.	na.	na.	na.	na.	na.

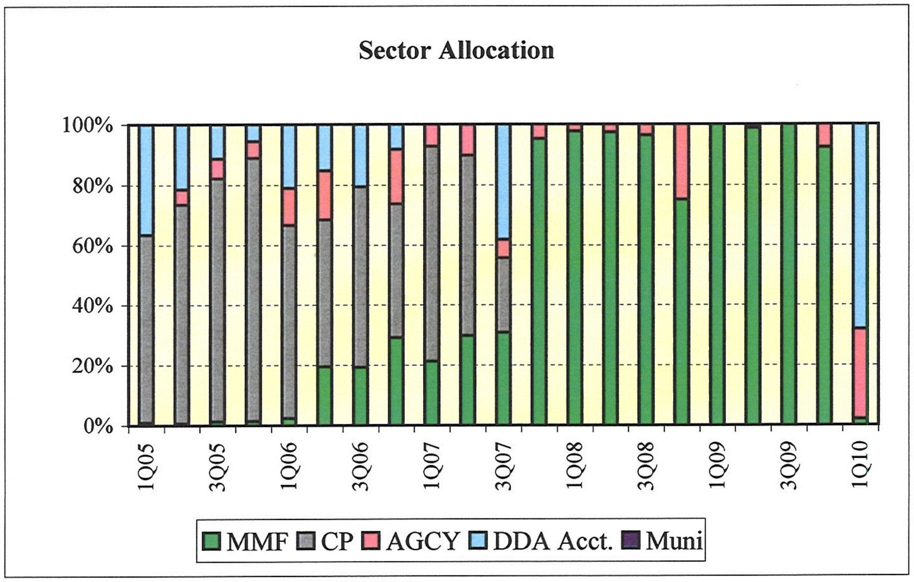
METROPOLITAN COUNCIL--Investments

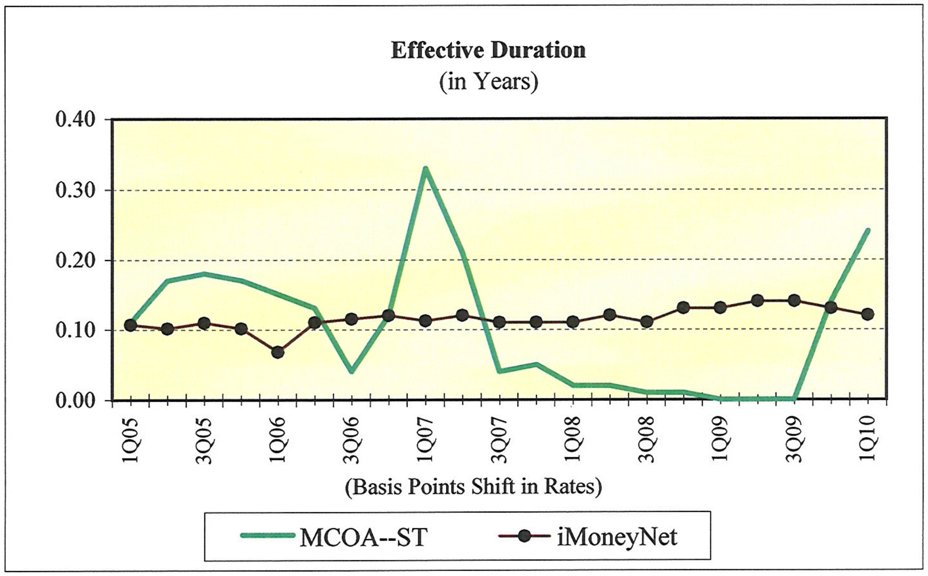
Operating Account--Short-Term Investments, (Analysis of Returns and Diversification)

