

**ODESSA COLLEGE**

**QUARTERLY INVESTMENT REPORT  
MARCH 1 – MAY 31, 2008**

**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 MAY 31, 2008**

	<b>Beginning Market Value <u>Feb 28, 2008</u></b>	<b>Investment Additions (Deductions)</b>	<b>Market Value Appreciation</b>	<b>Ending Market Value <u>May 31, 2008</u></b>
<b><u>INVESTMENT POOL A:</u></b>				
Current Unrestricted Funds	27,619,243	(2,578,257)	(130,048)	24,910,938
Current Restricted Funds	145,539	48,108	(1,006)	192,641
Endowment Fund	856,323	12,946	(4,514)	864,755
Agency Funds Held for Others	139,061	(5,765)	(692)	132,604
	<u>28,760,166</u>	<u>(2,522,967)</u>	<u>(136,261)</u>	<u>26,100,938</u>
 <b><u>INVESTMENT POOL B (DEBT SERVICE):</u></b>				
Bond Interest & Sinking Fund	1,157,688	(138,550)	-	1,019,138
Bond Debt Service Reserve	2,749,744	17,535	-	2,767,279
	<u>3,907,432</u>	<u>(121,015)</u>	<u>-</u>	<u>3,786,417</u>
 <b>ALL FUNDS</b>	 <u><u>32,667,598</u></u>	 <u><u>(2,643,982)</u></u>	 <u><u>(136,261)</u></u>	 <u><u>29,887,355</u></u>

May 31, 2007 \$28,635,584
------------------------------

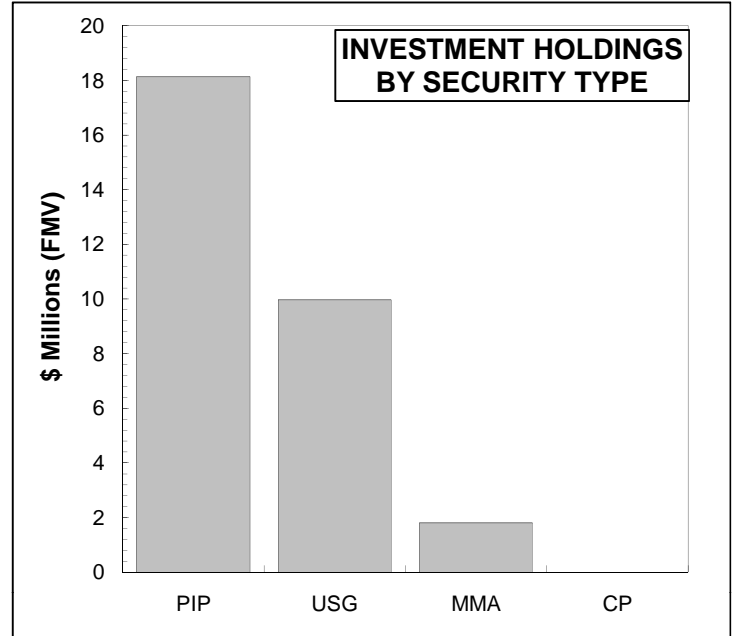
**BOOK VALUE AND MARKET VALUE OF INVESTMENTS BY TYPE OF ASSET  
QUARTER ENDING MAY 31, 2008**

	P.F.I.A. Authorization	February 28, 2008		May 31, 2008		Maturity
		Book Value	Market Value	Book Value	Market Value	
<b><u>Public Funds Investment</u></b>						
<b><u>Pools</u></b>						
	Sec. 2256.016					
TexPool General - Operating		411,196	411,196	413,864	413,864	Daily Liquidity
TexPool Prime - Operating		13,564,202	13,564,202	11,997,370	11,997,370	Daily Liquidity
TexPool General - Interest & Sinking		1,251,235	1,251,235	1,715,199	1,715,199	Daily Liquidity
Texpool Prime - Interest & Sinking		2,656,197	2,656,197	2,071,219	2,071,219	Daily Liquidity
Lone Star Liquidity Plus Fund		41,363	41,363	41,632	41,632	Daily Liquidity
Lone Star Liquidity Corporate Fund		813,107	813,107	818,788	818,788	Daily Liquidity
Logic - Liquid Asset Fund		1,058,675	1,058,675	1,066,252	1,066,252	Daily Liquidity
		<u>19,795,975</u>	<u>19,795,975</u>	<u>18,124,324</u>	<u>18,124,324</u>	
<b><u>Money Market Funds</u></b>						
	Sec. 2256.014					
Goldman Sachs MMA		611,021	611,021	626,691	626,691	Daily Liquidity
ASB Business Savings		1,166,292	1,166,292	1,175,591	1,175,591	Daily Liquidity
		<u>1,777,313</u>	<u>1,777,313</u>	<u>1,802,282</u>	<u>1,802,282</u>	
<b><u>U.S. Govt Agencies</u></b>						
	Sec. 2256.009					
<u>Pooled Operating Funds:</u>	<u>Yield to Maturity:</u>					
FHLMC StepUp 01/30/2013	3.75%	1,500,000	1,506,150	1,500,000	1,476,150	1680 days
FHLB STRNT 11/07/2012	5.00%	2,000,000	2,033,000	2,000,000	2,020,400	1597 days
FHLMC 06/12/2012	5.70%	1,500,000	1,511,700	1,500,000	1,501,350	1452 days
FHLB 04/23/2012	3.55%			2,000,000	1,972,000	1403 days
FHLB 02/15/2011	4.00%	1,000,000	1,033,060	1,000,000	1,012,450	975 days
FHLB 10/14/2010	2.90%			2,000,000	1,978,400	854 days
FHLB 02/15/2013	4.55%	1,500,000	1,500,000	-	-	0 days
FHLB 09/28/2010	5.25%	1,500,000	1,502,400	-	-	0 days
FHLB 11/14/2011	4.90%	2,000,000	2,008,000	-	-	0 days
		<u>11,000,000</u>	<u>11,094,310</u>	<u>10,000,000</u>	<u>9,960,750</u>	
<b><u>Commercial Paper</u></b>						
	Sec. 2256.013					
		-	-	-	-	days
		-	-	-	-	days
		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	
		<u>32,573,288</u>	<u>32,667,598</u>	<u>29,926,606</u>	<u>29,887,356</u>	

