

Internal Memorandum

Date: Sept 02, 2014

To: Management Committee Meeting (09/10/14)

From: Mercy Ndungu (651-602-1436)
Principal Financial Analyst

Subj: 2nd Quarter Report on Investments (2Q2014)

Location: 390 N Robert Street, St. Paul, LLA

The following items are attached for your review

1. Agenda
2. Minutes from Past Meeting
3. 2Q14 Report on Investments

If you have any questions, please call me at 651-602-1436 or Allen Hoppe at 651-602-1629.



Thank you.

Investment Review Committee

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

Agenda

1. Minutes from Past Meeting — May 14, 2014 (1Q14)
2. OPEB Policy Approved and Actuarial Report Completed.
3. Legislative Approval of Changes to Minnesota Statutes 118A.07 Investment Capabilities for Met Council
4. SEC Money Market Fund Reform Update
5. Discuss Municipal Advisor Rule
6. Presentation of 2Q14 Quarterly Report

Committee members:

Jon Commers, *Committee Chair & Council member*
Sandy Rummel, *Committee Vice Chair & Council member*
Jeannette Parr, *CFA, Appointee*
John Schweers, *Appointee*
Mary Bogie, *CFO & Treasurer*

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

Allen Hoppe, *CFA, Senior Manager, Treasury*
Mercy Ndungu, *CFA, Principal Financial Analyst*



Investment Review Committee

Minutes

May 14, 2013, 12:30 p.m. Conference Room 4A

Present

Committee members: Jon Commers, Chair; Sandy Rummel, Vice Chair; John Schweers, Appointee; Jeannette Parr, Appointee ; Mary Bogie, Chief Financial Officer.

Absent

None

Reference staff: Allen Hoppe, Sr. Manager, Treasury; Mercy Ndungu, Principal Financial Analyst; Jenny Munger, Recording Secretary.

CALL TO ORDER

Committee Chair Jon Commers called the regular meeting of the Council's Investment Review Committee to order at 12:37p.m. on Wednesday, May 14, 2014.

APPROVAL OF AGENDA AND MINUTES

It was moved by John Schweers, seconded by Jeannette Parr to approve the agenda. **Motion carried.**

It was moved by John Schweers, seconded by Jeanette Parr to approve the minutes of the February 10, 2014 regular meeting of the Investment Review Committee. **Motion carried.**

Business

Review Revised OPEB Policy:

- Allen Hoppe explained the changes of the OPEB policy.

Topic Dialogue

Allen Hoppe explained that the Regional Administration plan is fully funded, the Environmental Services plan is close to being fully funded and the Metro Transit plan will be fully funded in 10 years. Mary Bogie went on to say that Met Council will rely on the Investment Review Committee to discuss and propose strategic investment options for the OPEB portfolio.

It was moved by J. Schweers and seconded by J. Parr that the Investment Review Committee recommend that the Management Committee approve Business Item 2014-124 at their May 28th, 2014 meeting and propose that the Metropolitan Council authorize the Regional Administrator to approve the revised OPEB policy 3-1-3, Funding Post Employment Benefits. **Motion carried.**

Update on Investment & Hedging Legislature-

- Allen Hoppe presented an update.

Topic Dialogue

Allen Hoppe advised that the Investment Bill is still alive at the Legislature. After the bill passes, Treasury staff will create policies and procedures to incorporate the new investment alternatives to their current processes and procedures. He also explained that the Hedging Bill died and Treasury will have discussion around it later in the year. Allen also mentioned that we may need to pick a different support group.

Treasury related annual audit items-

- Allen Hoppe presented two items that were identified to be out of compliance with MN statutes 118A by the State Auditors. First, at December 31, 2013, Met Council had deposits at one financial institution that were not adequately covered by collateral. On a daily basis, per MN statutes, government entities are required to obtain collateral to secure deposits that are in excess of FDIC insurance. The Council had always performed this daily analysis. The market value of the collateral should be at least ten percent more than the deposits. This issue came about after Met Council switched banks in September, 2013 and the new bank (Wells Fargo) erred in its interpretation of FDIC coverage that applies to the Council. Going forward, the Council will monitor all accounts on a daily basis to determine that adequate collateral is made available to secure all deposits per MN statutes 118A.03.
- Second, the Council purchased a commercial paper piece that was issued by a non-US corporation. Per MN statutes 118A.04, Council can only invest in commercial paper issued by US corporations or their Canadian subsidiaries. This piece matured. Before the 2013 error was known, another piece was bought in early 2014, but that piece was sold upon revelation of the problem with the first purchase. We sold the position immediately. John Schweers asked if there was a loss associated with the sale. Mercy Ndungu replied that we were able to sell the paper (back to the broker who originally sold it to us) at a minimal loss of about \$25.

Presentation of 1Q14 Quarterly Report

Mercy Ndungu gave an overview of the 1Q14 investment performance quarterly report which included:

Economy:

- 1Q14 Economic Review
 - Real GDP – Quarter-over-Quarter
 - Employment picture
 - Inflation indices

Portfolio Results:

- 1Q14 Total return, Short-term and long-term portfolio
- Agency bond sensitivity analysis
- OPEB Port Results

Hedging

- Hedging impact on the budget

Additional charts and details were shown in the PowerPoint presentation.

For further questions, please contact Mercy Ndungu directly at: 651-602-1436.

Business completed, the meeting adjourned at 1:41 p.m.

Respectfully submitted,
Jenny Munger

Economic Review

2Q14. After a dismal performance during the first quarter due to severe weather, U.S. economic growth resumed a more normal trajectory. Second quarter advanced estimate for annualized real GDP growth came in at 4.2%, up from -2.1% in the first quarter. Growth was largely driven by stronger consumer spending (2.5% vs. 1.2% in 1Q14), inventories (1.39% vs. -1.16% in 1Q14), business fixed investment (8.4% vs. 1.6%) and government spending (1.6% vs. -0.8% in 1Q14). Trade was a net detractor from performance, as imports rose faster than exports (-0.43% vs. -1.66% in 1Q14). The employment situation continued its trend of modest improvement, with an average of about 277,000 jobs added each month during the quarter (vs. 190,000 jobs in 1Q14).

During the quarter, yields trended lower fueled by mixed economic data, emerging markets economic difficulties and geopolitical uncertainty, which led to flight to quality. As a result, the fixed income asset class delivered strong performance across most sectors. The Barclays US Aggregate Index was up 2.04% (vs. 1.84% in the 1Q14). The S&P 500 Index gained 5.2% (vs. 1.81% in 1Q14), its sixth consecutive quarterly gain and the longest streak since 1998.

Present. The unemployment rate fell to 6.2% in July down from 6.7% in March and from a high of 10% in October 2009. Thus far, the labor market has recovered the 8.7 million jobs lost during the recession. The weekly initial jobless claims, a leading indicator for layoffs offered the latest signs of strength in the labor market. For week ending August 23rd, claims fell by 1,000 to 298,000 vs. 299,000 in the prior week, approaching the lowest level in the last seven years. A less volatile number, the four week moving average fell to 299,750 vs. 301,000 in the prior week. The current level of jobless claims is consistent with monthly job gains of above 200,000.

Economic data for the month of July continues to reflect a modest improvement in the economy. Durable goods orders rose 22.6% in July, the highest month-over-month gain on record versus expectations for an increase of 8.0%. Excluding transportation, durable goods orders fell 0.8% in July versus 3.0% in June. Consumer sentiment as measured by the Conference Board Consumer Confidence index jumped to 92.4 in August from 90.3 in July, the highest reading since October 2007. The strong confidence reading indicates that consumer spending will remain supportive to GDP growth during the third quarter. Inflation remains subdued. The core personal consumption expenditure (PCE) deflator, Fed's preferred price gauge rose at a 1.5% annual pace in July, down from a 1.6% increase in June. The Fed's long term projection is a range between 1.7% and 2.0%. This indicates that prices have remained stable and inflation is currently well contained. While some macro economic data have improved and prospects for sustained recovery are favorable, major uncertainties from geopolitical tensions to significant economic slack persist. As such, we expect the Federal Reserve to continue to be accommodative through mid-2015.

Future. There are clear signs that the U.S. economy is healing from a deep recession – improved labor markets, health corporate profits and improved credit conditions. However, there are indications that the deep recession created lots of economic slack. Such indicators include; high current unemployment rate of 6.2% compared to Fed’s long run normal unemployment range of 5.2% - 5.5%, low capacity utilization, currently at 79.2 versus historical average of 80.8, and a high number of unemployed individuals who remain jobless for six months or longer, (currently at 2.5 million versus historic average of 1.2 million). In its annual review, the International Monetary Fund (IMF) noted the excess capacity and cut U.S. 2014 economic growth forecast by 0.8% to 2.0%. The primary reasons for the revision was harsh winter weather, a struggling housing market and weak international demand for U.S. products. In synch with the IMF report, the Federal Reserve noted that slack persists in the labor market despite the economic improvement. They reiterated that they will keep interest rates low for a considerable time even after ending their asset purchase program later this year.

Going forward, potential risk to an improving U.S. economy and financial market outlook include a faltering housing recovery, geopolitical tensions and weaker exports.

Council Impact. During the second quarter, rates continued to decline generating positive returns for the fixed income market. Municipal bonds rallied along with U.S. treasuries. As a result, our long-term portfolio, which is partly invested in U.S. agencies and municipal bonds, experienced some price appreciation. For the quarter, the long-term portfolio outperformed the Merrill Lynch agency master index by 47 basis points. Primary drivers of the strong performance in the muni market included positive inflows into bond funds as investors searched for yield and limited supply of new bond transactions. Supply remains constrained, in part due to states and local government taking on fewer projects while focusing on funding employee pensions and other fixed costs budget items.

In our view, the fundamental credit outlook for municipal bonds remains positive. However, there are a few issuers, including Detroit, Michigan and Puerto Rico that have experienced downgrades or defaults. Among our muni bond holdings, there were no upgrades or defaults. We had one downgrade. We hold \$5 million par of Cedar Rapid Iowa bonds with maturities ranging from 2020 – 2032. These bonds were downgraded by Moody’s from Aaa to Aa1. Over-all muni bond defaults have remained low compared to corporate bonds. According to a Moody’s report that published in May 2014, municipal bankruptcies represented 0.07% of the \$3.6 trillion muni bond market, well below the long term average of 7.55% for global corporate bonds.

Investment Results & Strategy

MCOA—Short-Term

2Q14 Results: The portfolio outperformed its benchmark during the second quarter. Total return of 0.02% was above the index (0.01%) by 1 basis point. This portfolio has averaged 27 bps per year more than its benchmark over the past 15 years. For the quarter, 65% of Council's liquid cash was invested in Morgan Stanley prime money market fund (yielding, 0.04%) and 35% was invested in commercial paper (average yield 0.16%).

On July 23, 2014, the Securities and Exchange Commission (SEC) approved rules geared at minimizing the susceptibility of institutional money funds to runs during periods of financial distress and to increase the transparency of risk in money funds. The new rules will reduce the Council's investment participation in the prime money market space and will sacrifice yield.

Currently, we have a cash balance of \$40 million at the bank picking up 10 bps in net earnings credit (ECR), which compares favorably to prime money market fund (4bps). We will continually evaluate other viable alternative investment vehicles for the short term portfolio.

3Q14 Strategy: The Fed continues to maintain short term rates near zero. This provides limited opportunities for our short term portfolio. We will continue to stay liquid in order to fund our short term needs, i.e. debt service payments and capital expenditures.

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

MCOA—Long-Term

2Q14 Results: The portfolio outperformed its benchmark during the second quarter. Total return of 1.71% was above the index (1.25%) by 47 basis points. The positive performance was due to our municipal and agency bond holdings. Munis posted positive returns at quarter-end, helped by investor demand and limited supply. At the end of the second quarter, our portfolio was comprised of 32% municipal bonds (yielding 3.90%), 38% of U.S. agency securities (yielding 1.90%), 15% of top tier commercial paper (yielding, 0.22%), 13% of government money market funds (yielding, 0.01%) and 2% of securitized mortgage backed securities. The long-term portfolio's cash balance of \$62 million helps us maintain our target duration in the 2 - 6 year range. Also, we've maintained a high cash balance to shelter the portfolio from price pressures in a rising interest rate environment and provide greater flexibility to purchase higher yielding bonds in a rising-rate environment.

The agency yield curve continued to flatten, with yields on long-term maturities declining more than the short-term maturities. If this trend continues, we should potentially see a pick up in redemption activity during the second half

of the year. Redemptions will reduce our book yield, which translates to lower future returns until comparable replacement securities are purchased in a higher yielding environment.

3Q14 Strategy: We will 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 maintain our short duration stance.

Longer Strategy (12-months): Going forward, we will maintain a cautious and defensive strategy, which includes holding higher cash balances in the portfolio to offset our long bonds.

EFPMs – Hedging Accounts

The energy forward pricing mechanisms (EFPMs) program continues to provide a high degree of budget certainty for very volatile commodity prices. During the second quarter, diesel futures contracts generated \$84,000 in net realized gains which were offset by a comparable rise in the price of fuel purchased.

OPEB

2Q14 Results: Currently, the Council's OPEB portfolio includes 1010 cash balances and equities. At the end of the second quarter, the equity portion of the OPEB portfolio and the S&P 500 index posted positive returns of 5.21% and 5.23%, respectively. For the quarter, the portfolio had accumulated \$8.6 million of unrealized gains. At the moment, all economic indicators show that the US economy is improving. The stock market continued its upward trend supported by persistent corporate earnings growth. We continue to hold a stable view toward equities. According to FactSet, the S&P 500 index is trading at 15.7 times its expected earnings for next year, up from 15.3X at the beginning of the year and well above the 10 year average of 13.9X. Current valuation levels appear reasonable from a historical perspective, where market peaks have occurred at 25 – 30 times earnings. This indicates that the current market is fairly valued and not exceedingly expensive.

3Q14 Strategy: We believe the stock market is selling at a reasonable valuation but will remain more volatile in both directions due to ever changing geopolitical risks and uncertainty in global economic growth. Corporate cash flows and cash balances remain high, which suggest that corporations will continue to use cash to pay dividends, repurchase shares, participate in mergers and acquisitions and invest in capital expenditures.

Longer Strategy (12-months): We are currently reviewing the 2014 OPEB actuarial valuation analysis that was completed in May by Deloitte. In the near future, we will present this item to the Investment Review Committee for an open discussion. Our objective would be to determine suitable investment options/alternatives for funding employee distributions for divisions that have attained the full funding status. Recent contributions have been held in cash, pending distribution.