March 31, 2010





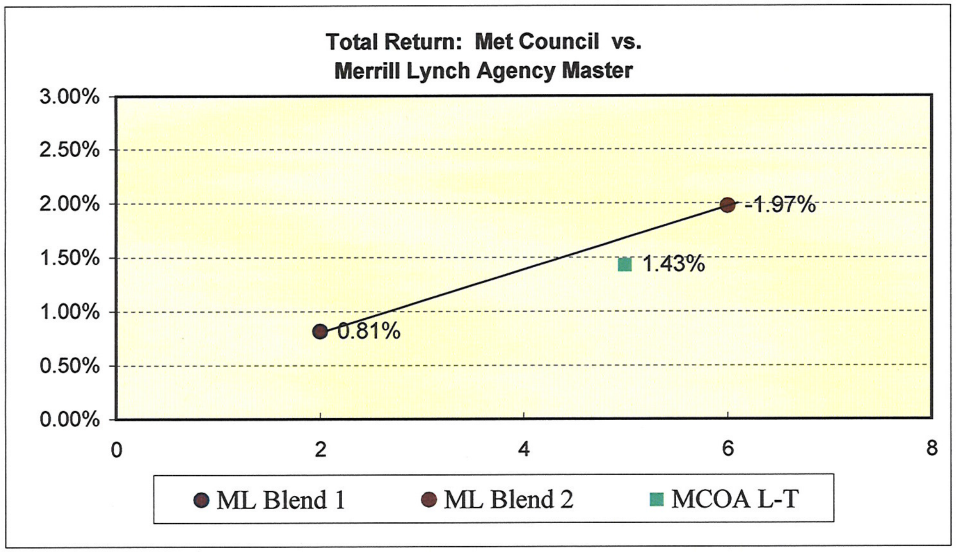


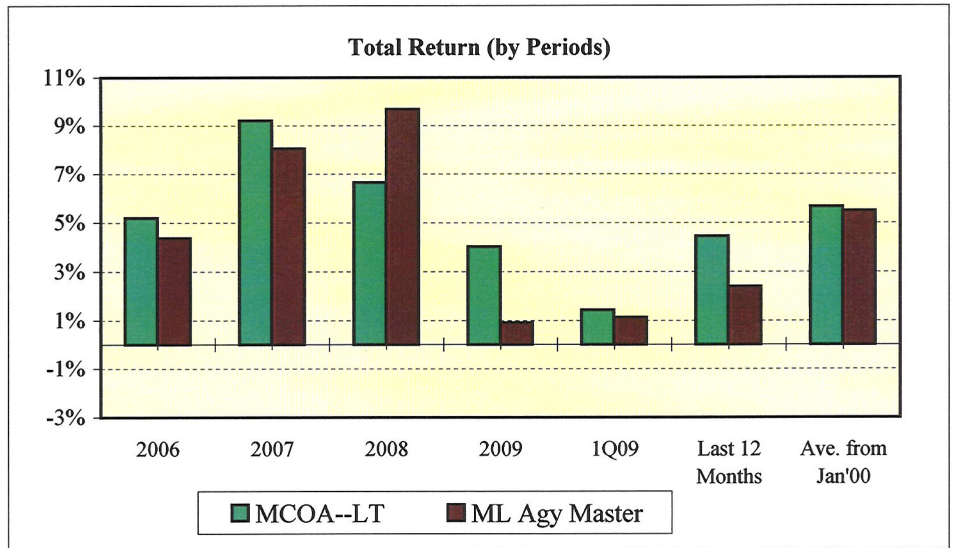


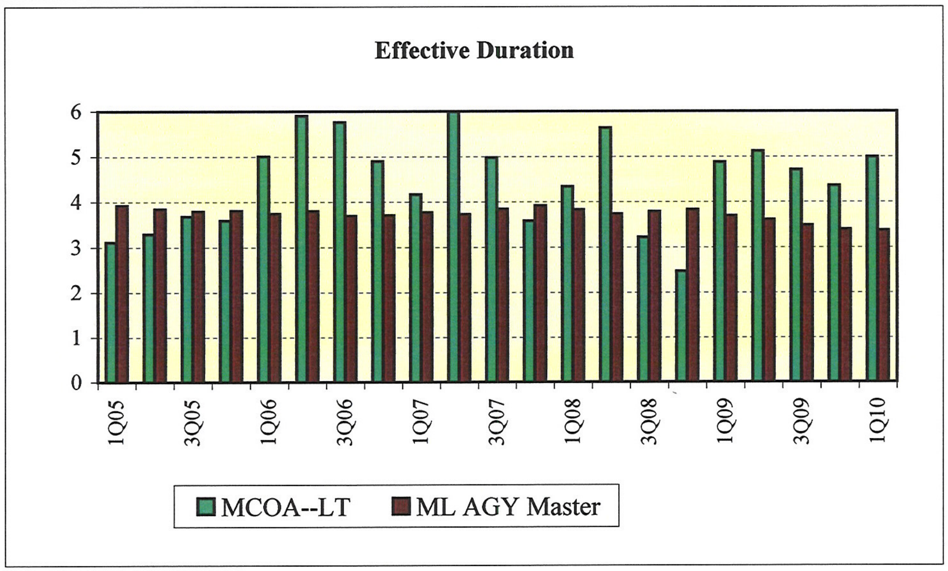
METROPOLITAN COUNCIL--Investments

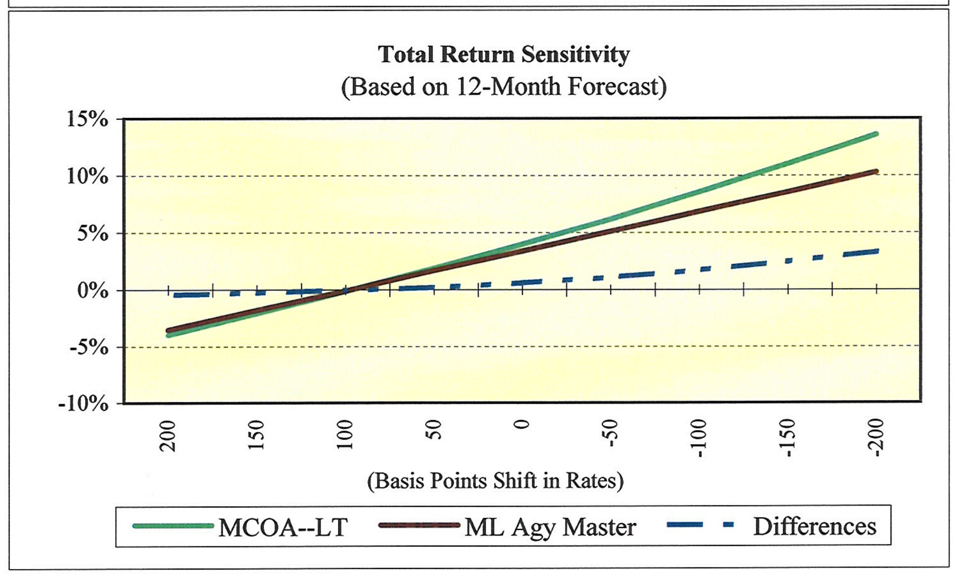
Operating Account--Long Term Investments, (Analysis of Returns)

March 31, 2010





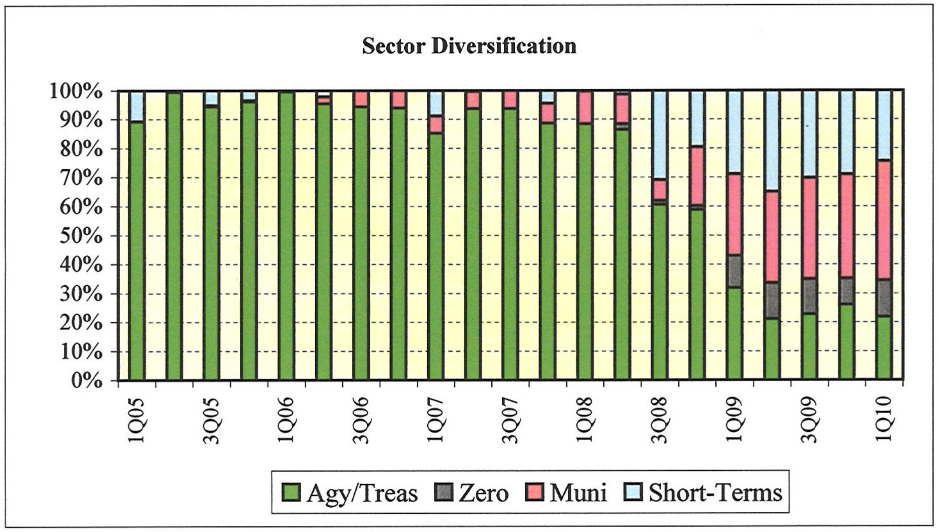


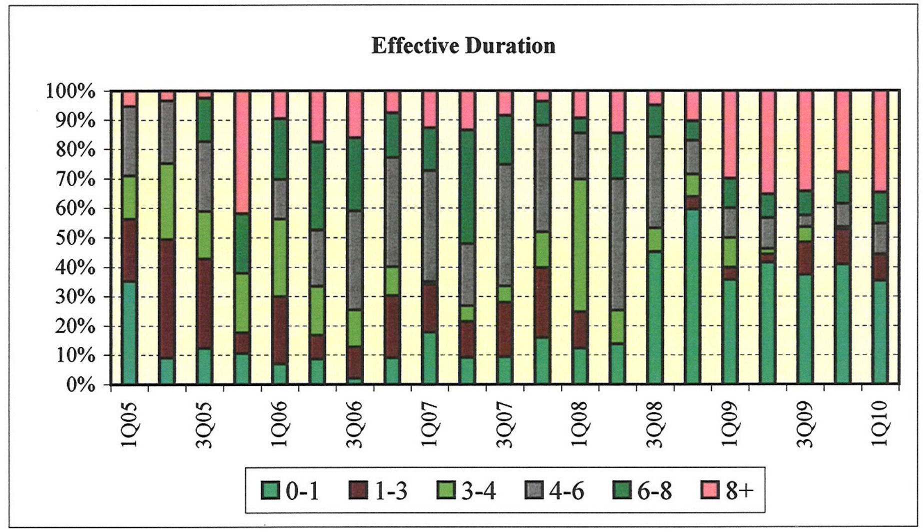


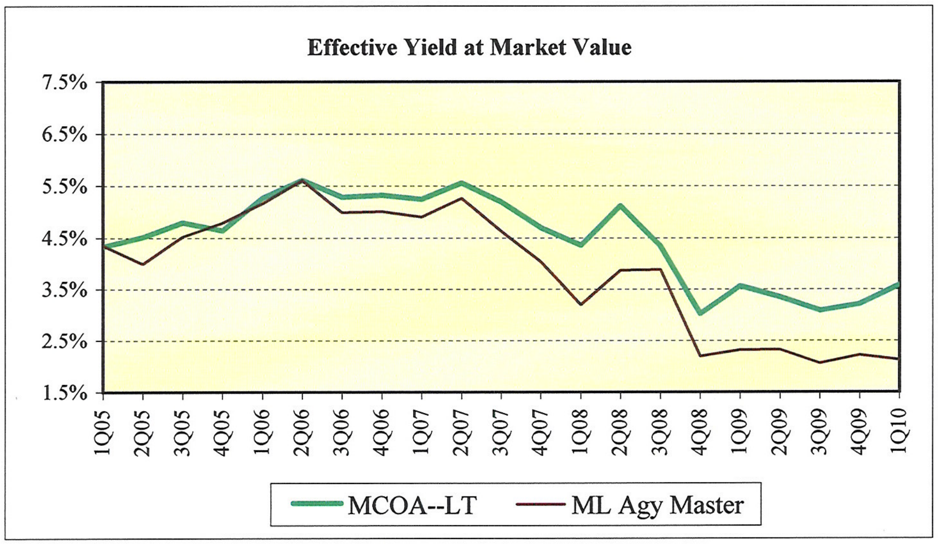
METROPOLITAN COUNCIL--Investments

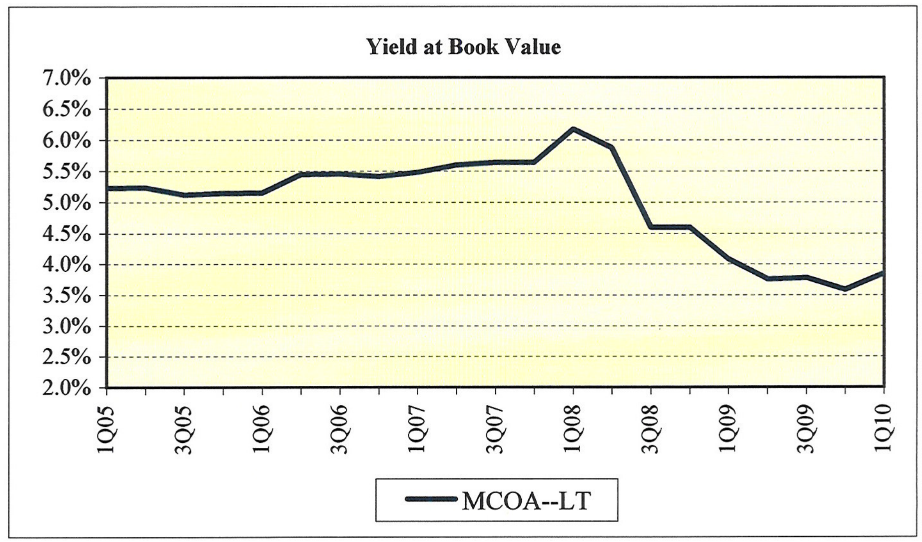
Operating Account--Long Term Investments, (Selected Data)