**DIVERSITY REPORT  
QUARTER ENDING MAY 31, 2008**

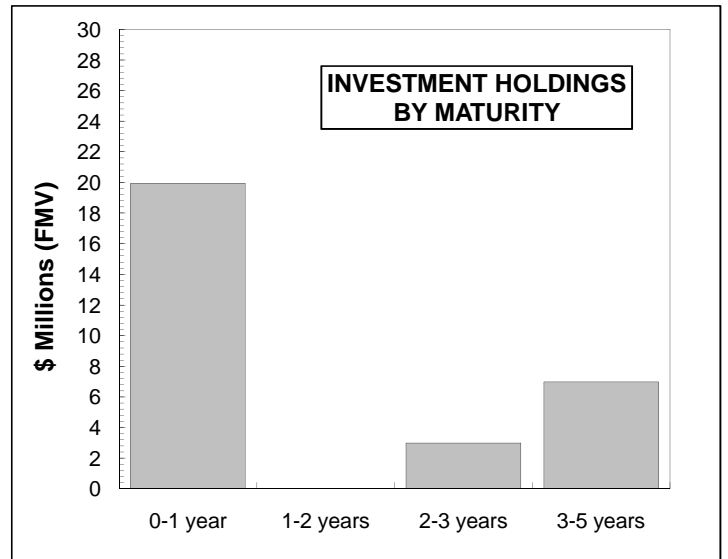
**DIVERSITY BY SECURITY TYPE:**

PIP	Public Investment Pools	18,124,324	61%
USG	U.S. Govt Agencies	9,960,750	33%
MMA	Money Market Funds	1,802,282	6%
CP	Commercial Paper	0	0%
		<u>\$29,887,356</u>	<u>100%</u>



**DIVERSITY BY MATURITY**

0-1 year	19,926,606	67%
1-2 years		0%
2-3 years	2,990,850	10%
3-5 years	6,969,900	23%
		<u>\$29,887,356</u>
		<u>100%</u>



**ODESSA COLLEGE**

IV.

**INVESTMENT EARNINGS BY TYPE OF ASSET  
QUARTER ENDING MAY 31, 2008**

	<u>Quarter Ending 05/31/08</u>	<u>Quarterly Yield</u>	<u>Year-to-Date Sep 2007 - May 2008</u>	<u>Annual Yield</u>
<b><u>INTEREST INCOME:</u></b>				
<b>Public Funds Investment Pools</b>				
TexPool	12,123	2.65%	70,690	4.33%
TexPool - Prime	106,225	3.65%	316,548	4.25%
LoneStar Liquidity Plus	269	2.58%	1,169	4.02%
LoneStar Liquidity Corporate	5,681	2.77%	23,998	4.18%
Logic	<u>7,577</u>	2.83%	<u>32,346</u>	4.33%
	<u>131,876</u>		<u>444,750</u>	
<b>Money Market Funds</b>	10,853	2.34%	54,475	3.80%
<b>U.S. Government Agencies</b>	127,281	4.45%	344,052	4.84%
<b>Commercial Paper</b>	<u>0</u>	0.00%	<u>59,062</u>	5.10%
<b>Total Interest Earnings</b>	<u><b>\$270,010</b></u>	<u><b>3.76%</b></u>	<u><b>\$902,340</b></u>	<u><b>4.48%</b></u>

**Benchmark Yield:**

3-Month Treasury Bill	1.43%		2.58%
Actual below Benchmark (BPS)	+ 234		+ 190
	Basis Points		Basis Points

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

\$816,480

**110.5%**

**GAINS (LOSSES) ON SALE OF INVESTMENTS:**

Unrealized Gains (Losses) - Changes in Market Value Since Beginning of Year	<u>-\$136,261</u>	<u>(\$30,555)</u>
Realized Gains (Losses) On Investments Sold or Matured Since Beginning of Year	<u>\$2,701</u>	<u>\$6,661</u>

**STATEMENTS OF COMPLIANCE OF INVESTMENT PORTFOLIO  
QUARTER ENDING MAY 31, 2008****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 May 31, 2008 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 1998 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 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 May 31, 2008, 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 May 31, 2008 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