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

June 30, 2014

	Operating Account (MCOA)			Diesel Hedging Account	HUD	OPEB
	Short-Term	Futures Margin	Long-Term			
Compliance	OK	OK	OK	OK	OK	OK
Safety (Defaults)	None	None	None	None	None	None
Liquidity (Effective Duration Years)						
<u>Target Duration Range:</u>	<u>0-1</u>	<u>0-6</u>	<u>2-6</u>	n.a.	<u>0-1</u>	<u>0-1</u>
Result	0.04	4.69	3.93	n.a.	0.01	n.a.
Less: Index	0.11	4.69	3.35	n.a.	0.01	n.a.
Longer <Shorter> Index	-0.07	0.00	0.58	n.a.	0.00	n.a.
<i>Note: Index Source:</i>	Crane Data	n.a.	ML Agy. Master	n.a.	n.a.	n.a.
	(Prime Inst. MF Index)					
Diversification						
Sectors	See Charts	n.a.	See Charts	n.a.	Wells Fargo	Mixed
Effective Duration	See Charts	n.a.	See Charts	n.a.	Acct.	n.a.
Rate of Return						
<u>Revenue by Component:</u>						
Accrued Interest	\$ 28,863	\$ 14,507	\$ 2,247,970	\$ -	\$ 190	\$ 918,908
Realized Gains/Losses	\$ (25)	\$ -	\$ 58,395	\$ 83,551	\$ -	\$ -
Unrealized Gains/Losses	\$ (2,166)	\$ 25,934	\$ 5,440,693	\$ 1,033,645	\$ -	\$ 8,613,070
Total Int. Rev.	\$ 26,671	\$ 40,441	\$ 7,747,058	\$ 1,117,196	\$ 190	\$ 9,531,978
Total Investment Revenue, All Portfolios, Current Quarter						\$ 18,463,658

Book Yield: 0.09% 1.73% 2.16% n.a. 0.02% 2.73%

Total Return:

<u>Current Quarter, Council</u>	0.02%	n.a.	1.71%	n.a.	0.00%	5.21%
*Index	0.01%	n.a.	1.25%	n.a.	0.00%	5.23%
Difference	0.01%	n.a.	0.47%	n.a.	0.00%	-0.02%
<u>Last 12 Months, Council</u>	0.11%	n.a.	2.95%	n.a.	0.02%	24.42%
*Index	0.11%	n.a.	2.65%	n.a.	0.02%	24.60%
Difference	0.00%	n.a.	0.30%	n.a.	0.00%	-0.17%
<u>Start Date:</u>	12-31-99	05-01-04	12-31-99	05-01-04	03-31-01	07-03-06
<u>Ave. Annual Rtn., Council</u>	2.48%	n.a.	4.92%	n.a.	1.62%	6.90%
*Index	2.22%	n.a.	4.73%	n.a.	1.62%	6.69%
Difference	0.27%	n.a.	0.19%	n.a.	0.00%	0.21%

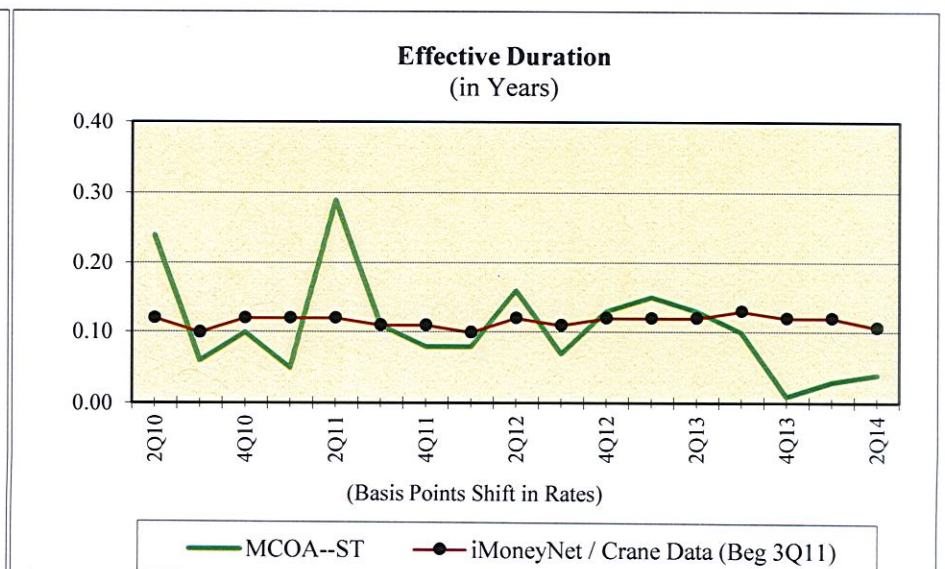
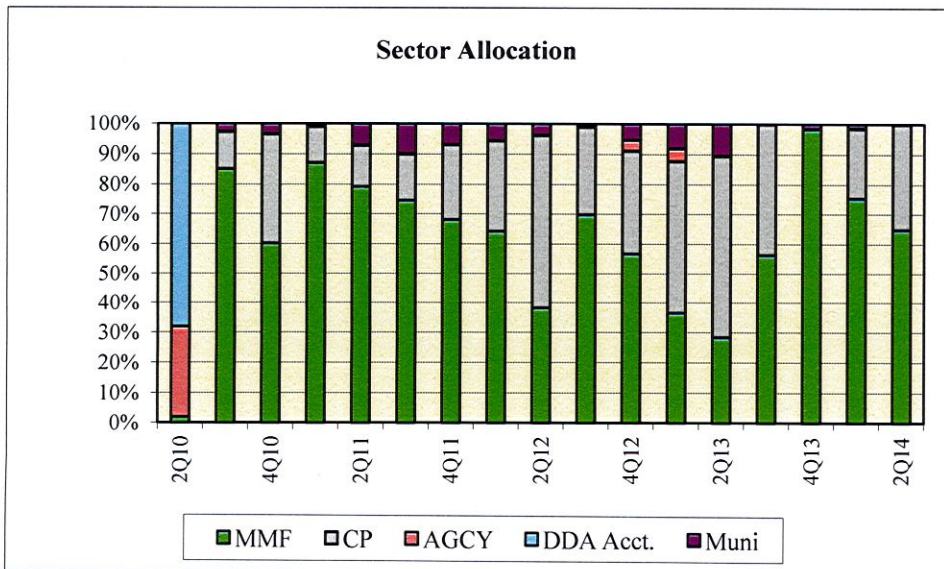
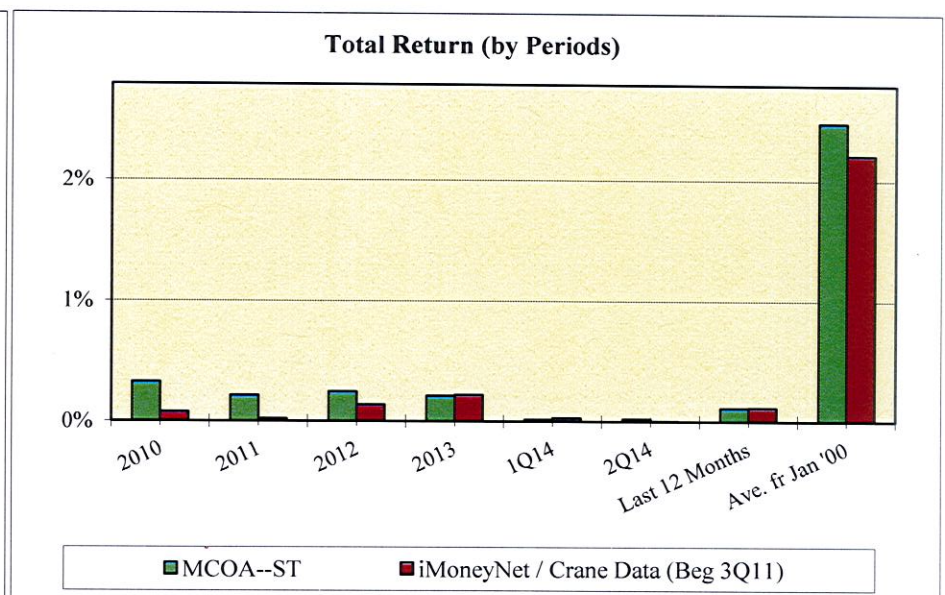
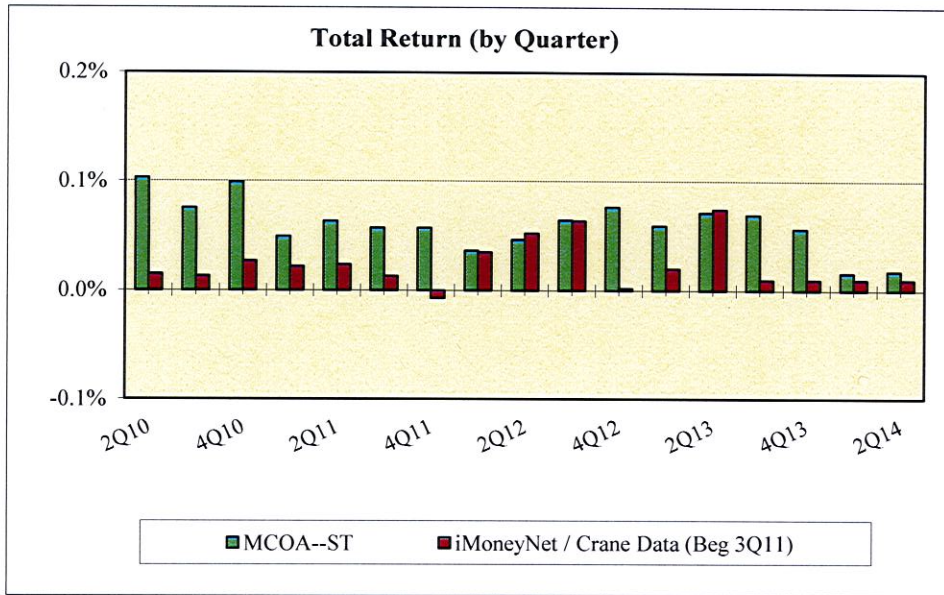
METROPOLITAN COUNCIL--Investment Review Committee

Historic Statistics--All Portfolios

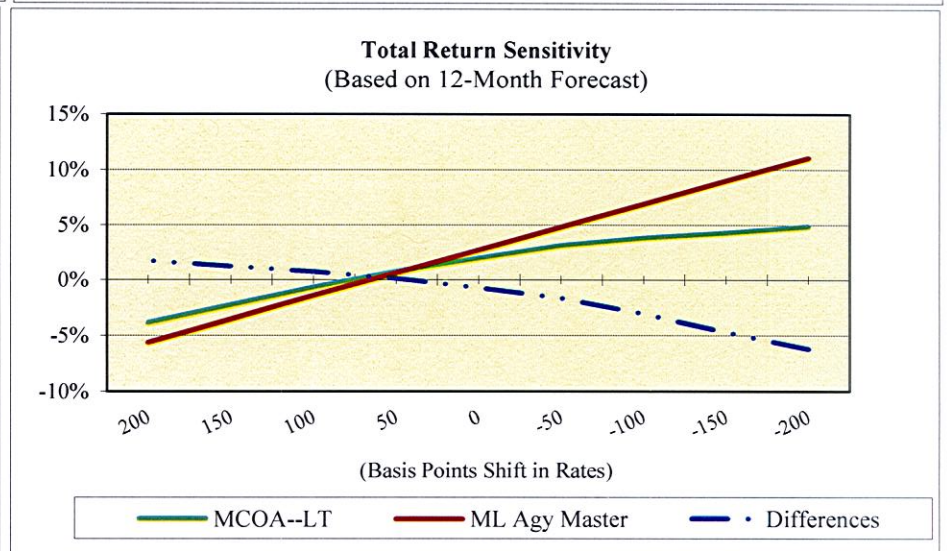
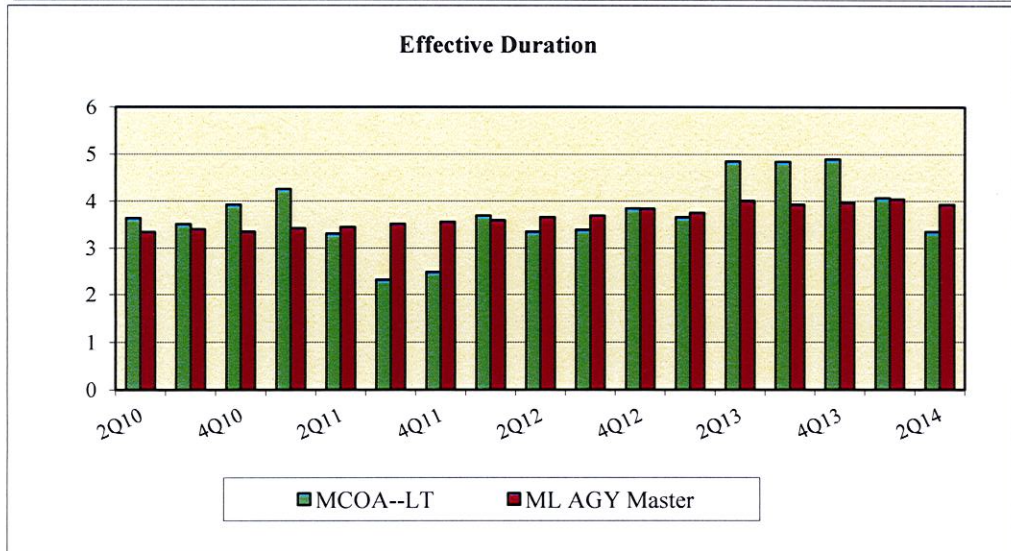
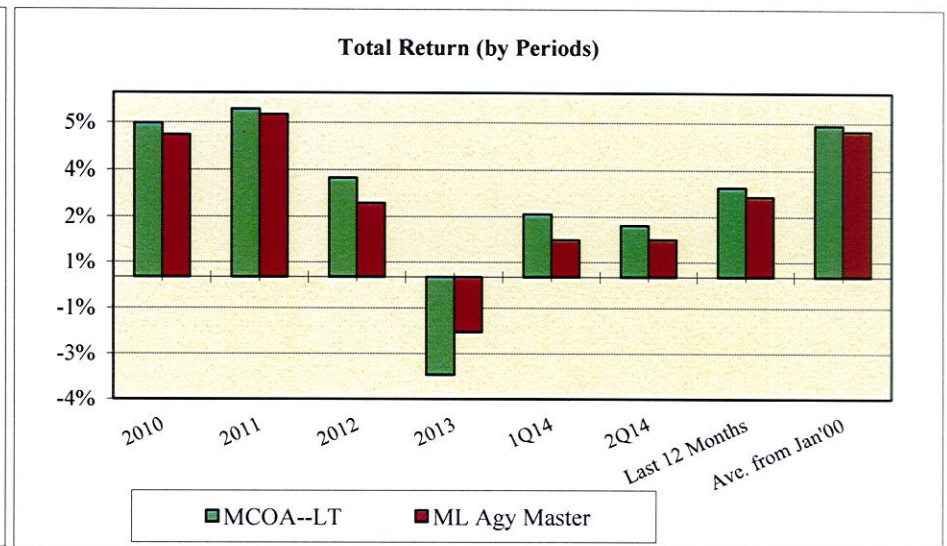
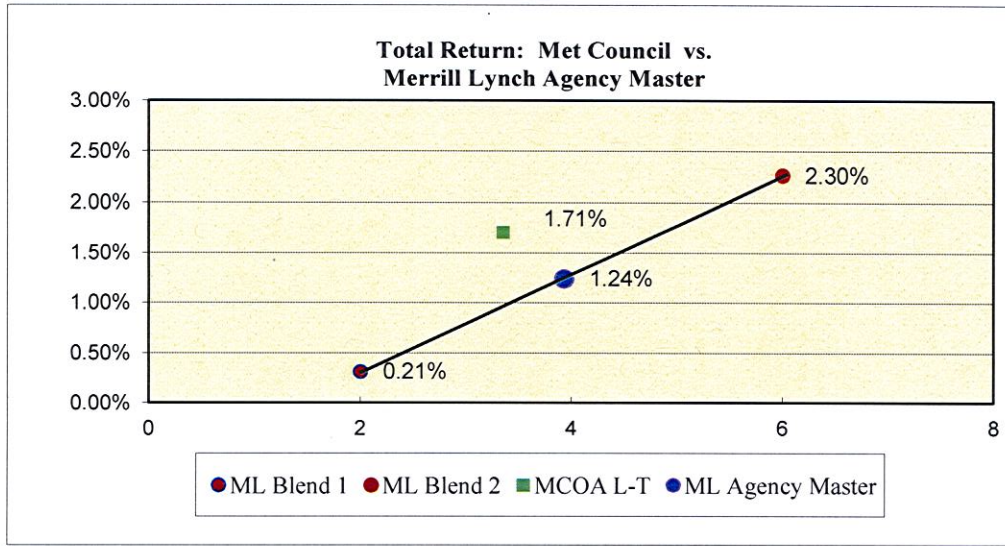
June 30, 2014

