



ODESSA COLLEGE

**QUARTERLY INVESTMENT REPORT
For the Quarter Ended
November 30, 2014**

**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, 2014</u>	<u>Investment Additions (Deductions)</u>	<u>Market Value Appreciation</u>	<u>Ending Market Value Nov 30, 2014</u>
<u>INVESTMENT POOL A (Operating)</u>				
Current Unrestricted Funds	\$24,764,009	(5,930,812)	(\$32,640)	\$18,800,557
Current Restricted Funds	154,766	216,126	(643)	370,249
Endowment Fund	853,318	(4,069)	(1,472)	847,777
Agency Funds Held for Others	155,990	(22,186)	(232)	133,572
	<u>25,928,083</u>	<u>(5,740,941)</u>	<u>(34,987)</u>	<u>20,152,155</u>
<u>INVESTMENT POOL B (DEBT SERVICE):</u>				
Rev. Bond Interest & Sinking Fund 2009	1,688,292	(1,641,009)	-	47,283
Rev. Bond Debt Service Reserve 2009	2,495,899	29,335	(24,778)	2,500,456
Rev. Bond Int & Sinking Fund 2012	161,301	102,212	-	263,513
Tax Bond Int & Sinking Fund	2,241	0	-	2,241
	<u>4,347,733</u>	<u>(1,509,462)</u>	<u>(24,778)</u>	<u>2,813,493</u>
<u>INVESTMENT POOL C (TAX BOND):</u>				
Unexpended Bond Funds	13,969,928	(3,729,211)	4,554	10,245,271
	<u>13,969,928</u>	<u>(3,729,211)</u>	<u>4,554</u>	<u>10,245,271</u>
ALL FUNDS	<u><u>44,245,744</u></u>	<u><u>(10,979,614)</u></u>	<u><u>(55,211)</u></u>	<u><u>33,210,919</u></u>

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II.

QUARTER END VALUES BY INVESTMENT CATEGORY

<u>Asset Type</u>	<u>August 31, 2014</u>		<u>November 30, 2014</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	11,407,279	11,407,279	11,370,885	11,370,885	0.12%
Money Market & Interest Checking	12,501,165	12,501,165	7,463,364	7,463,364	0.25%
Certificates of Deposit	6,717,000	6,744,676	5,211,000	5,216,160	1.05%
Government Agency Securities	3,512,900	3,515,047	3,005,900	3,008,614	1.44%
Municipal Bonds	4,714,987	4,675,674	4,423,598	4,390,731	0.99%
Corporate Bonds	5,774,375	5,401,903	1,921,885	1,761,165	1.24%
Totals	44,627,707	44,245,744	33,396,633	33,210,919	0.59%

Annualized Performance			
Weighted Average Maturity (W.A.M.)	294 days		
Total Portfolio Annualized Yield (Estimated)	0.59%		
Benchmark Yield - 1 year Treasury Note	0.13%		
	<u>This Quarter</u>	<u>Fiscal Year</u>	
<u>Interest Income</u>			
Operating Funds (Pool A)	\$ 79,255	\$ 79,255	
Debt Service Funds (Pool B)	7,233	7,233	
Construction Funds (Pool C)	32,934	32,934	
	<u>\$ 119,422</u>	<u>\$ 119,422</u>	
<u>Gains/(Losses) on Sales & Maturities</u>			
Operating Funds (Pool A)	\$ (18,516)	\$ (18,516)	
Debt Service Funds (Pool B)	292	292	
Construction Funds (Pool C)	-	-	
	<u>\$ (18,224)</u>	<u>\$ (18,224)</u>	
<u>Unrealized Changes in Market Value</u>			
Operating Funds (Pool A)	\$ (34,987)	\$ (34,987)	
Debt Service Funds (Pool B)	4,554	4,554	
Construction Funds (Pool C)	(24,778)	(24,778)	
	<u>\$ (55,211)</u>	<u>\$ (55,211)</u>	

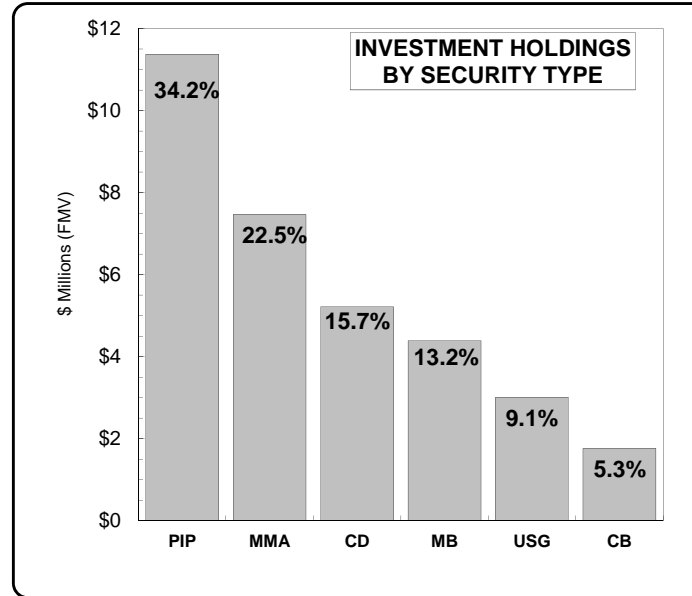
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III.