March 31, 2010





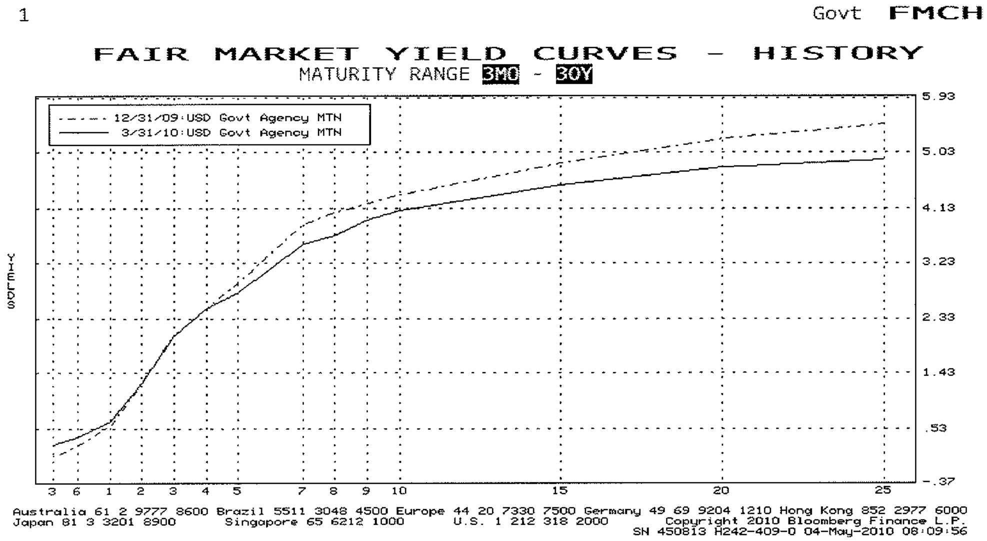


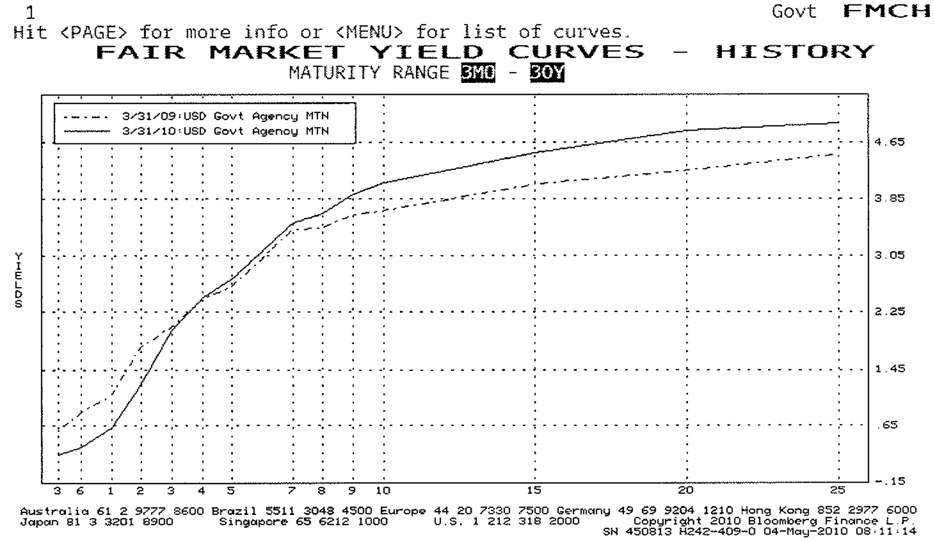


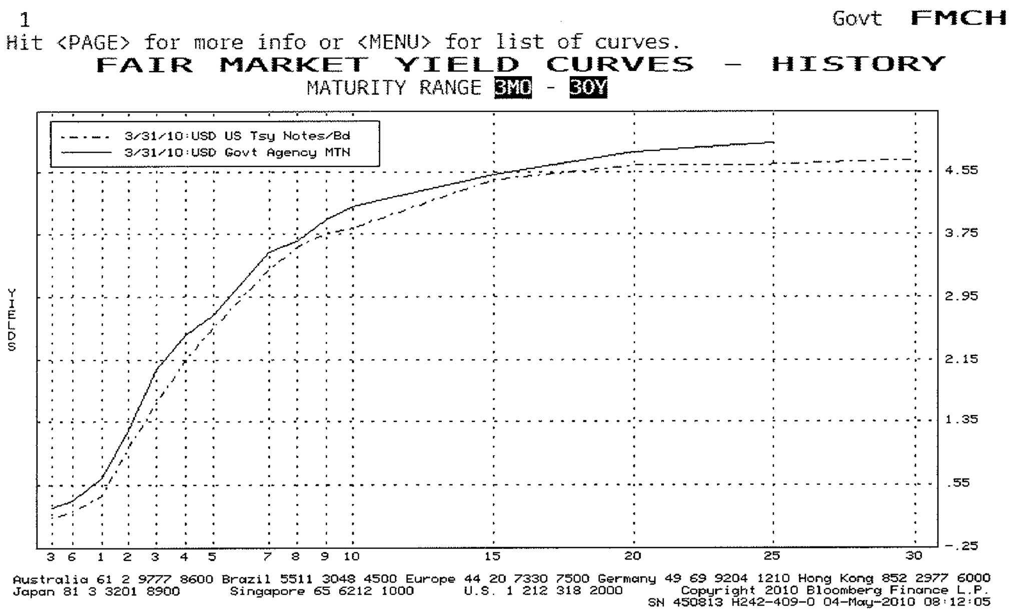
METROPOLITAN COUNCIL—Investment Review Committee

