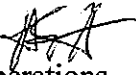


Date: February 11, 2011

To: Investment Review Committee (02/08/11) – **CANCELLED**  
Management Committee (2/23)

From: Allen Hoppe   
Senior Manager, Treasury Operations

Subj: 4<sup>th</sup> Quarter Report on Investments (4Q2010)

The February 8, 2010 IRC meeting was canceled since we had no action items and the future makeup of the Committee is uncertain.

You will find the standard quarterly report attached. As discussed in prior meetings, in the latter half of 2010 we discontinued buying natural gas futures contracts. It'll take a little over 1.5 years for the current holdings to roll off the books. One of our spring contracts will be sold and reallocated with mini-contracts. For diesel fuel, the negative impact of the recent climb in fuel prices has been neutralized by our holdings of heating oil futures contracts. A revised diesel consumption forecast has put us over our target of 90%, but still under 100%--no immediate adjustments are planned.

Investment returns in our long portfolio are below the benchmarks for the quarter because of our substantial muni holdings. During the quarter, muni spreads widened and yields climbed on the long end of the curve. As we've seen in the past, this setback will recover over time if for no other reason than munis pay us a higher spread over treasuries than do the government bonds in the benchmark.

The next IRC meeting is tentatively expected to occur on May 10<sup>th</sup>; due to the pending turnover of some of the Council, we don't know which IRC members will be returning to the IRC at that time. Therefore, the finance staff would like to thank each current member for their unselfish participation on the Investment Review Committee. The dialogue has been great, complex issues have been addressed, and, the investment program looks to be in excellent shape.

If you have any questions, please call me (651-602-1629) or Mercy Ndungu (651-602-1436) at any time.

It has been a pleasure to work with each of you.

## Investment Review Committee

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

### Agenda

1. Presentation of 4Q10 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*  
Trudy Aldrich, *Executive Assistant*



## Report on Investments

*Third Quarter, 2010*

### Economic Review

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**Past.** US economic growth is continuing on a path of recovery. Gross domestic product (GDP) expanded by 3.2% during the fourth quarter (vs. 2.6% in the third quarter), this brought the 2010 growth to 2.9%, an improvement from 2.6% in 2009. The components of the GDP number were: real consumer spending rose at a 4.4% annual rate, the most since 1Q06, non residential fixed income investment slowed more than expected, up 4.4%; government spending fell 0.6%; and imports tumbled 13.6% while exports rose 8.6%. Labor market conditions remained weak but showed slight improvement. Nonfarm payrolls rose 103K in December. October nonfarm payrolls were revised from +172,000 to +210,000, while November's numbers were revised from +39,000 to +71,000. The unemployment rate fell from 9.6% in September to 9.4% in December. Manufacturing and the service sectors continue to show resilience. The Institute of Supply Management (ISM) manufacturing index trended up during the fourth quarter, from 54.4 in September to 57 in December; the index has remained above 50 since July 2009, indicating the sector continues to expand following the recession. The weakening US dollar has benefited US manufacturers through improved global price competitiveness. The ISM non-manufacturing index increased from 53.2 in September to 55 in December, indicating an expanding trend in the service sector.

The S&P 500 index was up 10.8% for the quarter and is up 15.1% for all of 2010. This is the second consecutive year of double digit gains (2009 was +26%). The yield curve is steep by historical standards. The spread between the 10-year and 2-year Treasuries widened approximately 61 bps to 270bps during the quarter. The average spread over the past decade has been 127 basis points. Within the fixed income markets, for 2010 the Barclays US Aggregate and Barclays Intermediate indices were up 6.4% and 6.15%, respectively.

**Present.** While this recovery appears more tepid than past recoveries, the trends are moving in the right direction. Factory orders increased 0.7% in December (vs. -0.7% in November), retail sales rose 0.6% (vs. 0.8% in November), and ex-autos retail sales rose 0.5% (vs. 1.0% in November). Existing home sales rose 12.3% to a 5.28 million unit pace (vs. 4.7 million in November) while new home sales jumped 17.5% to an annual rate of 329,000 units (vs. 280,000 units in November). The uptick in housing activity helped push supply down from 8.4 months to 6.9 months. On the job front, for the week ended January 29, weekly initial jobless claims fell from 425,000 to 415,000, the four week moving average rose by 1,000 to 430,500, well below the high levels seen in 2010. In January, the economy added 36,000 jobs. The unemployment rate fell to 9.0% from 9.4%. We expect

the unemployment rate to be limited in its descent. Employers are likely to stay focused on productivity gains and thus, remain reluctant to hire at a rapid pace.

**Future.** The Federal Reserve has a dual mandate to maintain price stability and seek maximum sustainable employment. The core inflation is around 1%, well below the Fed's target range of 1.75% to 2.0%; meanwhile unemployment is currently at 9.0%, well above the 5.5% to 6.5% natural rate. Considering the above, we expect the Fed to remain on hold for an extended period of time. At their January 26<sup>th</sup> meeting, the FOMC voted to keep the fed funds target at 0-0.25% and continue with their \$600 billion US Treasury purchase program through June, thereby pumping more liquidity into the system. The combination of easy monetary policy and stimulative fiscal policy should move the economy recovery to a firmer footing.

Treasury issuance is expected to remain at historically high levels. In addition, we expect the economic recovery to continue picking up steam as the year progresses. As a result of the above factors, we expect yields to increase gradually in the intermediate term.

**Council Impact.** During the fourth quarter, due to headline risk, municipal bonds experienced a significant selloff. A prominent banking analyst projected that as many as 100 municipal bond defaults will occur in 2011, adding up to "hundreds of billions" of debt. As a result, investors pulled funds out of municipal bond funds. According to Thomson Reuter, for the week ending January 26<sup>th</sup>, investors pulled about \$1.9 billion out of municipal bond funds. These withdrawals helped drive down returns on municipal bonds during the fourth quarter. Municipal bond yields, which have an inverse relationship with prices, rose significantly. As a result, our portfolio experienced price depreciation. The long term portfolio underperformed the Merrill Lynch Agency index by 81 basis points. We continue to invest in general obligation municipal bonds with a minimum of a single "A" rating and revenue bonds with a minimum of "AA" rating as assigned by one of the major rating agencies (Moody's, Standard and Poor's or Fitch).

Exceptional low short term rates help keep bond yields relatively low. The low fed funds rate acts as an anchor for early maturities of municipal bonds. This is viewed as an opportunity for the Council to refund some of its bonds. On February 14, the Council will refund its outstanding General Obligation sewer refunding bonds, series 2002B for total savings of about one-half million dollars. Additional refundings may occur in 2011.

## **Investment Results & Strategy**

### **MCOA—Short Term**

*4Q10 Results:* Total return for this portfolio was above the index by 6 basis points. This portfolio has averaged 33 bps per year more than its benchmark over the past 12 years. For the quarter, we invested in the Federated prime fund (0.17%), commercial paper (average yield 0.34%), and several short-term municipal bonds rated Aa1/Aa2 with coupons ranging from 1 – 2.25%.

*1Q11 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 liabilities i.e. debt service payments and various capital improvement projects. We are looking at the possibility of purchasing a 3, 6, and 9 month commercial paper, agency notes or taxable municipal bonds that can provide better yields than money market funds.

*Longer Strategy (12-months):* We will continue to invest in agency discos, commercial paper, and prime money market funds.

### **MCOA—Long Term**

*4Q10 Results:* Total return of -1.89% was below the Merrill Lynch Agency Master index by 81 basis points. During the quarter, yields rose and price performance was negative on the intermediate and long segments of the yield curve. Under these conditions, our portfolio, which has a longer duration (4.15) than the benchmark index (3.42), underperformed the index. Municipal bonds, which make up about 45% of the portfolio, lost the most value especially the long dated maturities.

*1Q11 Strategy:* Maintain duration within the 2 - 6 range. We will maintain our diligence from a credit perspective and 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.

*Longer Strategy (12-months):* We continue to maintain cash (13%) in the long-term portfolio so as take advantage of opportunities as they present themselves.

### **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 fourth quarter of 2010, diesel and natural gas contracts (combined) generated \$0.29 million in net realized gains which was offset by a comparable rise in the price of fuel purchased. At end of quarter, about \$2.5 million in net unrealized gains occurred.

Since November 9, 2010, we have not purchased any natural gas futures contracts and are currently rolling off remaining contracts as they approach maturity. The decision to exit the program was based on an analysis that showed that natural gas makes up a small portion of total divisional budgets and the divisions have ample reserves to cover natural gas price volatility.

### **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 2.15%.

### **Low Activity Portfolios**

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

### **OPEB**

*4Q10 Results:* Our OPEB portfolio is 100% invested in equities. At the end of fourth quarter 2010, both the S&P 500 index and our OPEB portfolio posted returns of 10.8% and 10.6%, respectively. For the S&P 500 index, 2010 is the second consecutive year of double digit gains (2010 +15.1% and 2009 +26%), this has allowed our OPEB portfolio to recoup a large part of the losses incurred from the market peak in October 2007 through the trough in spring 2009. The current market value of \$102 million (as of February 8th) reflects a cumulative unrealized gain of \$5.7 million since inception.

*1Q11 Strategy:* We continue to hold a positive view toward equities.

*Longer Strategy (12-months):* Continue allocating to equities with minor adjustments when markets become historically expensive. We'll likely be 100% in equities into 1Q12.

**METROPOLITAN COUNCIL--Report on Investments**  
**Quantitative Policy Results for the Quarter Ending:**

December 31, 2010

**Operating Account (MCOA)**

	<b>Short-Term</b>	<b>Futures Margin</b>	<b>Long-Term</b>	<b>Diesel &amp; NG Hedging Accounts</b>	<b>HUD</b>	<b>OPEB</b>
<b>Compliance</b>	OK	OK	OK	OK	OK	OK
<b>Safety (Defaults)</b>	None	None	None	None	None	None
<b>Liquidity (Effective Duration Years)</b>						
<u>Target Duration Range:</u>	0-1	0-6	2-6	n.a.	0-1	0-1
Result	0.05	0.04	4.15	n.a.	0.01	n.a.
Less: Index	0.12	0.04	3.42	n.a.	0.01	n.a.
Longer <Shorter> Index	-0.07	0.00	0.73	n.a.	0.00	n.a.
<i>Note: Index Source:</i>	iMoneyNet (Prime Funds)	n.a.	ML Agy. Master	n.a.	n.a.	n.a.
<b>Diversification</b>						
Sectors	See Charts	n.a.	See Charts	n.a.	U.S. Bank Acct.	Mixed
Effective Duration	See Charts	n.a.	See Charts	n.a.		n.a.

**Rate of Return**

Revenue by Component:

Accrued Interest	\$ 90,483	\$ 11,297	\$ 1,767,402	\$ -	\$ 377	\$ 433,875
Realized Gains/Losses	\$ -	\$ -	\$ (12,976)	\$ 286,707	\$ -	\$ -
Unrealized Gains/Losses	\$ (8,115)	\$ (817)	\$ (6,346,047)	\$ 2,486,224	\$ -	\$ 16,359,413
<b>Total Int. Rev.</b>	<b>\$ 82,368</b>	<b>\$ 10,480</b>	<b>\$ (4,591,621)</b>	<b>\$ 2,772,931</b>	<b>\$ 377</b>	<b>\$ 16,793,288</b>

Total Investment Revenue, All Portfolios, Current Quarter

**\$ 15,067,945**

Book Yield: 0.20% 2.10% 3.28% n.a. 0.05% 1.76%

Total Return:

<u>Current Quarter, Council</u>	0.05%	n.a.	-1.89%	n.a.	0.01%	10.63%
Index	-0.02%	n.a.	-1.08%	n.a.	0.01%	10.76%
Difference	0.06%	n.a.	-0.81%	n.a.	0.00%	-0.13%
<u>Last 12 Months, Council</u>	0.33%	n.a.	4.98%	n.a.	0.09%	15.03%
Index	-0.04%	n.a.	4.61%	n.a.	0.09%	15.08%
Difference	0.36%	n.a.	0.38%	n.a.	0.00%	-0.05%
<b>Start Date:</b>	<u>12-31-99</u>	<u>05-01-04</u>	<u>12-31-99</u>	<u>05-01-04</u>	<u>03-31-01</u>	<u>07-03-06</u>
<u>Ave. Annual Rtn., Council</u>	3.16%	n.a.	5.60%	n.a.	2.20%	2.50%
Index	2.83%	n.a.	5.43%	n.a.	2.20%	1.95%
Difference	0.33%	n.a.	0.17%	n.a.	0.00%	0.55%

