

ODESSA COLLEGE

**QUARTERLY INVESTMENT REPORT
For the Quarter Ended
November 30, 2013**

**AS REQUIRED BY THE
TEXAS PUBLIC FUNDS INVESTMENT ACT**

- I. Investment Position by Pooled Fund Group**
- II. Quarter End Results by Investment Category**
- III. Diversity by Type and Maturity**
- IV. Investment Holdings Report**
- V. Statements of Compliance**

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I.

INVESTMENT POSITION BY POOLED FUND GROUP

	<u>Beginning Market Value Sep 1, 2013</u>	<u>Investment Additions (Deductions)</u>	<u>Market Value Appreciation</u>	<u>Ending Market Value Nov 30, 2013</u>
<u>INVESTMENT POOL A (Operating)</u>				
Current Unrestricted Funds	\$21,990,931	(3,966,728)	(\$35,748)	\$17,988,455
Current Restricted Funds	287,004	145,392	(858)	431,538
Endowment Fund	852,871	(8,567)	(1,675)	842,629
Agency Funds Held for Others	145,387	9,906	(308)	154,985
	<u>23,276,193</u>	<u>(3,819,998)</u>	<u>(38,588)</u>	<u>19,417,607</u>
<u>INVESTMENT POOL B (DEBT SERVICE):</u>				
Rev. Bond Interest & Sinking Fund 2009	2,491,748	(2,445,236)	-	46,512
Rev. Bond Debt Service Reserve 2009	1,657,188	834,627	22,731	2,514,546
Rev. Bond Int & Sinking Fund 2012	161,135	102,219	-	263,354
Tax Bond Int & Sinking Fund	139,221	27	-	139,248
	<u>4,449,292</u>	<u>(1,508,363)</u>	<u>22,731</u>	<u>2,963,660</u>
<u>INVESTMENT POOL C (TAX BOND):</u>				
Unexpended Bond Funds	40,479,166	(9,216,023)	(124,105)	31,139,038
	<u>40,479,166</u>	<u>(9,216,023)</u>	<u>(124,105)</u>	<u>31,139,038</u>
ALL FUNDS	<u><u>68,204,651</u></u>	<u><u>(14,544,384)</u></u>	<u><u>(139,962)</u></u>	<u><u>53,520,305</u></u>

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II.

QUARTER END VALUES BY INVESTMENT CATEGORY

<u>Asset Type</u>	<u>August 31, 2013</u>		<u>November 30, 2013</u>		<u>Estimated</u>
	<u>Book Value</u>	<u>Market Value</u>	<u>Book Value</u>	<u>Market Value</u>	<u>Avg. Yield</u>
Public Funds Pools	11,978,788	11,978,788	10,849,703	10,849,703	0.11%
Money Market & Interest Checking	10,938,833	10,938,833	13,520,483	13,520,483	0.23%
Commercial Paper	8,973,612	8,999,160	0	0	0.00%
Certificates of Deposit	9,983,000	10,180,558	8,217,000	8,301,807	0.76%
Government Agency Securities	7,114,926	7,036,677	4,582,002	4,588,330	1.80%
Municipal Bonds	7,218,302	7,934,402	8,489,813	8,177,996	0.83%
Corporate Bonds	11,514,214	11,136,233	8,454,072	8,081,986	0.46%
Totals	67,721,675	68,204,651	54,113,073	53,520,305	0.55%

Annualized Performance			
Weighted Average Maturity (W.A.M.)	228 days		
Total Portfolio Annualized Yield (Estimated)	0.55%		
Benchmark Yield - 1 year Treasury Note	0.12%		
	<u>This Quarter</u>	<u>Fiscal Year</u>	
<u>Interest Income</u>			
Operating Funds (Pool A)	\$ 74,838	\$ 74,838	
Debt Service Funds (Pool B)	4,721	4,721	
Construction Funds (Pool C)	166,902	166,902	
	<u>\$ 246,461</u>	<u>\$ 246,461</u>	
<u>Gains/(Losses) on Sales & Maturities</u>			
Operating Funds (Pool A)	\$ -	\$ -	
Debt Service Funds (Pool B)	-	-	
Construction Funds (Pool C)	-	-	
	<u>\$ -</u>	<u>\$ -</u>	
<u>Unrealized Changes in Market Value</u>			
Operating Funds (Pool A)	\$ (38,588)	\$ (38,588)	
Debt Service Funds (Pool B)	22,731	22,731	
Construction Funds (Pool C)	(104,612)	(104,612)	
	<u>\$ (120,469)</u>	<u>\$ (120,469)</u>	

