

ODESSA COLLEGE

QUARTERLY INVESTMENT REPORT DECEMBER 1 – FEBRUARY 28, 2010

AS REQUIRED BY THE TEXAS PUBLIC FUNDS INVESTMENT ACT

- I. Investment Position by Pooled Fund Group**
- II. Book Value and Market Value by Type of Asset**
- III. Diversity by Type and Maturity**
- IV. Investment Earnings by Type of Asset**
- V. Statements of Compliance of Investment Portfolio**

ODESSA COLLEGE

I.

**INVESTMENT POSITION BY POOLED FUND GROUP
QUARTER ENDING FEBRUARY 28, 2010**

	Beginning Market Value <u>Dec 1, 2009</u>	Investment Additions (Deductions)	Market Value Appreciation	Ending Market Value <u>Feb 28, 2010</u>
<u>INVESTMENT POOL A:</u>				
Current Unrestricted Funds	13,780,168	9,302,054	2,211	23,084,433
Current Restricted Funds	87,970	170,701	25	258,696
Endowment Fund	819,104	(40,234)	75	778,945
Agency Funds Held for Others	113,343	8,417	12	121,772
	<u>14,800,585</u>	<u>9,440,939</u>	<u>2,322</u>	<u>24,243,846</u>
 <u>INVESTMENT POOL B (DEBT SERVICE):</u>				
Bond Interest & Sinking Fund	38,614	627,902	-	666,516
Bond Debt Service Reserve	2,494,329	1,260	-	2,495,589
	<u>2,532,943</u>	<u>629,162</u>	-	<u>3,162,105</u>
 ALL FUNDS	 <u>\$17,333,528</u>	 <u>\$10,070,101</u>	 <u>\$2,322</u>	 <u>\$27,405,951</u>

Feb 28, 2009 \$27,764,135

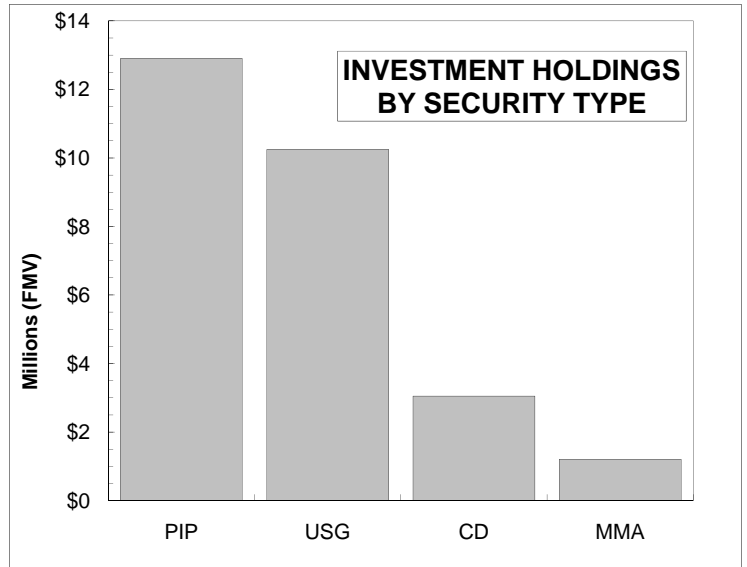
**BOOK VALUE AND MARKET VALUE OF INVESTMENTS BY TYPE OF ASSET
QUARTER ENDING FEBRUARY 28, 2010**