**DIVERSITY REPORT
QUARTER ENDING NOVEMBER 30, 2014**

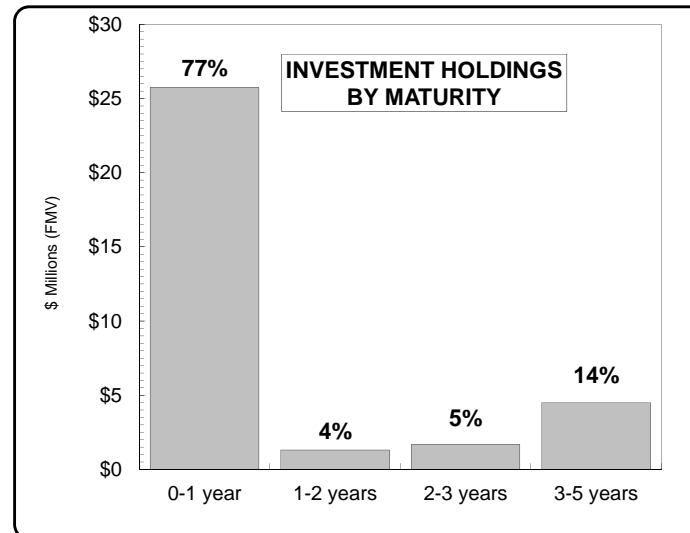
DIVERSITY BY SECURITY TYPE:

PIP	Public Investment Pools	11,370,885	34.2%
MMA	Money Market Funds	7,463,364	22.5%
CD	Certificates of Deposit	5,216,160	15.7%
MB	Municipal Bonds	4,390,731	13.2%
USG	U.S. Govt Agencies	3,008,614	9.1%
CB	Corporate Bonds	1,761,165	5.3%
		<u>\$33,210,919</u>	<u>100%</u>



DIVERSITY BY MATURITY

0-1 year	25,735,991	77%	
1-2 years	1,301,711	4%	
2-3 years	1,675,793	5%	
3-5 years	4,497,424	14%	
		<u>\$33,210,919</u>	<u>100%</u>



**INVESTMENT HOLDINGS REPORT
QUARTER ENDING NOVEMBER 3, 2014**

Fund / Purpose	Description	Maturity Date	Yield/ YTM	Par Value	Price	Ending Book (Cost)	Ending Market Value
Public Funds Investment Pools							
Pooled Operating	TexPool General	12/1/2014	0.030%	61,844	100.00	61,844	61,844
Pooled Operating	TexPool Prime	12/1/2014	0.060%	235,127	100.00	235,127	235,127
Pooled Operating	Lone Star Government Overnight	12/1/2014	0.050%	42,519	100.00	42,519	42,519
Pooled Operating	Lone Star Corporate Overnight Plus	12/1/2014	0.140%	2,035,538	100.00	2,035,538	2,035,538
Pooled Operating	LOGIC - Liquid Asset Fund	12/1/2014	0.080%	2,800,535	100.00	2,800,535	2,800,535
Debt Service	TexPool General	12/1/2014	0.030%	5,000	100.00	5,000	5,000
Debt Service	TexPool Prime 2009 I & S	12/1/2014	0.060%	47,283	100.00	47,283	47,283
Debt Service	TexPool Prime 2009	12/1/2014	0.060%	20,187	100.00	20,187	20,187
Debt Service	TexPool Prime 2012	12/1/2014	0.060%	263,512	100.00	263,512	263,512
Debt Service	TexPool Prime Tax Bond	12/1/2014	0.060%	2,241	100.00	2,241	2,241
Bond Construction	TexPool Prime	12/1/2014	0.060%	49,699	100.00	49,699	49,699
Bond Construction	Lone Star Corporate Overnight Plus	12/1/2014	0.140%	5,297,945	100.00	5,297,945	5,297,945
Bond Construction	LOGIC - Liquid Asset Fund	12/1/2014	0.080%	509,455	100.00	509,455	509,455
TOTAL - PUBLIC FUNDS INVESTMENT POOLS				11,370,885		11,370,885	11,370,885
Money Market & Interest Checking							
Pooled Operating	Compass Interest Bearing Depository	12/1/2013	0.254%	4,339,409	100.00	4,339,409	4,339,409
Pooled Operating	Compass MMA	12/1/2013	0.200%	55,167	100.00	55,167	55,167
Pooled Operating	ASB Business Elite Savings	12/1/2013	0.250%	2,271,641	100.00	2,271,641	2,271,641
Bond Construction	Compass Interest Bearing Depository	12/1/2013	0.254%	797,147	100.00	797,147	797,147
TOTAL - MONEY MARKET FUNDS				7,463,364		7,463,364	7,463,364
Certificates of Deposit							
Pooled Operating	Prosperity Bank	10/15/2015	0.500%	500,000	100.00	500,000	502,719
Pooled Operating	Prosperity Bank	4/15/2015	0.400%	249,000	100.00	249,000	250,083
Pooled Operating	Compass Bank	2/1/2015	0.300%	5,000	100.00	5,000	5,000
Pooled Operating	Ally Bank	3/6/2017	1.050%	249,000	100.00	249,000	249,000
Pooled Operating	Cathay Bank	6/30/2016	0.700%	249,000	100.00	249,000	249,000
Pooled Operating	Community One	6/18/2019	1.700%	248,000	100.00	248,000	248,000
Pooled Operating	Midland St Bank	12/18/2017	1.100%	249,000	100.00	249,000	249,000
Pooled Operating	Capital One Bank USA	11/13/2017	1.350%	248,000	100.00	248,000	248,000
Pooled Operating	CIT Bank	11/13/2019	2.100%	247,000	100.00	247,000	247,000
Pooled Operating	BMW Bank of North America	11/14/2017	1.400%	248,000	100.00	248,000	248,000
Debt Service	Doral Bank	12/8/2014	0.850%	240,000	100.00	240,000	240,000
Debt Service	Discover Bank	8/27/2019	2.100%	245,000	100.00	245,000	245,000
Debt Service	Customers Bank	9/10/2019	2.100%	245,000	100.00	245,000	245,000
Debt Service	Goldman Sachs Bk New York	3/12/2019	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	Barclays Bank DE	12/8/2014	1.150%	249,000	100.00	249,000	249,034
Bond Construction	Legacy Bank	12/16/2014	0.650%	249,000	100.00	249,000	249,018
Bond Construction	Cardinal Bank	1/13/2015	0.750%	249,000	100.00	249,000	249,083
Bond Construction	Apple Bk	1/9/2015	0.450%	249,000	100.00	249,000	249,083
Bond Construction	Safra Natl Bank	1/15/2015	0.500%	249,000	100.00	249,000	249,094
Bond Construction	Town North Bank	2/26/2015	0.500%	249,000	100.00	249,000	250,046
TOTAL - CERTIFICATES OF DEPOSIT				5,211,000		5,211,000	5,216,160