Account Group	2Q11	3Q11	4Q11	1Q12	2Q12	3Q12	4Q12	1Q13	2Q13	3Q13	4Q13	1Q14	2Q14
Total Return(%):													
MCOA-Taxable, ST	0.06%	0.06%	0.04%	0.05%	0.06%	0.08%	0.06%	0.07%	0.07%	0.06%	0.02%	0.02%	0.02%
MCOA-Taxable, Margin, w/Cash	0.58%	0.02%	0.02%	-0.08%	0.26%	0.25%	0.06%	-0.02%	0.02%	0.05%	0.04%	-0.26%	1.11%
MCOA-Taxable, LT	1.71%	2.88%	0.48%	0.48%	1.38%	0.84%	0.51%	0.30%	-2.67%	-0.55%	-0.31%	2.09%	1.71%
MCOA-Taxable Combined	1.04%	1.59%	0.29%	0.29%	0.68%	0.48%	0.34%	0.25%	-2.36%	-0.41%	-0.22%	1.58%	1.33%
HUD-Savings Acct.	0.05%	0.05%	0.05%	0.05%	0.01%	0.01%	0.01%	0.01%	0.01%	0.01%	0.01%	0.02%	0.00%
OPEB @ MN SBI	0.11%	-13.76%	11.66%	12.97%	-2.74%	6.37%	-0.38%	10.55%	2.89%	5.21%	10.44%	1.77%	5.21%
Effective Duration (Yrs):													
MCOA-Taxable, ST	0.11	0.08	0.08	0.16	0.07	0.13	0.15	0.13	0.09	0.01	0.03	0.04	0.04
MCOA-Taxable, Margin, w/Cash	0.18	0.76	0.02	0.74	1.63	1.39	1.14	0.89	0.64	0.40	0.15	4.88	4.69
MCOA-Taxable, LT	3.31	2.31	2.48	3.69	3.35	3.39	3.85	3.66	4.85	4.84	4.90	3.93	3.35
MCOA-Taxable Combined	2.00	1.31	1.46	2.16	1.63	1.86	2.45	2.88	-4.31	3.72	3.65	3.12	2.61
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.
Ave. Maturity (Yrs):													
MCOA-Taxable, ST	0.11	0.08	0.07	0.15	0.07	0.16	0.19	0.13	0.01	0.01	0.03	0.05	0.04
MCOA-Taxable, Margin, w/Cash	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
MCOA-Taxable, LT	3.34	2.42	7.05	8.72	6.93	7.79	8.92	7.99	7.10	7.34	7.30	6.44	6.07
MCOA-Taxable Combined	2.01	1.35	4.07	4.99	3.30	4.18	5.59	6.23	5.63	5.63	5.43	4.89	4.66
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.
Qtrly Earnings (\$millions):													
MCOA-Taxable, ST	\$ 0.1	\$ 0.1	\$ 0.1	\$ 0.1	\$ 0.1	\$ 0.1	\$ 0.1	\$ 0.0	\$ 0.0	\$ 0.0	\$ 0.2	\$ 0.0	\$ 0.0
MCOA-Taxable, Margin, w/Cash	0.00	0.00	0.01	0.00	0.01	0.01	0.00	0.00	0.00	0.00	0.00	0.00	0.01
MCOA-Taxable, LT*	4.4	8.4	1.5	1.5	3.8	2.8	1.8	1.3	(11.0)	(7.1)	(1.1)	9.3	7.7
MCOA-Taxable Combined	\$ 4.5	\$ 8.5	\$ 1.6	\$ 1.6	\$ 3.9	\$ 2.9	\$ 1.9	\$ 1.3	\$ (11.0)	\$ (7.1)	\$ (0.9)	\$ 9.3	\$ 7.7
MT Futures Contracts, Realized	1.7	1.2	0.8	1.1	1.1	0.8	(0.0)	0.1	0.2	0.5	0.3	0.1	0.1
MT Futures Contracts, Unrealized	(3.8)	1.0	1.7	1.6	(4.0)	2.2	(0.4)	0.5	(1.8)	0.5	0.8	(0.7)	1.0
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	3.1	(12.0)	1.0	14.8	(0.3)	10.0	2.6	13.9	4.2	7.2	16.9	3.2	9.5
Aggregate (Less Combined)	\$ 5.5	\$ (1.3)	\$ 5.0	\$ 19.1	\$ 0.7	\$ 15.9	\$ 4.1	\$ 15.7	\$ (8.4)	\$ 1.1	\$ 17.1	\$ 11.9	\$ 18.4
Investment Balances (MV, \$millions):													
MCOA-Taxable, ST	\$ 194.0	\$ 240.0	\$ 232.0	\$ 206.8	\$ 308.7	\$ 292.6	\$ 249.4	\$ 114.6	\$ 45.9	\$ 114.0	\$ 129.4	\$ 142.4	\$ 135.1
MCOA-Taxable, Margin, w/Cash	9.6	9.0	9.0	5.1	4.2	5.0	5.0	5.0	5.2	5.8	6.0	3.0	3.2
MCOA-Taxable, LT	292.0	297.6	324.0	275.2	279.0	331.6	412.7	414.4	395.6	394.0	392.3	451.8	459.4
MCOA-Taxable Combined	495.6	546.6	565.0	487.1	591.9	629.2	667.1	534.0	446.7	513.8	527.7	597.2	597.7
HUD-Savings Acct.	-	-	-	-	-	-	-	0.0	-	-	-	-	0.0
OPEB @ MN SBI	105.4	92.7	106.3	120.5	119.6	129.0	130.7	145.8	151.5	160.7	178.8	182.4	191.9
Aggregate (Less Combined)	\$ 601.0	\$ 639.3	\$ 671.3	\$ 607.6	\$ 711.5	\$ 758.2	\$ 797.8	\$ 679.8	\$ 598.2	\$ 674.5	\$ 706.5	\$ 779.6	\$ 789.6
Market Yield (%):													
MCOA-Taxable, ST	0.52%	0.16%	0.23%	0.60%	0.26%	0.22%	0.62%	0.30%	0.49%	0.03%	0.05%	0.10%	0.09%
MCOA-Taxable, Margin, w/Cash	0.45%	0.48%	0.48%	0.22%	0.55%	0.55%	0.55%	0.55%	0.55%	0.55%	0.55%	1.73%	1.73%
MCOA-Taxable, LT	2.28%	1.62%	1.72%	2.19%	1.88%	1.72%	1.76%	1.83%	2.38%	2.40%	2.59%	2.05%	1.73%
MCOA-Taxable Combined	1.56%	0.96%	1.07%	1.49%	1.03%	1.01%	1.32%	1.49%	2.16%	1.86%	1.94%	1.58%	1.36%
HUD-Savings Acct.	0.05%	0.05%	0.05%	0.05%	0.05%	0.05%	0.05%	0.05%	0.05%	0.02%	0.02%	0.02%	0.02%
OPEB @ MN SBI	1.87%	1.58%	1.81%	1.77%	1.79%	1.89%	2.92%	1.87%	2.49%	2.37%	2.72%	2.30%	2.73%
Book Yield (%):													
MCOA-Taxable, ST	0.24%	0.16%	0.15%	0.60%	0.24%	0.24%	0.27%	0.30%	0.16%	0.03%	0.06%	0.09%	0.09%
MCOA-Taxable, Margin, w/Cash	0.45%	0.45%	0.48%	0.22%	0.55%	0.55%	0.55%	0.55%	0.55%	0.55%	0.55%	1.73%	1.73%
MCOA-Taxable, LT	2.61%	2.19%	2.56%	2.19%	2.75%	2.81%	2.80%	2.59%	2.63%	2.50%	2.49%	2.16%	2.16%
MCOA-Taxable Combined	1.64%	1.27%	1.54%	1.94%	1.43%	1.60%	1.84%	2.08%	2.35%	1.93%	1.84%	1.73%	1.69%
HUD-Savings Acct.	0.05%	0.05%	0.05%	0.05%	0.05%	0.05%	0.05%	0.05%	0.05%	0.02%	0.02%	0.02%	0.02%
OPEB @ MN SBI	1.87%	1.58%	1.81%	1.77%	1.78%	1.89%	2.92%	1.87%	2.49%	2.37%	2.72%	2.30%	2.73%

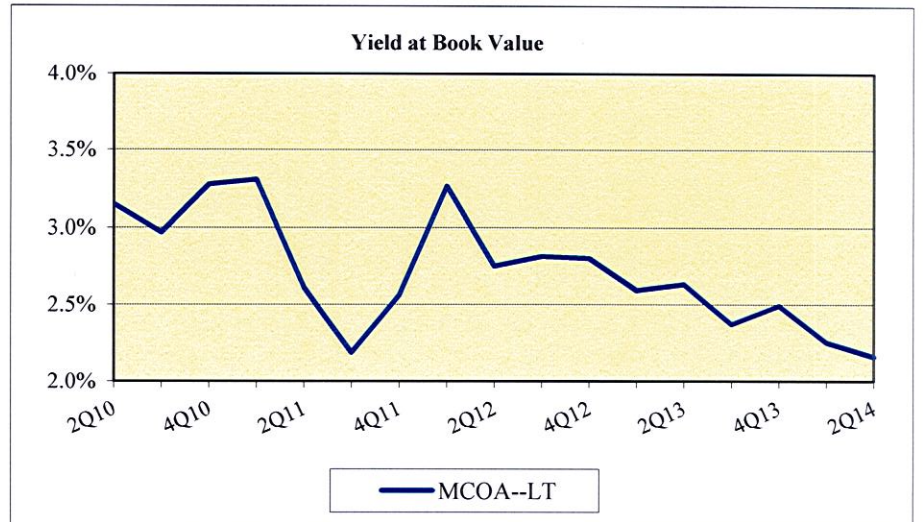
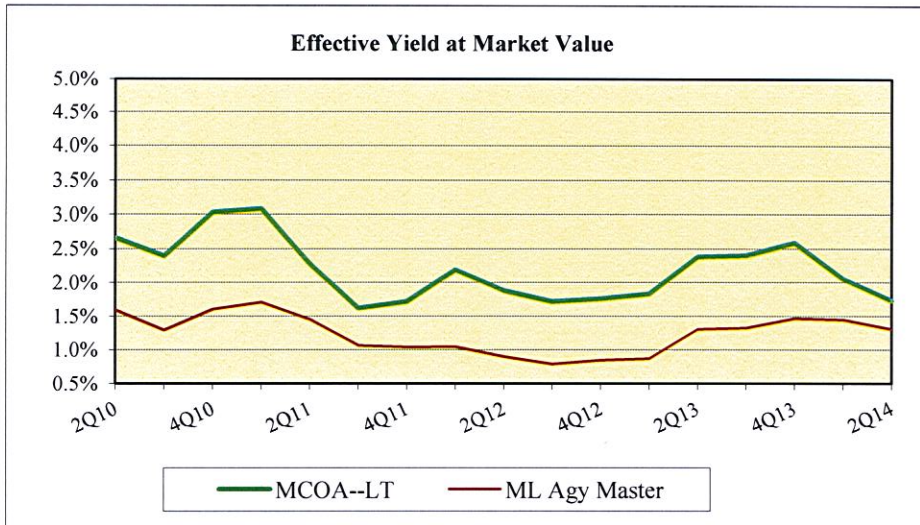
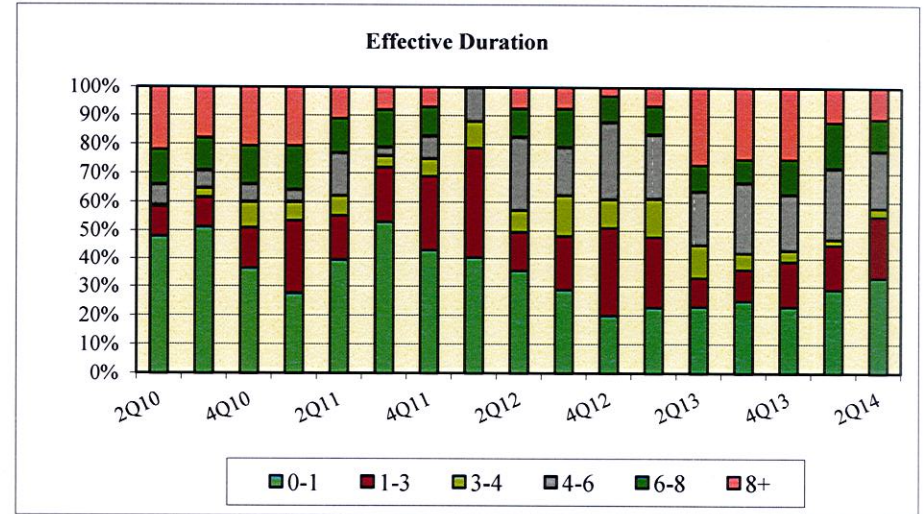
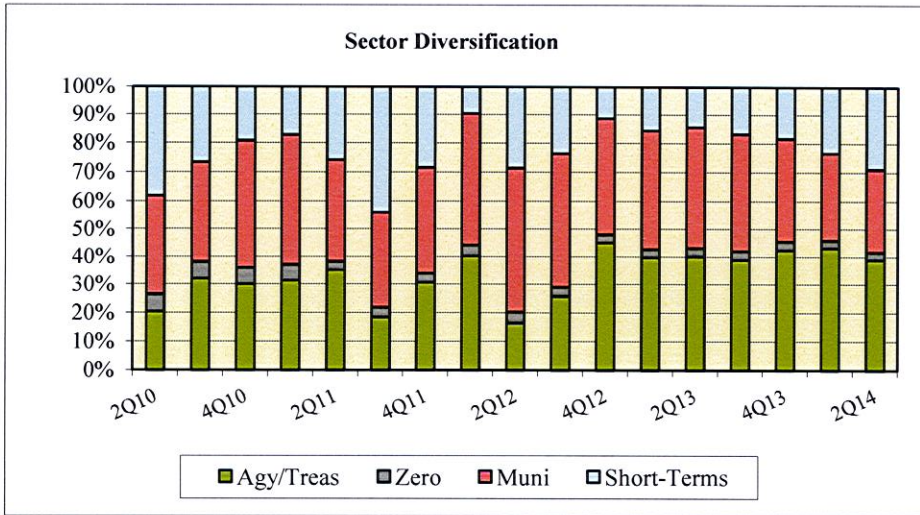
METROPOLITAN COUNCIL--Investments
Operating Account--Short-Term Investments, (Analysis of Returns and Diversification)
 June 30, 2014