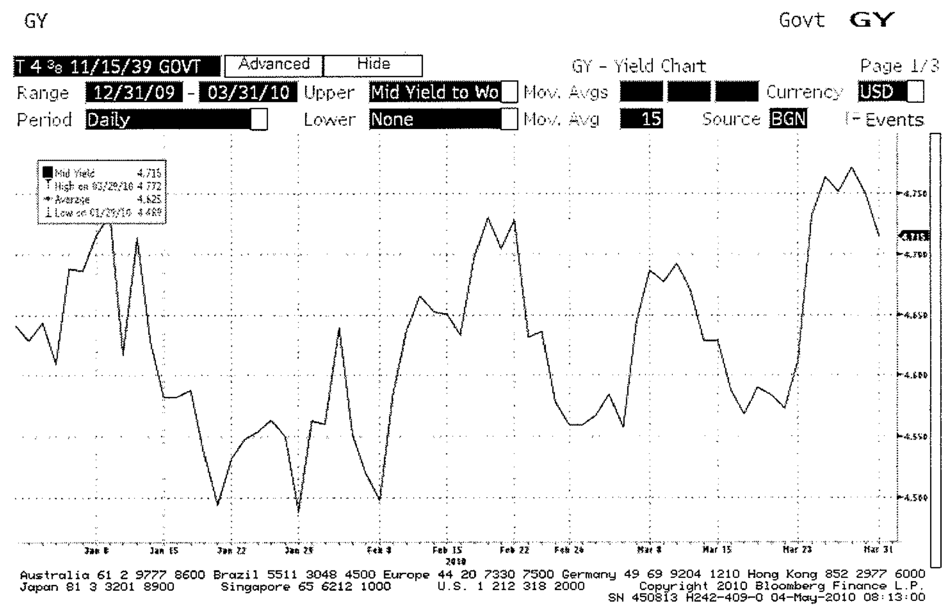
U.S. Agency & Treasury Charts

March 31, 2010







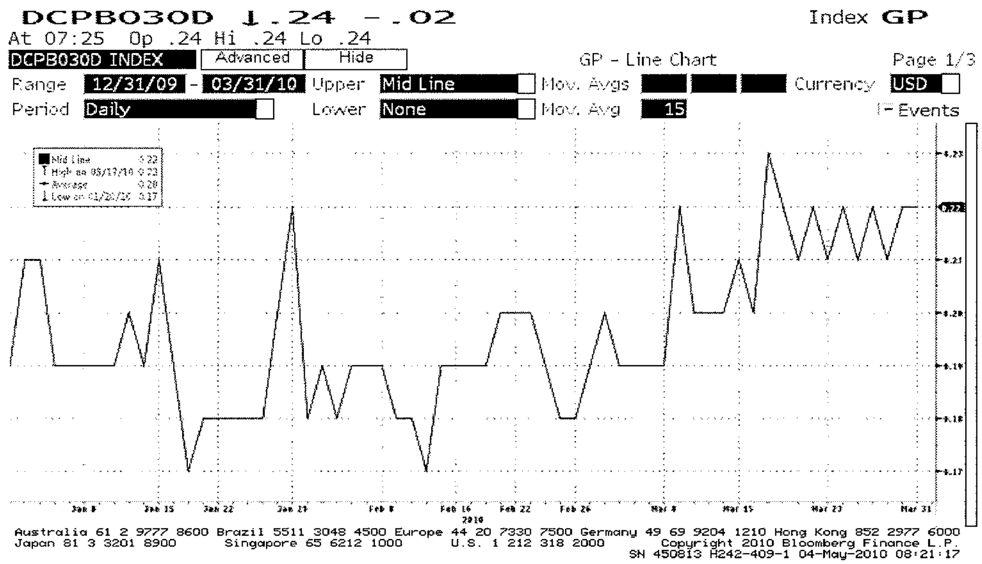


METROPOLITAN COUNCIL—Investment Review Committee

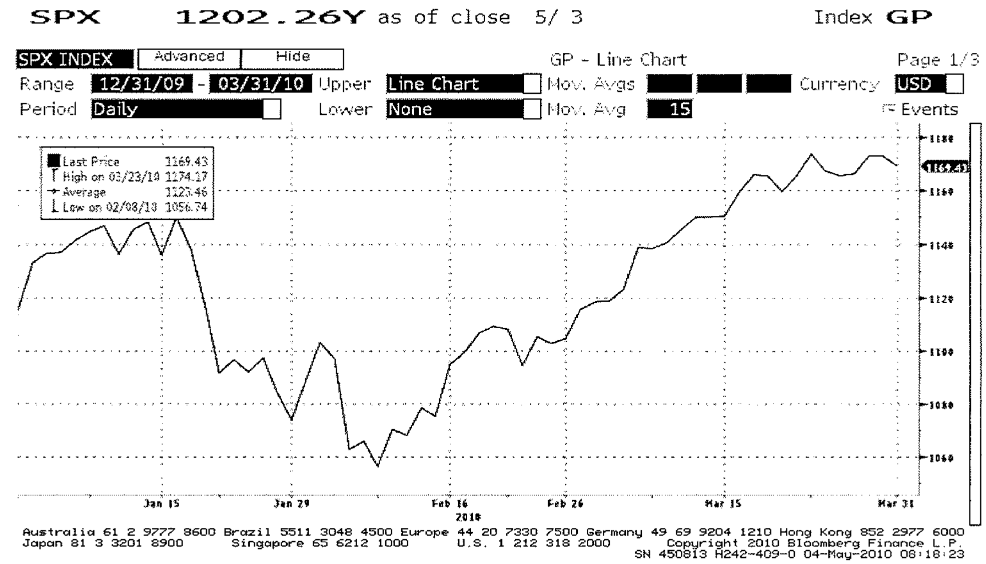
OPEB and Hedging Reference Charts

March 31, 2010

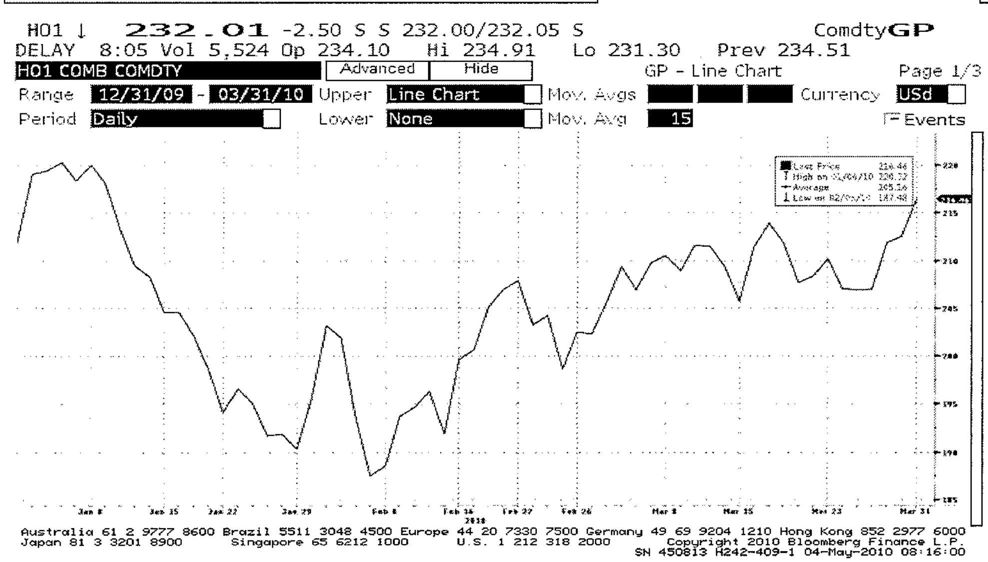
30 Day Commercial Paper History



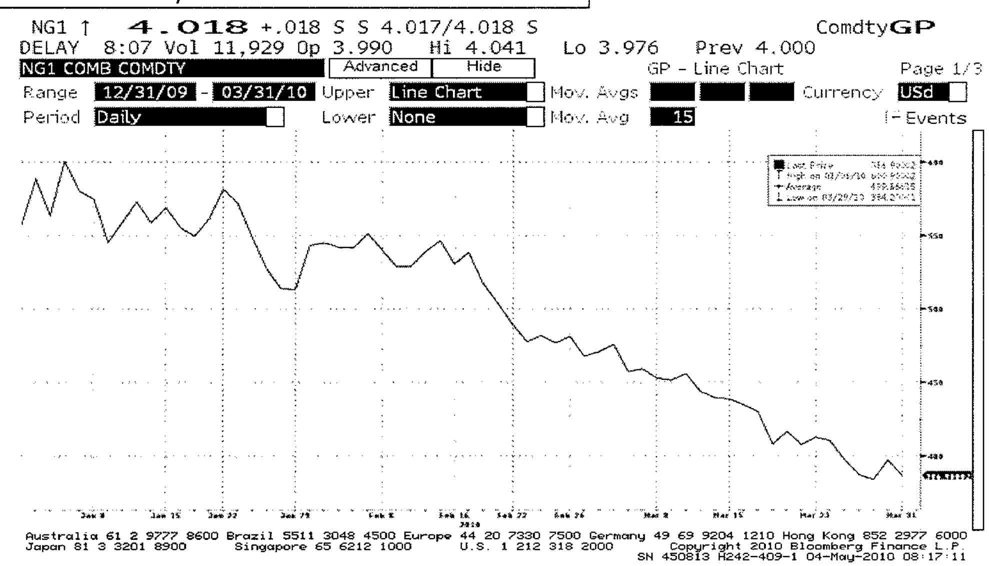
S & P 500 Stock Index



Heating Oil, Nearest Futures Contract



Natural Gas, Nearest Futures Contract



	History				Forecasts				Annual Average			
Economic Data (Quarterly)	**2009.1**	**2009.2**	**2009.3**	**2009.4**	**2010.1**	**2010.2**	**2010.3**	**2010.4**	**2007**	**2008**	**2009**	**2010**
Real GDP*	-6.4	-0.7	2.2	5.6	3.2	2.5	2.3	2.3	2.1	0.4	0.2	2.6
Personal Consumption Expenditures*	0.6	-0.9	2.8	1.6	2.7	2.1	2.0	2.0	2.7	-0.2	1.0	2.2
Business Fixed Investment	-39.2	-9.6	-5.9	5.3	0.0	2.4	1.3	1.1	6.2	1.6	-12.4	1.2
S&P Case -Shiller C-20 (Y/Y)	-19.0	-14.7	-8.7	-2.5	3.9	2.0	1.9	2.4	-4.6	-15.8	-11.2	2.6
Private Housing Starts (Thous. units)	528	540	587	559	600	620	630	650	1,342	900	553.5	625.0
Light Vehicle Sales (mill. units)	9.5	9.6	11.5	10.8	11.0	11.7	12.0	12.5	16.1	13.2	10.4	11.8
Nonfarm Payroll Change (thous.)	-753.0	-478.0	-260	-90.0	54.0	200.0	160..0	175	96.0	-257.0	-395.3	107.3
Unemployment Rate	8.2	9.3	9.7	10.0	9.7	9.6	9.5	9.5	4.6	9.3	9.3	9.6
CPI*	-2.2	1.9	3.7	2.6	1.6	1.7	1.9	1.8	2.9	3.8	1.5	1.8
Compensation Per Hour*	-4.2	7.7	-0.4	0.6	2.0	2.5	2.6	2.5	4.2	2.8	0.9	2.4
Productivity*	1.8	2.9	4.6	5.8	5.7	4.0	3.0	2.2	1.9	1.8	3.8	3.7