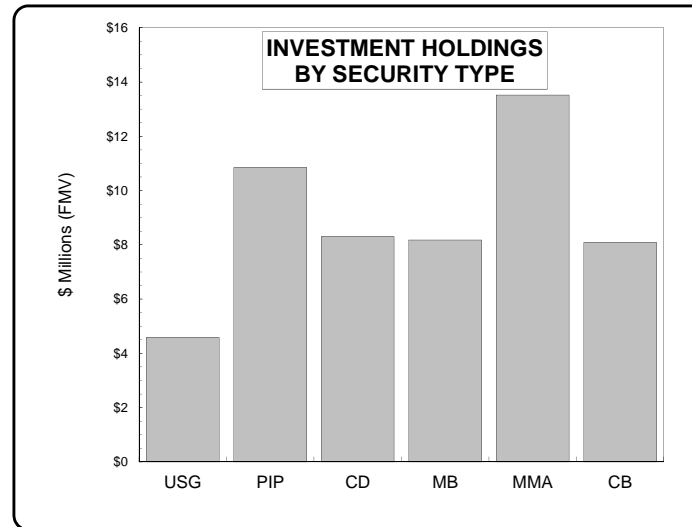
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III.

**DIVERSITY REPORT
QUARTER ENDING NOVEMBER 30, 2013**

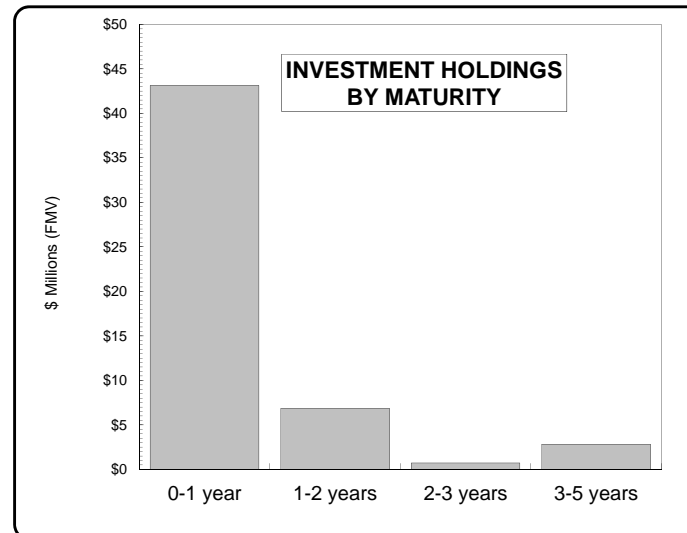
DIVERSITY BY SECURITY TYPE:

USG	U.S. Govt Agencies	4,588,330	8.6%
PIP	Public Investment Pools	10,849,703	20.3%
CD	Certificates of Deposit	8,301,807	15.5%
MB	Municipal Bonds	8,177,996	15.3%
MMA	Money Market Funds	13,520,483	25.3%
CB	Corporate Bonds	8,081,986	15.1%
		<u>\$53,520,305</u>	<u>100%</u>



DIVERSITY BY MATURITY

0-1 year	43,120,918	81%	
1-2 years	6,849,883	13%	
2-3 years	729,584	1%	
3-5 years	2,819,920	5%	
		<u>\$53,520,305</u>	<u>100%</u>