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	1,007,502
Pooled Operating	Federal Home Ln Mtg Corp Step Up 1.25	11/20/2019	1.250%	500,000	100.00	500,000	500,843
Debt Service	Federal Natl Mtg Assn Step Up .70	12/13/2017	0.700%	1,500,000	100.00	1,500,000	1,500,269
TOTAL - GOVERNMENT AGENCIES				3,000,000		3,005,900	3,008,614

Municipal Bonds

Pooled Operating	Dahlongega Development	7/1/2016	1.212%	200,000	112.80	225,600	212,870
Pooled Operating	Municipal Power Agency	9/1/2016	0.951%	525,000	96.91	508,778	519,540
Pooled Operating	Ector County Texas	9/18/2015	0.654%	250,000	106.42	266,041	254,660
Pooled Operating	Midland Hospital	5/15/2017	0.820%	300,000	114.51	343,515	338,829
Pooled Operating	Houston Texas	3/1/2018	1.320%	675,000	101.88	687,704	686,880
Pooled Operating	University of Texas	8/15/2017	1.155%	560,000	100.00	560,000	591,964
Pooled Operating	Univ of NC Asheville	6/10/2016	1.001%	310,000	100.00	310,000	320,301
Pooled Operating	Midland CO Hospital	5/15/2019	1.880%	300,000	115.14	345,426	330,432
Bond Construction	LAREDO TEX INTL TOLL BRDG REV BNDS SERIES 2005 B FSA INS	10/1/2015	0.400%	165,000	112.17	185,081	171,349
Bond Construction	Minneapolis-Saint Paul MN Metarpts Commission ARPT Re Airports	1/1/2015	0.606%	610,000	101.07	616,535	610,409
Bond Construction	Fort Worth Tex Ind School Dist	2/15/2015	0.500%	350,000	107.12	374,920	353,497
TOTAL - MUNICIPAL BONDS				4,245,000		4,423,598	4,390,731

Corporate Bonds

Pooled Operating	General Elec Capital Corp	9/15/2015	1.502%	1,000,000	117.00	1,170,003	1,050,754
Bond Construction	Westpac Banking SRNT	2/27/2015	1.500%	200,000	107.68	215,364	201,797
Bond Construction	Genzyme Corp Srnt	6/15/2015	0.600%	500,000	107.30	536,519	508,614
TOTAL - CORPORATE BONDS				1,700,000		1,921,885	1,761,165

Grand Total

32,990,249 **33,396,633** **33,210,919**

**STATEMENTS OF COMPLIANCE OF INVESTMENT PORTFOLIO
QUARTER ENDING November 30, 2014**

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, 2014 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.

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, 2014, 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, 2014 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