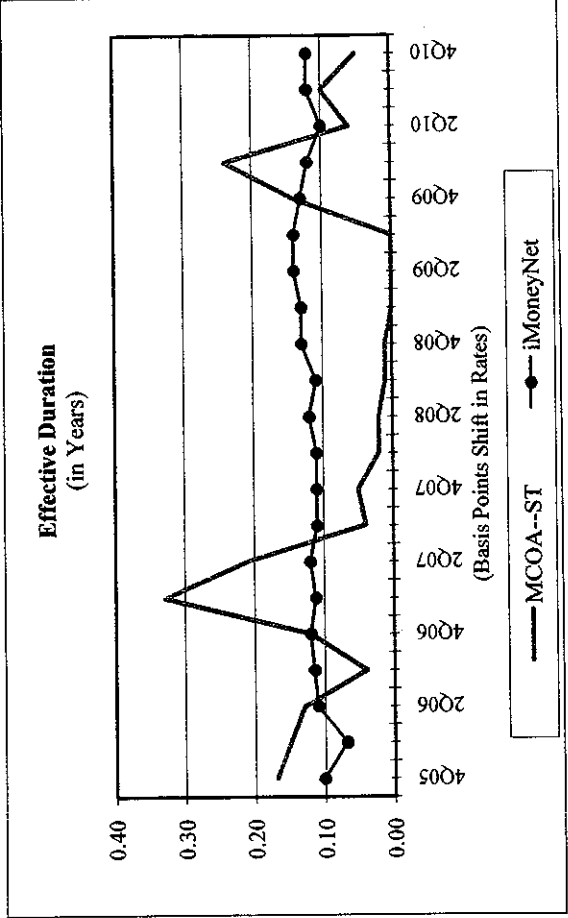
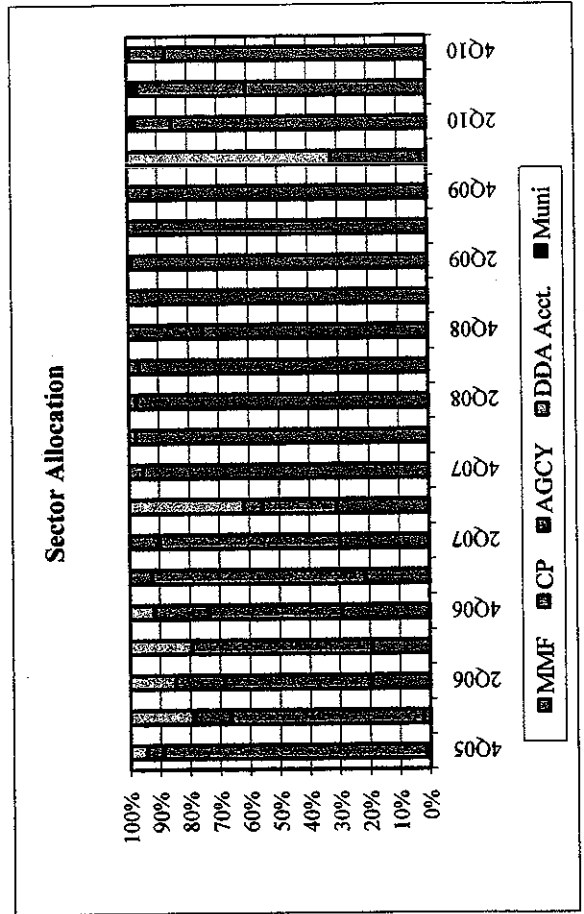
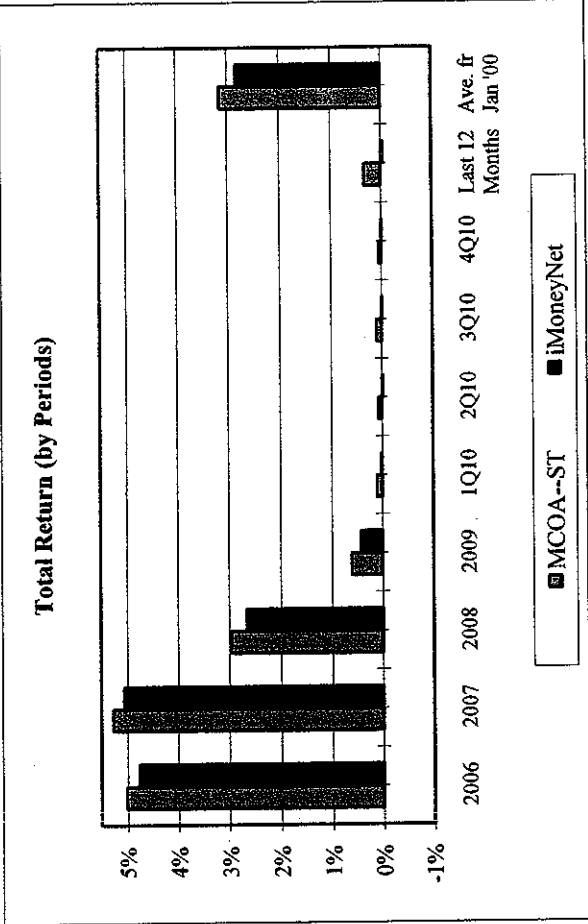
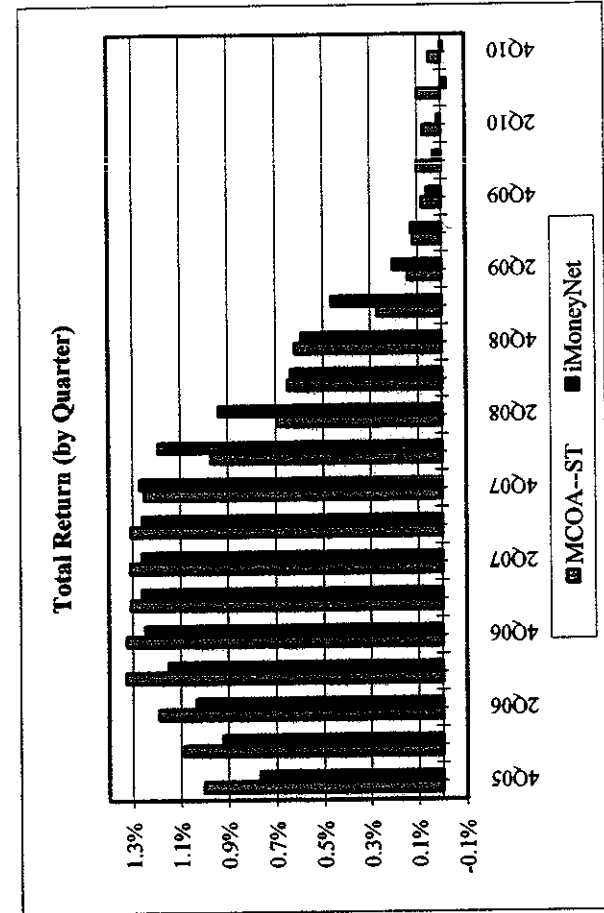
**METROPOLITAN COUNCIL—Investment Review Committee**  
**Historic Statistics—All Portfolios**  
 December 31, 2010

<b>Account Group</b>	<b>4Q07</b>	<b>1Q08</b>	<b>2Q08</b>	<b>3Q08</b>	<b>4Q08</b>	<b>1Q09</b>	<b>2Q09</b>	<b>3Q09</b>	<b>4Q09</b>	<b>1Q10</b>	<b>2Q10</b>	<b>3Q10</b>	<b>4Q10</b>
<b>Total Return(%):</b>													
MCOA-Taxable, ST	1.25%	0.97%	0.70%	0.65%	0.62%	0.27%	0.14%	0.12%	0.08%	0.10%	0.08%	0.10%	0.05%
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%	0.01%	0.54%	0.22%
MCOA-Taxable, LT	3.82%	3.08%	-1.17%	1.44%	2.39%	1.02%	-0.44%	4.48%	-1.01%	1.43%	3.81%	1.62%	-1.89%
<b>MCOA-Taxable Combined</b>	<b>2.92%</b>	<b>1.74%</b>	<b>0.03</b>	<b>1.12</b>	<b>1.69</b>	<b>0.67%</b>	<b>-0.35%</b>	<b>3.33%</b>	<b>-0.59%</b>	<b>1.22%</b>	<b>2.78%</b>	<b>1.22%</b>	<b>-0.87%</b>
MCOA-Tax Exempt, ST	0.72%	0.65%	0.54%	0.37%	0.72%	0.48%	n.a.	n.a.	n.a.	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%	0.01%	0.05%	0.05%
OPEB @ MN SBI	-3.16%	-9.15%	-2.77%	-8.13%	-20.82%	-10.45%	15.25%	14.89%	5.96%	5.43%	-11.46%	11.42%	10.63%
ES-SAC-Taxable	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
<b>Effective Duration (Yrs):</b>													
MCOA-Taxable, ST	0.05	0.02	0.02	0.01	0.01	0.01	0.00	0.00	0.00	0.24	0.02	0.10	0.05
MCOA-Taxable, Margin, w/Cash	0.11	0.04	0.02	-	-	0.00	0.00	0.02	0.02	0.04	0.06	0.04	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	3.64	3.51	4.15
<b>MCOA-Taxable Combined</b>	<b>2.33</b>	<b>1.55</b>	<b>2.20</b>	<b>1.80</b>	<b>1.51</b>	<b>3.76</b>	<b>4.08</b>	<b>3.75</b>	<b>2.69</b>	<b>4.22</b>	<b>2.71</b>	<b>2.61</b>	<b>2.01</b>
MCOA-Tax Exempt, ST	0.01	0.01	0.01	0.01	0.01	0.01	0.01	0.00	0.00	0.01	0.00	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	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.	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.	n.a.	n.a.	n.a.
<b>Ave. Maturity (Yrs):</b>													
MCOA-Taxable, ST	0.04	0.03	0.02	0.01	0.01	0.01	0.01	0.01	0.01	0.05	0.04	0.10	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	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	4.48	3.75	4.59
<b>MCOA-Taxable Combined</b>	<b>5.08</b>	<b>4.60</b>	<b>5.05</b>	<b>3.75</b>	<b>4.92</b>	<b>7.53</b>	<b>5.46</b>	<b>4.21</b>	<b>3.56</b>	<b>5.34</b>	<b>3.26</b>	<b>2.79</b>	<b>4.62</b>
MCOA-Tax Exempt, ST	0.01	0.01	0.01	0.01	0.01	0.01	0.01	0.00	0.00	0.01	0.00	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	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.	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.	n.a.	n.a.	n.a.
<b>Oriv Earnings (Smillions):</b>													
MCOA-Taxable, ST	\$ 1.1	\$ 1.1	\$ 1.4	\$ 1.4	\$ 0.9	\$ 0.3	\$ 0.3	\$ 0.1	\$ 0.1	\$ 0.1	\$ 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	0.00	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	8.6	4.3	(4.6)
<b>MCOA-Taxable Combined</b>	<b>\$ 9.0</b>	<b>\$ 8.5</b>	<b>\$ 0.7</b>	<b>\$ 3.6</b>	<b>\$ 4.9</b>	<b>\$ 2.6</b>	<b>\$ (0.6)</b>	<b>\$ 8.4</b>	<b>\$ (2.0)</b>	<b>\$ 3.1</b>	<b>\$ 8.7</b>	<b>\$ 4.4</b>	<b>\$ (4.5)</b>
MT Futures Contracts, Realized	0.60	1.4	3.3	2.4	(1.2)	(3.0)	(2.0)	(2.6)	(4.3)	(2.6)	(1.0)	(0.4)	0.0
MT Futures Contracts, Unrealized	3.0	2.9	13.2	(16.3)	(17.5)	(0.0)	7.2	1.7	6.3	2.3	1.2	1.6	2.5
MCOA-Tax Exempt, ST	0.0	0.0	0.0	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	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	(8.9)	10.2	16.8
ES-SAC-Taxable	n.a.	n.a.	n.a.	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	\$ (0.1)	\$ 15.8	\$ 14.8
<b>Investment Balances (MV, Smillions):</b>													
MCOA-Taxable, ST	\$ 105.3	\$ 214.0	\$ 194.0	\$ 138.4	\$ 121.0	\$ 51.0	\$ 36.4	\$ 66.1	\$ 131.0	\$ 33.4	\$ 82.9	\$ 82.9	\$ 256.8
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	5.1	2.1	3.1
MCOA-Taxable, LT	204.5	123.0	132.0	185.4	196.2	199.0	195.0	215.6	219.0	193.0	231.3	239.7	237.0
<b>MCOA-Taxable Combined</b>	<b>316.5</b>	<b>349.0</b>	<b>339.0</b>	<b>332.2</b>	<b>322.2</b>	<b>259.0</b>	<b>244.9</b>	<b>293.4</b>	<b>355.5</b>	<b>230.4</b>	<b>319.3</b>	<b>324.7</b>	<b>496.9</b>
MCOA-Tax Exempt, ST	0.0	0.0	0.0	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	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	69.0	79.0	95.4
ES-SAC-Taxable	n.a.	n.a.	n.a.	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	\$ 388.3	\$ 403.7	\$ 592.3
<b>Market Yield (%):</b>													
MCOA-Taxable, ST	4.92%	3.25%	2.69%	2.34%	1.66%	0.73%	0.61%	0.22%	0.22%	0.77%	0.14%	0.54%	0.20%
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%	2.66%	2.66%	2.10%
MCOA-Taxable, LT	4.69%	4.35%	5.11%	4.33%	3.02%	3.56%	3.35%	3.09%	3.22%	3.58%	2.66%	2.39%	3.03%
<b>MCOA-Taxable Combined</b>	<b>4.76%</b>	<b>3.63%</b>	<b>3.62%</b>	<b>3.45%</b>	<b>2.49%</b>	<b>2.92%</b>	<b>2.77%</b>	<b>2.33%</b>	<b>2.33%</b>	<b>3.12%</b>	<b>2.04%</b>	<b>1.92%</b>	<b>1.56%</b>
MCOA-Tax Exempt, ST	3.34%	2.12%	1.80%	1.51%	1.61%	0.00%	0.00%	0.00%	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%	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%	1.55%	1.57%	1.76%
ES-SAC-Taxable	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
<b>Book Yield (%):</b>													
MCOA-Taxable, ST	4.86%	3.26%	2.69%	2.36%	2.09%	0.73%	0.56%	0.22%	0.29%	0.77%	0.28%	0.35%	0.20%
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%	2.66%	2.66%	2.10%
MCOA-Taxable, LT	5.64%	6.17%	5.11%	4.60%	4.59%	4.08%	3.76%	3.42%	3.42%	3.85%	3.15%	2.97%	3.28%
<b>MCOA-Taxable Combined</b>	<b>5.36%</b>	<b>4.00%</b>	<b>3.93%</b>	<b>3.61%</b>	<b>3.60%</b>	<b>3.32%</b>	<b>3.09%</b>	<b>2.57%</b>	<b>2.22%</b>	<b>3.35%</b>	<b>2.32%</b>	<b>2.30%</b>	<b>1.68%</b>
MCOA-Tax Exempt, ST	2.99%	2.12%	1.80%	1.51%	1.61%	0.00%	0.00%	0.00%	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%	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%	1.55%	1.57%	1.76%
ES-SAC-Taxable	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.



