

ODESSA COLLEGE

QUARTERLY INVESTMENT REPORT SEPTEMBER 1 - NOVEMBER 30, 2005

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 NOVEMBER 30, 2004**

	Beginning Market Value <u>Sep 1, 2004</u>	Investment Additions <u>(Deductions)</u>	Market Value <u>Appreciation</u>	Ending Market Value <u>Nov 30, 2004</u>
<u>INVESTMENT POOL A:</u>				
Current Unrestricted Funds	\$21,804,521	(\$2,728,198)	(\$44,338)	\$19,031,985
Current Restricted Funds	360,922	99,749	(1,071)	459,600
Endowment Fund	678,573	(4,280)	(1,567)	672,726
Agency Funds Held for Others	28,430	1,768	(70)	30,128
	<u>22,872,446</u>	<u>(2,630,961)</u>	<u>(47,046)</u>	<u>20,194,439</u>
<u>INVESTMENT POOL B (DEBT SERVICE):</u>				
Bond Interest & Sinking Fund	1,414,950	(1,161,715)	-	253,235
Bond Debt Service Reserve	2,696,490	-	(19,167)	2,677,323
	<u>4,111,440</u>	<u>(1,161,715)</u>	<u>(19,167)</u>	<u>2,930,558</u>
ALL FUNDS	<u>\$26,983,886</u>	<u>(\$3,792,676)</u>	<u>(\$66,213)</u>	<u>\$23,124,997</u>

Nov 30, 2003 22,728,159

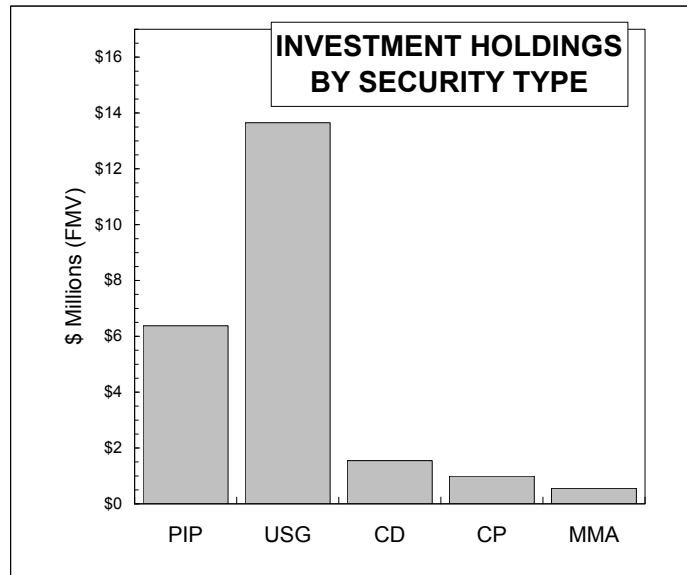
**BOOK VALUE AND MARKET VALUE OF INVESTMENTS BY TYPE OF ASSET
 QUARTER ENDING NOVEMBER 30, 2004**

	P.F.I.A. Authorization	August 31, 2004		November 30, 2004		Maturity
		Book Value	Market Value	Book Value	Market Value	
<u>Public Funds Investment</u>						
<u>Pools</u> Sec. 2256.016						
TexPool General - Operating		590,973	590,973	38,969	38,969	Daily Liquidity
TexPool Prime - Operating		3,641,469	3,641,469	1,724,184	1,724,184	Daily Liquidity
TexPool General - Interest & Sinking		1,414,950	1,414,950	25,978	25,978	Daily Liquidity
Texpool Prime - Interest & Sinking		0	0	227,256	227,256	Daily Liquidity
Lone Star Liquidity Plus Fund		35,928	35,928	36,070	36,070	Daily Liquidity
Lone Star Liquidity Corporate Fund		2,664,606	2,664,606	2,675,278	2,675,278	Daily Liquidity
Logic - Liquid Asset Fund		1,644,605	1,644,605	1,651,745	1,651,745	Daily Liquidity
		<u>9,992,531</u>	<u>9,992,531</u>	<u>6,379,480</u>	<u>6,379,480</u>	
<u>Money Market Funds</u> Sec. 2256.014						
Goldman Sachs (American State Bank)		1,735,461	1,735,461	556,666	556,666	Daily Liquidity
		<u>1,735,461</u>	<u>1,735,461</u>	<u>556,666</u>	<u>556,666</u>	
<u>U.S. Govt Agencies</u> Sec. 2256.009						
Pooled Operating Funds		10,999,325	11,023,000	10,999,325	10,975,954	2.30 yrs
Debt Service Reserve Fund		2,688,027	2,696,490	2,688,027	2,677,323	1.43 yrs
		<u>13,687,352</u>	<u>13,719,490</u>	<u>13,687,352</u>	<u>13,653,277</u>	
<u>Certificates of Deposit</u>						
American State Bank		1,027,536	1,027,536	1,034,025	1,034,025	0.50 yrs
Western National Bank		508,868	508,868	511,119	511,119	0.17 yrs
		<u>1,536,404</u>	<u>1,536,404</u>	<u>1,545,144</u>	<u>1,545,144</u>	
<u>Commercial Paper</u> Sec. 2256.013						
Starbird Funding		0	0	990,430	990,430	0.28 yrs
		<u>0</u>	<u>0</u>	<u>990,430</u>	<u>990,430</u>	
		<u>\$26,951,748</u>	<u>\$26,983,886</u>	<u>\$23,159,072</u>	<u>\$23,124,997</u>	

