



Metro

August 18, 2004

TO: MTA BOARD OF DIRECTORS

THROUGH: ROGER SNOBLE
CHIEF EXECUTIVE OFFICER

FROM: TERRY MATSUMOTO
EXECUTIVE OFFICER, FINANCE AND TREASURER

SUBJECT: INVESTMENT TRANSACTIONS DURING THE MONTH
ENDED JULY 31, 2004

ISSUE

The attached investment transactions reports are provided in accordance with the MTA Investment Policy approved January 22, 2004, and the California Government Code.

DISCUSSION

During the month, investment purchases totaled \$380.7 million, and investment sales totaled \$7.6 million, including interest. In addition, there was one call option for \$2.0 million exercised in the portfolio. The MTA's short and intermediate investment portfolios, valued at market plus accrued income, totaled \$775.5 million as of July 31, 2004 versus \$822.2 million as of June 30, 2004.

NEXT STEPS

The next update will report investment transactions for the month ended August 31, 2004.

Attachment I: Purchase Detail Report
Attachment II: Sales Detail Report
Attachment III: Call Detail Report

Prepared by: Donna R. Mills, Assistant Treasurer
Marshall Liu, Sr. Financial Analyst

ATTACHMENT I
LOS ANGELES COUNTY METROPOLITAN TRANSPORTATION AUTHORITY
PURCHASE DETAIL REPORT
07/01/04 TO 07/31/04

Settle Date	CUSIP	Description	Face Rate	Maturity Date	Par Value	Cost Basis	Interest	Broker	Yield
07/01/2004	90262CG27	UBS FIN (DEL) DISC C/P	0.00	07/02/2004	9,000,000.00	8,999,660.00	0.00	MERRILL LYNCH GOVT SECS/M.MKTS	1.36
07/02/2004	313384ZA0	FEDERAL HOME LOAN BANK DISCOUNT	0.00	07/06/2004	13,000,000.00	12,998,266.67	0.00	LEHMAN-LBI	1.20
07/02/2004	17307JGF3	CITIGROUP GLBL MKT HLDG INC CP	0.00	07/15/2004	11,000,000.00	10,994,915.56	0.00	CITIGROUP GLOBAL MARKETS INC	1.28
07/02/2004	313384ZH5	FEDERAL HOME LOAN BANK DISCOUNT	0.00	07/13/2004	5,000,000.00	4,998,151.39	0.00	BANC AMERICA SECUR LLC	1.21
07/06/2004	313384ZB8	FEDERAL HOME LOAN BANK DISCOUNT	0.00	07/07/2004	25,000,000.00	24,999,222.22	0.00	MERRILL LYNCH GOVT SECS/M.MKTS	1.12
07/06/2004	36960LGC3	GENERAL ELEC CO DISC C/P	0.00	07/12/2004	10,000,000.00	9,998,000.00	0.00	MERRILL LYNCH GOVT SECS/M.MKTS	1.20
07/07/2004	313384ZC6	FEDERAL HOME LOAN BANK DISCOUNT	0.00	07/08/2004	10,000,000.00	9,999,683.33	0.00	BANC AMERICA SECUR LLC	1.14
07/07/2004	313384ZZ5	FEDERAL HOME LOAN BANK DISCOUNT	0.00	07/29/2004	7,000,000.00	6,994,866.67	0.00	LEHMAN-LBI	1.20
07/07/2004	313384A25	FEDERAL HOME LOAN BANK DISCOUNT	0.00	07/30/2004	7,000,000.00	6,994,633.33	0.00	LEHMAN-LBI	1.20
07/08/2004	313396A60	FEDERAL HOME LN MTG CORP DISC NTS	0.00	08/03/2004	9,500,000.00	9,491,629.44	0.00	LEHMAN-LBI	1.22
07/08/2004	313396A60	FEDERAL HOME LN MTG CORP DISC NTS	0.00	08/03/2004	2,500,000.00	2,497,779.17	0.00	MERRILL LYNCH GOVT SECS/M.MKTS	1.23
07/09/2004	313384ZG7	FEDERAL HOME LOAN BANK DISCOUNT	0.00	07/12/2004	8,000,000.00	7,999,246.67	0.00	UBS FINANCIAL SERVICES INC	1.13
07/09/2004	313384B40	FEDERAL HOME LOAN BANK DISCOUNT	0.00	08/09/2004	8,000,000.00	7,991,733.33	0.00	LEHMAN-LBI	1.20
07/12/2004	313384ZH5	FEDERAL HOME LOAN BANK DISCOUNT	0.00	07/13/2004	10,000,000.00	9,999,688.89	0.00	BK OF AMERICA NA	1.12
07/12/2004	313396B51	FEDERAL HOME LN MTG CORP DISC NTS	0.00	08/10/2004	7,000,000.00	6,993,120.56	0.00	LEHMAN-LBI	1.22
07/13/2004	313588B79	FEDERAL NATL MTGE ASSN DISCOUNT NT	0.00	08/12/2004	8,000,000.00	7,992,066.67	0.00	LEHMAN-LBI	1.19
07/13/2004	313384ZJ1	FEDERAL HOME LOAN BANK DISCOUNT	0.00	07/14/2004	7,000,000.00	6,999,784.17	0.00	BANC AMERICA SECUR LLC	1.11