**METROPOLITAN COUNCIL--Investments**  
 Operating Account--Short-Term Investments. (Analysis of Returns and Diversification)

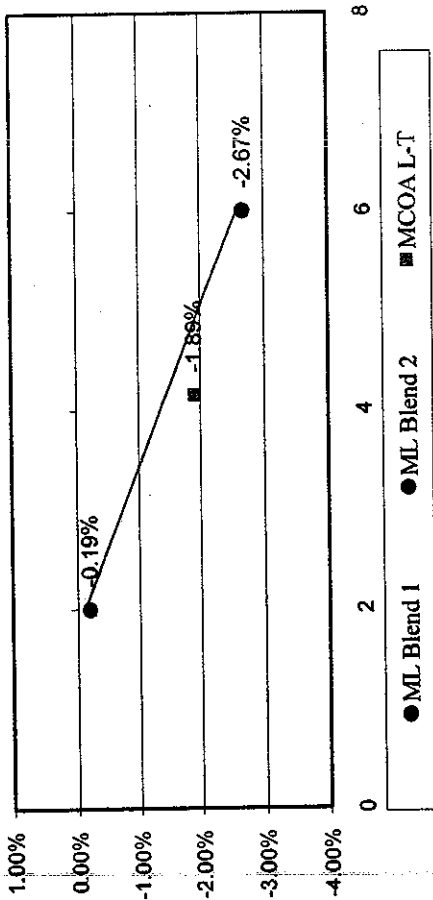
December 31, 2010



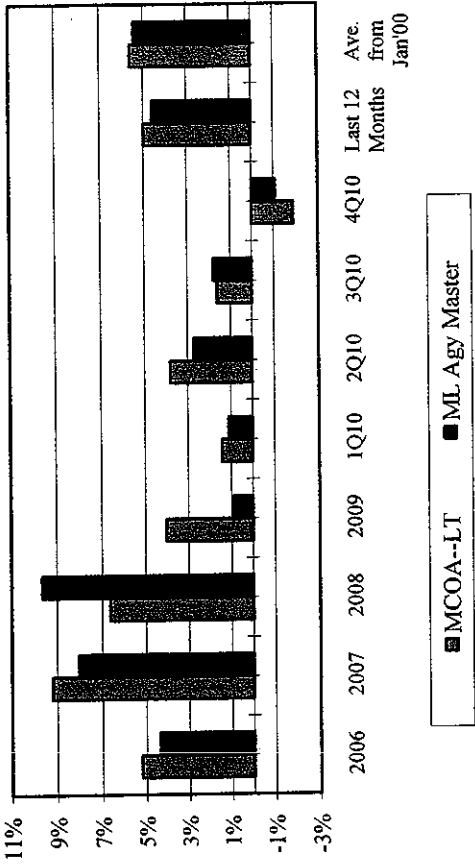
**METROPOLITAN COUNCIL--Investments**  
 Operating Account--Long Term Investments. (Analysis of Returns)

December 31, 2010

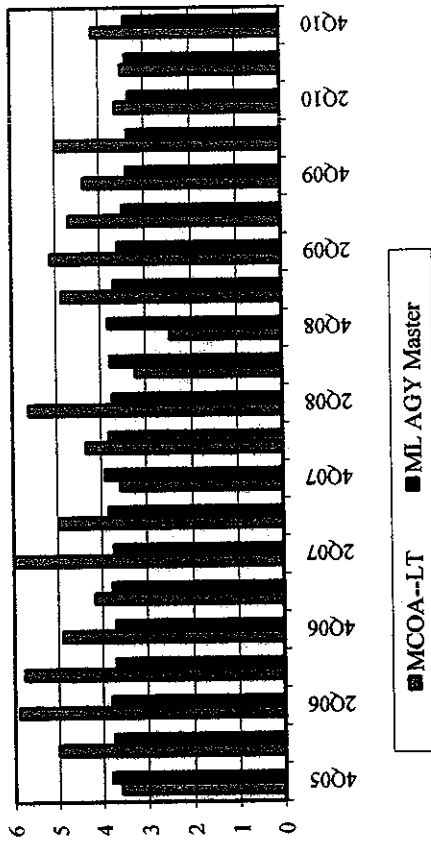
**Total Return: Met Council vs. Merrill Lynch Agency Master**



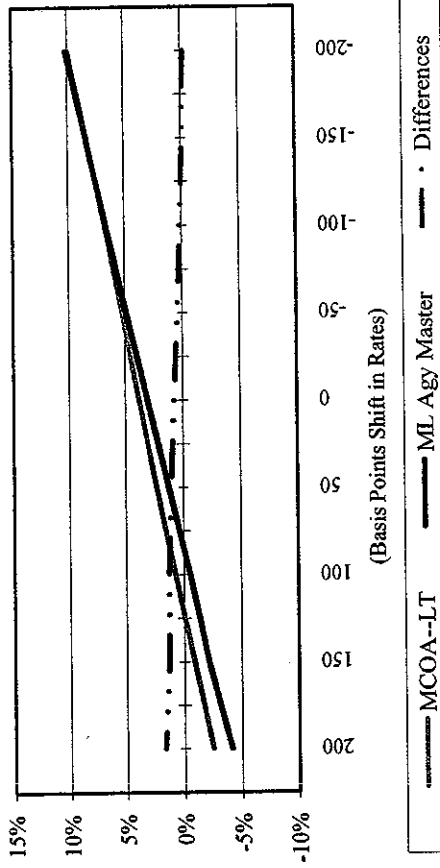
**Total Return (by Periods)**



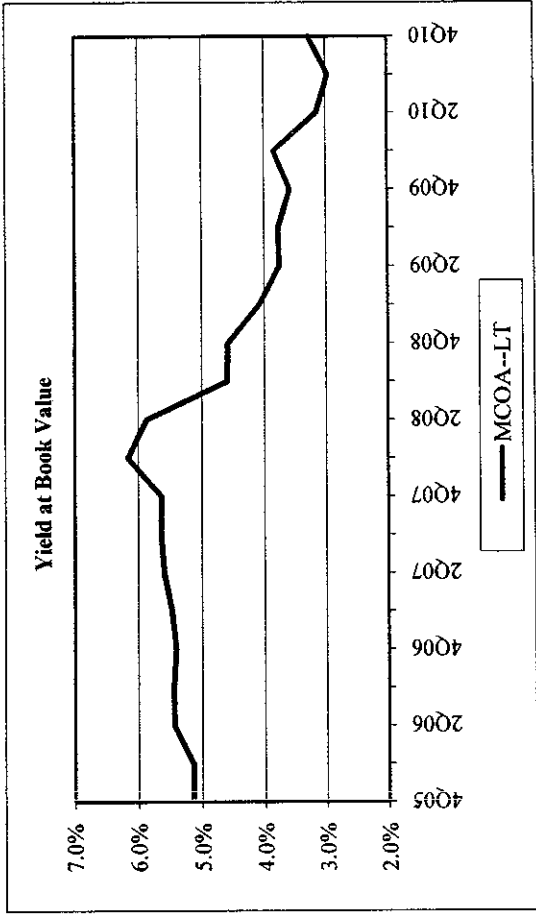
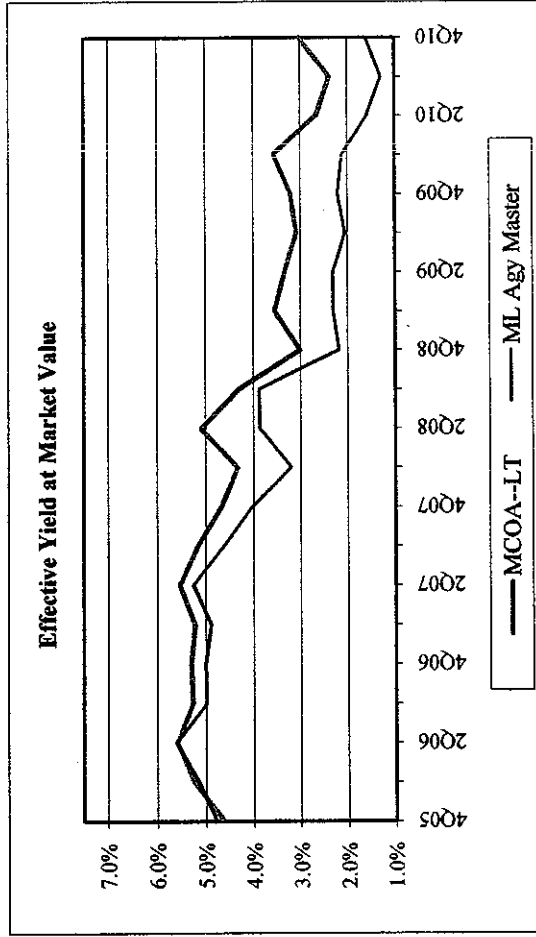
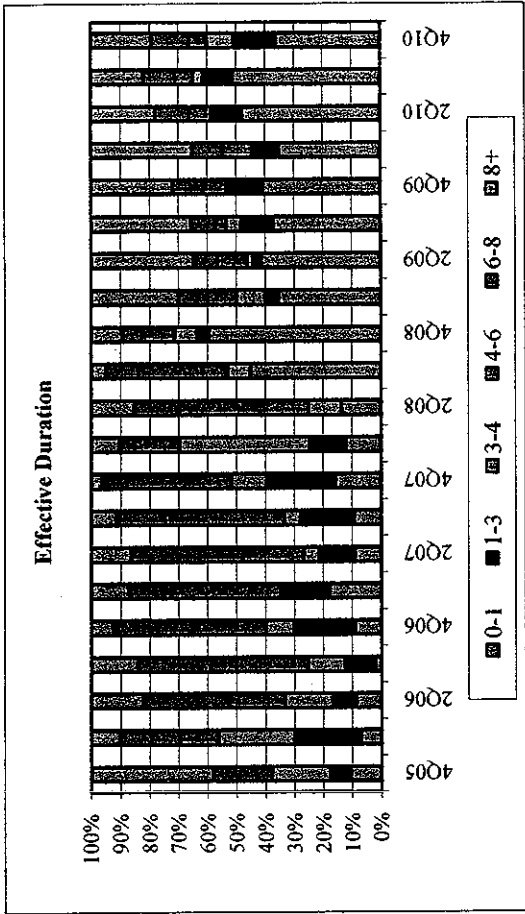
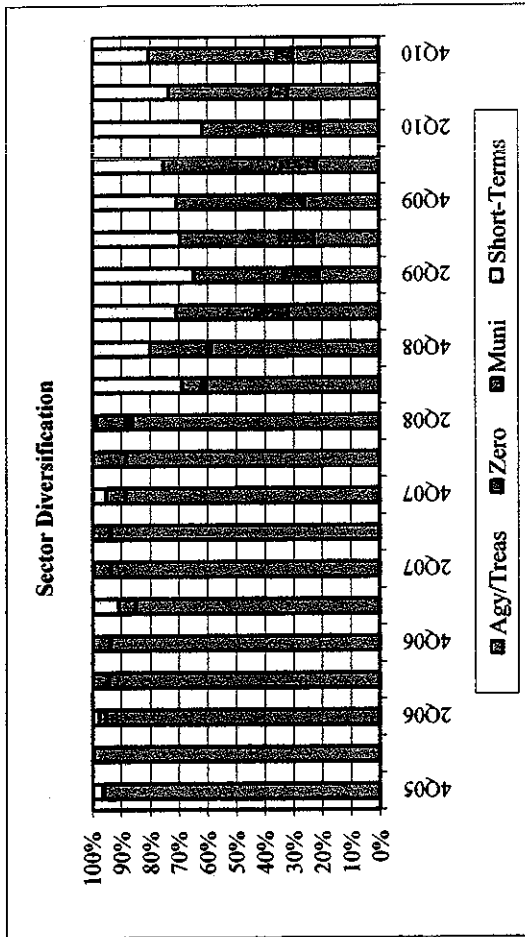
**Effective Duration**