* Annualized Quarterly Growth Rate

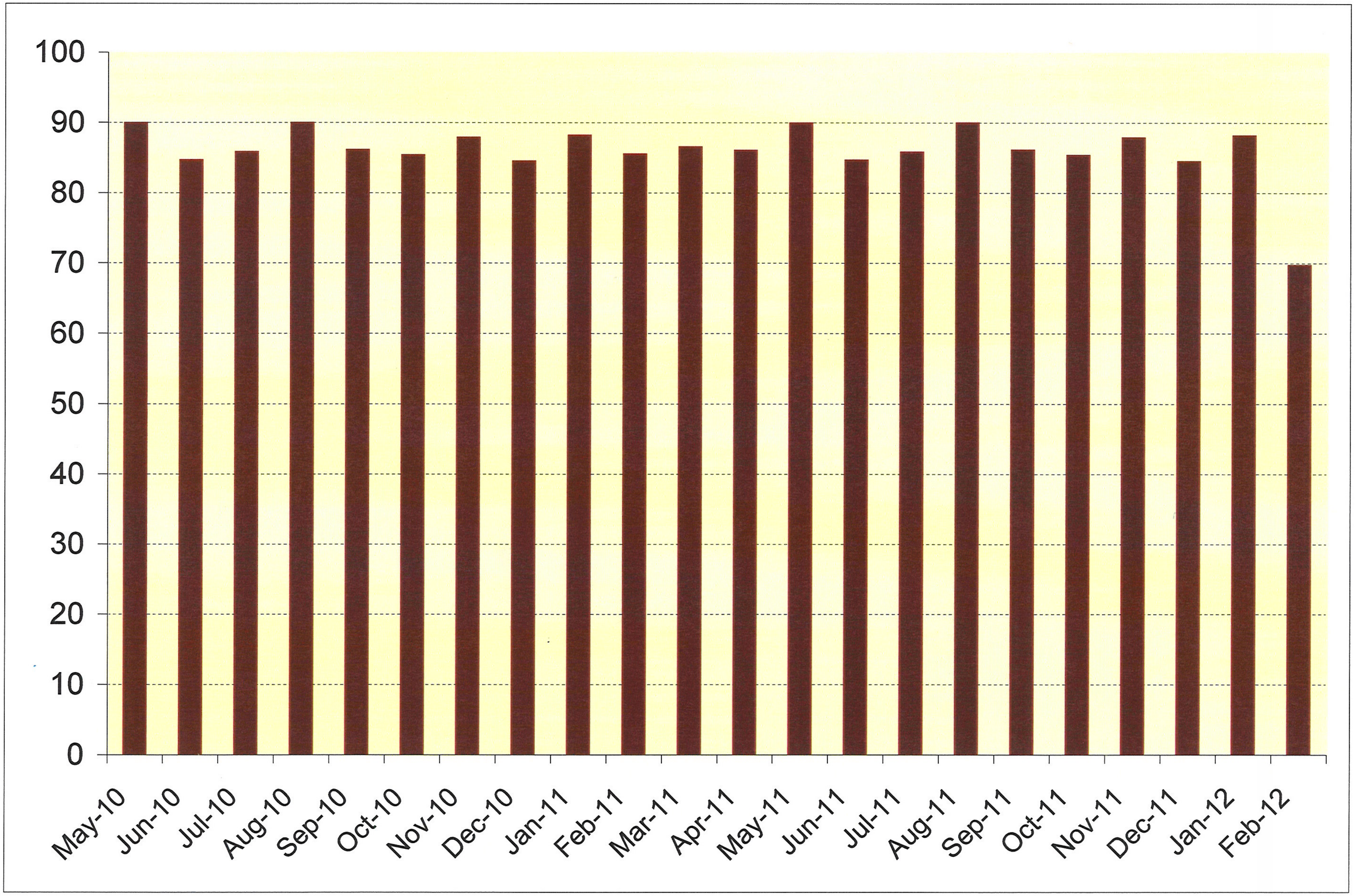
	History		Current	Forecasts (monthly)								
Financial Data (Monthly)	**2010.02**	**2010.03**	**04/07/10**	**2010.04**	**2010.05**	**2010.06**	**2010.07**	**2010.08**	**2010.09**	**2010.10**	**2010.11**	**2010.12**
DJIA	10325	10857	10,898									
EUR-USD	1.37	1.36	1.33	1.32	1.31	1.30	1.29	1.28	1.27	1.26	1.25	1.24
USD-YEN	90.1	90.7	93.3	93.10	92.90	92.70	92.50	92.30	92.10	91.90	91.70	91.50
Fed Funds Rate	0.15	0.15	0.15	0.15	0.15	0.15	0.15	0.15	0.15	0.15	0.15	0.50
10yr Treasury Notes	3.61	3.84	3.86	3.86	3.86	3.86	3.86	3.86	3.86	3.86	3.86	4.21
30 yr Mortgage	5.05	4.99	5.43	5.43	5.43	5.43	5.43	5.43	5.43	5.43	5.43	5.78

METROPOLITAN COUNCIL--Prospective Analysis (Futures Contracts)

Monthly Percentage Hedged Snapshot

Diesel (Heating Oil)

March 31, 2010

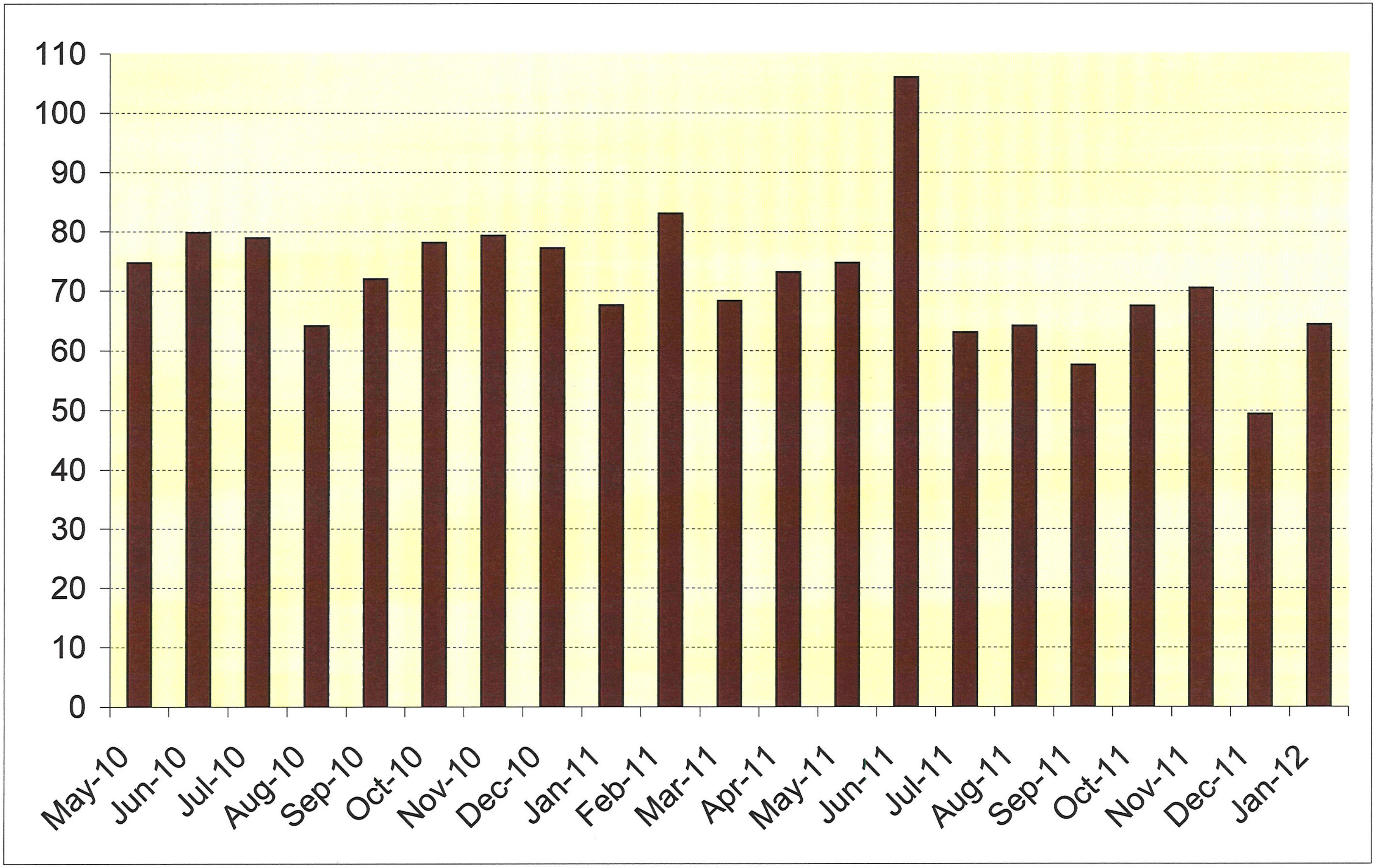


METROPOLITAN COUNCIL--Prospective Analysis (Futures Contracts)