07/14/2004	313384ZK8	FEDERAL HOME LOAN BANK DISCOUNT	0.00	07/15/2004	12,000,000.00	11,999,620.00	0.00	MERRILL LYNCH GOVT SECS/M.MKTS	1.14
07/15/2004	313396ZL0	FEDERAL HOME LN MTG CORP DISC NTS	0.00	07/16/2004	13,000,000.00	12,999,559.44	0.00	MERRILL LYNCH GOVT SECS/M.MKTS	1.22
07/15/2004	35956THG4	FUJI PHOTO FILM FIN CPDS	0.00	08/16/2004	5,000,000.00	4,994,222.22	0.00	BANC AMERICA SECUR LLC	1.30
07/15/2004	912828BZ2	UNITED STATES TREAS NTS	3.00	02/15/2009	1,600,000.00	1,560,937.50	19,912.09	BEAR STEARNS & CO	3.58
07/16/2004	10060JGK4	BOSTON EDISON CO CPDS	0.00	07/19/2004	9,000,000.00	8,999,077.50	0.00	CITIGROUP GLOBAL MARKETS INC	1.23
07/16/2004	3133X14N4	FEDERAL HOME LN BKS	2.88	09/15/2006	3,700,000.00	3,693,639.70	35,753.82	CITIGROUP GLOBAL MARKETS INC	2.96
07/19/2004	90262CGL5	UBS FIN (DEL) DISC C/P	0.00	07/20/2004	10,000,000.00	9,999,652.78	0.00	MERRILL LYNCH GOVT SECS/M.MKTS	1.25
07/19/2004	3134A4UB8	FEDERAL HOME LN MTG CORP	2.75	08/15/2006	1,000,000.00	998,790.00	11,763.89	PERSHING & COMPANY	2.81
07/19/2004	3133MXFT1	FEDERAL HOME LN BKS	2.75	03/14/2008	1,000,000.00	974,336.00	9,548.61	CITIGROUP GLOBAL MARKETS INC	3.50
07/20/2004	313384ZR3	FEDERAL HOME LOAN BANK DISCOUNT	0.00	07/21/2004	10,000,000.00	9,999,683.33	0.00	BK OF AMERICA NA	1.14
07/20/2004	313588C45	FEDERAL NATL MTGE ASSN DISCOUNT NT	0.00	08/17/2004	10,000,000.00	9,990,433.33	0.00	LEHMAN-LBI	1.23
07/20/2004	364725AB7	GANNETT CO INC	5.50	04/01/2007	3,000,000.00	3,162,810.00	49,958.34	WACHOVIA SECS CAPITAL MARKET	3.33
07/21/2004	313384ZS1	FEDERAL HOME LOAN BANK DISCOUNT	0.00	07/22/2004	23,000,000.00	22,999,258.89	0.00	MERRILL LYNCH GOVT SECS/M.MKTS	1.16
07/21/2004	45920DHP1	INTERNATIONAL BUS MACH CORP CP	0.00	08/23/2004	5,000,000.00	4,994,041.67	0.00	BANC AMERICA SECUR LLC	1.30
07/22/2004	313588C45	FEDERAL NATL MTGE ASSN DISCOUNT NT	0.00	08/17/2004	14,000,000.00	13,987,260.00	0.00	LEHMAN-LBI	1.26
07/22/2004	313384ZT9	FEDERAL HOME LOAN BANK DISCOUNT	0.00	07/23/2004	12,000,000.00	11,999,610.00	0.00	CITIGROUP GLOBAL MARKETS INC	1.17
07/22/2004	313588C52	FEDERAL NATL MTGE ASSN DISCOUNT NT	0.00	08/18/2004	10,000,000.00	9,990,550.00	0.00	MERRILL LYNCH GOVT SECS/M.MKTS	1.26
07/22/2004	69372AKC5	PACCAR FIN CORP DISC C/P C	0.00	10/12/2004	10,000,000.00	9,965,833.33	0.00	CITIGROUP GLOBAL MARKETS INC	1.51
07/22/2004	06422RJD0	BANK OF AMER N A DISC B/A	0.00	09/13/2004	7,000,000.00	6,985,984.44	0.00	BANK OF NY CUST CLEARANCE	1.36
07/22/2004	45974MJ82	INTERNATIONAL LEASE FIN C/P CP	0.00	09/08/2004	5,000,000.00	4,990,800.00	0.00	BANC AMERICA SECUR LLC	1.38
07/22/2004	36959HJE8	GENERAL ELEC CAP CORP DISC C/P	0.00	09/14/2004	5,000,000.00	4,989,500.00	0.00	MERRILL LYNCH GOVT SECS/M.MKTS	1.40
07/22/2004	02665JIM3	AMERICAN HONDA FIN CORP CPDS	0.00	09/21/2004	5,000,000.00	4,988,138.89	0.00	MERRILL LYNCH GOVT SECS/M.MKTS	1.40
07/22/2004	06422RLQ8	BANK OF AMER N A DISC B/A	0.00	11/24/2004	4,000,000.00	3,977,361.11	0.00	BANK OF NY CUST CLEARANCE	1.64
07/22/2004	02665JJD3	AMERICAN HONDA FIN CORP CPDS	0.00	09/13/2004	3,000,000.00	2,993,772.50	0.00	BANC AMERICA SECUR LLC	1.41
07/23/2004	313384ZW2	FEDERAL HOME LOAN BANK DISCOUNT	0.00	07/26/2004	12,000,000.00	11,998,830.00	0.00	LEHMAN-LBI	1.17
07/27/2004	90262CGU5	UBS FIN (DEL) DISC C/P	0.00	07/28/2004	3,600,000.00	3,599,874.00	0.00	MERRILL LYNCH GOVT SECS/M.MKTS	1.26
07/28/2004	17307JGV8	CITIGROUP GLBL MKT HLDG INC CP	0.00	07/29/2004	8,600,000.00	8,599,699.00	0.00	CITIGROUP GLOBAL MARKETS INC	1.26
07/29/2004	17307JGW6	CITIGROUP GLBL MKT HLDG INC CPDS	0.00	07/30/2004	7,600,000.00	7,599,725.56	0.00	CITIGROUP GLOBAL MARKETS INC	1.30