METROPOLITAN COUNCIL--Investments
 Operating Account--Long Term Investments, (Analysis of Returns)
 June 30, 2014



METROPOLITAN COUNCIL--Investments
 Operating Account--Long Term Investments. (Selected Data)
 June 30, 2014



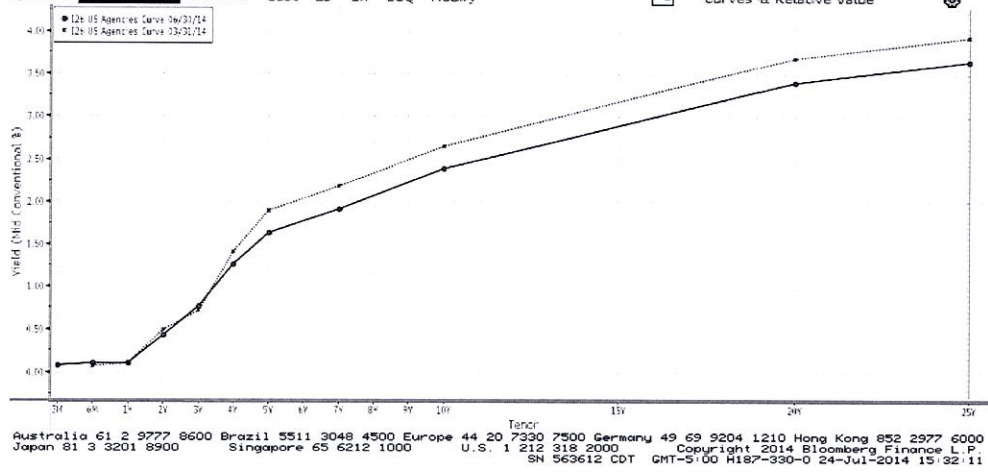
METROPOLITAN COUNCIL—Investment Review Committee

U.S. Agency & Treasury Charts

June 30, 2014

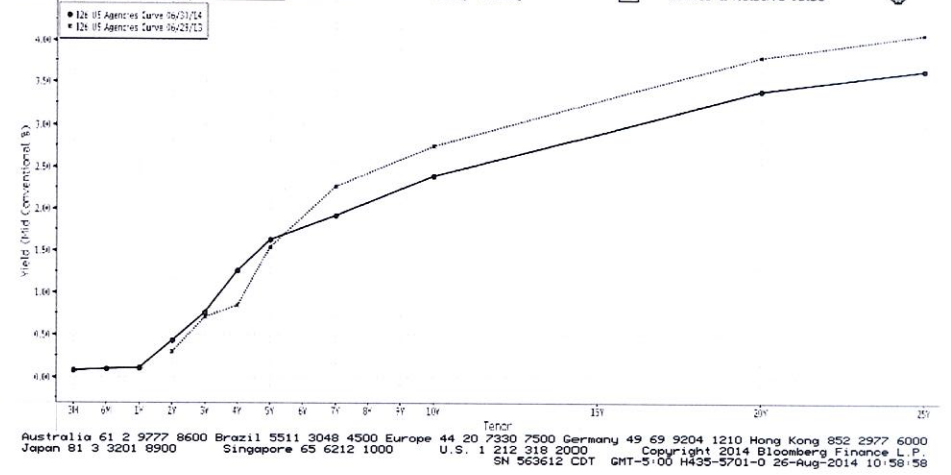
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US AGENCIES CURVE 97) Actions 98) Table
X-axis Tenor Y-axis Yield PCS MULT
Specific 06/30/2014 Relative Last 1D 1W 1EQ Modify



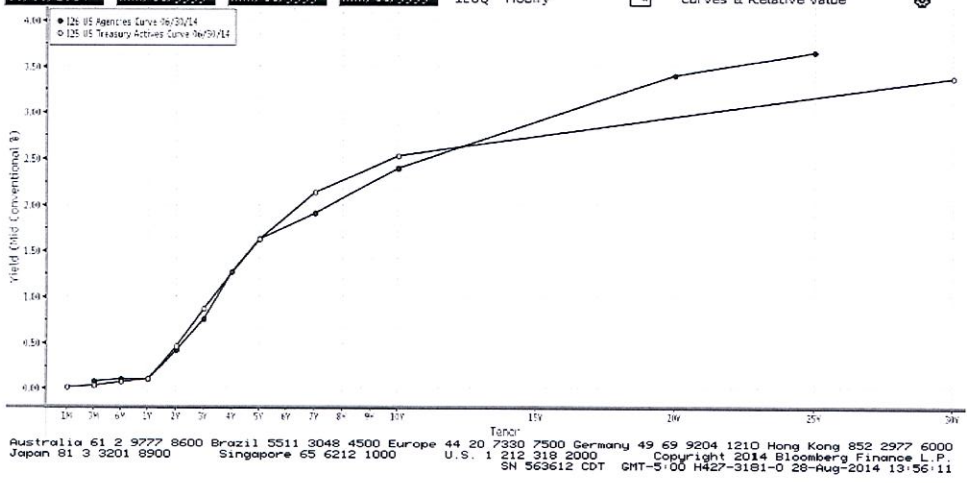
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US AGENCIES CURVE 97) Actions 98) Table
X-axis Tenor Y-axis Yield PCS MULT
Specific 06/30/2014 06/30/2013 Relative 1D 1W 1EQ Modify



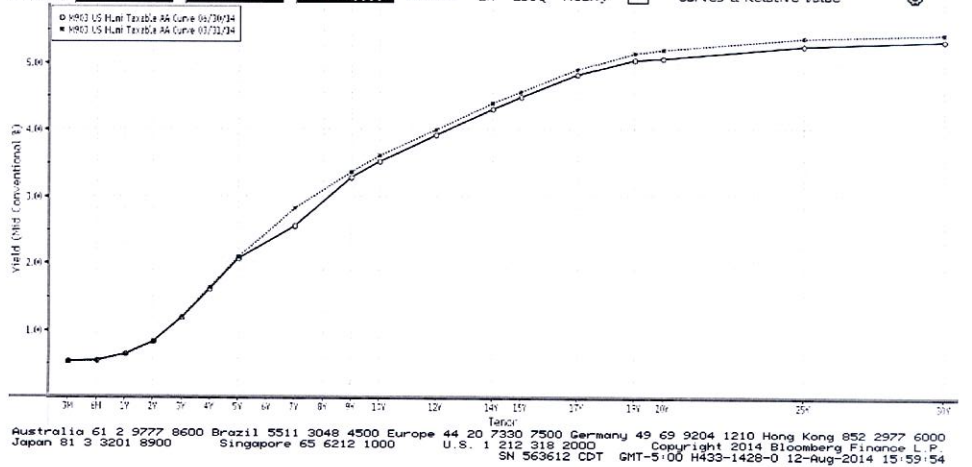
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Reference Curve Selected: US AGENCIES CURVE
US AGENCIES CURVE 97) Actions 98) Table
X-axis Tenor Y-axis Yield PCS MULT
06/30/2014 mm/dd/yyyy mm/dd/yyyy mm/dd/yyyy 1EQ Modify



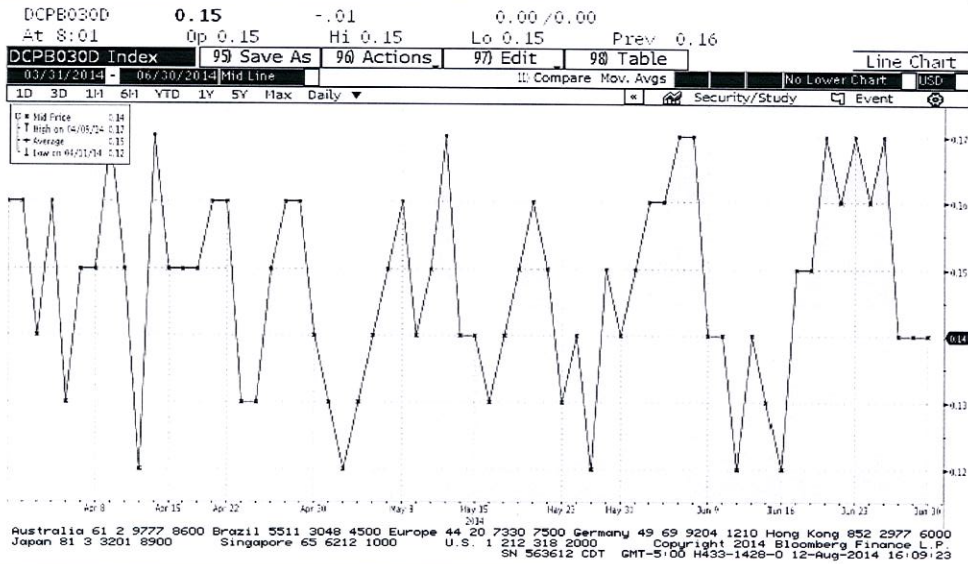
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<Menu> To Return

US MUNI TAXABLE AA CURVE 97) Actions 98) Table
X-axis Tenor Y-axis Yield PCS BFW
Specific 06/30/2014 03/31/2014 mm/dd/yyyy Relative 1W 1EQ Modify

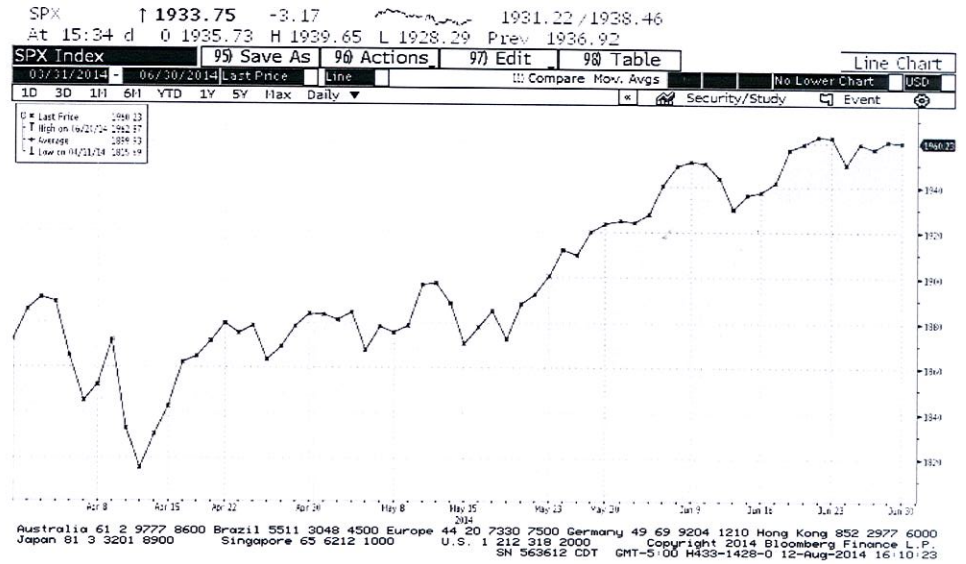


METROPOLITAN COUNCIL—Investment Review Committee
OPEB and Hedging Reference Charts
 June 30, 2014