Monthly Percentage Hedged Snapshot

Natural Gas

March 31, 2010



005B-EOM, Aggregate Portfolio
Portfolio Management
Portfolio Summary
March 31, 2010

Metropolitan Council
Fiscal Services--Treasury Ops.
390 Robert Street North
St. Paul, MN 55101-1805
(651)602-1629

Investments	Par Value	Market Value	Book Value	% of Portfolio	Term	Days to Maturity	YTM
Interest Earning DDA	30,396,650.14	30,396,650.14	30,396,650.14	9.71	1	1	0.250
Money Market Fund, LA1 Type	41,978,464.42	41,978,464.42	41,978,464.42	13.41	1	1	0.105
Treasurys--Coupon	4,000,000.00	3,880,640.00	4,799,871.64	1.53	10,698	10,271	3.375
U.S. Agencies--Coupon	49,975,000.00	50,648,888.75	50,516,253.28	16.13	2,941	2,627	2.924
Municipals--Coupon	78,145,000.00	79,347,552.35	78,309,119.47	25.01	6,116	5,569	5.870
Zero Coupon Bonds	46,837,000.00	24,353,887.35	24,612,508.82	7.86	4,202	3,858	5.552
Managed Pool Accounts -2	82,480,179.82	75,573,438.70	82,480,179.82	26.34	1	1	1.429
Investments	**333,812,294.38**	**306,179,521.71**	**313,093,047.59**	**100.00%**	**2,499**	**2,278**	**2.843**
Cash and Accrued Interest							
Passbook/Checking (not included in yield calculations)	1,111,334.00	1,111,334.00	1,111,334.00		1	1	0.000
Accrued Interest at Purchase		0.00	0.00				
Ending Accrued Interest		1,835,939.76	1,835,939.76				
Subtotal		2,947,273.76	2,947,273.76				
Total Cash and Investments Value	**334,923,628.38**	**309,126,795.47**	**316,040,321.35**		**2,499**	**2,278**	**2.843**

Total Earnings	March 31 Month Ending	Fiscal Year To Date
Current Year	750,283.89	2,195,064.04

Allen Hoppe, Sr. Manager, Treasury

005B-EOM, Aggregate Portfolio
Portfolio Management
Portfolio Details - Investments
March 31, 2010

CUSIP	Investment #	Issuer	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Term	Days to Maturity	YTM	Maturity Date
Interest Earning DDA											
A=ST=DDA	2271	U.S. Bank		22,727,624.41	22,727,624.41	22,727,624.41	0.250	1	1	0.250	
A=LT=DDA	2946	U.S. Bank		7,669,025.73	7,669,025.73	7,669,025.73	0.250	1	1	0.250	
		Subtotal and Average		**30,396,650.14**	**30,396,650.14**	**30,396,650.14**		**1**	**1**	**0.250**	
Money Market Fund, LA1 Type											
A=ST=BANKMMF	1386	First American MMF		656,359.55	656,359.55	656,359.55	0.020	1	1	0.020	
A=TE=CUSTODYMMF	2551	First American MMF		0.00	0.00	0.00	2.000	1	1	2.000	
SYS2739	2739	Credit Suisse Institutional Fu		0.00	0.00	0.00	0.690	1	1	0.690	
A=11211422-TE	1896	Federated		0.00	0.00	0.00	1.310	1	1	1.310	
A=7002237977	2521	Federated		0.00	0.00	0.00	5.220	1	1	5.220	
SYS2522	2522	Federated		0.00	0.00	0.00	5.220	1	1	5.220	
SYS2725	2725	Federated		1,470,887.40	1,470,887.40	1,470,887.40	0.020	1	1	0.020	
TBIXX	2933	Federated	01/01/2010	0.00	0.00	0.00	0.150	1	1	0.150	
60934N401	2934	Federated	01/01/2010	0.00	0.00	0.00	0.310	1	1	0.310	
60934N203	2942	Federated		0.00	0.00	0.00	0.080	1	1	0.080	
60934N203	2949	Federated		39,665,434.96	39,665,434.96	39,665,434.96	0.110	1	1	0.110	
SYS2874	2874	Goldman Sachs Government Fund		0.00	0.00	0.00	0.030	1	1	0.030	
SYS2875	2875	Goldman Sachs Government Fund	01/01/2010	0.00	0.00	0.00	0.200	1	1	0.200	
38141W364	2973	Goldman Sachs Government Fund		0.00	0.00	0.00	0.030	1	1	0.030	
A=756004008	2487	Morgan Stanley	01/01/2010	0.00	0.00	0.00	0.260	1	1	0.260	
A=104756184180	2083	U.S. Bank		5,514.91	5,514.91	5,514.91	0.050	1	1	0.050	
SYS2384	2384	Voyageurs Tamarack Prime Inst		0.00	0.00	0.00	3.250	1	1	3.250	
A=ST=CUST-WELLS	2708	Wells Fargo–Sweep	01/01/2010	0.01	0.01	0.01	0.010	1	1	0.010	
A=LT=CUST=WELLS	2709	Wells Fargo–Sweep		180,267.59	180,267.59	180,267.59	0.010	1	1	0.010	
W-LT SEC. LENDG	2711	Wells Fargo–Sweep	01/01/2010	0.00	0.00	0.00		1	1	0.000	
W-ST SEC. LENDG	2712	Wells Fargo–Sweep	01/01/2010	0.00	0.00	0.00		1	1	0.000	
		Subtotal and Average		**41,978,464.42**	**41,978,464.42**	**41,978,464.42**		**1**	**1**	**0.105**	
Treasurys--Coupon											
912810PX0	2880	U.S. TREASURY	01/29/2009	2,000,000.00	1,940,320.00	2,375,033.59	4.500	10,698	10,271	3.437	05/15/2038
912810PX0	2881	U.S. TREASURY	01/29/2009	2,000,000.00	1,940,320.00	2,424,838.05	4.500	10,698	10,271	3.314	05/15/2038
		Subtotal and Average		**4,000,000.00**	**3,880,640.00**	**4,799,871.64**		**10,698**	**10,271**	**3.375**	
U.S. Agencies--Coupon											
3133XVNG2	2966	Federal Home Loan	12/02/2009	2,500,000.00	2,504,370.00	2,500,005.01	1.250	730	610	1.250	12/02/2011
3133XUR47	2953	Fed. Home Loan Bank	09/24/2009	10,000,000.00	10,065,600.00	10,000,000.00	2.000	1,096	907	2.000	09/24/2012
3133XSF29	2836	Fed. Home Loan Bank	10/15/2008	5,000,000.00	5,006,250.00	5,000,000.00	4.050	1,643	1,110	4.050	04/15/2013
3136FJUF6	2970	Federal Nat'l.Mtge. Assn.	12/07/2009	5,000,000.00	4,976,550.00	4,999,283.93	3.400	2,557	2,442	3.402	12/07/2016

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005B-EOM, Aggregate Portfolio
Portfolio Management
Portfolio Details - Investments
March 31, 2010