INVESTMENT HOLDINGS REPORT
QUARTER ENDING FEBRUARY NOVEMBER 31, 2013

Fund / Purpose	Description	Maturity Date	Yield/YTM	Par Value	Price	Ending Book (Cost)	Ending Market Value
Public Funds Investment Pools							
Pooled Operating	TexPool General	9/1/2013	0.040%	66,830	100.00	66,830	66,830
Pooled Operating	TexPool Prime	9/1/2013	0.080%	539,469	100.00	539,469	539,469
Pooled Operating	Lone Star Government Overnight	9/1/2013	0.060%	42,501	100.00	42,501	42,501
Pooled Operating	Lone Star Corporate Overnight Plus	9/1/2013	0.160%	35,098	100.00	35,098	35,098
Pooled Operating	LOGIC - Liquid Asset Fund	9/1/2013	0.110%	2,797,983	100.00	2,797,983	2,797,983
Debt Service	TexPool Prime 2009 I & S	9/1/2013	0.080%	46,512	100.00	46,512	46,512
Debt Service	TexPool Prime 2009	9/1/2013	0.080%	20,175	100.00	20,175	20,175
Debt Service	TexPool Prime 2012	9/1/2013	0.080%	263,354	100.00	263,354	263,354
Debt Service	TexPool Prime Tax Bond	9/1/2013	0.080%	139,248	100.00	139,248	139,248
Bond Construction	TexPool Prime	9/1/2013	0.080%	49,669	100.00	49,669	49,669
Bond Construction	Lone Star Corporate Overnight Plus	9/1/2013	0.110%	5,290,499	100.00	5,290,499	5,290,499
Bond Construction	LOGIC - Liquid Asset Fund	9/1/2013	0.110%	1,558,365	100.00	1,558,365	1,558,365
TOTAL - PUBLIC FUNDS INVESTMENT POOLS				10,849,703		10,849,703	10,849,703
Money Market & Interest Checking							
Pooled Operating	Compass Interest Bearing Depository	9/1/2013	0.281%	2,005,255	100.00	2,005,255	2,005,255
Pooled Operating	Compass MMA	9/1/2013	0.080%	55,167	100.00	55,167	55,167
Pooled Operating	ASB Business Elite Savings	9/1/2013	0.250%	2,265,971	100.00	2,265,971	2,265,971
Bond Construction	Compass Interest Bearing Depository	9/1/2013	0.284%	6,739,421	100.00	6,739,421	6,739,421
Bond Construction	American State Financial Mgt MMA	9/1/2013	0.040%	2,454,669	100.00	2,454,669	2,454,669
TOTAL - MONEY MARKET FUNDS				13,520,483		13,520,483	13,520,483
Certificates of Deposit							
Pooled Operating	Prosperity Bank	10/15/2015	0.500%	500,000	100.00	500,000	500,212
Pooled Operating	Prosperity Bank	4/15/2015	0.400%	249,000	100.00	249,000	249,085
Pooled Operating	Prosperity Bank	4/14/2014	0.850%	1,000,000	100.00	1,000,000	1,061,283
Pooled Operating	Prosperity Bank	10/10/2014	0.600%	2,000,000	100.00	2,000,000	2,013,051
Pooled Operating	Compass Bank	2/1/2015	0.300%	5,000	100.00	5,000	5,000
Pooled Operating	Ally Bank	10/19/2018	0.750%	249,000	100.00	249,000	249,000
Debt Service	Doral Bank	12/8/2014	0.850%	240,000	100.00	240,000	240,000
Debt Service	Discover Bank	10/9/2018	2.050%	245,000	100.00	245,000	245,000
Debt Service	BMW BK North	10/11/2018	2.050%	245,000	100.00	245,000	245,000
Debt Service	Goldman Sachs Bk New York	10/11/2018	1.100%	245,000	100.00	245,000	245,000

Fund / Purpose	Description	Maturity Date	Yield/ YTM	Par Value	Price	Ending Book (Cost)	Ending Market Value
Bond Construction	Compass Bank	9/1/2015	1.090%	250,000	100.00	250,000	250,000
Bond Construction	Western National Bank	3/22/2014	0.500%	250,000	100.00	250,000	252,944
Bond Construction	Huntington Nat'l Bank	1/27/2014	0.800%	249,000	100.00	249,000	249,110
Bond Construction	Independence Bank of KY	6/27/2014	0.600%	249,000	100.00	249,000	249,070
Bond Construction	Georgia B&T	6/27/2014	0.700%	249,000	100.00	249,000	249,923
Bond Construction	Barclays Bank DE	12/8/2014	1.150%	249,000	100.00	249,000	250,895
Bond Construction	Legacy Bank	12/16/2014	0.650%	249,000	100.00	249,000	248,848
Bond Construction	Cardinal Bank	1/13/2015	0.750%	249,000	100.00	249,000	251,057
Bond Construction	Orrstown Band	9/22/2014	0.500%	249,000	100.00	249,000	250,069
Bond Construction	Valley National Bank	7/28/2014	0.600%	249,000	100.00	249,000	249,649
Bond Construction	Apple Bk	1/9/2015	0.450%	249,000	100.00	249,000	249,157
Bond Construction	Safra Natl Bank	1/15/2015	0.500%	249,000	100.00	249,000	249,123
Bond Construction	Town North Bank	2/26/2015	0.500%	249,000	100.00	249,000	249,331
TOTAL - CERTIFICATES OF DEPOSIT				8,217,000		8,217,000	8,301,807

U.S. Govt Agencies

Pooled Operating	Federal Home Ln Mtg Corp 2.75%	3/13/2015	2.622%	1,000,000	100.59	1,005,900	1,032,261
Pooled Operating	Federal Natl Mtg Assn 2.625%	11/20/2014	2.465%	1,000,000	100.70	1,007,000	1,023,997
Pooled Operating	Federal Natl Mtg Assn 2.875%	12/11/2013	1.964%	1,000,000	103.25	1,032,500	1,000,698
Debt Service	Federal Natl Mtg Assn Step Up .70	12/13/2017	0.700%	1,500,000	100.00	1,500,000	1,494,374
Bond Construction	Financing Corp Cpn Fico Strips Stripped Issues OID	11/30/2013	0.504%	37,000	98.92	36,602	37,000
TOTAL - GOVERNMENT AGENCIES				4,537,000		4,582,002	4,588,330