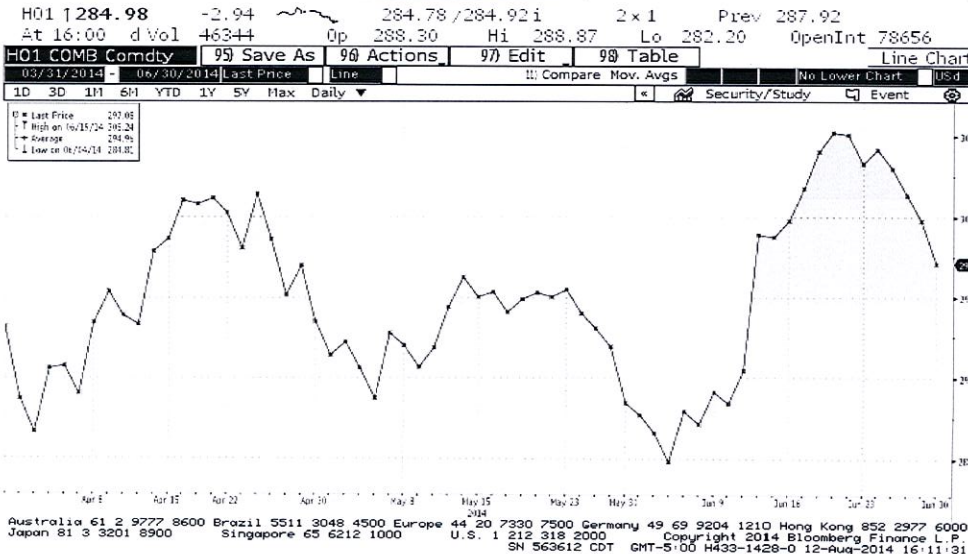
30 Day Commercial Paper History



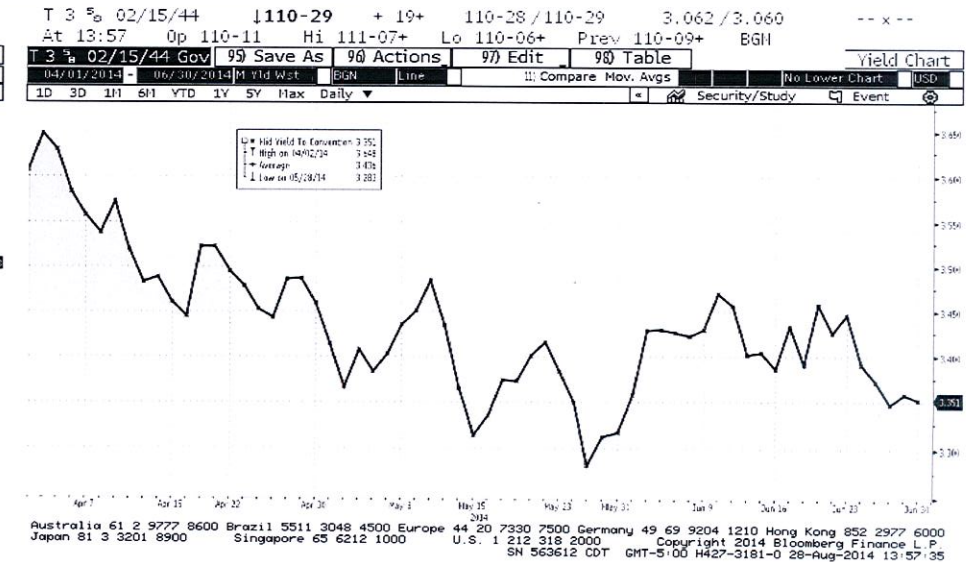
S & P 500 Stock Index



Heating Oil, Nearest Futures Contract



30 Year US Treasury Bond



APPENDIX 3. THE U.S. ECONOMY

Annualized percent change from one quarter to the next, unless noted otherwise

Percent change over the four quarters of each year, unless noted otherwise

Chase Forecasts	1Q14	2Q14	3Q14	4Q14	1Q15	2007	2013	2014	2015	2016	2017	Steady State
Real GDP	-2.1	4.0	4.0	4.0	3.8		3.1	2.4	3.8	3.7	3.5	2.5
Memo: ex. Government	-2.0	3.7	4.3	4.3	4.4		3.5	2.6	4.2	4.2	4.0	
Consumer spending	1.2	2.5	2.8	4.2	4.0		2.8	2.7	3.7	3.3	3.2	
Business investment	1.6	5.5	8.6	8.8	7.4		4.7	6.1	6.6	6.4	6.5	
Unemployment (period end)												
Official unemployment rate	6.7	6.1	6.2	6.2	6.2	4.5	6.9	6.2	6.2	6.0	5.8	4.0 to 5.0
Memo: 16- to 45-y olds not working (% < 45 years) ¹	32.5	32.5	32.5	32.5	32.4	28.8	32.9	32.5	32.3	32.1	32.0	28.8
Inflation (chain PCE prices)	1.4	2.3	-1.2	0.7	-1.5		1.0	0.8	-0.3	0.4	1.2	2.0
Food	1.4	4.5	-1.2	-2.2	-0.5		0.7	0.6	-0.2	0.2	1.2	
Energy	4.0	5.2	-17.6	3.6	-20.8		-2.6	-1.7	-11.2	-5.1	0.6	
Excluding food and energy	1.2	2.0	1.2	0.9	1.0		1.3	1.3	1.0	1.0	1.3	
Petroleum (\$/bbl, WTI, eop)	\$100.8	\$105.8	\$95	\$95	\$90		\$97.8	\$95	\$80	\$75	\$75	\$75

Range of FOMC Members' Economic Forecasts ²	2013	2014	2015	2016	2017	Long Term
Real GDP		1.9 to 2.4	2.2 to 3.6	2.2 to 3.2		1.8 to 2.5
Central Tendency		2.1 to 2.3	3.0 to 3.2	2.5 to 3.0		2.1 to 2.3
Unemployment		5.8 to 6.2	5.2 to 5.9	5.0 to 5.6		5.0 to 6.0
Central Tendency		6.0 to 6.1	5.4 to 5.7	5.1 to 5.5		5.2 to 5.5
PCE inflation		1.4 to 2.0	1.4 to 2.4	1.5 to 2.0		2.0
Central Tendency		1.5 to 1.7	1.5 to 2.0	1.6 to 2.0		2.0
Core PCE inflation		1.4 to 1.8	1.5 to 2.4	1.6 to 2.0		

Notes: bold figures are forecasts; unshaded boxes are actuals; "eop" refers to end of period.

¹ Inverse of employment-to-population ratio for those 16 to 45 years of age—that is, the percent of 16- to 45-year olds not working. ² As of June 18, 2014.

Sources: U.S. Department of Commerce; American Petroleum Institute; Federal Reserve Board.

APPENDIX 4. MEDIUM-TERM U.S. INTEREST RATE OUTLOOK

Yield or yield differential at future FOMC meetings, percent per annum

FOMC Meeting	2014 Sep 16-17	Oct 28-29	Dec 16-17	2015 Jan 27-28	Mar 17-18	Apr 28-29	Jun 16-17	Jul 28-29	Sep 15-16	Oct 27-28	Dec 15-16
Fed funds target rate	0-1/4%	0-1/4%	0-1/4%	0-1/2%	0-1/4%	0-1/4%	0-1/4%	0-1/4%	0-1/4%	0-1/2%	0-1/4%
Fed funds futures	0.09	0.10	0.10	0.12	0.14	0.20	0.24	0.37	0.42	0.58	0.64
3-month Libor	0.24	0.24	0.24	0.24	0.24	0.24	0.24	0.24	0.24	0.24	0.24
2-year Treasury note	0.44	0.44	0.49	0.56	0.65	0.75	0.87	1.00	1.15	1.31	1.48
10-yr Treasury note	2.79	2.86	3.01	3.04	3.16	3.19	3.24	3.35	3.45	3.48	3.58
Inflation risk prem	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25
10-year inf. exp. ¹	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
10-year TIPS ²	0.54	0.61	0.76	0.79	0.91	0.94	0.99	1.10	1.20	1.23	1.33
5-year TIPS ²	-0.76	-0.76	-0.46	-0.56	-0.36	-0.36	-0.26	-0.09	0.01	0.01	0.16
5x5 TIPS ^{2, 3}	1.85	2.00	2.00	2.15	2.20	2.25	2.25	2.30	2.40	2.45	2.50
JPM high grade	4.04	4.11	4.21	4.24	4.31	4.34	4.34	4.45	4.55	4.58	4.68
Spread ⁴	125	125	120	120	115	115	110	110	110	110	110
JPM high yield	7.54	7.61	7.51	7.54	7.41	7.44	7.24	7.35	7.20	6.98	7.08
Spread ⁴	475	475	450	450	425	425	400	400	375	350	350

Notes: bold figures are Chase forecasts; "inf. exp." refers to inflation expectations; "inflation risk prem" refers to a hypothetical premium investors demand to protect themselves from the risk that inflation could be higher than the inflation expectations (breakeven spreads) premium reflected in nominal 10-year yields; red-font dates are associated with a Summary of Economic Projections and press conference by the Chairman after FOMC meetings.

¹ Market-based inflation expectations over the next 10 years assumed to reflect the FOMC's 2 percent inflation target. ² TIPS (Treasury Inflation Protected Securities) yields are the real rate of interest on Treasury securities and do not include a premium for inflation risk. ³ Forward 5-year TIPS yield, the 5-year TIPS yield the market anticipates five years into the future. ⁴ Yield on long-term non-investment grade debt less 10-year Treasury yield.

Sources: Federal Reserve Board; J.P. Morgan.

APPENDIX 5. LONG-TERM MARKET OUTLOOK

Percent per annum at period end, unless noted otherwise

Chase Forecasts	1Q14	2Q14	3Q14	4Q14	1Q15	2007	2013	2014	2015	2016	2017	Steady State	
Federal funds target rate	0-¼	0-¼	0-¼	0-¼	0-¼	4.25	0-¼	0-¼	0-¼	1.25	3.00	3.25 ¹	
3-month Libor	0.23	0.23	0.24	0.24	0.24	4.70	0.25	0.24	0.24	1.59	3.12	3.40	
2-year Treasury note yield	0.44	0.47	0.44	0.52	0.68	3.05	0.38	0.52	1.54	2.91	3.44	3.40	
10-year Treasury note yield	2.73	2.53	2.81	3.02	3.17	4.04	3.04	3.02	3.58	3.76	3.80	4.25	
10-year TIPS (real) yield	0.60	0.27	0.56	0.77	0.92		0.80	0.77	1.33	1.51	1.55	2.00	
5-year TIPS (real) yield	0.03	-0.38	-0.76	-0.49	-0.36	4.04	0.06	-0.49	0.16	0.53	0.61	1.75	
5x5 TIPS (real) yield	1.17	0.92	1.90	2.05	2.22		1.55	2.05	2.50	2.50	2.50	2.25	
JPM high grade spread (bp) ²	131	124	125	120	115	101	135	120	110	110	110	110	
JPM high yield spread (bp) ²	435	420	475	450	425	275	459	450	350	290	275	300	
U.S. Dollar / Euro	1.38	1.36	1.33	1.32	1.28	1.45	1.38	1.32	1.25	1.25	1.25		
Yen / U.S. Dollar	103	101	104	106	107	113	105	106	107	106	105		
Wilshire 5000 (12/31/70=830.27)	19,996	20,863	20,557	20,772	21,020	14,820	19,706	20,772	21,800	22,830	23,883		
Price/earnings ratio ³	11.8	12.2	12.1	12.2	12.2	12	11.8	11.9	11.9	12.0	12.0	11.0	
S&P 500 (1941-43 = 10)	1,872	1,960	1,980	2,067	2,123	1,527	1,848	2,067	2,305	2,565	2,674		
Petroleum (\$/bbl, WTI, eop)	\$101.6	\$105.8	\$95	\$93	\$88	91.73	\$98.2	\$93	\$78	\$75	\$75	\$75	
Range of FOMC Forecasts of the Appropriate Federal Funds Rate Target ⁴								2013	2014	2015	2016	2017	Long Term
Median								0.25	1.125	2.50			3.75
Low								0.25	0.25	0.50			3.25
High								1.00	3.00	4.25			4.25

Notes: bold figures are forecasts; "bp" refers to basis points; "eop" refers to end of period.

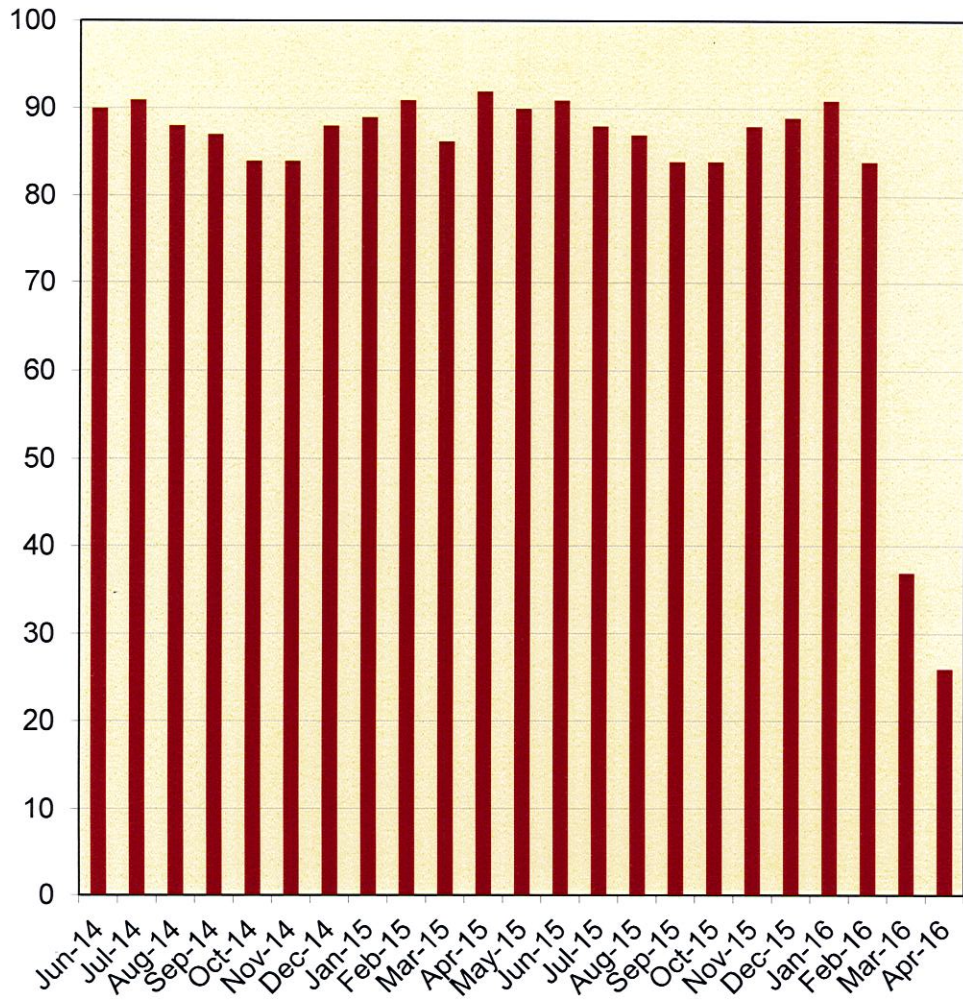
¹ Assumed to be about ¾ percentage point below the historical norm to counteract anticipated pressures on bank credit costs owing to new bank regulations. ² Yield on long-term investment- and non-investment grade debt, respectively, less 10-year Treasury yield. ³ Based on 2-year-ahead after-tax GDP profits. ⁴ Range of FOMC policymakers' assumptions about the appropriate target federal funds rate at the end of the year shown as of the June 18, 2014 FOMC meeting.