CUSIP	Investment #	Issuer	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Term	Days to Maturity	YTM	Maturity Date
U.S. Agencies--Coupon											
3133XVXM8	2969	Fed. Home Loan Bank	11/25/2009	10,000,000.00	10,000,000.00	10,000,000.00	2.000	3,652	3,525	2.000	11/25/2019
3133XW4N6	2971	Fed. Home Loan Bank	12/23/2009	9,000,000.00	9,000,000.00	9,000,000.00	2.125	3,652	3,553	2.125	12/23/2019
19647TAA3	1682-B	U.S. GSA, COPs	04/01/2005	3,405,000.00	3,344,561.25	3,404,204.63	6.600	5,402	3,576	6.602	01/15/2020
19647TAA3	1764-B	U.S. GSA, COPs	04/01/2005	70,000.00	68,757.50	70,000.00	6.600	5,402	3,576	6.599	01/15/2020
3133XLPP2	2917	Fed. Home Loan Bank	04/17/2009	5,000,000.00	5,682,800.00	5,542,759.71	5.750	4,802	4,453	4.556	06/10/2022
		Subtotal and Average		**49,975,000.00**	**50,648,888.75**	**50,516,253.28**		**2,941**	**2,627**	**2.924**	
Municipals--Coupon											
974603QJ4	2956	Winnebago Cnty, WI	11/10/2009	655,000.00	655,000.00	655,000.00	1.000	142	0	1.000	04/01/2010
12145RAD3	2924	Burlingame, CA Pension	05/07/2009	915,000.00	921,844.20	919,546.41	5.235	390	61	2.201	06/01/2010
492279AL8	2931	Kern Cnty, CA	05/29/2009	2,090,000.00	2,130,964.00	2,126,690.43	7.020	443	136	2.210	08/15/2010
167485E49	2846	Chicago, IL G.O. Taxable	10/16/2008	3,020,000.00	3,117,878.20	3,039,897.81	5.011	807	275	4.080	01/01/2011
974603QK1	2957	Winnebago Cnty, WI	11/10/2009	40,000.00	40,237.60	40,000.00	1.300	507	365	1.300	04/01/2011
278445FK2	2945	Eau Claire ASD, WI	08/03/2009	520,000.00	535,646.80	520,000.00	2.600	972	731	2.599	04/01/2012
750046GW8	2943	Racine USD, WI	07/28/2009	1,000,000.00	1,030,090.00	1,000,000.00	2.600	978	731	2.601	04/01/2012
974603QL9	2958	Winnebago Cnty, WI	11/10/2009	355,000.00	358,723.95	355,000.00	2.150	873	731	2.150	04/01/2012
835574BM5	2938	Sonoma Cnty Pension, CA	06/23/2009	3,600,000.00	3,775,356.00	3,593,718.90	4.210	1,257	975	4.280	12/01/2012
750046GX6	2944	Racine USD, WI	07/28/2009	865,000.00	897,774.85	865,000.00	3.100	1,343	1,096	3.101	04/01/2013
974603QM7	2959	Winnebago Cnty, WI	11/10/2009	365,000.00	367,138.90	365,000.00	2.400	1,238	1,096	2.400	04/01/2013
974603QN5	2960	Winnebago Cnty, WI	11/10/2009	370,000.00	369,833.50	370,000.00	3.000	1,603	1,461	3.000	04/01/2014
974603QP0	2961	Winnebago Cnty, WI	11/10/2009	385,000.00	386,382.15	385,000.00	3.200	1,968	1,826	3.200	04/01/2015
974603QQ8	2962	Winnebago Cnty, WI	11/10/2009	395,000.00	401,169.90	395,000.00	3.700	2,334	2,192	3.701	04/01/2016
392643PJ5	2482-B	Green Bay School District, WI	04/01/2005	1,000,000.00	959,330.00	999,475.12	5.000	4,383	2,557	5.009	04/01/2017
974603QR6	2963	Winnebago Cnty, WI	11/10/2009	405,000.00	407,758.05	405,000.00	4.000	2,699	2,557	4.001	04/01/2017
797398EG5	2850	San Diego Pension	11/13/2008	3,000,000.00	3,181,470.00	2,953,445.54	5.728	3,197	2,693	6.000	08/15/2017
974603QS4	2964	Winnebago Cnty, WI	11/10/2009	420,000.00	416,908.80	420,000.00	4.250	3,064	2,922	4.251	04/01/2018
974603QT2	2965	Winnebago Cnty, WI	11/10/2009	435,000.00	432,450.90	435,000.00	4.450	3,429	3,287	4.451	04/01/2019
64966HHA1	2902	New York, NY	03/13/2009	1,000,000.00	1,093,370.00	1,017,104.81	6.491	4,371	3,987	6.266	03/01/2021
786106GN8	2871	Sacramento Cnty, CA	12/26/2008	3,500,000.00	3,907,645.00	3,927,129.57	7.680	4,615	4,154	6.122	08/15/2021
518516PF0	2623	Meridian, MS	07/24/2006	565,000.00	584,842.80	561,460.35	6.000	5,821	4,474	6.399	07/01/2022
518516PG8	2624	Meridian, MS	07/24/2006	445,000.00	457,299.80	440,251.28	6.000	6,186	4,839	6.441	07/01/2023
60415NE24	2625	Minnesota HFA	07/27/2006	2,985,000.00	3,062,610.00	3,019,673.22	6.300	6,183	4,839	6.158	07/01/2023
088518CK9	2845	Bexar Cnty, TX	10/15/2008	3,420,000.00	3,686,383.80	3,486,379.65	6.360	5,417	4,884	6.136	08/15/2023
518516PH6	2631	Meridian, MS	07/31/2006	740,000.00	752,232.20	727,334.23	6.000	6,545	5,205	6.505	07/01/2024
489836MM5	2941	Kenosha SCD, WI	07/15/2009	2,400,000.00	2,460,864.00	2,467,137.20	8.000	5,739	5,479	7.671	04/01/2025
518516PJ2	2630	Meridian, MS	07/31/2006	790,000.00	795,221.90	772,435.06	6.000	6,910	5,570	6.549	07/01/2025

005B-EOM, Aggregate Portfolio
Portfolio Management
Portfolio Details - Investments
March 31, 2010

CUSIP	Investment #	Issuer	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Term	Days to Maturity	YTM	Maturity Date
Municipals--Coupon											
60374AW39	2610	Minneapolis, MN	04/11/2006	2,000,000.00	1,985,680.00	2,027,132.96	6.000	7,236	5,785	5.853	02/01/2026
613035XA7	2858	Montgomery, ALA	12/01/2008	500,000.00	487,280.00	453,010.77	5.190	6,330	5,844	6.153	04/01/2026
977100AC0	2844	Wisconsin Gen Rev	10/07/2008	555,000.00	557,586.30	540,121.79	5.700	6,415	5,874	5.971	05/01/2026
987830KW5	2622	Ypsilanti, MI	07/24/2006	2,000,000.00	1,690,640.00	2,018,418.66	6.150	7,221	5,874	6.051	05/01/2026
274407SS5	2894	East Peoria, IL	03/10/2009	3,930,000.00	3,550,165.50	3,571,851.58	5.500	6,506	6,119	6.420	01/01/2027
461225CU6	2869	Inver Grove Heights MN ISD # 1	01/06/2009	2,175,000.00	2,184,787.50	2,174,858.17	6.700	6,600	6,150	6.700	02/01/2027
849067J79	2857	Spokane, WA	12/01/2008	2,000,000.00	1,816,740.00	1,781,323.86	5.340	6,939	6,453	6.420	12/01/2027
981305SA4	2890	City of Worcester, MA	02/26/2009	3,500,000.00	3,678,045.00	3,532,962.42	6.250	6,883	6,484	6.159	01/01/2028
461225CV4	2868	Inver Grove Heights MN ISD # 1	01/06/2009	2,320,000.00	2,344,267.20	2,315,226.85	6.750	6,965	6,515	6.770	02/01/2028
686053GG8	2859	Oregon School Brd	12/01/2008	500,000.00	415,540.00	429,999.94	4.759	7,151	6,665	6.082	06/30/2028
778102L76	2867	Roseville, MN ISD # 623	01/07/2009	3,540,000.00	3,870,034.20	3,540,000.00	7.250	7,330	6,881	7.247	02/01/2029
074851MU7	2609	Beaver County, PA	04/11/2006	3,000,000.00	2,640,510.00	2,901,832.73	5.650	9,014	7,563	5.953	12/15/2030
452151LF8	2849	Illinois State Pension	11/13/2008	3,000,000.00	2,474,160.00	2,522,559.06	5.100	8,966	8,462	6.481	06/01/2033
794879DC7	2870	Salinas Schools, CA	12/26/2008	2,815,000.00	3,021,818.05	3,088,260.58	7.350	8,953	8,492	6.505	07/01/2033
794879DC7	2927	Salinas Schools, CA	05/14/2009	250,000.00	268,367.50	256,041.20	7.350	8,814	8,492	7.128	07/01/2033
280455CL8	2968	Edgewood Sch Dist, OH	11/12/2009	4,000,000.00	4,161,000.00	4,111,760.29	7.500	10,246	10,106	7.261	12/01/2037
930353HN0	2954	Wadsworth Sch Dist, OH	09/28/2009	2,880,000.00	3,070,108.80	3,074,908.45	7.000	10,291	10,106	6.466	12/01/2037
969788FQ6	2951	Williamson Cnty Schl, IL	07/30/2009	3,500,000.00	3,944,395.00	3,707,170.58	8.250	13,304	13,059	7.752	01/01/2046
		Subtotal and Average		**78,145,000.00**	**79,347,552.35**	**78,309,119.47**		**6,116**	**5,569**	**5.870**	
Zero Coupon Bonds											
011112AV1	2920	Alameda Cnty, CA Pension	04/28/2009	5,000,000.00	3,989,850.00	3,790,149.66	4.978	2,043	1,705	6.024	12/01/2014
465139DE0	2887	Agy for Int'l Development	02/20/2009	1,000,000.00	741,650.00	741,150.51	3.352	3,129	2,724	4.059	09/15/2017
465139BN2	2888	Agy for Int'l Development	02/24/2009	10,000,000.00	6,518,300.00	6,721,306.65	3.347	3,855	3,454	4.247	09/15/2019
672319BA7	2837	Oakland, CA	10/02/2008	6,000,000.00	2,745,420.00	3,186,322.77	4.151	4,457	3,911	6.000	12/15/2020
625506HP8	2903	Multnomah Cnty, OR	03/13/2009	6,615,000.00	3,409,966.35	3,044,868.17	4.615	4,463	4,079	7.070	06/01/2021
863871AM1	2975	Sallie Mae	01/25/2010	8,372,000.00	4,225,767.00	4,506,041.24	3.625	4,634	4,568	5.015	10/03/2022
969078QN7	2909	Will Cnty Sch Dist 365, IL	03/24/2009	9,850,000.00	2,722,934.00	2,622,669.82	3.782	7,162	6,789	7.249	11/01/2028
		Subtotal and Average		**46,837,000.00**	**24,353,887.35**	**24,612,508.82**		**4,202**	**3,858**	**5.552**	
Managed Pool Accounts -2											
SYS1-OPEB-RA	OPEB-1-RA	State Board of Investment		2,284,487.50	2,093,188.65	2,284,487.50	1.429	1	1	1.429	
SYS2-OPEB-ES	OPEB-2-ES	State Board of Investment		32,163,875.53	29,470,530.75	32,163,875.53	1.429	1	1	1.429	
SYS3-OPEB-MT	OPEB-3-MT	State Board of Investment		48,031,816.79	44,009,719.30	48,031,816.79	1.429	1	1	1.429	
		Subtotal and Average		**82,480,179.82**	**75,573,438.70**	**82,480,179.82**		**1**	**1**	**1.429**	