**Total Return Sensitivity (Based on 12-Month Forecast)**

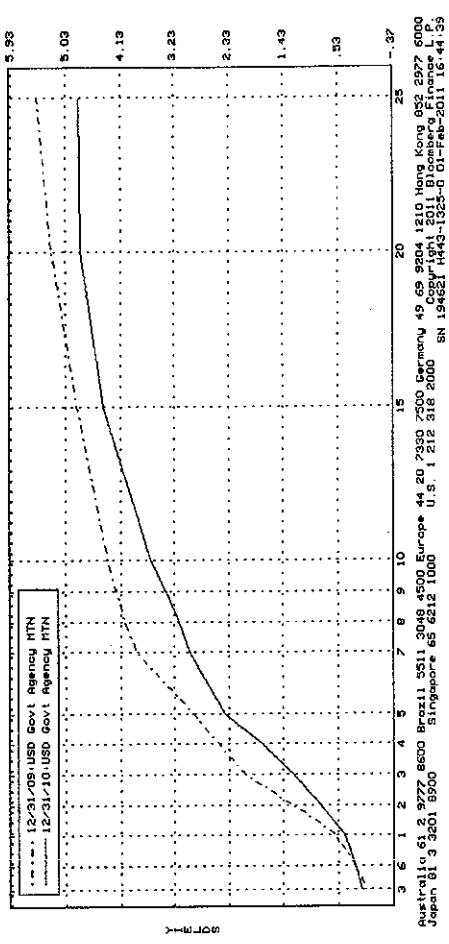


**METROPOLITAN COUNCIL--Investments**  
Operating Account--Long Term Investments, (Selected Data)  
 December 31, 2010

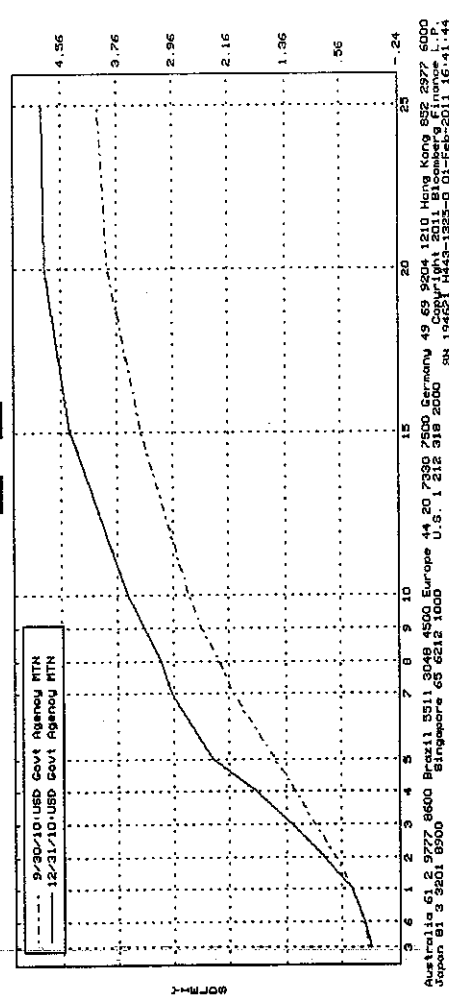


**METROPOLITAN COUNCIL—Investment Review Committee**  
**U.S. Agency & Treasury Charts**  
 December 31, 2010

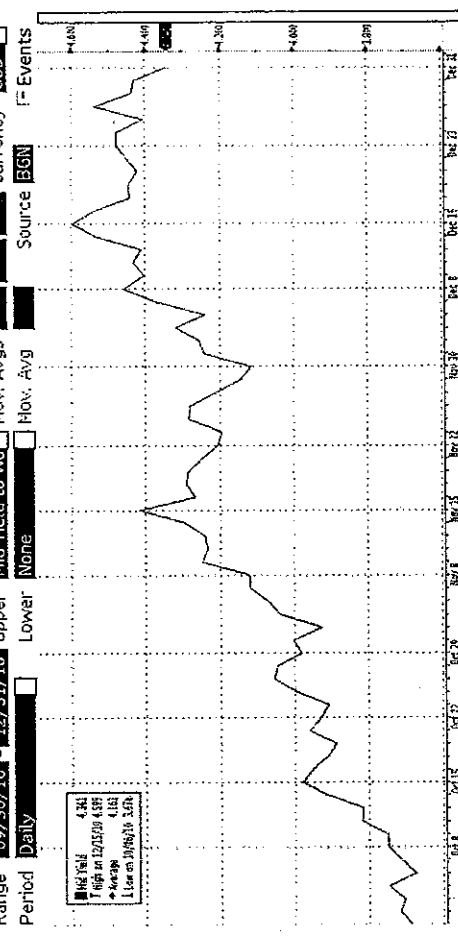
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**FAIR MARKET YIELD CURVES - HISTORY**  
 MATURITY RANGE 3M0 - 30Y



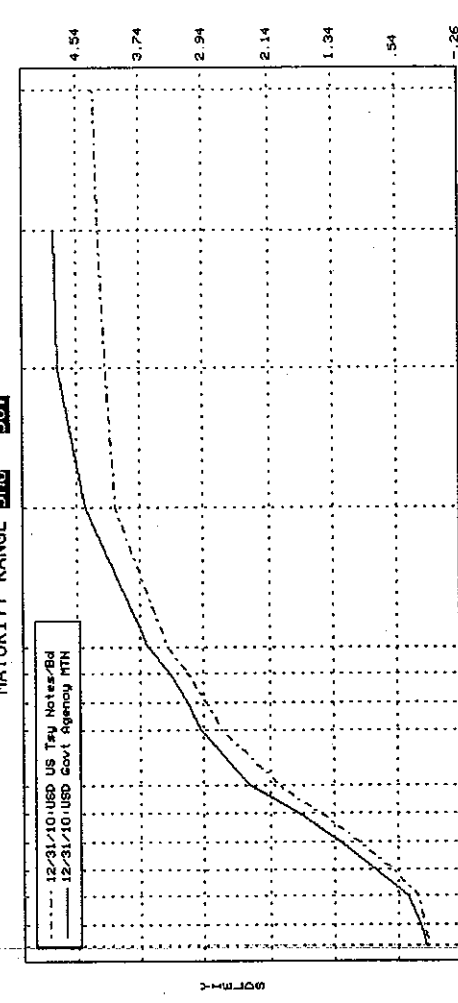
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**FAIR MARKET YIELD CURVES - HISTORY**  
 MATURITY RANGE 3M0 - 30Y



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 MATURITY RANGE 3M0 - 30Y



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**FAIR MARKET YIELD CURVES - HISTORY**  
 MATURITY RANGE 3M0 - 30Y



# METROPOLITAN COUNCIL—Investment Review Committee

## OPEB and Hedging Reference Charts

December 31, 2010

### 30 Day Commercial Paper History

DCPB030D 1-28 unch

At 08:01 Op .28 Hi .28 Lo .28

DCPB030D INDEX Save Chart Hide

Range 09/30/10 - 12/31/10 Upper Line Chart

Period Daily Lower None

GP - Line Chart

Mov. Avgs

Mov. Avg

Currency USD

Page 1/3

Events

Line Price 0.28

High at 10/12/10 0.28

Low at 10/12/10 0.28

Average 0.28

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Index GP

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Events

Line Price 1306.93

High at 12/29/10 1306.93

Low at 12/29/10 1306.93

Average 1306.93

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### S & P 500 Stock Index

SPX 11307.59 +21.47

At 15:59 Op 1289.14 Hi 1308.86 Lo 1289.14

SPX INDEX Save Chart Hide

Range 09/30/10 - 12/31/10 Upper Line Chart

Period Daily Lower None

GP - Line Chart

Mov. Avgs

Mov. Avg

Currency USD

Page 1/3

Events

Line Price 11307.59

High at 12/29/10 11307.59

Low at 12/29/10 11307.59

Average 11307.59

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Line on 12/29/10 11307.59

### Heating Oil, Nearest Futures Contract

H01 1275.70s +1.67 275.22/276.25

At DELAYED Vol 50,070 Op 273.37 Hi 276.25 Lo 272.05 OpInt 113,080y

H01 COMB COMBIN Save Chart Hide

Range 09/30/10 - 12/31/10 Upper Line Chart

Period Daily Lower None

GP - Line Chart

Mov. Avgs

Mov. Avg

Currency USD

Page 1/3

Events

Line Price 275.22

High at 12/31/10 276.25

Low at 12/31/10 272.05

Average 275.22

Line on 12/31/10 275.22

Line on 12/31/10 275.22

Line on 12/31/10 275.22

Line on 12/31/10 275.22

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Line on 12/31/10 275.22

Line on 12/31/10 275.22

### Natural Gas, Nearest Futures Contract

NG1 4-347s as of close 2/1

At DELAYED Bid 4.320 Ask 4.355 Vol 92,914y OpInt n.a.

NG1 COMB COMBIN Save Chart Hide

Range 09/30/10 - 12/31/10 Upper Line Chart

Period Daily Lower None

GP - Line Chart

Mov. Avgs

Mov. Avg

Currency USD

Page 1/3

Events

Line Price 4.465

High at 12/01/10 4.60

Low at 12/01/10 4.30

Average 4.465

Line on 12/01/10 4.465

Line on 12/01/10 4.465

Line on 12/01/10 4.465

Line on 12/01/10 4.465

Line on 12/01/10 4.465

Line on 12/01/10 4.465

Full year to full year  
percent change,  
unless otherwise indicated

Quarterly percent change, unless otherwise indicated

	2010		2011		2012				2010	2011	2012		
	Q3	Q4	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	2010	2011	2012
<b>Growth indicators</b>													
<b>GDP</b>	2.6	3.2	3.4	3.7	3.6	2.3	2.6	3.0	3.0	3.1	2.9	3.2	2.9
Final sales	0.9	7.1	1.8	4.0	3.6	3.2	2.9	2.7	2.9	3.0	1.4	3.3	3.1
Consumer spending	2.4	4.4	3.8	3.7	3.0	2.7	2.5	2.5	2.7	2.8	1.8	3.4	2.7
Fixed investment	1.5	4.2	6.8	7.3	7.4	6.0	6.3	6.6	6.6	6.6	3.8	6.5	6.5
Nonresidential	10.0	4.4	7.9	8.3	8.1	6.4	6.6	6.9	6.9	6.9	5.5	8.1	7.0
Structures	-3.6	0.9	4.5	5.0	4.0	3.0	4.0	5.0	5.0	5.0	-14.0	2.4	4.3
Equipment	15.4	5.8	10.0	10.0	10.0	8.0	8.0	8.0	8.0	8.0	15.1	10.5	8.4
Residential	-27.3	3.4	2.0	3.0	4.0	4.0	4.5	5.0	5.0	5.5	-3.0	-0.2	-5.8
Inventory investment (\$bn)	121.4	7.2	60.0	50.0	50.0	20.0	10.0	20.0	25.0	30.0	60.4	45.0	21.3
Foreign trade (\$bn)	-505.0	-392.2	-433.8	-421.3	-408.4	-395.1	-389.4	-391.6	-393.7	-396.8	-421.2	-414.7	-392.6
Government spending	3.9	-0.6	-2.0	0.5	1.0	1.0	1.0	1.0	1.0	1.0	1.1	0.4	1.0
Treasury budget (fiscal yr, \$bn)	-287.0	-290.2	-370.8	-352.7	-319.3	-318.1	-399.9	-374.0	-342.0	-339.8	-1,294	-1,360	-1,456
Housing starts, (thousands)	584	538	520	573	601	630	675	710	720	720	586	581	706
Unemployment rate (qtr end)	9.6	9.6	9.3	9.3	9.1	8.9	8.7	8.5	8.3	8.3	9.6	8.9	8.1
<b>Inflation indicators (quarter on previous yr's same quarter, at an annual rate. Annual figures are Dec. change from prior Dec.)</b>													
PCE	1.4	1.2	1.0	1.1	1.1	0.8	0.7	0.9	1.2	1.2	1.2	0.6	1.6
Core PCE	1.3	0.8	0.6	0.3	0.3	0.4	0.5	0.7	0.8	0.8	0.7	0.3	0.9
PPI	3.7	4.0	6.5	5.0	5.1	2.2	1.1	0.5	0.5	0.5	4.1	2.9	0.2
Core PPI	1.4	1.4	1.7	1.4	0.6	0.5	0.3	0.4	0.7	1.0	1.3	0.5	1.1
<b>Interest rates (end of period)</b>													
Federal funds rate (hist. is qtr avg)	0.19	0.19	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.19	0.25	0.25
3-month LIBOR	0.29	0.30	0.30	0.30	0.30	0.30	0.30	0.30	0.30	0.30	0.30	0.30	0.30
3-mo Treasury bills	0.16	0.12	0.15	0.15	0.15	0.15	0.15	0.15	0.15	0.15	0.12	0.15	-0.15
2-yr Treasury notes	0.42	0.61	0.55	0.50	0.45	0.60	0.50	0.45	0.40	0.50	0.61	0.60	0.50
5-yr Treasury notes	1.27	2.01	1.80	1.65	1.25	1.60	1.50	1.25	1.10	1.25	2.01	1.60	1.25
10-yr Treasury notes	2.53	3.36	3.40	3.25	3.00	3.50	3.25	3.00	2.75	3.00	3.36	3.50	3.00
Fed primary credit (discount rate)	0.75	0.75	0.75	0.75	0.75	0.75	0.75	0.75	0.75	0.75	0.75	0.75	0.75
Prime bank rate	3.25	3.25	3.25	3.25	3.25	3.25	3.25	3.25	3.25	3.25	3.25	3.25	3.25
Avg. fixed mortgage rate	4.32	4.86	4.90	4.85	4.80	5.30	5.05	4.80	4.55	4.80	4.86	5.30	4.80

Actual values in red italics.