**DIVERSITY REPORT
 QUARTER ENDING NOVEMBER 30, 2004**

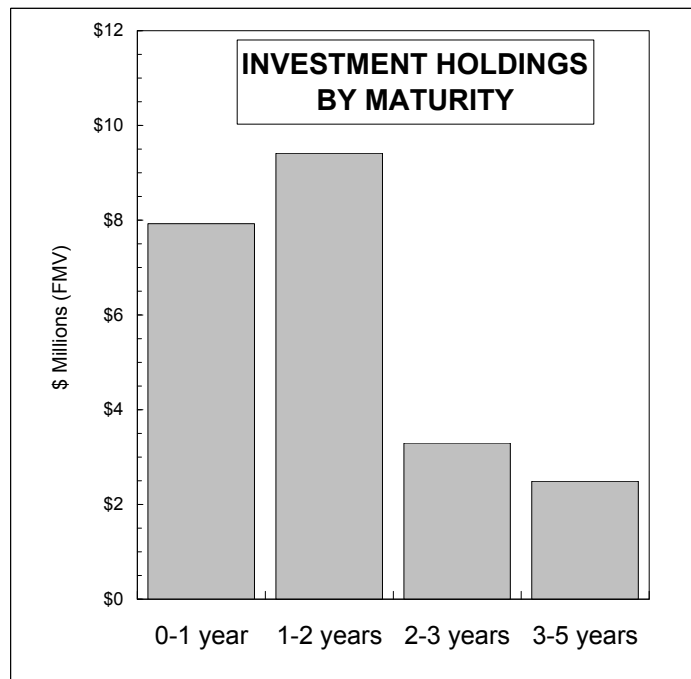
DIVERSITY BY SECURITY TYPE:

PIP	Public Investment Pool	6,379,480
USG	U.S. Govt Agencies	13,653,277
CD	Certificates of Deposit	1,545,144
CP	Commercial Paper	990,430
MMA	Money Market Funds	556,666
		\$23,124,997



DIVERSITY BY MATURITY

0-1 year	7,926,576
1-2 years	9,412,286
2-3 years	3,296,385
3-5 years	2,489,750
	\$23,124,997



**INVESTMENT EARNINGS BY TYPE OF ASSET
 QUARTER ENDING NOVEMBER 30, 2004**

	<u>Quarter Ending Nov 30, 2004</u>	<u>Quarterly Yield</u>	<u>Year-to-Date Sept-Nov 2004</u>	<u>Annual Yield</u>
INTEREST INCOME:				
Public Funds Investment Pools:				
TexPool - General	8,417	1.66%	8,417	1.66%
TexPool - Prime	9,972	1.63%	9,972	1.63%
LoneStar Liquidity Plus	141	1.58%	141	1.58%
LoneStar Liquidity Corporate	10,672	1.61%	10,672	1.61%
Logic	<u>7,140</u>	1.73%	<u>7,140</u>	1.73%
	<u>36,342</u>		<u>36,342</u>	
Money Market Funds	1,684	0.99%	1,684	0.99%
U.S. Government Agencies	92,213	2.67%	92,213	2.67%
Certificates of Deposit	8,740	2.25%	8,740	2.25%
Commercial Paper	<u>4,125</u>	<u>2.01%</u>	<u>4,125</u>	<u>2.01%</u>
Total Interest Earnings	<u>\$143,104</u>	<u>2.23%</u>	<u>\$143,104</u>	<u>2.23%</u>
<u>Benchmark Yield:</u>				
	3-Month Treasury Bill	1.86%		1.86%
	Actual above Benchmark (BPS) +	37 BPS	+	37 BPS
Annual Interest Budget (All Funds)			\$617,750	
Percent of Budget Earned Year to Date			23.2%	

GAINS (LOSSES) ON SALE OF INVESTMENTS:

Unrealized Gains (Losses) - Changes in Market Value		
Since Beginning of Year	<u>(\$66,213)</u>	<u>(\$66,213)</u>
Realized Gains (Losses) On Investments Sold or Matured Since Beginning of Year	<u>\$0</u>	<u>\$0</u>

**STATEMENTS OF COMPLIANCE OF INVESTMENT PORTFOLIO
QUARTER ENDING NOVEMBER 30, 2005****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 November 30, 2005 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 November 30th, there were no remaining unspent 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 1998 Bond debt service reserve is invested in 2-1/4 year and 3-3/4 year government agency bonds issued by the Federal Home Loan Bank (FHLB) with stated yields between 2.18% and 3.15%, payable semi-annually.

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 one-tenth 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 November 30, 2005, 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 November 30, 2005, 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