	P.F.I.A. Authorization	November 30, 2009		February 28, 2010		Maturity
		Book Value	Market Value	Book Value	Market Value	
<u>Public Funds Investment</u>						
<u>Pools</u>						
	Sec. 2256.016					
TexPool - Operating		191,141	191,141	691,295	691,295	Daily Liquidity
TexPool Prime - Operating		3,254,105	3,254,105	7,079,221	7,079,221	Daily Liquidity
TexPool - Interest & Sinking		-	-	-	-	Daily Liquidity
Texpool Prime - Interest & Sinking		2,532,943	2,532,943	3,162,104	3,162,104	Daily Liquidity
Lone Star Government Overnight Fund		42,282	42,282	42,296	42,296	Daily Liquidity
Lone Star Corporate Overnight Fund		833,525	833,525	833,988	833,988	Daily Liquidity
Logic - Liquid Asset Fund		1,087,652	1,087,652	1,088,175	1,088,175	Daily Liquidity
		<u>7,941,648</u>	<u>7,941,648</u>	<u>12,897,079</u>	<u>12,897,079</u>	
<u>Money Market Funds</u>						
	Sec. 2256.014					
Goldman Sachs (American State Bank)		76,237	76,237	-	-	Daily Liquidity
ASB Business Savings		1,205,858	1,205,858	1,209,340	1,209,340	Daily Liquidity
		<u>1,282,095</u>	<u>1,282,095</u>	<u>1,209,340</u>	<u>1,209,340</u>	
<u>U.S. Govt Agencies</u>						
	Sec. 2256.009					
<u>Pooled Operating Funds:</u>	<u>Yield to Maturity:</u>					
FNMA StepUp 02/17/2015	1.50%	-	-	2,000,000	2,005,000	1787 days
FHLB StepUp 09/30/2014	2.50%	1,000,000	1,001,562	161,290	161,491	1650 days
FNMA 09/15/14	3.00%	2,000,000	2,026,250	2,000,000	2,020,625	1635 days
FNMA 08/26/2013	2.05%	-	-	3,000,000	3,007,500	1256 days
FHLB 11/07/2012	1.75%	-	-	2,000,000	2,016,875	967 days
FHLB 02/15/2011	4.00%	1,000,000	1,042,380	1,000,000	1,035,000	345 days
FHLB 03/15/2013	2.37%	1,000,000	1,000,937	-	-	0 days
FHLB StepUp 06/09/2011	0.75%	-	-	-	-	0 days
		<u>5,000,000</u>	<u>5,071,129</u>	<u>10,161,290</u>	<u>10,246,491</u>	
<u>Certificates of Deposit</u>						
American State Bank		2,026,897	2,026,897	2,036,909	2,036,909	228 days
American State Bank		1,011,759	1,011,759	1,016,131	1,016,131	45 days
		<u>3,038,656</u>	<u>3,038,656</u>	<u>3,053,040</u>	<u>3,053,040</u>	
<u>Commercial Paper</u>						
	Sec. 2256.013					
				-	-	0 days
				-	-	0 days
		<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	
		<u>\$17,262,399</u>	<u>\$17,333,528</u>	<u>\$27,320,749</u>	<u>\$27,405,950</u>	

**DIVERSITY REPORT
 QUARTER ENDING FEBRUARY 28, 2010**

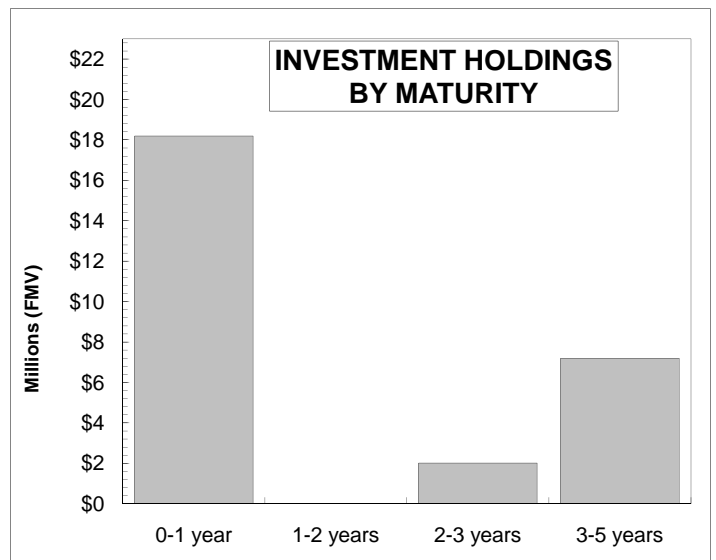
DIVERSITY BY SECURITY TYPE:

PIP	Public Investment Pools	12,897,079	47%
USG	U.S. Govt Agencies	10,246,491	37%
CD	Certificates of Deposit	3,053,040	11%
MMA	Money Market Funds	1,209,340	4%
		<u>\$27,405,950</u>	<u>100%</u>



DIVERSITY BY MATURITY

0-1 year	18,194,459	66%
1-2 years	0	0%
2-3 years	2,016,875	7%
3-5 years	7,194,616	26%
		<u>\$27,405,950</u>
		<u>100%</u>