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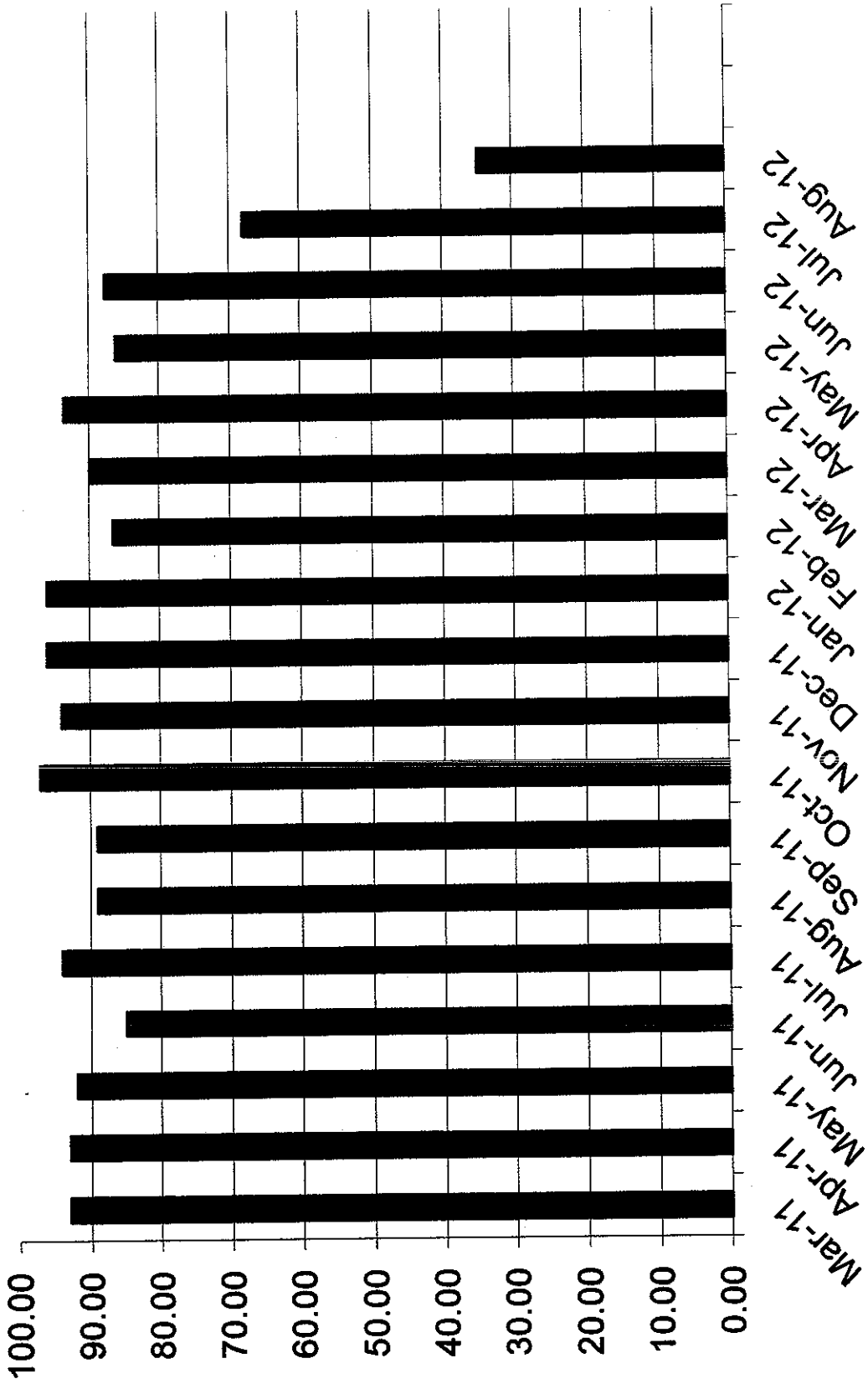
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# METROPOLITAN COUNCIL--Prospective Analysis (Futures Contracts)

Monthly Percentage Hedged Snapshot

Diesel (Heating Oil)

December 31, 2010

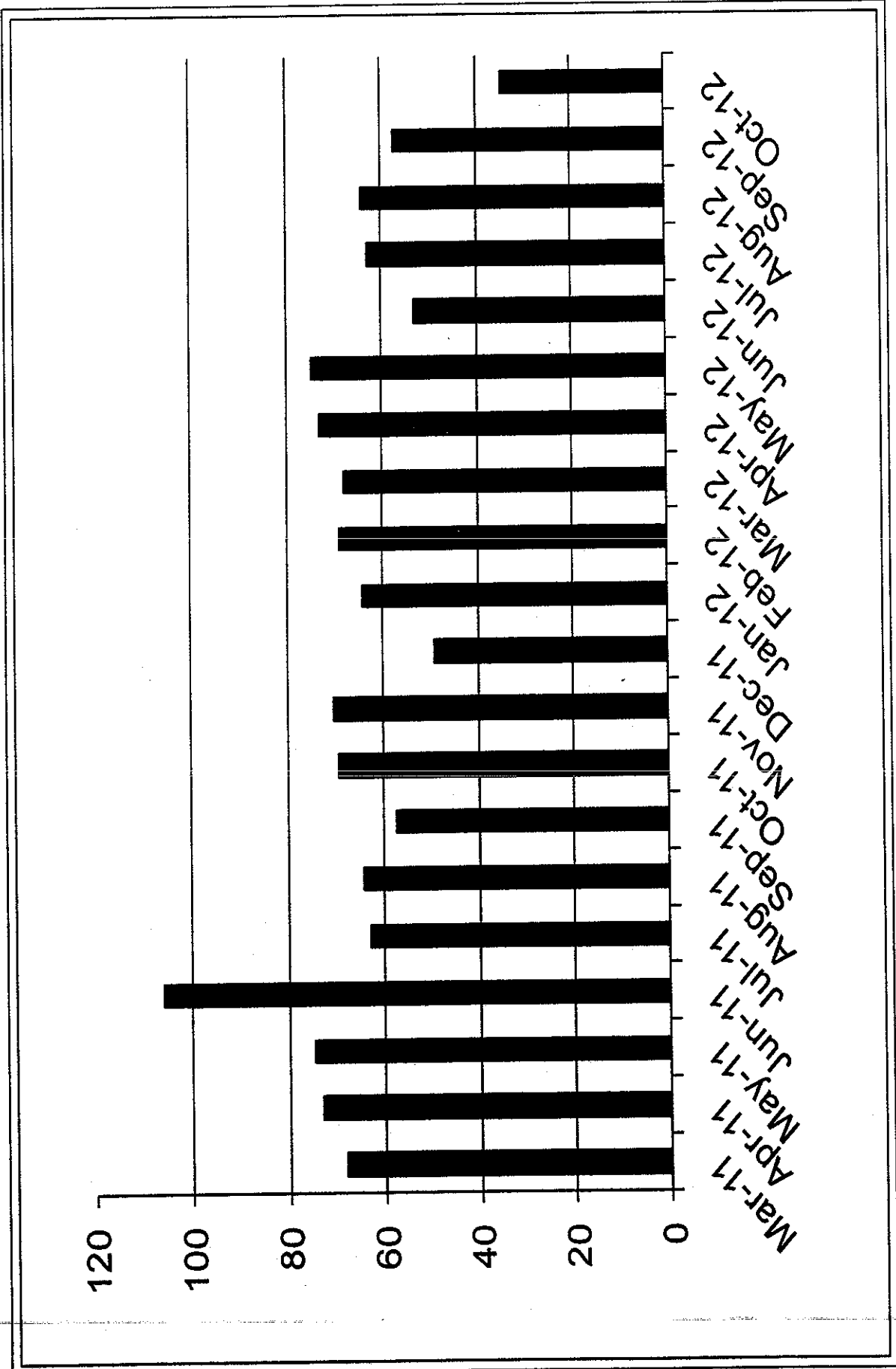


# METROPOLITAN COUNCIL--Prospective Analysis (Futures Contracts)

Monthly Percentage Hedged Snapshot

Natural Gas

December 31, 2010





**METROPOLITAN COUNCIL**

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

**005B-EOM, Aggregate Portfolio  
Portfolio Management  
Portfolio Summary  
December 31, 2010**

Investments	Par Value	Market Value	Book Value	% of Portfolio	Term	Days to Maturity	YTM
Money Market Fund, LA1 Type	254,498,021.09	254,498,021.09	254,498,021.09	43.12	1	1	0.163
CP-Discout	45,000,000.00	44,946,100.00	44,951,964.79	7.62	149	99	0.387
U.S. Agencies-Coupon	74,380,000.00	74,310,583.60	74,414,112.26	12.61	2,156	1,945	1.894
Municipals-Coupon	107,951,000.00	109,236,844.15	107,932,790.78	18.29	5,002	4,416	5.026
Zero Coupon Bonds	27,465,000.00	13,947,610.85	13,269,801.81	2.25	4,301	3,618	6.526
Managed Pool Accounts-2	95,209,230.67	95,383,623.57	95,209,230.67	16.13	1	1	1.761
<b>Investments</b>	<b>604,503,251.76</b>	<b>592,322,783.26</b>	<b>590,275,921.40</b>	<b>100.00%</b>	<b>1,295</b>	<b>1,142</b>	<b>1.688</b>
<b>Cash and Accrued Interest</b>							
Passbook/Checking (not included in yield calculations)	2,943,375.63	2,943,375.63	2,943,375.63		1	1	0.000
Accrued Interest at Purchase		8,602.36	8,602.36				
Ending Accrued Interest		2,222,312.05	2,222,312.05				
Subtotal		5,174,290.04	5,174,290.04				
<b>Total Cash and Investments Value</b>	<b>607,446,627.39</b>	<b>597,497,073.30</b>	<b>595,450,211.44</b>		<b>1,296</b>	<b>1,142</b>	<b>1.688</b>

Total Earnings	December 31 Month Ending	Fiscal Year To Date	Fiscal Year Ending
Current Year	775,024.75	9,476,866.92	9,476,866.92