Metropolitan Council--Prospective Analysis

Monthly Percentage Hedged Snapshot (Futures Contracts)

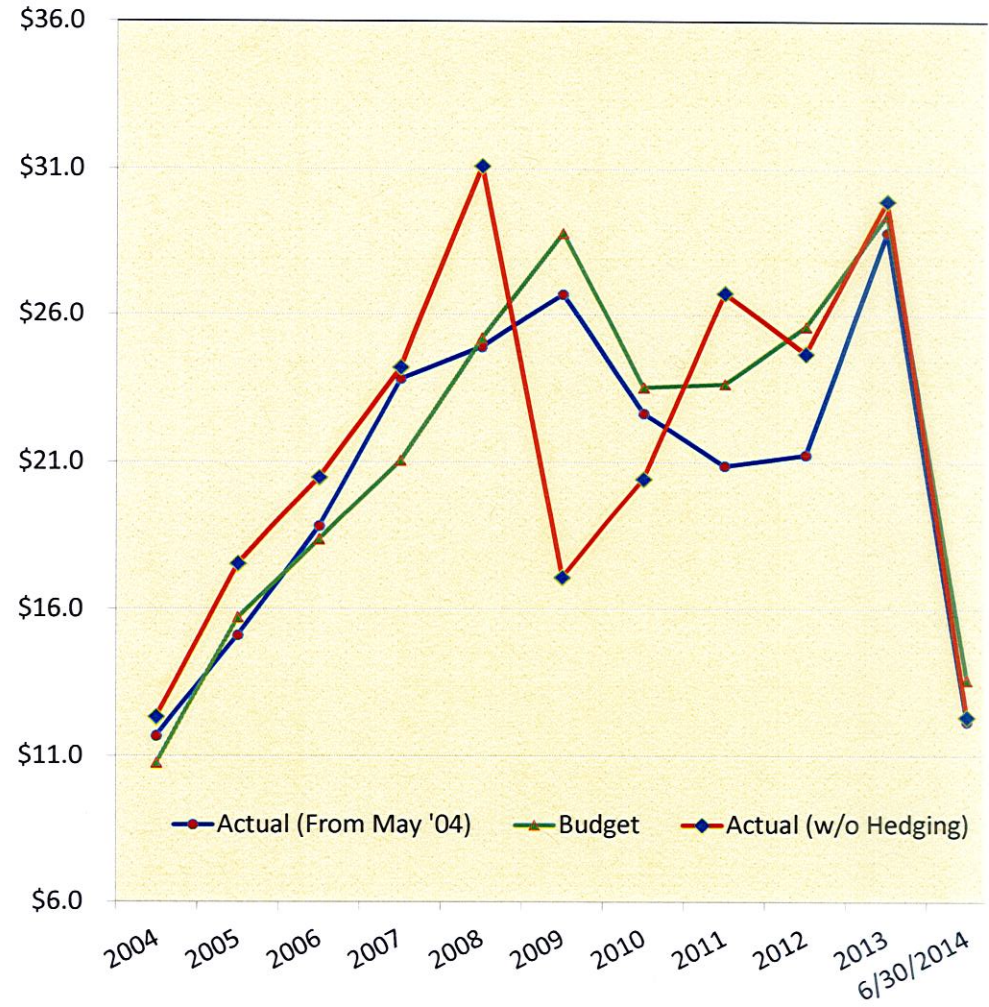
Diesel (Heating Oil)

June 30, 2014



Diesel Hedging Impact on Budget, (In Millions)

June 30, 2014





**005B-EOM, Aggregate Portfolio
Portfolio Management
Portfolio Summary
June 30, 2014**

Metropolitan Council
Fiscal Services—Treasury Ops.
390 Robert Street North
St. Paul, St. Paul, MN 551
(651)602-1629

Investments	Par Value	Market Value	Book Value	% of Portfolio	Term	Days to Maturity	YTM
Money Market Fund, LA1 Type	146,691,216.28	146,691,216.28	146,691,216.28	20.27	1	1	0.039
CP—Discount	120,000,000.00	119,976,800.00	119,976,756.83	16.58	100	40	0.183
U.S. Agencies—Coupon	184,420,000.00	179,590,298.20	184,375,586.45	25.48	3,764	3,182	2.480
Collateralized Mtge Oblig (CMO's)	2,759,105.84	2,788,635.92	2,798,595.95	0.39	9,615	8,694	1.747
Municipals—Coupon	127,515,000.00	132,693,478.40	129,869,379.69	17.95	4,099	2,981	3.482
Zero Coupon Bonds	14,885,000.00	13,307,043.15	12,519,819.27	1.73	2,858	1,171	5.156
Managed Pool Accounts -2	125,853,072.60	191,922,361.55	125,853,072.60	17.39	1	1	2.733
Pass Thru Securities (MBS)	1,341,228.45	1,515,990.52	1,465,292.08	0.20	5,731	4,810	2.053
Investments	723,464,623.17	788,485,824.02	723,549,719.15	100.00%	1,810	1,417	1.871
Cash and Accrued Interest							
Passbook/Checking (not included in yield calculations)	1,199,271.37	1,199,271.37	1,199,271.37		1	1	0.000
Accrued Interest at Purchase		3,119.34	3,119.34				
Ending Accrued Interest		2,600,362.71	2,600,362.71				
Subtotal		3,802,753.42	3,802,753.42				
Total Cash and Investments Value	724,663,894.54	792,288,577.44	727,352,472.57		1,810	1,417	1.871
Total Earnings							
	June 30 Month Ending	Fiscal Year To Date					
Current Year	1,039,514.39	7,055,974.93					
Average Daily Balance	722,090,121.56	620,374,693.92					
Effective Rate of Return	1.75%	2.29%					

Treasury Department,

Reporting period 06/01/2014-06/30/2014
Data Updated: SET_005B: 07/15/2014 15:32
Run Date: 07/15/2014 - 15:33

Portfolio METC
AP
PM (PRF_PM1) 7.3.0
Report Ver. 7.3.5

**005B-EOM, Aggregate Portfolio
Portfolio Management
Portfolio Details - Investments
June 30, 2014**

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Days to Term	YTM	Maturity Date
Money Market Fund, LA1 Type											
A=ST=BANKMMF	1386	First American MMF			741,102.46	741,102.46	741,102.46	0.010	1	1	0.010
SYS2522	2522	Federated			0.00	0.00	0.00	5.220	1	1	5.220
38141W273	3145	Goldman Sachs Government Fund			61,383,850.58	61,383,850.58	61,383,850.58	0.010	1	1	0.010
38141W273	3356	Goldman Sachs Government Fund			32.53	32.53	32.53	0.010	1	1	0.010
61747C715	3396	Morgan Stanley Prime Inst Fund		02/06/2014	84,371,302.04	84,371,302.04	84,371,302.04	0.060	1	1	0.060
A=104756184180	2083	U.S. Bank		01/01/2014	0.00	0.00	0.00	0.050	1	1	0.050
A=ST=CUST=WELLS	3231	Wells Fargo-Sweep			0.00	0.00	0.00	0.010	1	1	0.010
A=LT=CUST=WELLS	3232	Wells Fargo-Sweep			182,685.10	182,685.10	182,685.10	0.010	1	1	0.010
A=4122341753	3375	Wells Fargo Bank NA			12,243.57	12,243.57	12,243.57	0.020	1	1	0.020
Subtotal and Average			150,996,381.64		146,691,216.28	146,691,216.28	146,691,216.28		1	1	0.039
CP-Discount											
0027A1HD4	3418	Abbey Natl N America LLC		05/15/2014	10,000,000.00	9,998,200.00	9,998,337.15	0.140	90	43	0.140 08/13/2014
06416KHB9	3419	Bank of Nova Scotia NY		05/15/2014	10,000,000.00	9,998,300.00	9,998,640.99	0.120	88	41	0.120 08/11/2014
06538CJ28	3424	Bank Tokyo-MIT UFJ NY		06/10/2014	10,000,000.00	9,996,900.00	9,997,774.75	0.130	84	63	0.130 09/02/2014
22532CG73	3402	Credit Agri North America		03/06/2014	10,000,000.00	9,999,800.00	9,999,635.29	0.220	123	6	0.220 07/07/2014
2254EBHE4	3422	Credit Suisse New York		05/15/2014	10,000,000.00	9,998,200.00	9,997,933.91	0.170	91	44	0.170 08/14/2014
24023HG74	3423	DCAT LLC		06/10/2014	10,000,000.00	9,999,800.00	9,999,751.45	0.150	27	6	0.150 07/07/2014
25153KG76	3403	Deutsche Bank Finl LLC		03/06/2014	10,000,000.00	9,999,800.00	9,999,651.87	0.210	123	6	0.210 07/07/2014
4497W1J31	3421	ING (US) Funding LLC		05/15/2014	10,000,000.00	9,996,800.00	9,996,869.73	0.180	111	64	0.180 09/03/2014
6323A1KQ8	3426	Natixis US Finance Co		06/12/2014	10,000,000.00	9,993,300.00	9,993,087.96	0.220	134	115	0.220 10/24/2014
78470XGE8	3420	SSM Health Care Corp		05/15/2014	10,000,000.00	9,999,500.00	9,999,533.21	0.130	60	13	0.130 07/14/2014
83365SGA5	3391	Societe Generale N Amer		01/09/2014	10,000,000.00	9,999,700.00	9,999,154.00	0.340	182	9	0.341 07/10/2014
86563HJ92	3425	Sumitomo Mitsui Trust NY		06/11/2014	10,000,000.00	9,996,500.00	9,996,386.52	0.190	90	70	0.190 09/09/2014
Subtotal and Average			112,973,937.63		120,000,000.00	119,976,800.00	119,976,756.83		100	40	0.183
U.S. Agencies-Coupon											
313381DB8	3319	Federal Home Loan		12/18/2012	25,000,000.00	23,253,000.00	24,988,782.71	2.980	5,467	4,907	2.984 12/07/2027
313381LR4	3321	Federal Home Loan		12/28/2012	25,000,000.00	24,960,750.00	25,000,000.00	1.000	3,652	3,102	2.970 12/28/2022
3133EAXE3	3252	Federal Farm Credit Bank		07/11/2012	10,000,000.00	9,571,200.00	9,997,852.25	2.980	5,112	4,392	2.982 07/10/2026
3133ECAY0	3320	Federal Farm Credit Bank		12/20/2012	25,000,000.00	23,841,500.00	25,000,000.00	2.180	3,652	3,094	2.180 12/20/2022
313380LE5	3276	Fed. Home Loan Bank		09/20/2012	10,000,000.00	9,987,700.00	9,984,577.31	1.250	5,478	4,829	3.709 09/20/2027
313380QM2	3282	Fed. Home Loan Bank		09/27/2012	10,000,000.00	9,371,600.00	9,991,174.07	3.000	5,478	4,836	3.008 09/27/2027
313380ND5	3283	Fed. Home Loan Bank		09/27/2012	10,000,000.00	9,628,000.00	9,991,761.11	1.500	3,652	3,010	2.606 09/27/2022
3134G4NB0	3387	Fed. Home Loan Mtge. Corp.		12/19/2013	20,000,000.00	20,023,600.00	20,000,000.00	0.625	1,461	1,267	1.277 12/19/2017
3137EADG1	3398	Fed. Home Loan Mtge. Corp.		02/27/2014	2,000,000.00	2,011,460.00	2,001,850.30	1.750	1,918	1,794	1.730 05/30/2019

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**005B-EOM, Aggregate Portfolio
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June 30, 2014**

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Term	Days to Maturity	YTM	Maturity Date
U.S. Agencies--Coupon												
3134G4X60	3404	Fed. Home Loan Mtge. Corp.		03/27/2014	5,000,000.00	5,029,950.00	4,996,372.56	2.000	2,101	2,005	2.014	12/27/2019
3136FT4X4	3223	Federal Natl.Mtge. Assn.		03/29/2012	5,000,000.00	4,878,000.00	4,995,574.83	3.000	4,565	3,741	3.010	09/27/2024
3136FT4X4	3224	Federal Natl.Mtge. Assn.		03/29/2012	10,000,000.00	9,756,000.00	9,991,805.25	3.000	4,565	3,741	3.010	09/27/2024
3136G0E31	3323	Federal Natl.Mtge. Assn.		12/19/2012	25,000,000.00	24,835,250.00	25,016,155.92	1.250	2,108	1,549	1.234	09/27/2018
19647TAA3	1682-B	U.S. GSA, COPs		04/01/2005	2,420,000.00	2,442,288.20	2,419,680.14	6.600	5,402	2,024	6.602	01/15/2020
Subtotal and Average			184,375,521.60		184,420,000.00	179,590,298.20	184,375,586.45		3,764	3,182	2.480	
Collateralized Mtge Oblig (CMO's)												
3136A2GQ0	3185	Federal Natl Mtg Assn.		12/23/2011	615,601.61	614,758.24	618,920.09	2.000	5,451	4,530	1.746	11/25/2026
3137AGAD2	3186	Fed. Home Loan Mtge. Corp.		12/23/2011	2,143,504.23	2,173,877.68	2,179,675.86	2.500	10,797	9,876	1.748	07/15/2041
Subtotal and Average			2,821,047.82		2,759,106.84	2,788,635.92	2,798,595.95		9,615	8,694	1.747	
Municipals--Coupon												
036519MD5	3183	Ansonia, CT		12/30/2011	570,000.00	572,770.20	571,866.88	2.000	1,020	106	0.851	10/15/2014
036519ME3	3184	Ansonia, CT		12/30/2011	690,000.00	712,411.20	705,599.88	3.000	1,385	471	1.201	10/15/2015
047195HL9	3358	Athens OH City Sch Dist		06/05/2013	625,000.00	627,825.00	625,000.00	0.690	909	518	0.690	12/01/2015
084154UB7	3106	Berkeley USD, Calif		05/26/2011	1,065,000.00	1,156,739.10	1,073,533.59	5.500	5,454	4,322	5.399	05/01/2026
088518CK9	2845	Bexar Cnty, TX		10/15/2008	3,420,000.00	3,930,332.40	3,465,282.67	6.360	5,417	3,332	6.136	08/15/2023
109570GG0	3347	Brillion WI Pub Sch Dist		04/04/2013	1,020,000.00	1,015,767.00	1,020,000.00	1.600	1,823	1,370	1.600	04/01/2018
109570GF2	3348	Brillion WI Pub Sch Dist		04/04/2013	675,000.00	681,513.75	675,000.00	1.250	1,458	1,005	1.250	04/01/2017
109570GD7	3349	Brillion WI Pub Sch Dist		04/04/2013	450,000.00	451,489.50	450,000.00	0.710	727	274	0.710	04/01/2015
150528ND5	3239	Cedar Rapids, IA		06/06/2012	2,000,000.00	1,945,020.00	1,997,525.78	4.000	7,300	6,545	4.010	06/01/2032
150528NA1	3240	Cedar Rapids, IA		06/06/2012	2,000,000.00	1,985,800.00	2,000,000.00	3.700	6,204	5,449	3.700	06/01/2029
150528MR5	3241	Cedar Rapids, IA		06/06/2012	1,000,000.00	1,013,500.00	1,024,441.29	2.500	2,917	2,162	2.050	06/01/2020
157447KQ5	3297	Chagrin Falls OH Exempt		11/27/2012	1,000,000.00	1,006,080.00	1,000,000.00	0.800	1,099	518	0.800	12/01/2015
163303QJ2	3261	Chelsea, MA		07/18/2012	1,000,000.00	1,082,150.00	1,088,274.20	5.250	1,642	929	1.630	01/15/2017
193810DK1	3225	Coles Clark Etc Cntys IL		04/12/2012	910,000.00	974,182.30	959,546.47	4.000	1,694	884	1.650	12/01/2016
193810DJ4	3226	Coles Clark Etc Cntys IL		04/12/2012	3,870,000.00	4,047,594.30	4,008,475.64	4.000	1,328	518	1.400	12/01/2015
216147KP2	3307	Cook Cnty MN		12/13/2012	740,000.00	710,703.40	740,000.00	3.100	6,259	5,694	3.100	02/01/2030
216147KR8	3308	Cook Cnty MN		12/13/2012	965,000.00	920,281.90	965,000.00	3.200	6,989	6,424	3.200	02/01/2032
216147KS6	3309	Cook Cnty MN		12/13/2012	1,060,000.00	998,318.60	1,052,779.45	3.200	7,355	6,790	3.250	02/01/2033
216147KT4	3310	Cook Cnty MN		12/13/2012	1,095,000.00	1,024,832.40	1,087,288.37	3.250	7,720	7,155	3.300	02/01/2034
216147KU1	3311	Cook Cnty MN		12/13/2012	1,140,000.00	1,064,794.20	1,131,730.71	3.300	8,085	7,520	3.350	02/01/2035
30749LHZ2	3291	Fargo ND Public Sch Dist #1		11/01/2012	1,705,000.00	1,730,813.70	1,724,857.57	2.000	911	304	0.590	05/01/2015
30749LJA5	3292	Fargo ND Public Sch Dist #1		11/01/2012	2,180,000.00	2,241,999.20	2,230,826.18	2.000	1,277	670	0.710	05/01/2016
355748PY4	3178	Frederick, MD		12/28/2011	1,100,000.00	1,107,975.00	1,104,504.99	2.000	1,069	153	1.000	12/01/2014