**INVESTMENT EARNINGS BY TYPE OF ASSET
QUARTER ENDING FEBRUARY 28, 2010**

	<u>Quarter Ending 02/28/10</u>	<u>Quarterly Yield</u>	<u>Year-to-Date 02/28/10</u>	<u>Annual Yield</u>
<u>INTEREST INCOME:</u>				
Public Funds Investment Pools:				
TexPool	154	0.16%	426	0.22%
TexPool - Prime	4,278	0.19%	10,319	0.26%
LoneStar Government Overnight Fund	14	0.13%	33	0.16%
LoneStar Corporate Overnight Plus Fund	463	0.22%	1,088	0.27%
Logic	523	0.19%	1,386	0.27%
	<u>5,432</u>		<u>13,253</u>	
Money Market & Savings	3,489	1.13%	7,045	0.86%
U.S. Government Agencies	33,676	3.03%	75,302	2.73%
Certificates of Deposit	14,384	1.89%	28,859	1.89%
Total Interest Earnings	<u>\$56,982</u>	<u>1.13%</u>	<u>\$124,460</u>	<u>1.22%</u>

Benchmark Yield:

3-Month Treasury Bill	0.33%		0.34%
Actual below Benchmark (BPS)	+ 80		+ 88
	Basis Points		Basis Points

Annual Budgeted Investment Earnings (All Funds)
Percent of Budget Earned To Date

\$907,360
13.7%

GAINS (LOSSES) ON SALE OF INVESTMENTS:

Unrealized Gains (Losses) - Changes in Market Value Since Beginning of Year	<u>\$27,572</u>	<u>\$52,822</u>
Realized Gains (Losses) On Investments Sold or Matured Since Beginning of Year	<u>(\$4,230)</u>	<u>(\$8,460)</u>

**STATEMENTS OF COMPLIANCE OF INVESTMENT PORTFOLIO
QUARTER ENDING FEBRUARY 28, 2010****Statement 1: Compliance with investment strategies of the District.**

As evidenced by the market valuations and maturities described in this report, the investments of the District for the quarter ending February 28, 2010 comply with the investment objectives and strategies as expressed in the Odessa Junior College District Investment Policy. The investment objectives, in order of priority, are:

- a. Preservation and Safety of Principal
- b. Liquidity
- c. Maturity
- d. Portfolio Diversification
- e. Yield
- f. Investment Suitability

Statement 2: Investment Strategies for the next quarter:

Current, Loan, Endowment, and Agency Funds: These funds are pooled together and invested to assure adequate liquidity for cash flows. To accomplish this, the District will continue to invest in public funds investment pools, daily liquidity money market funds, short- to medium-term government agencies, high-quality dual-rated commercial paper, and/or certificates of deposit.

Unexpended Bond Proceeds: At the end of this quarter, there were no unspent bond funds.

Bond Debt Service Interest & Sinking Funds: Interest and sinking funds are set aside on a monthly basis and invested in a separate TexPool account until the semi-annual debt service payments are made in June and December.

Bond Debt Service Reserves: The 2009 Bond debt service reserve is invested in a separate TexPool debt service account.

Renewal/Replacement Funds: These funds are invested in a variety of instruments including public funds investment pools, daily liquidity money market funds, short- to medium-term government agencies, high-quality dual-rated commercial paper, and/or certificates of deposit. The average maturity of these funds is longer than the Operating Funds as only a portion of the fund balance is budgeted for expenditure in the current year.

Statement 3: Compliance with requirements relating to business organizations seeking to sell investments.

All business organizations that have sold investments to Odessa College during the quarter ended February 28, 2010, have executed a written instrument stating that the qualified representative of the organization has:

- 1) received and thoroughly reviewed the Investment Policy of the Odessa Junior College District, and
- 2) implemented reasonable procedures and controls in an effort to preclude imprudent investment activities arising out of investment transactions conducted between the District and the organization.

Statement 4: Compliance with requirements of the Public Funds Investment Act.

To the best of my knowledge, the investment portfolio of the District at February 28, 2010 and the investment transactions entered into during the quarter then ended are in compliance with the Texas Public Funds Investment Act.



Virginia Chisum, CPA, M.Ed.
Vice President for Business Affairs



Kristi Gibbs
Director of Accounting