Allen Hoppe, Sr. Manager, Treasury

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

CUSIP	Investment #	Issuer	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Term	Days to Maturity	YTM	Maturity Date
<b>Interest Earning DDA</b>											
A-ST=DDA	2271	U.S. Bank		0.00	0.00	0.00	0.250	1	1	0.250	
A-LT=DDA	2946	U.S. Bank		0.00	0.00	0.00	0.250	1	1	0.250	
				<b>0.00</b>	<b>0.00</b>	<b>0.00</b>		<b>0</b>	<b>0</b>	<b>0.000</b>	
<b>Subtotal and Average</b>											
<b>Money Market Fund, LA1 Type</b>											
A-ST=BANKMMF	1386	First American MMF		6,337,952.47	6,337,952.47	6,337,952.47	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		70,971.89	70,971.89	70,971.89	0.010	1	1	0.010	
TEBXX	2933	Federated	01/01/2010	0.00	0.00	0.00	0.150	1	1	0.150	
60534N401	2934	Federated	01/01/2010	0.00	0.00	0.00	0.310	1	1	0.310	
60534N203	2942	Federated		199,593,548.17	199,593,548.17	199,593,548.17	0.170	1	1	0.170	
60534N203	2949	Federated		30,463,794.76	30,463,794.76	30,463,794.76	0.170	1	1	0.170	
SYS2874	2874	Goldman Sachs Government Fund		0.00	0.00	0.00	0.030	1	1	0.030	
SYS2875	2875	Goldman Sachs Government Fund		0.00	0.00	0.00	0.200	1	1	0.200	
38141W364	2973	Goldman Sachs Government Fund	01/01/2010	18,000,000.00	18,000,000.00	18,000,000.00	0.120	1	1	0.120	
A=756004008	2487	Morgan Stanley		0.00	0.00	0.00	0.260	1	1	0.260	
A=104756184180	2083	U.S. Bank		6,731.30	6,731.30	6,731.30	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		0.00	0.00	0.00	0.010	1	1	0.010	
A-LT=CUST=WELLS	2709	Wells Fargo--Sweep		25,022.50	25,022.50	25,022.50	0.010	1	1	0.010	
W-LT SEC. LENDG	2711	Wells Fargo--Sweep	01/01/2010	0.00	0.00	0.00	0.000	1	1	0.000	
W-ST SEC. LENDG	2712	Wells Fargo--Sweep	01/01/2010	0.00	0.00	0.00	0.000	1	1	0.000	
				<b>254,498,021.09</b>	<b>254,498,021.09</b>	<b>254,498,021.09</b>		<b>1</b>	<b>1</b>	<b>0.163</b>	
<b>Subtotal and Average</b>											
<b>CP--Discount</b>											
65785FFP3	3030	Northwest Natural Gas	10/08/2010	5,000,000.00	4,998,100.00	4,997,859.68	0.350	130	45	0.350	02/15/2011
3024A1PU1	3010	Ford Credit Auto Receivables	08/27/2010	10,000,000.00	9,994,700.00	9,992,260.80	0.480	185	58	0.492	02/28/2011
89233HQ72	3042	Toyota Motor Credit Co.	12/07/2010	5,000,000.00	4,996,750.00	4,997,576.55	0.270	90	66	0.270	03/07/2011
89233HQ72	3044	Toyota Motor Credit Co.	12/07/2010	5,000,000.00	4,996,750.00	4,997,666.29	0.260	90	65	0.260	03/07/2011
4511K1ST3	3087	Intesa Funding	12/28/2010	10,000,000.00	9,982,000.00	9,979,031.43	0.520	150	146	0.521	05/27/2011
36959ST60	3043	General Electric Capital Corp	12/07/2010	10,000,000.00	9,977,800.00	9,987,570.04	0.290	181	156	0.290	06/08/2011
				<b>45,000,000.00</b>	<b>44,946,100.00</b>	<b>44,951,964.79</b>		<b>149</b>	<b>99</b>	<b>0.387</b>	
<b>Subtotal and Average</b>											
<b>U.S. Agencies--Coupon</b>											

005B-EOM, Aggregate Portfolio  
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CUSIP	Investment #	Issuer	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Term	Days to Maturity	YTM	Maturity Date
<b>U.S. Agencies--Coupon</b>											
31398AD90	3002	Federal Nat'l Mtge. Assn.	07/21/2010	8,000,000.00	8,007,040.00	8,056,070.30	2.050	922	758	1.703	01/28/2013
3134G1JG0	2993	Fed. Home Loan Mtge. Corp.	07/08/2010	5,000,000.00	5,006,650.00	5,000,000.00	1.000	1,096	919	1.000	07/08/2013
3134G1KL7	2994	Fed. Home Loan Mtge. Corp.	07/12/2010	5,000,000.00	5,018,050.00	5,000,000.00	1.500	1,096	923	1.500	07/12/2013
3136FMNQ3	2977	Federal Nat'l Mtge. Assn.	04/29/2010	5,000,000.00	5,023,250.00	5,000,000.00	2.050	1,187	940	2.050	07/29/2013
3133XYZP3	2995	Fed. Home Loan Bank	07/15/2010	10,000,000.00	10,001,400.00	10,000,000.00	0.750	1,188	1,018	0.750	10/15/2013
3136FAH0	3004	Federal Nat'l Mtge. Assn.	08/24/2010	5,000,000.00	4,986,650.00	5,000,000.00	1.250	1,218	1,088	1.250	12/24/2013
3136FPNR4	3011	Federal Nat'l Mtg Assn.	09/30/2010	5,000,000.00	4,964,200.00	5,000,000.00	1.050	1,187	1,094	1.050	12/30/2013
3136FM2V5	3003	Federal Nat'l Mtge. Assn.	07/28/2010	5,000,000.00	4,999,750.00	5,000,000.00	0.550	1,280	1,123	0.550	01/28/2014
3136FFT64	3046	Federal Nat'l Mtg Assn.	12/30/2010	3,000,000.00	3,009,675.00	3,000,000.00	2.150	1,826	1,824	2.150	12/30/2015
3136FFT56	3049	Federal Nat'l Mtg Assn.	12/28/2010	5,000,000.00	5,010,350.00	5,000,000.00	3.000	2,922	2,918	3.000	12/28/2018
19647TAA3	1882-B	U.S. GSA, COPS	04/01/2005	3,310,000.00	3,339,690.70	3,309,286.06	6.600	5,402	3,301	6.600	01/15/2020
19647TAA3	1764-B	U.S. GSA, COPS	04/01/2005	70,000.00	70,627.90	70,000.00	6.600	5,402	3,301	6.599	01/15/2020
3136FFT80	3047	Federal Nat'l Mtg Assn.	12/30/2010	5,000,000.00	4,996,650.00	4,978,755.90	2.250	3,653	3,651	2.298	12/30/2020
3136FPQ91	3048	Federal Nat'l Mtg Assn.	12/30/2010	5,000,000.00	4,997,750.00	5,000,000.00	2.000	4,383	4,381	2.000	12/30/2022
3134G1QX5	3005	Fed. Home Loan Mtge. Corp.	08/25/2010	5,000,000.00	4,878,850.00	5,000,000.00	3.500	5,479	5,350	3.500	08/25/2025
				<b>74,380,000.00</b>	<b>74,310,583.60</b>	<b>74,414,112.26</b>					
				<b>Subtotal and Average</b>		<b>2,166</b>	<b>1,945</b>				

CUSIP	Investment #	Issuer	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Term	Days to Maturity	YTM	Maturity Date
<b>Municipals--Coupon</b>											
167485E49	2846	Chicago, IL G.O. Taxable	10/16/2008	3,020,000.00	3,020,000.00	3,020,000.00	5.011	807	0	4.080	01/01/2011
974803QK1	2957	Winnebago Cnty, WI	11/10/2009	40,000.00	40,083.60	40,000.00	1.300	507	90	1.300	04/01/2011
68625VAA9	3012	Oshkosh WI Swr Sys Rev	10/14/2010	165,000.00	164,924.10	165,000.00	0.850	199	120	0.850	05/01/2011
041042RJ3	2980	Arkansas State G.O. Bonds	06/24/2010	755,000.00	755,226.50	755,000.00	1.000	372	181	1.000	07/01/2011
750046HU1	3035	Racine Unified School District	11/15/2010	2,400,000.00	2,397,240.00	2,400,000.00	1.000	273	226	1.000	08/15/2011
85227XCS2	2988	St Clair IL Comm College Dist	07/01/2010	1,665,000.00	1,668,413.25	1,668,005.81	1.500	518	334	1.500	12/01/2011
772346AA0	2982	Rock Is Cnty IL Met Mass Tran	06/24/2010	525,000.00	524,785.25	525,000.00	2.250	556	365	2.250	01/01/2012
279445FK2	2945	Eau Claire ASD, WI	08/03/2009	520,000.00	531,616.80	520,000.00	2.600	972	456	2.599	04/01/2012
750046GW8	2943	Racine USD, WI	07/28/2009	1,000,000.00	1,022,340.00	1,000,000.00	2.600	978	456	2.601	04/01/2012
974603QL9	2958	Winnebago Cnty, WI	11/10/2009	355,000.00	359,036.35	355,000.00	2.150	873	456	2.150	04/01/2012
85227XCT0	2989	St Clair IL Comm College Dist	07/01/2010	2,040,000.00	2,045,344.80	2,040,000.00	2.000	884	700	2.419	12/01/2012
835574BM5	2938	Sonoma Cnty Pension, CA	06/23/2009	3,600,000.00	3,752,280.00	3,595,485.46	4.210	1,257	700	4.280	12/01/2012
48386FD7	3050	Kane County, IL	12/29/2010	615,000.00	615,000.00	615,000.00	1.500	717	714	1.497	12/15/2012
806415ZU2	3058	Schenectady Cnty, NY	12/30/2010	611,000.00	611,585.73	611,000.00	1.300	716	714	1.250	12/15/2012
772346AB8	2983	Rock Is Cnty IL Met Mass Tran	06/24/2010	535,000.00	534,582.70	535,000.00	2.350	922	731	2.350	01/01/2013
750046GX6	2944	Racine USD, WI	07/28/2009	865,000.00	897,835.40	865,000.00	3.100	1,343	821	3.101	04/01/2013
974603QM7	2959	Winnebago Cnty, WI	11/10/2009	365,000.00	371,668.55	365,000.00	2.400	1,238	821	2.400	04/01/2013
780753BW8	3032	Royal SCD, WI	11/03/2010	485,000.00	480,470.10	485,000.00	1.550	880	821	1.550	04/01/2013

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005B-EOM, Aggregate Portfolio  
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CUSIP	Investment #	Issuer	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Term	Days to Maturity	YTM	Maturity Date	
<b>Municipals--Coupon</b>												
68825VAC5	3014	Oshkosh WI Swr Sys Rev	10/14/2010	180,000.00	176,659.00	180,000.00	1.250	930	851	1.250	05/01/2013	
8527XUCU7	2990	St Clair IL Comm College Dist	07/01/2010	1,070,000.00	1,080,218.50	1,075,955.46	2.500	1,249	1,085	2.810	12/01/2013	
483856FE5	3051	Kane County, IL	12/29/2010	630,000.00	630,642.80	630,000.00	2.150	1,082	1,079	2.146	12/15/2013	
806415ZV0	3059	Schenectady Cnty, NY	12/30/2010	770,000.00	770,000.00	772,200.13	1.850	1,081	1,079	1.750	12/15/2013	
772346AC6	2984	Rock Is Cnty IL Met Mass Tran	06/24/2010	550,000.00	551,732.50	550,000.00	2.750	1,287	1,096	2.750	01/01/2014	
974603QJ5	2960	Winnabago Cnty, WI	11/10/2009	370,000.00	379,227.80	370,000.00	3.000	1,603	1,186	3.000	04/01/2014	
780753BX6	3033	Royall SCD, WI	11/03/2010	845,000.00	833,499.55	845,000.00	1.800	1,245	1,186	1.800	04/01/2014	
68825VAD3	3015	Oshkosh WI Swr Sys Rev	10/14/2010	185,000.00	182,820.70	185,000.00	1.500	1,295	1,216	1.500	05/01/2014	
483856FF2	3052	Kane County, IL	12/29/2010	645,000.00	646,199.70	645,000.00	2.600	1,447	1,444	2.596	12/15/2014	
806415ZV8	3060	Schenectady Cnty, NY	12/30/2010	790,000.00	790,000.00	794,476.16	2.200	1,446	1,444	2.050	12/15/2014	
772346AD4	2985	Rock Is Cnty IL Met Mass Tran	06/24/2010	565,000.00	560,807.70	565,000.00	3.200	1,652	1,461	3.200	01/01/2015	
974603QP0	2961	Winnabago Cnty, WI	11/10/2009	385,000.00	392,827.05	385,000.00	3.200	1,968	1,551	3.200	04/01/2015	
68825VAE1	3016	Oshkosh WI Swr Sys Rev	10/14/2010	195,000.00	189,337.20	195,000.00	1.850	1,660	1,581	1.850	05/01/2015	
483856FG0	3053	Kane County, IL	12/29/2010	660,000.00	659,214.60	660,000.00	3.100	1,812	1,809	3.095	12/15/2015	
806415ZX6	3061	Schenectady Cnty, NY	12/30/2010	790,000.00	790,000.00	797,263.93	2.950	1,811	1,809	2.750	12/15/2015	
772346AE2	2986	Rock Is Cnty IL Met Mass Tran	06/24/2010	585,000.00	582,613.20	585,000.00	3.650	2,017	1,826	3.650	01/01/2016	
974603QQ8	2962	Winnabago Cnty, WI	11/10/2009	395,000.00	409,686.10	395,000.00	3.700	2,334	1,917	3.700	04/01/2016	
68825VAF8	3017	Oshkosh WI Swr Sys Rev	10/14/2010	200,000.00	192,980.00	200,000.00	2.150	2,026	1,947	2.150	05/01/2016	
483856FH8	3054	Kane County, IL	12/29/2010	680,000.00	679,197.80	680,000.00	3.600	2,178	2,175	3.595	12/15/2016	
806415ZY4	3062	Schenectady Cnty, NY	12/30/2010	275,000.00	275,000.00	277,971.36	3.250	2,177	2,175	3.050	12/15/2016	
772346AF9	2987	Rock Is Cnty IL Met Mass Tran	06/24/2010	605,000.00	599,905.90	605,000.00	4.000	2,383	2,192	4.000	01/01/2017	
392643PJ5	2482-B	Green Bay School District, WI	04/01/2005	1,000,000.00	973,510.00	999,531.36	5.000	4,383	2,282	5.009	04/01/2017	
974603QR6	2963	Winnabago Cnty, WI	11/10/2009	405,000.00	420,414.30	405,000.00	4.000	2,699	2,282	4.001	04/01/2017	
68825VAG6	3018	Oshkosh WI Swr Sys Rev	10/14/2010	205,000.00	195,174.35	205,000.00	2.550	2,391	2,312	2.550	05/01/2017	
757398EG6	2850	San Diego Pension	11/13/2008	3,000,000.00	3,157,890.00	2,958,181.68	5.728	3,197	2,418	6.000	08/15/2017	
483856FJ4	3055	Kane County, IL	12/29/2010	705,000.00	705,965.85	705,000.00	4.000	2,543	2,540	3.994	12/15/2017	
806415ZZ1	3063	Schenectady Cnty, NY	12/30/2010	250,000.00	250,000.00	253,748.50	3.750	2,542	2,540	3.505	12/15/2017	
974603QS4	2964	Winnabago Cnty, WI	11/10/2009	420,000.00	435,519.00	420,000.00	4.250	3,064	2,647	4.251	04/01/2018	
68825VAH4	3019	Oshkosh WI Swr Sys Rev	10/14/2010	210,000.00	201,146.40	212,067.01	2.950	2,756	2,677	2.800	05/01/2018	
64866H4F4	3036	New York, NY	11/02/2010	4,000,000.00	3,698,640.00	3,891,377.04	3.480	2,890	2,830	3.891	10/01/2018	
64866H4F4	3037	New York, NY	11/02/2010	3,000,000.00	2,773,980.00	2,930,225.52	3.480	2,890	2,830	3.831	10/01/2018	
806415A21	3064	Schenectady Cnty, NY	12/30/2010	250,000.00	250,000.00	254,251.02	4.050	2,907	2,905	3.801	12/15/2018	
974603QT2	2965	Winnabago Cnty, WI	11/10/2009	435,000.00	444,739.65	435,000.00	4.450	3,429	3,012	4.451	04/01/2019	
68825VAJ0	3020	Oshkosh WI Swr Sys Rev	10/14/2010	220,000.00	211,538.80	223,155.22	3.600	3,121	3,042	3.400	05/01/2019	
648579YE5	3038	Montgomery Cnty, PA	12/29/2010	1,740,000.00	1,681,953.60	1,740,000.00	3.800	3,198	3,195	3.800	10/01/2019	
806415A39	3065	Schenectady Cnty, NY	12/30/2010	250,000.00	250,000.00	254,618.57	4.450	3,272	3,270	4.201	12/15/2019	