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CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Term	Days to Maturity	YTM	Maturity Date
Municipals-Coupon												
355748PZ1	3179	Frederick, MD		12/28/2011	920,000.00	939,706.40	930,151.06	2.000	1,434	518	1.200	12/01/2015
392643SF0	3270	Green Bay School District, WI		07/26/2012	205,000.00	212,302.10	204,957.70	5.000	1,710	1,005	5.007	04/01/2017
392643SP8	3271	Green Bay School District, WI		07/26/2012	795,000.00	823,317.90	794,835.97	5.000	1,710	1,005	5.007	04/01/2017
461225CU6	2869	Inver Grove Heights MN ISD # 1		01/06/2009	2,175,000.00	2,287,469.25	2,174,893.98	6.700	6,600	4,598	6.700	02/01/2027
483856FF2	3052	Kane County, IL		12/29/2010	645,000.00	650,837.25	645,000.00	2.600	1,447	167	2.596	12/15/2014
483856FG0	3053	Kane County, IL		12/29/2010	660,000.00	681,027.60	660,000.00	3.100	1,812	532	3.095	12/15/2015
483856FH8	3054	Kane County, IL		12/29/2010	680,000.00	709,566.40	680,000.00	3.600	2,178	898	3.595	12/15/2016
483856FJ4	3055	Kane County, IL		12/29/2010	705,000.00	740,806.95	705,000.00	4.000	2,543	1,263	3.994	12/15/2017
493558MP2	3344	Keystone PA Cent Sch Dist		03/27/2013	1,500,000.00	1,479,330.00	1,500,000.00	2.200	2,151	1,690	2.200	02/15/2019
493558ML1	3345	Keystone PA Cent Sch Dist		03/27/2013	2,205,000.00	2,202,111.45	2,205,000.00	1.900	1,786	1,325	1.900	02/15/2018
494791PK6	3165	King Cnty WA Public Hosp		11/29/2011	500,000.00	505,445.00	503,169.13	3.000	1,098	153	1.440	12/01/2014
494791PL4	3166	King Cnty WA Public Hosp		11/29/2011	1,015,000.00	1,065,303.40	1,045,822.07	4.000	1,463	518	1.770	12/01/2015
512462VR0	3227	Lakeville, MN ISD #194		04/10/2012	1,740,000.00	1,936,672.20	1,960,423.91	5.000	4,800	3,988	3.538	06/01/2025
514462ZY9	3279	Lancaster TX Indep Sch Dist		09/06/2012	6,075,000.00	5,834,430.00	6,075,000.00	4.000	5,456	4,793	3.991	08/15/2027
518516PF0	2623	Meridian, MS		07/24/2006	565,000.00	626,008.70	562,688.39	6.000	5,821	2,922	6.399	07/01/2022
518516PG8	2624	Meridian, MS		07/24/2006	445,000.00	493,051.10	441,774.45	6.000	6,186	3,287	6.441	07/01/2023
518516PJ2	2630	Meridian, MS		07/31/2006	790,000.00	875,304.20	777,330.21	6.000	6,910	4,018	6.549	07/01/2025
518516PH6	2631	Meridian, MS		07/31/2006	740,000.00	819,905.20	731,111.74	6.000	6,545	3,653	6.505	07/01/2024
581391FS3	3078	McKeesport, PA		02/10/2011	640,000.00	644,806.40	642,282.12	4.750	1,299	62	2.500	09/01/2014
603790CZ7	3312	Minneapolis Minn Spl Sch Dist		12/18/2012	1,040,000.00	1,050,774.40	1,049,039.41	2.000	775	215	0.500	02/01/2015
603790DA1	3313	Minneapolis Minn Spl Sch Dist		12/18/2012	1,960,000.00	2,007,628.00	2,001,395.10	2.000	1,140	580	0.650	02/01/2016
603790DB9	3314	Minneapolis Minn Spl Sch Dist		12/18/2012	2,000,000.00	2,069,360.00	2,058,258.26	2.000	1,506	946	0.850	02/01/2017
608557WU4	3207	Moline, IL		03/20/2012	655,000.00	661,595.85	655,000.00	1.750	1,687	854	1.750	11/01/2016
608557VW2	3208	Moline, IL		03/20/2012	815,000.00	819,686.25	815,000.00	2.150	2,052	1,219	2.150	11/01/2017
608557WW0	3209	Moline, IL		03/20/2012	790,000.00	792,780.80	790,000.00	2.400	2,417	1,584	2.400	11/01/2018
608557WX8	3210	Moline, IL		03/20/2012	990,000.00	975,902.40	990,000.00	2.700	2,782	1,949	2.700	11/01/2019
608557WY6	3211	Moline, IL		03/20/2012	760,000.00	749,086.40	760,000.00	2.950	3,148	2,315	2.950	11/01/2020
613035XA7	2858	Montgomery, ALA		12/01/2008	500,000.00	518,525.00	465,492.28	5.190	6,330	4,292	6.153	04/01/2026
613579Y21	3414	Montgomery Cnty, PA		04/09/2014	1,700,000.00	1,797,784.00	1,700,000.00	3.800	2,001	1,918	3.800	10/01/2019
613579W31	3415	Montgomery Cnty, PA		04/09/2014	40,000.00	42,300.80	40,000.00	3.800	2,001	1,918	3.800	10/01/2019
613579Y54	3416	Montgomery Cnty, PA		04/10/2014	1,465,000.00	1,547,230.45	1,465,000.00	4.400	3,096	3,014	4.400	10/01/2022
613579W64	3417	Montgomery Cnty, PA		04/10/2014	35,000.00	37,879.45	35,000.00	4.400	3,096	3,014	4.400	10/01/2022
684515QK8	3228	Orange Cnty, FL Sales Tax Rev		04/26/2012	4,710,000.00	5,159,805.00	5,081,925.08	5.000	1,711	915	1.701	01/01/2017
68825VAE1	3016	Oshkosh WI Swr Sys Rev		10/14/2010	195,000.00	197,051.40	195,000.00	1.850	1,660	304	1.850	05/01/2015
68825VAF8	3017	Oshkosh WI Swr Sys Rev		10/14/2010	200,000.00	204,468.00	200,000.00	2.150	2,026	670	2.150	05/01/2016
68825VAG6	3018	Oshkosh WI Swr Sys Rev		10/14/2010	205,000.00	210,594.45	205,000.00	2.550	2,391	1,035	2.550	05/01/2017

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CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Term	Days to Maturity	YTM	Maturity Date
Municipals--Coupon												
68825VAH4	3019	Oshkosh WI Swr Sys Rev		10/14/2010	210,000.00	218,015.70	211,080.48	2.950	2,756	1,400	2.800	05/01/2018
68825VAJ0	3020	Oshkosh WI Swr Sys Rev		10/14/2010	220,000.00	227,202.80	221,830.03	3.600	3,121	1,765	3.400	05/01/2019
68825VAK7	3021	Oshkosh WI Swr Sys Rev		10/14/2010	225,000.00	231,684.75	227,202.34	3.800	3,487	2,131	3.600	05/01/2020
68825VAL5	3022	Oshkosh WI Swr Sys Rev		10/14/2010	235,000.00	237,735.40	235,000.00	3.800	3,852	2,496	3.800	05/01/2021
68825VAM3	3023	Oshkosh WI Swr Sys Rev		10/14/2010	245,000.00	247,021.25	245,000.00	4.000	4,217	2,861	4.000	05/01/2022
68825VAN1	3024	Oshkosh WI Swr Sys Rev		10/14/2010	255,000.00	257,935.05	255,000.00	4.150	4,582	3,226	4.150	05/01/2023
68825VAP6	3025	Oshkosh WI Swr Sys Rev		10/14/2010	270,000.00	273,599.10	270,000.00	4.350	4,948	3,592	4.350	05/01/2024
68825VAQ4	3026	Oshkosh WI Swr Sys Rev		10/14/2010	280,000.00	284,583.60	280,000.00	4.500	5,313	3,957	4.500	05/01/2025
68825VAR2	3027	Oshkosh WI Swr Sys Rev		10/14/2010	295,000.00	299,289.30	295,000.00	4.650	5,678	4,322	4.650	05/01/2026
68825VAS0	3028	Oshkosh WI Swr Sys Rev		10/14/2010	310,000.00	314,036.20	310,000.00	4.850	6,043	4,687	4.850	05/01/2027
68825VAT8	3029	Oshkosh WI Swr Sys Rev		10/14/2010	325,000.00	329,514.25	325,000.00	4.950	6,409	5,053	4.950	05/01/2028
778102L76	2867	Roseville, MN ISD # 623		01/07/2009	3,540,000.00	4,172,952.00	3,540,000.00	7.250	7,330	5,329	7.247	02/01/2029
782197ES2	3332	Rusk Cnty WI		03/15/2013	155,000.00	155,187.55	155,000.00	1.800	1,812	1,339	1.799	03/01/2018
782197EV5	3333	Rusk Cnty WI		03/15/2013	165,000.00	160,361.85	165,000.00	2.550	2,908	2,435	2.548	03/01/2021
782197EW3	3334	Rusk Cnty WI		03/15/2013	170,000.00	163,133.70	170,000.00	2.700	3,273	2,800	2.698	03/01/2022
782197EY9	3335	Rusk Cnty WI		03/15/2013	180,000.00	172,150.20	180,000.00	3.150	4,004	3,531	3.148	03/01/2024
782197EZ6	3336	Rusk Cnty WI		03/15/2013	185,000.00	176,649.10	185,000.00	3.350	4,369	3,896	3.348	03/01/2025
782197FA0	3337	Rusk Cnty WI		03/15/2013	190,000.00	180,988.30	190,000.00	3.550	4,734	4,261	3.547	03/01/2026
782197FB8	3338	Rusk Cnty WI		03/15/2013	195,000.00	184,996.50	195,000.00	3.700	5,099	4,626	3.697	03/01/2027
782197FC6	3339	Rusk Cnty WI		03/15/2013	205,000.00	193,702.45	205,000.00	3.850	5,465	4,992	3.847	03/01/2028
782197FD4	3340	Rusk Cnty WI		03/15/2013	140,000.00	138,236.00	140,000.00	4.000	5,830	5,357	3.997	03/01/2029
786106GN8	2871	Sacramento Cnty, CA		12/26/2008	3,500,000.00	3,993,115.00	3,767,503.72	7.680	4,615	2,602	6.122	08/15/2021
794879DC7	2870	Salinas Schools, CA		12/26/2008	2,805,000.00	3,140,393.85	3,027,516.44	7.350	8,953	6,940	6.505	07/01/2033
794879DC7	2927	Salinas Schools, CA		05/14/2009	250,000.00	279,892.50	254,936.89	7.350	8,814	6,940	7.128	07/01/2033
806415ZW8	3060	Schenectady Cnty, NY		12/30/2010	790,000.00	796,580.70	790,515.51	2.200	1,446	167	2.050	12/15/2014
806415ZX6	3061	Schenectady Cnty, NY		12/30/2010	790,000.00	813,107.50	792,133.58	2.950	1,811	532	2.750	12/15/2015
806415ZY4	3062	Schenectady Cnty, NY		12/30/2010	275,000.00	288,015.75	276,225.13	3.250	2,177	898	3.050	12/15/2016
806415ZZ1	3063	Schenectady Cnty, NY		12/30/2010	250,000.00	264,660.00	251,862.28	3.750	2,542	1,263	3.505	12/15/2017
806415A21	3064	Schenectady Cnty, NY		12/30/2010	250,000.00	269,202.50	252,380.81	4.050	2,907	1,628	3.801	12/15/2018
806415A39	3065	Schenectady Cnty, NY		12/30/2010	250,000.00	267,672.50	252,813.54	4.450	3,272	1,993	4.201	12/15/2019
849067J79	2857	Spokane, WA		12/01/2008	2,000,000.00	2,071,820.00	1,833,929.91	5.340	6,939	4,901	6.420	12/01/2027
866854PB2	3330	Sun Prairie WI Area Sch Dist		03/05/2013	2,080,000.00	2,084,430.40	2,080,000.00	1.750	2,187	1,704	1.750	03/01/2019
866854NZ1	3331	Sun Prairie WI Area Sch Dist		03/05/2013	1,000,000.00	1,011,920.00	1,000,000.00	1.100	1,457	974	1.100	03/01/2017
868392XC0	3267	Superior, WI		09/05/2012	1,020,000.00	1,043,806.80	1,038,537.14	2.000	1,182	518	0.700	12/01/2015
868392XB2	3268	Superior, WI		09/05/2012	1,480,000.00	1,491,040.80	1,488,871.74	2.000	817	153	0.550	12/01/2014
930353HNO	2954	Wadsworth Sch Dist, OH		09/28/2009	2,880,000.00	3,213,129.60	3,044,967.69	7.000	10,291	8,554	6.466	12/01/2037