Municipal Bonds

Pooled Operating	Dahlonga Development	7/1/2016	1.212%	200,000	112.80	225,600	220,140
Pooled Operating	Municipal Power Agency	9/1/2016	0.951%	525,000	96.91	508,778	509,444
Pooled Operating	Ector County Texas	9/18/2015	4.000%	250,000	106.42	266,041	259,500
Pooled Operating	Midland Hospital	5/15/2017	5.000%	300,000	114.51	343,515	341,546
Bond Construction	Clark Cnty NV Sch Dist Ref-Ser B Prim/Secndry Ed	6/15/2014	0.560%	665,000	109.74	729,771	681,951
Bond Construction	Illinois St Fin Auth Rev Trinity Hlth-Serl Hospitals	12/1/2013	0.450%	1,700,000	104.17	1,770,890	1,700,000
Bond Construction	Kansas City Missouri Indl Dev	4/1/2014	0.454%	470,000	107.54	505,438	476,726
Bond Construction	Madison Cnty IL Cmnty	12/1/2013	0.396%	265,000	104.17	276,051	265,000
Bond Construction	New Jersey Sports & Exposition	3/1/2014	0.408%	675,000	110.36	744,930	684,720
Bond Construction	FOREST PK ILLINOIS LTD REF CTFS REV SER 2011 GEN PURP IMPT	11/1/2014	0.497%	285,000	103.18	294,063	288,531
Bond Construction	TAMPA FLA SOLID WASTE SYS REV SERIES 2010 SANITATION	10/1/2014	0.503%	320,000	107.11	342,752	329,206
Bond Construction	LAREDO TEX INTL TOLL BRDG REV BNDS SERIES 2005 B FSA INS	3/1/2014	0.400%	165,000	112.17	185,081	178,439

Fund / Purpose	Description	Maturity Date	Yield/ YTM	Par Value	Price	Ending Book (Cost)	Ending Market Value
Bond Construction	Cobleshill-Richmondville NR Central S/D Ref Prim/Secndry Ed	1/15/2014	0.450%	750,000	103.79	778,440	752,828
Bond Construction	Kentucky St TPK Auth EconomicDev Rd Rev Series 2010A	7/1/2014	0.460%	500,000	105.40	527,010	510,855
Bond Construction	Minneapolis-Saint Paul MN Metarpts Commission ARPT Re Airports	1/1/2015	0.606%	610,000	101.07	616,535	609,030
Bond Construction	Fort Worth Tex Ind School Dist	2/15/2015	0.500%	350,000	107.12	374,920	370,080
TOTAL - MUNICIPAL BONDS				8,030,000		8,489,813	8,177,996

Corporate Bonds

Pooled Operating	General Elec Capital Corp	11/14/2014	0.035%	2,000,000	106.90	2,138,010	2,065,053
Pooled Operating	General Elec Capital Corp	9/15/2015	0.059%	1,000,000	117.00	1,170,003	1,104,062
Bond Construction	CME Group Inc	2/15/2014	0.500%	500,000	109.93	549,647	505,195
Bond Construction	Westpac Banking SRNT	2/27/2015	1.500%	200,000	107.68	215,364	209,221
Bond Construction	General Elec Capital Corp SRNT	5/13/2014	0.756%	1,000,000	110.47	1,104,700	1,024,709
Bond Construction	General Elec Capital Corp SRNT	11/14/2014	1.011%	1,000,000	106.90	1,069,000	1,032,527
Bond Construction	General Elec Capital Corp SRNT	1/7/2014	0.512%	1,000,000	102.54	1,025,350	1,001,692
Bond Construction	De Kalb Cnty GA Wtr	10/1/2014	0.650%	600,000	107.58	645,480	616,506
Bond Construction	Genzyme Corp Srnt	6/15/2015	0.600%	500,000	107.30	536,519	523,021
TOTAL - CORPORATE BONDS				7,800,000		8,454,072	8,081,986

Grand Total

52,954,186

54,113,073

53,520,305

**STATEMENTS OF COMPLIANCE OF INVESTMENT PORTFOLIO
QUARTER ENDING November 30, 2013**

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, 2013 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, the unexpended 2011 General Obligation Bond proceeds were invested in Texas public funds investment pools, certificates of deposit, commercial paper, short-to medium-term government agencies, municipal bonds, and corporate bonds. The funds are invested to match projected liquidity and spending needs. No funds will be invested in instruments with maturities exceeding the expected construction schedule.

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 separately in medium-term government agencies, certificates of deposit, and 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 November 30, 2013, 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, 2013 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
Controller