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CUSIP	Investment #	Issuer	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Term	Days to Maturity	YTM	Maturity Date	
<b>Municipals--Coupon</b>												
68825VAK7	3021	Oshkosh WI Swr Sys Rev	10/14/2010	225,000.00	215,280.00	228,523.75	3.800	3,487	3,408	3.600	05/01/2020	
64966HHA1	2902	New York, NY	03/13/2009	1,000,000.00	1,088,510.00	1,015,929.67	6.491	4,371	3,712	6.266	03/01/2021	
68825VAL5	3022	Oshkosh WI Swr Sys Rev	10/14/2010	235,000.00	220,143.30	235,000.00	3.800	3,852	3,773	3.800	05/01/2021	
786106GN8	2871	Sacramento Cnty, CA	12/26/2008	3,500,000.00	4,177,950.00	3,898,960.30	7.680	4,615	3,879	6.122	08/15/2021	
68825VAM3	3023	Oshkosh WI Swr Sys Rev	10/14/2010	245,000.00	229,026.00	245,000.00	4.000	4,217	4,138	4.000	05/01/2022	
518516PF0	2623	Meridian, MS	07/24/2006	565,000.00	592,984.45	561,677.07	6.000	5,821	4,199	6.399	07/01/2022	
613579YH8	3039	Montgomery Cnty, PA	12/29/2010	1,500,000.00	1,462,275.00	1,500,000.00	4.400	4,294	4,291	4.401	10/01/2022	
68825VAN1	3024	Oshkosh WI Swr Sys Rev	10/14/2010	255,000.00	236,589.00	255,000.00	4.150	4,582	4,503	4.150	05/01/2023	
518516PG8	2624	Meridian, MS	07/24/2006	445,000.00	462,702.10	440,520.08	6.000	6,186	4,564	6.441	07/01/2023	
60415NEZ4	2845	Minnesota HFA	07/27/2006	2,985,000.00	3,111,952.05	3,017,710.58	6.300	6,183	4,564	6.158	07/01/2023	
088518CK9	2845	Bexar Cnty, TX	10/15/2008	3,420,000.00	3,766,924.80	3,482,656.65	6.360	5,417	4,609	6.136	08/15/2023	
68825VAP6	3025	Oshkosh WI Swr Sys Rev	10/14/2010	270,000.00	250,319.70	270,000.00	4.350	4,948	4,869	4.350	05/01/2024	
518516PH6	2631	Meridian, MS	07/31/2006	740,000.00	781,593.20	728,000.85	6.000	6,545	4,930	6.505	07/01/2024	
489836MM5	2941	Kenosha SCD, WI	07/15/2009	2,400,000.00	2,524,224.00	2,463,780.34	8.000	5,739	5,204	7.671	04/01/2025	
68825VAQ4	3026	Oshkosh WI Swr Sys Rev	10/14/2010	280,000.00	259,280.00	280,000.00	4.500	5,313	5,234	4.500	05/01/2025	
518516PJ2	2630	Meridian, MS	07/31/2006	790,000.00	807,024.50	773,298.91	6.000	6,910	5,295	6.549	07/01/2025	
60374AW39	2610	Minneapolis, MN	04/11/2006	2,000,000.00	2,007,640.00	2,025,847.71	6.000	7,236	5,510	5.853	02/01/2026	
613035XA7	2858	Montgomery, ALA	12/01/2008	500,000.00	503,940.00	455,213.39	5.190	6,330	5,569	6.153	04/01/2026	
68825VAR2	3027	Oshkosh WI Swr Sys Rev	10/14/2010	295,000.00	272,978.25	295,000.00	4.650	5,678	5,599	4.650	05/01/2026	
977100AC0	2844	Wisconsin Gen Rev	10/07/2008	555,000.00	563,003.10	540,815.59	5.700	6,415	5,599	5.971	05/01/2026	
987830KW5	2622	Ypsilanti, MI	07/24/2006	2,000,000.00	1,899,040.00	2,017,559.76	6.150	7,221	5,599	6.051	05/01/2026	
274407SS5	2894	East Peoria, IL	03/10/2009	3,930,000.00	3,715,382.70	3,587,888.07	5.500	6,506	5,844	6.420	01/01/2027	
461225CU6	2869	Inver Grove Heights MN ISD # 1	01/06/2009	2,175,000.00	2,233,442.25	2,174,864.48	6.700	6,600	5,875	6.700	02/01/2027	
68825VAS0	3028	Oshkosh WI Swr Sys Rev	10/14/2010	310,000.00	288,507.70	310,000.00	4.850	6,043	5,964	4.850	05/01/2027	
849067J79	2857	Spokane, WA	12/01/2008	2,000,000.00	1,920,300.00	1,790,607.28	5.340	6,939	6,178	6.420	12/01/2027	
981305SA4	2890	City of Worcester, MA	02/26/2009	3,500,000.00	3,535,980.00	3,531,568.64	6.250	6,883	6,209	6.159	01/01/2028	
68825VAT8	3029	Oshkosh WI Swr Sys Rev	10/14/2010	325,000.00	301,531.75	325,000.00	4.950	6,409	6,330	4.950	05/01/2028	
686053GG8	2859	Oregon School Brd	12/01/2008	500,000.00	443,425.00	432,877.09	4.759	7,151	6,390	6.082	06/30/2028	
778102L76	2867	Roseville, MN ISD # 623	01/07/2009	3,540,000.00	3,932,338.20	3,540,000.00	7.250	7,330	6,606	7.247	02/01/2029	
613579YQ8	3040	Montgomery Cnty, PA	12/29/2010	1,000,000.00	997,560.00	1,000,000.00	5.300	6,851	6,848	5.301	10/01/2029	
074851MU7	2809	Beaver County, PA	04/11/2006	3,000,000.00	2,683,200.00	2,905,388.56	5.650	9,014	7,288	5.953	12/15/2030	
452151LF8	2849	Illinois State Pension	11/13/2008	3,000,000.00	2,257,500.00	2,538,015.78	5.100	8,966	8,187	6.481	06/01/2033	
794879DC7	2870	Salinas Schools, CA	12/26/2008	2,815,000.00	3,211,492.75	3,079,445.73	7.350	8,953	8,217	6.505	07/01/2033	
794879DC7	2927	Salinas Schools, CA	05/14/2009	250,000.00	285,212.50	255,846.32	7.350	8,814	8,217	7.128	07/01/2033	
280455CL8	2968	Edgewood Sch Dist, OH	11/12/2009	4,000,000.00	4,165,600.00	4,108,730.65	7.500	10,246	9,831	7.261	12/01/2037	
930353HNO	2954	Wadsworth Sch Dist, OH	09/28/2009	2,880,000.00	3,066,652.80	3,069,624.79	7.000	10,291	9,831	7.466	12/01/2037	

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

CUSIP	Investment #	Issuer	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Term	Days to Maturity	YTM	Maturity Date	
<b>Municipals--Coupon</b>												
963788FQ6	2951	Williamson Cnty Schl, IL	07/30/2009	3,500,000.00	3,968,440.00	3,702,824.35	8.250	13.304	12,784	7.752	01/01/2046	
		Subtotal and Average		107,951,000.00	109,236,844.15	107,932,790.78		5,002	4,416	5.026		
<b>Zero Coupon Bonds</b>												
011112AV1	2920	Alameda Cnty, CA Pension	04/28/2009	5,000,000.00	4,231,250.00	3,963,323.31	4.978	2.043	1,430	6.024	12/01/2014	
672319BA7	2837	Oakland, CA	10/02/2008	6,000,000.00	3,070,380.00	3,331,312.81	4.151	4,457	3,636	6.000	12/15/2020	
625606HP8	2903	Multnomah Cnty, OR	03/13/2009	6,615,000.00	3,773,129.85	3,208,346.49	4.615	4,463	3,804	7.070	06/01/2021	
969078QN7	2908	Will Cnty Sch Dist 365, IL	03/24/2009	9,850,000.00	2,872,851.00	2,766,819.20	3.782	7,162	6,514	7.249	11/01/2028	
		Subtotal and Average		27,465,000.00	13,947,618.85	13,269,801.81		4,301	3,618	6.526		
<b>Managed Pool Accounts -2</b>												
SY51-OPEB-RA	OPEB-1-RA	State Board of Investment		2,815,935.10	2,821,092.99	2,815,935.10	1.761	1	1	1.761		
SY52-OPEB-ES	OPEB-2-ES	State Board of Investment		38,958,544.64	39,028,904.25	38,958,544.64	1.761	1	1	1.761		
SY53-OPEB-MT	OPEB-3-MT	State Board of Investment		53,434,750.93	53,532,625.33	53,434,750.93	1.761	1	1	1.761		
		Subtotal and Average		95,209,230.67	96,383,623.57	95,209,230.67		1	1	1.761		
		Total and Average		604,503,261.76	592,322,783.26	590,275,921.40		1,295	1,142	1.688		

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

CUSIP	Investment #	Issuer	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Term	Days to Maturity	YTM
<b>Non-Interest Bearing Acct.</b>										
SYS2394	2385	Daih-Hedging, Cash, Diesel		7,367,913.66	7,367,913.66	7,367,913.66		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-TVMI	Bank-0022	MT-TVMI Coin and Currency	01/01/2010	0.00	0.00	0.00		1	1	0.000
SYS2643	2643	Daih-Hedging, Cash, Nat. Gas		-4,424,538.03	-4,424,538.03	-4,424,538.03		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
<b>Subtotal and Average</b>					8,602.36	8,602.36		1	1	
Accrued Interest at Purchase					2,222,312.05	2,222,312.05				
Ending Accrued Interest					5,174,290.04	5,174,290.04				
Subtotal					597,497,073.30	595,450,211.44		1,295	1,142	1.688
<b>Total Cash and Investments Value</b>					607,446,627.39					