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**005B-EOM, Aggregate Portfolio
Portfolio Management
Portfolio Details - Investments
June 30, 2014**

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Term	Days to Maturity	YTM	Maturity Date
Municipals--Coupon												
938701GD5	3295	Washington Cnty UT		11/08/2012	760,000.00	766,444.80	760,000.00	0.900	1,484	884	0.900	12/01/2016
938701GE3	3296	Washington Cnty UT		11/08/2012	765,000.00	770,668.65	765,000.00	1.200	1,849	1,249	1.200	12/01/2017
943080LJ8	3410	Waukesha WI		04/08/2014	3,725,975.00	3,765,975.00	3,769,831.17	2.000	449	365	0.787	07/01/2015
960028NG9	3272	Westerville OH City Sch Dist		08/30/2012	860,000.00	844,855.40	860,000.00	2.230	2,649	1,979	2.230	12/01/2019
960028NH7	3273	Westerville OH City Sch Dist		08/30/2012	590,000.00	581,858.00	590,000.00	2.530	3,015	2,345	2.530	12/01/2020
960028NJ3	3274	Westerville OH City Sch Dist		08/30/2012	1,425,000.00	1,380,611.25	1,425,000.00	2.790	3,380	2,710	2.790	12/01/2021
969788FQ6	2951	Williamson Cnty Schl, IL		07/30/2009	3,500,000.00	3,716,230.00	3,682,541.91	8.250	13,304	11,507	7.752	01/01/2046
970856CS7	3201	Willmar, MN G.O. Hosp.		02/28/2012	1,405,000.00	1,463,602.55	1,453,079.34	3.000	1,434	580	0.800	02/01/2016
974603QP0	2961	Winnebago Cnty, WI		11/10/2009	385,000.00	393,416.10	385,000.00	3.200	1,968	274	3.200	04/01/2015
974603QQ8	2962	Winnebago Cnty, WI		11/10/2009	395,000.00	415,389.90	395,000.00	3.700	2,334	640	3.701	04/01/2016
974603QR6	2963	Winnebago Cnty, WI		11/10/2009	405,000.00	435,103.65	405,000.00	4.000	2,699	1,005	4.001	04/01/2017
974603QS4	2964	Winnebago Cnty, WI		11/10/2009	420,000.00	447,858.60	420,000.00	4.250	3,064	1,370	4.251	04/01/2018
974603QT2	2965	Winnebago Cnty, WI		11/10/2009	435,000.00	457,954.95	435,000.00	4.450	3,429	1,735	4.451	04/01/2019
977100AC0	2844	Wisconsin Gen Rev		10/07/2008	555,000.00	647,701.65	544,053.34	5.700	6,415	4,322	5.971	05/01/2026
981306AD5	3161	Worcester, MA		11/03/2011	1,000,000.00	1,046,450.00	1,030,605.84	4.000	1,459	488	1.620	11/01/2015
987830KW5	2622	Ypsilanti, MI		07/24/2006	2,000,000.00	2,097,360.00	2,013,551.55	6.150	7,221	4,322	6.051	05/01/2026
55844RDH4	3284	Madison, WI		09/28/2012	4,175,000.00	4,323,087.25	4,533,317.96	3.750	2,925	2,284	2.242	10/01/2020
60415NE24	2625	Minnesota HFA		07/27/2006	2,405,000.00	2,493,792.60	2,423,975.43	6.300	6,183	3,287	6.158	07/01/2023
981305SA4	2890	City of Worcester, MA		02/26/2009	3,355,000.00	3,624,607.80	3,379,031.39	6.250	6,883	4,932	6.159	01/01/2028
Subtotal and Average			129,900,385.20		127,515,000.00	132,693,478.40	129,869,379.69		4,099	2,981	3.482	
Zero Coupon Bonds												
011112AV1	2920	Alameda Cnty, CA Pension		04/28/2009	5,000,000.00	4,988,300.00	4,877,470.02	4.978	2,043	153	6.024	12/01/2014
157447KX0	3298	Chagrin Falls OH Exempt		11/27/2012	1,475,000.00	1,328,694.75	1,343,778.15	1.953	2,195	1,614	2.120	12/01/2018
672319BA7	2837	Oakland, CA		10/02/2008	6,000,000.00	4,673,460.00	4,096,339.30	4.151	4,457	2,359	6.000	12/15/2020
489818L51	3100	Kenosha, WI		05/11/2011	2,410,000.00	2,316,588.40	2,202,231.80	3.113	2,093	946	3.517	02/01/2017
Subtotal and Average			12,494,584.37		14,885,000.00	13,307,043.15	12,519,819.27		2,868	1,171	5.156	
Managed Pool Accounts -2												
SYS1-OPEB-RA	OPEB-1-RA	State Board of Investment			3,195,769.36	4,873,457.52	3,195,769.36	2.733	1	1	2.733	
SYS2-OPEB-ES	OPEB-2-ES	State Board of Investment			49,286,926.68	75,161,163.46	49,286,926.68	2.733	1	1	2.733	
SYS3-OPEB-MT	OPEB-3-MT	State Board of Investment			73,370,376.56	111,887,740.57	73,370,376.56	2.733	1	1	2.733	
Subtotal and Average			125,853,555.93		125,853,072.60	191,922,361.55	125,853,072.60		1	1	2.733	

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**005B-EOM, Aggregate Portfolio
Portfolio Management
Portfolio Details - Investments
June 30, 2014**

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Term	Days to Maturity	YTM	Maturity Date
Pass Thru Securities (MBS)												
31371NKH7	3187	Federal Nat'l.Mtge. Assn.		12/23/2011	1,341,228.45	1,515,990.52	1,465,292.08	5.500	5,731	4,810	2.053	09/01/2027
		Subtotal and Average	1,499,691.05		1,341,228.45	1,515,990.52	1,465,292.08		5,731	4,810	2.053	
		Total and Average	722,090,121.56		723,464,623.17	788,485,824.02	723,549,719.15		1,810	1,417	1.871	

**005B-EOM, Aggregate Portfolio
Portfolio Management
Portfolio Details - Cash
June 30, 2014**

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Term	Days to Maturity	YTM	
Non-Interest Bearing Acct.												
SYS2394	2385	RBC/Dain-Hedging, Cash, Diesel			1,199,271.37	1,199,271.37	1,199,271.37			1	1	0.000
SYSBank-024	Bank-024	MT-Admin (Mears Park)		01/01/2014	0.00	0.00	0.00			1	1	0.000
MT-TVM	Bank-0022	MT-TVM Coin and Currency		01/01/2014	0.00	0.00	0.00			1	1	0.000
SYS2643	2643	RBC/Dain-Hedging, Cash, NGas		01/01/2014	0.00	0.00	0.00			1	1	0.000
1047-5623-0983	Bank-0020	U.S. Bank		01/01/2014	0.00	0.00	0.00			1	1	0.000
SYSBank-0021	Bank-0021	U.S. Bank		01/01/2014	0.00	0.00	0.00			1	1	0.000
1047-5623-0975	Bank-18A	U.S. Bank		01/01/2014	0.00	0.00	0.00			1	1	0.000
Average Balance			0.00	Accrued Interest at Purchase		3,119.34	3,119.34			1	1	
				Ending Accrued Interest		2,600,362.71	2,600,362.71					
				Subtotal		3,802,753.42	3,802,753.42					
Total Cash and Investment Value			722,090,121.56		724,663,894.54	792,288,577.44	727,352,472.57			1,810	1,417	1.871



**000A-RECON, MCOA ST-LT-EFPM
Purchases Report
Sorted by Port - Port
April 1, 2014 - June 30, 2014**

Metropolitan Council
Fiscal Services--Treasury Ops.
390 Robert Street North
St. Paul, St. Paul, MN 551
(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	Ending Book Value
MCOA, Taxable, Long-Term											
943080LJ8	3410	MCTXLT	MUN 943080	3,725,000.00	04/08/2014 01/01 - 07/01	3,780,167.25					
0556N1F65	3411	MCTXLT	ACP 0556N1	10,000,000.00	04/09/2014 06/06 - At Maturity	9,997,744.44		2.000	07/01/2015	0.787	3,769,831.17
613579Y21	3414	MCTXLT	MUN 613579	1,700,000.00	04/09/2014 10/01 - 04/01	1,700,000.00		0.140	06/06/2014	0.140	0.00
613579W31	3415	MCTXLT	MUN 613579	40,000.00	04/09/2014 10/01 - 04/01	40,000.00	1,435.56	3.800	10/01/2019	3.800	1,700,000.00
06538CF97	3412	MCTXLT	ACP 06538B	10,000,000.00	04/10/2014 06/09 - At Maturity	9,997,666.67	33.78	3.800	10/01/2019	3.800	40,000.00
613579Y54	3416	MCTXLT	MUN 613579	1,465,000.00	04/10/2014 10/01 - 04/01	1,465,000.00		0.140	06/09/2014	0.140	0.00
613579W64	3417	MCTXLT	MUN 613579	35,000.00	04/10/2014 10/01 - 04/01	35,000.00	1,611.50	4.400	10/01/2022	4.400	1,465,000.00
2254EBHE4	3422	MCTXLT	ACP 2254EB	10,000,000.00	05/15/2014 08/14 - At Maturity	9,995,702.78	38.50	4.400	10/01/2022	4.400	35,000.00
4497W1J31	3421	MCTXLT	ACP 4497W0	10,000,000.00	05/15/2014 09/03 - At Maturity	9,994,450.00		0.170	08/14/2014	0.170	9,997,933.91
86563HJ92	3425	MCTXLT	ACP 86563H	10,000,000.00	06/11/2014 09/09 - At Maturity	9,995,250.00		0.180	09/03/2014	0.180	9,996,869.73
6323A1KQ8	3426	MCTXLT	ACP 6323A0	10,000,000.00	06/12/2014 10/24 - At Maturity	9,991,811.11		0.190	09/09/2014	0.190	9,996,386.52
			Subtotal	66,965,000.00		66,992,792.25	3,119.34				46,994,109.29
MCOA, Taxable, Short-Term											
0027A1HD4	3418	MCTXST	ACP 0027A1	10,000,000.00	05/15/2014 08/13 - At Maturity	9,996,500.00		0.140	08/13/2014	0.140	9,996,337.15
06416KHB9	3419	MCTXST	ACP 06416K	10,000,000.00	05/15/2014 08/11 - At Maturity	9,997,066.67		0.120	08/11/2014	0.120	9,998,640.99
78470XGE8	3420	MCTXST	ACP 78470X	10,000,000.00	05/15/2014 07/14 - At Maturity	9,997,833.33		0.130	07/14/2014	0.130	9,999,533.21
06538CJ28	3424	MCTXST	ACP 06538B	10,000,000.00	06/10/2014 09/02 - At Maturity	9,996,966.67		0.130	09/02/2014	0.130	9,997,774.75
24023HG74	3423	MCTXST	ACP 24023H	10,000,000.00	06/10/2014 07/07 - At Maturity	9,998,875.00		0.150	07/07/2014	0.150	9,999,751.45
			Subtotal	50,000,000.00		49,987,241.67	0.00				49,994,037.55
			Total Purchases	116,965,000.00		116,980,033.92	3,119.34				96,988,146.84

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000A-RECON, MCOA ST-LT-EFPM
Sales/Call Report
Sorted by Maturity Date - Port
April 1, 2014 - June 30, 2014

Metropolitan Council
 Fiscal Services—Treasury Ops.
 390 Robert Street North
 St. Paul, St. Paul, MN 551
 (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
06/05/2014												
86562LF56	3399	MCTXST	86562K ACP	03/06/2014	04/22/2014 06/05/2014	10,000,000.00	0.190	9,997,703.55	9,997,677.78	0.00	9,997,677.78	-25.77
					Subtotal	10,000,000.00		9,997,703.55	9,997,677.78	0.00	9,997,677.78	-25.77
07/01/2014												
943080JR3	3352	MCTXLT	943080 MUN	05/07/2013	04/18/2014 07/01/2014	4,100,000.00	2.000	4,108,248.82	4,100,000.00	24,372.04	4,124,372.04	16,123.22
943080KL4	3360	MCTXLT	943080 MUN	06/25/2013	04/18/2014 07/01/2014	750,000.00	1.500	750,993.28	750,000.00	3,343.73	753,343.73	2,350.45
					Subtotal	4,850,000.00		4,859,242.10	4,850,000.00	27,715.77	4,877,715.77	18,473.67
01/30/2017												
3135G0GY3	3409	MCTXLT	FNMA FAC	03/27/2014	04/11/2014 01/30/2017	10,000,000.00	1.250	10,115,793.35	10,132,800.00	24,652.78	10,157,452.78	41,659.43
					Subtotal	10,000,000.00		10,115,793.35	10,132,800.00	24,652.78	10,157,452.78	41,659.43
11/27/2018												
3135G0YT4	3408	MCTXLT	FNMA FAC	03/27/2014	04/11/2014 11/27/2018	10,000,000.00	1.625	9,987,969.17	10,018,600.00	60,486.11	10,079,086.11	111,116.94
					Subtotal	10,000,000.00		9,967,969.17	10,018,600.00	60,486.11	10,079,086.11	111,116.94
10/01/2019												
613579YE5	3038	MCTXLT	613579 MUN	12/29/2010	04/09/2014 10/01/2019	1,740,000.00	3.800	1,740,000.00	1,740,000.00	1,469.34	1,741,469.34	1,469.34
					Subtotal	1,740,000.00		1,740,000.00	1,740,000.00	1,469.34	1,741,469.34	1,469.34
10/01/2022												
613579YH8	3039	MCTXLT	613579 MUN	12/29/2010	04/10/2014 10/01/2022	1,500,000.00	4.400	1,500,000.00	1,500,000.00	1,650.00	1,501,650.00	1,650.00
					Subtotal	1,500,000.00		1,500,000.00	1,500,000.00	1,650.00	1,501,650.00	1,650.00
					Total Sales	38,090,000.00		38,180,708.17	38,239,077.78	115,974.00	38,355,051.78	174,343.61

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