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PURCHASE DETAIL REPORT
07/01/04 TO 07/31/04

Settle Date	CUSIP	Description	Face Rate	Maturity Date	Par Value	Cost Basis	Interest	Broker	Yield
07/30/2004	313588A54	FEDERAL NATL MTGE ASSN DISCOUNT NT	0.00	08/02/2004	8,600,000.00	8,599,082.67	0.00	UBS FINANCIAL SERVICES INC	1.28
07/30/2004	3134A4UB8	FEDERAL HOME LN MTG CORP	2.75	08/15/2006	1,000,000.00	994,766.00	12,604.17	SMITH BARNEY HARRIS UPHAMD	3.02
\$ 380,700,000.00						\$ 380,569,297.93	\$ 139,540.92		

ATTACHMENT II
LOS ANGELES COUNTY METROPOLITAN TRANSPORTATION AUTHORITY
SALES DETAIL REPORT
07/01/04 TO 07/31/04

Settle Date	CUSIP	Description	Face Rate	Maturity Date	Par Value	Cost Basis	Interest	Gain / (Loss)
07/15/2004	01F052672	FNMA TBA 30YR 5.50% JUL	0.00	12/24/2011	3,000,000.00	3,004,101.56	0.00	53,789.06
07/15/2004	31388EF92	FEDERAL NAT'L MTGE ASSN POOL # 602392	7.50	08/23/2007	750,774.00	131,694.81	358.56	4,878.98
07/19/2004	31359MSE4	FEDERAL NATL MTG ASSN	1.75	06/16/2006	1,200,000.00	1,177,284.00	1,925.00	(20,172.00)
07/20/2004	74143WAA0	PRICE COSTCO INC	7.13	06/15/2005	3,050,000.00	3,182,004.00	21,127.60	(164,395.00)
07/22/2004	36200T2N7	GOV'T NAT'L MTGE ASSN POOL # 572381	6.50	01/05/2008	227,714.00	31,685.36	114.86	66.27
07/22/2004	36213EHG4	GOV'T NAT'L MTGE ASSN POOL # 552031	6.50	01/05/2008	117,093.00	33,300.00	120.72	69.65
					\$ 8,345,581.00	\$ 7,560,069.73	\$ 23,646.74	\$ (125,763.04)

ATTACHMENT III
LOS ANGELES COUNTY METROPOLITAN TRANSPORTATION AUTHORITY
CALL DETAIL REPORT
07/01/04 TO 07/31/04

Settle Date	CUSIP	Description	Face Rate	Maturity Date	Par Value	Cost Basis	Interest	Gain / (Loss)
	312925ZV5	FEDERAL HOME LN MTG CORP M/T/N	5.00	7/30/2009	2,000,000.00	2,006,600.00	37,777.08	(6,600.00)