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**METROPOLITAN COUNCIL**

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

**007-EQQ, MCOA, ST+LT-EFPM, All  
Purchases Report  
Sorted by Port - Port  
October 1, 2010 - December 31, 2010**

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, EFPMS	3046	MCTKEF	FAC 31364D	3,000,000.00	12/30/2010	06/30 - 12/30	3,000,000.00	0.00	2.150	12/30/2015	2.150	3,000,000.00
			Subtotal	3,000,000.00			3,000,000.00					3,000,000.00
MCOA, Taxable, Long-Term												
3133XSLG1	3013	MCTXLT	FAC FHLB	3,000,000.00	10/07/2010	11/19 - Final Pmt.	3,014,148.00	Sold	4.400	11/19/2013	4.235	0.00
66766FFP3	3030	MCTXLT	ACP 66765F	5,000,000.00	10/08/2010	02/15 - At Maturity	4,993,680.56		0.350	02/15/2011	0.355	4,997,859.68
68825VA9	3012	MCTXLT	MUN 68825V	165,000.00	10/14/2010	05/01 - Final Pmt.	165,000.00		0.850	05/01/2011	0.850	165,000.00
68825VAC5	3014	MCTXLT	MUN 68825V	180,000.00	10/14/2010	05/01 - 11/01	180,000.00		1.250	05/01/2013	1.250	180,000.00
68825VAD3	3015	MCTXLT	MUN 68825V	185,000.00	10/14/2010	05/01 - 11/01	185,000.00		1.500	05/01/2014	1.500	185,000.00
68825VAE1	3016	MCTXLT	MUN 68825V	195,000.00	10/14/2010	05/01 - 11/01	195,000.00		1.850	05/01/2015	1.850	195,000.00
68825VAF8	3017	MCTXLT	MUN 68825V	200,000.00	10/14/2010	05/01 - 11/01	200,000.00		2.150	05/01/2016	2.150	200,000.00
68825VAG6	3018	MCTXLT	MUN 68825V	205,000.00	10/14/2010	05/01 - 11/01	205,000.00		2.550	05/01/2017	2.550	205,000.00
68825VAH4	3019	MCTXLT	MUN 68825V	210,000.00	10/14/2010	05/01 - 11/01	212,127.30		2.950	05/01/2018	2.800	212,067.01
68825VAJ0	3020	MCTXLT	MUN 68825V	220,000.00	10/14/2010	05/01 - 11/01	223,236.20		3.600	05/01/2019	3.400	223,155.22
68825VAK7	3021	MCTXLT	MUN 68825V	225,000.00	10/14/2010	05/01 - 11/01	228,604.50		3.800	05/01/2020	3.600	228,523.75
68825VAL5	3022	MCTXLT	MUN 68825V	235,000.00	10/14/2010	05/01 - 11/01	235,000.00		3.800	05/01/2021	3.800	235,000.00
68825VAM3	3023	MCTXLT	MUN 68825V	245,000.00	10/14/2010	05/01 - 11/01	245,000.00		4.000	05/01/2022	4.000	245,000.00
68825VAN1	3024	MCTXLT	MUN 68825V	255,000.00	10/14/2010	05/01 - 11/01	255,000.00		4.150	05/01/2023	4.150	255,000.00
68825VAP6	3025	MCTXLT	MUN 68825V	270,000.00	10/14/2010	05/01 - 11/01	270,000.00		4.350	05/01/2024	4.350	270,000.00
68825VAQ4	3026	MCTXLT	MUN 68825V	280,000.00	10/14/2010	05/01 - 11/01	280,000.00		4.500	05/01/2025	4.500	280,000.00
68825VAR2	3027	MCTXLT	MUN 68825V	295,000.00	10/14/2010	05/01 - 11/01	295,000.00		4.650	05/01/2026	4.650	295,000.00
68825VAS0	3028	MCTXLT	MUN 68825V	310,000.00	10/14/2010	05/01 - 11/01	310,000.00		4.850	05/01/2027	4.850	310,000.00
68825VAT8	3029	MCTXLT	MUN 68825V	325,000.00	10/14/2010	05/01 - 11/01	325,000.00		4.950	05/01/2028	4.950	325,000.00
64966H4F4	3036	MCTXLT	MUN 64966H	4,000,000.00	11/02/2010	04/01 - 10/01	3,889,080.00	4,640.00	3.480	10/01/2018	3.891	3,891,377.04
64966H4F4	3037	MCTXLT	MUN 64966H	3,000,000.00	11/02/2010	04/01 - 10/01	2,928,750.00	3,480.00	3.480	10/01/2018	3.831	2,930,225.52
780753BW8	3032	MCTXLT	MUN ROYSCD	485,000.00	11/03/2010	04/01 - 10/01	485,000.00		1.550	04/01/2013	1.550	485,000.00
780753BX6	3033	MCTXLT	MUN ROYSCD	845,000.00	11/03/2010	04/01 - 10/01	845,000.00		1.800	04/01/2014	1.800	845,000.00
750046HU1	3035	MCTXLT	MUN RACINE	2,400,000.00	11/15/2010	08/15 - At Maturity	2,400,000.00		1.000	08/15/2011	1.014	2,400,000.00
3136FFT56	3049	MCTXLT	FAC 31364D	5,000,000.00	12/28/2010	08/28 - 12/28	5,000,000.00		3.000	12/28/2018	3.000	5,000,000.00
483856FD7	3050	MCTXLT	MUN 483856	615,000.00	12/29/2010	12/15 - 06/15	615,000.00		1.500	12/15/2012	1.497	615,000.00
483856FE5	3051	MCTXLT	MUN 483856	630,000.00	12/29/2010	12/15 - 06/15	630,000.00		2.150	12/15/2013	2.146	630,000.00
483856FF2	3052	MCTXLT	MUN 483856	645,000.00	12/29/2010	12/15 - 06/15	645,000.00		2.600	12/15/2014	2.596	645,000.00

Portfolio METC  
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PU (PRF\_PU) SymRept 6.41.2026  
Report Ver. 5.00



007-EOQ, MCOA, ST+LT-EFPM, All  
Purchases Report  
October 1, 2010 - December 31, 2010

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	Ending Book Value
<b>MCOA, Taxable, Long-Term</b>													
483856FG0	3053	MCTXTL	MUN	483856	660,000.00	12/29/2010	12/15 - 06/15	660,000.00		3.100	12/15/2015	3.095	660,000.00
483856FH8	3054	MCTXTL	MUN	483856	680,000.00	12/29/2010	12/15 - 06/15	680,000.00		3.600	12/15/2016	3.595	680,000.00
483856FJ4	3055	MCTXTL	MUN	483856	705,000.00	12/29/2010	12/15 - 06/15	705,000.00		4.000	12/15/2017	3.994	705,000.00
613579YE5	3038	MCTXTL	MUN	613579	1,740,000.00	12/29/2010	04/01 - 10/01	1,740,000.00		3.800	10/01/2019	3.801	1,740,000.00
613579YH8	3039	MCTXTL	MUN	613579	1,500,000.00	12/29/2010	04/01 - 10/01	1,500,000.00		4.400	10/01/2022	4.401	1,500,000.00
613579YQ8	3040	MCTXTL	MUN	613579	1,000,000.00	12/29/2010	04/01 - 10/01	1,000,000.00		5.300	10/01/2029	5.301	1,000,000.00
3136FP80	3047	MCTXTL	FAC	31364D	4,976,750.00	12/30/2010	06/30 - 12/30	4,976,750.00		2.250	12/30/2020	2.298	4,976,755.90
3136FPQ91	3048	MCTXTL	FAC	31364D	5,000,000.00	12/30/2010	06/30 - 12/30	5,000,000.00		2.000	12/30/2022	2.000	5,000,000.00
806415ZU2	3058	MCTXTL	MUN	806415	611,585.73	12/30/2010	06/15 - 12/15	611,585.56		1.300	12/15/2012	1.250	611,585.73
806415ZV0	3059	MCTXTL	MUN	806415	770,000.00	12/30/2010	06/15 - 12/15	772,202.20		1.850	12/15/2013	1.750	772,200.13
806415ZW8	3060	MCTXTL	MUN	806415	790,000.00	12/30/2010	06/15 - 12/15	794,479.30		2.200	12/15/2014	2.050	794,476.16
806415ZX6	3061	MCTXTL	MUN	806415	790,000.00	12/30/2010	06/15 - 12/15	797,268.00		2.950	12/15/2015	2.750	797,263.93
806415ZY4	3062	MCTXTL	MUN	806415	275,000.00	12/30/2010	06/15 - 12/15	277,972.75		3.250	12/15/2016	3.050	277,971.36
806415ZZ1	3063	MCTXTL	MUN	806415	250,000.00	12/30/2010	06/15 - 12/15	253,750.00		3.750	12/15/2017	3.505	253,748.50
806415A21	3064	MCTXTL	MUN	806415	250,000.00	12/30/2010	06/15 - 12/15	254,252.50		4.050	12/15/2018	3.801	254,251.02
806415A39	3065	MCTXTL	MUN	806415	250,000.00	12/30/2010	06/15 - 12/15	254,620.00		4.450	12/15/2019	4.201	254,618.57
<b>Subtotal</b>								<b>49,734,507.87</b>	<b>8,120.00</b>				<b>46,728,079.52</b>
<b>MCOA, Taxable, Short-Term</b>													
36959ST60	3043	MCTXST	ACP	36959H	10,000,000.00	12/07/2010	06/06 - At Maturity	9,985,419.44		0.290	06/06/2011	0.294	9,987,570.04
89233HQ72	3042	MCTXST	ACP	TOYOTA	5,000,000.00	12/07/2010	03/07 - At Maturity	4,996,625.00		0.270	03/07/2011	0.274	4,997,576.55
89233HQ72	3044	MCTXST	ACP	TOYOTA	5,000,000.00	12/07/2010	03/07 - At Maturity	4,996,750.00		0.260	03/07/2011	0.264	4,997,666.29
4811K1ST3	3087	MCTXST	ACP	4611K0	10,000,000.00	12/28/2010	05/27 - At Maturity	9,978,333.33		0.520	05/27/2011	0.528	9,979,031.43
<b>Subtotal</b>								<b>29,957,127.77</b>	<b>0.00</b>				<b>29,961,844.31</b>
<b>Total Purchases</b>								<b>82,691,635.64</b>	<b>8,120.00</b>				<b>79,689,923.83</b>

**METROPOLITAN COUNCIL**

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

**007-EOQ, MCOA, ST+LT-EFFM, AII**  
**Sales/Call Report**  
**Sorted by Maturity Date - Port**  
**October 1, 2010 - December 31, 2010**

CUSIP	Investment #	Port	Issuer Sec. Type	Purchase Date	Redem. Date	Par Value	Rate at Redem.	Book Value at Redem.	Redemption Principal	Redemption Interest	Total Amount	Net Income
08/08/2011	2992	MCTXLT	FHLB FAC	07/08/2010	10/08/2010	10,000,000.00	0.600	10,000,000.00	10,000,000.00	15,000.00	10,015,000.00	15,000.00
3133702C				08/08/2011							Call	
				Subtotal		10,000,000.00		10,000,000.00	10,000,000.00	15,000.00	10,015,000.00	15,000.00
07/27/2012	2976	MCTXLT	FHLMC FAC	04/27/2010	10/27/2010	5,000,000.00	1.375	5,000,000.00	5,000,000.00	34,375.00	5,034,375.00	34,375.00
3128X97C8				07/27/2012							Call	
				Subtotal		5,000,000.00		5,000,000.00	5,000,000.00	34,375.00	5,034,375.00	34,375.00
11/19/2013	3013	MCTXLT	FHLB FAC	10/07/2010	11/19/2010	3,000,000.00	4.400	3,013,618.40	3,000,000.00	66,000.00	3,066,000.00	52,381.60
3133XSLG				11/19/2013							Call	
				Subtotal		3,000,000.00		3,013,618.40	3,000,000.00	66,000.00	3,066,000.00	52,381.60
06/15/2015	2978	MCTXEF	3133M8 FAC	06/15/2010	12/15/2010	2,000,000.00	2.750	2,000,005.40	2,000,000.00	27,500.00	2,027,500.00	27,494.60
3133XYQL				06/15/2015							Call	
				Subtotal		2,000,000.00		2,000,005.40	2,000,000.00	27,500.00	2,027,500.00	27,494.60
12/07/2016	2970	MCTXLT	FNMA FAC	12/07/2009	12/07/2010	5,000,000.00	3.400	4,999,357.14	5,000,000.00	85,000.00	5,085,000.00	85,642.86
3136FJUF				12/07/2016							Call	
				Subtotal		5,000,000.00		4,999,357.14	5,000,000.00	85,000.00	5,085,000.00	85,642.86
				Total Sales		25,000,000.00		25,012,980.94	25,000,000.00	227,875.00	25,227,875.00	214,894.06