005B-EOM, Aggregate Portfolio
Portfolio Management
Portfolio Details - Investments
March 31, 2010

CUSIP	Investment #	Issuer		Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Term	Days to Maturity	YTM	Maturity Date
			Total and Average		333,812,294.38	306,179,521.71	313,093,047.59		2,499	2,278	2.843	

005B-EOM, Aggregate Portfolio
Portfolio Management
Portfolio Details - Cash
March 31, 2010

CUSIP	Investment #	Issuer	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Term	Days to Maturity	YTM
Non-Interest Bearing Acct.										
SYS2394	2385	Dain--Hedging, Cash, Diesel		4,579,250.56	4,579,250.56	4,579,250.56		1	1	0.000
SYSBank-024	Bank-024	MT-Admin (Mears Park)	01/01/2010	0.00	0.00	0.00		1	1	0.000
MT-TVM	Bank-0022	MT-TVM Coin and Currency	01/01/2010	0.00	0.00	0.00		1	1	0.000
SYS2643	2643	Dain--Hedging, Cash, Nat. Gas		-3,467,916.56	-3,467,916.56	-3,467,916.56		1	1	0.000
1047-5623-0983	Bank-0020	U.S. Bank	01/01/2010	0.00	0.00	0.00		1	1	0.000
SYSBank-0021	Bank-0021	U.S. Bank	01/01/2010	0.00	0.00	0.00		1	1	0.000
1047-5623-0975	Bank-18A	U.S. Bank	01/01/2010	0.00	0.00	0.00		1	1	0.000
		Subtotal and Average	Accrued Interest at Purchase		0.00	0.00		**1**	**1**	
			Ending Accrued Interest		1,835,939.76	1,835,939.76				
			Subtotal		2,947,273.76	2,947,273.76				
		Total Cash and Investments Value		**334,923,628.38**	**309,126,795.47**	**316,040,321.35**		**2,499**	**2,278**	**2.843**

METROPOLITAN COUNCIL

005-EOM, MCOA ST-LT-EFPM, I=AC
Purchases Report
Sorted by Port - Port
January 1, 2010 - March 31, 2010

Metropolitan Council
Fiscal Services--Treasury Ops.
390 Robert Street North
St. Paul, MN 55101-1805
(651)602-1629

CUSIP	Investment #	Port	Sec. Type	Issuer	Original Par Value	Purchase Date	Payment Periods	Principal Purchased	Accrued Interest at Purchase	Rate at Purchase	Maturity Date	YTM 365	Ending Book Value
MCOA,Taxable, Long-Term													
TBIXX	2933	MCTXLT	LA1	FEDERA	0.00	01/01/2010	07/01 - Monthly	0.00		0.150		0.150	0.00
SYS2875	2875	MCTXLT	LA1	GS	0.00	01/01/2010	02/01 - Monthly	0.00		0.200		0.200	0.00
W-LT SEC. LENDG	2711	MCTXLT	LA1	WELLS	0.00	01/01/2010	02/01 - Monthly	0.00					0.00
863871AM1	2975	MCTXLT	ASB	863871	8,372,000.00	01/25/2010	10/03 - At Maturity	4,464,996.98		3.625	10/03/2022	5.085	4,506,041.24
				Subtotal	**8,372,000.00**			**4,464,996.98**	**0.00**				**4,506,041.24**
MCOA,Taxable,Short-Term													
60934N401	2934	MCTXST	LA1	FEDERA	0.00	01/01/2010	07/01 - Monthly	0.00		0.310		0.310	0.00
A=756004008	2487	MCTXST	LA1	MORGAN	0.00	01/01/2010	02/01 - Monthly	0.00		0.260		0.260	0.00
SYSBank-024	Bank-024	MCTXST	PA1	MT-ADM	0.00	01/01/2010	01/01 - Monthly	0.00					0.00
MT-TVM	Bank-0022	MCTXST	PA1	MT-TVM	0.00	01/01/2010	01/01 - Monthly	0.00					0.00
1047-5623-0983	Bank-0020	MCTXST	PA1	USBANK	0.00	01/01/2010	01/01 - Monthly	0.00					0.00
SYSBank-0021	Bank-0021	MCTXST	PA1	USBANK	0.00	01/01/2010	01/01 - Monthly	0.00					0.00
1047-5623-0975	Bank-18A	MCTXST	PA1	USBANK	0.00	01/01/2010	01/01 - Monthly	0.00					0.00
A=ST=CUST-WELLS	2708	MCTXST	LA1	WELLS	0.00	01/01/2010	02/01 - Monthly	0.00		0.010		0.010	0.01
W-ST SEC. LENDG	2712	MCTXST	LA1	WELLS	0.00	01/01/2010	02/01 - Monthly	0.00					0.00
				Subtotal	**0.00**			**0.00**	**0.00**				**0.01**
				Total Purchases	**8,372,000.00**			**4,464,996.98**	**0.00**				**4,506,041.25**

Metropolitan Council
Sales/Call Report
Sorted by Redemption Date - Maturity Date
January 1, 2010 - March 31, 2010

Metropolitan Council
Fiscal Services--Treasury Ops.
390 Robert Street North
St. Paul, MN 55101-1805
(651)602-1629

CUSIP	Investment #	Port	Issuer Sec. Type	Purchase Date	Redem. Date Matur. Date	Par Value	Rate at Redem.	Book Value at Redem.	Redemption Principal	Redemption Interest	Total Amount	Net Income
19647TAA3	1682-B	MCTXLT	GSA FAC	04/01/2005	01/15/2010 01/15/2020	185,000.00	6.600	184,955.85	185,000.00	118,470.00	303,470.00 Call	118,514.15
3128X83D2	2940	MCTXLT	FHLMC FAC	07/21/2009	01/21/2010 07/21/2014	5,000,000.00	3.000 V	5,000,000.00	5,000,000.00	75,000.00	5,075,000.00 Call	75,000.00
31398ALF7	2885	MCTXLT	FNMA FAC	02/18/2009	01/25/2010 01/25/2023	10,000,000.00	5.210	10,091,825.29	10,000,000.00	260,500.00	10,260,500.00 Call	168,674.71
					Total Sales	**15,185,000.00**		**15,276,781.14**	**15,185,000.00**	**453,970.00**	**15,638,970.00**	**362,188.86**

V - Security with variable rate change.