



ODESSA COLLEGE

**QUARTERLY INVESTMENT REPORT
For the Quarter Ended
May 31, 2016**

**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**

ODESSA COLLEGE

I.

**INVESTMENT POSITION BY POOLED FUND GROUP
QUARTER ENDING MAY 31, 2016**

	Beginning Market Value <u>Feb 28, 2016</u>	Investment Additions (Deductions)	Market Value Appreciation	Ending Market Value <u>May 31, 2016</u>
<u>INVESTMENT POOL A:</u>				
Current Unrestricted Funds	30,708,393	(6,522,573)	(37,929)	24,147,891
Current Restricted Funds	16,626	78,131	(149)	94,608
Endowment Fund	851,750	4,473	(1,343)	854,880
Agency Funds Held for Others	127,432	(1,944)	(197)	125,291
	<u>31,704,201</u>	<u>(6,441,914)</u>	<u>(39,617)</u>	<u>25,222,670</u>
<u>INVESTMENT POOL B (DEBT SERVICE):</u>				
Rev. Bond Interest & Sinking Fund	679,955	448,443	-	1,128,398
Rev. Bond Debt Service Reserve	2,521,552	26	462	2,522,040
Rev. Bond Int & Sinking Fund 2012	262,254	68,919	-	331,173
Tax Bond Int & Sinking Fund	620,061	2,353,642	-	2,973,703
	<u>4,083,822</u>	<u>2,871,030</u>	<u>462</u>	<u>6,955,314</u>
<u>INVESTMENT POOL C (BOND CONSTRUCTION):</u>				
Unexpended Bond Funds	1,406,898	(1,235,481)	-	171,417
	<u>1,406,898</u>	<u>(1,235,481)</u>	<u>-</u>	<u>171,417</u>
ALL FUNDS	<u>\$ 37,194,921</u>	<u>\$ (4,806,365)</u>	<u>\$ (39,155)</u>	<u>\$ 32,349,401</u>

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II.

END OF QUARTER VALUES BY INVESTMENT CATEGORY

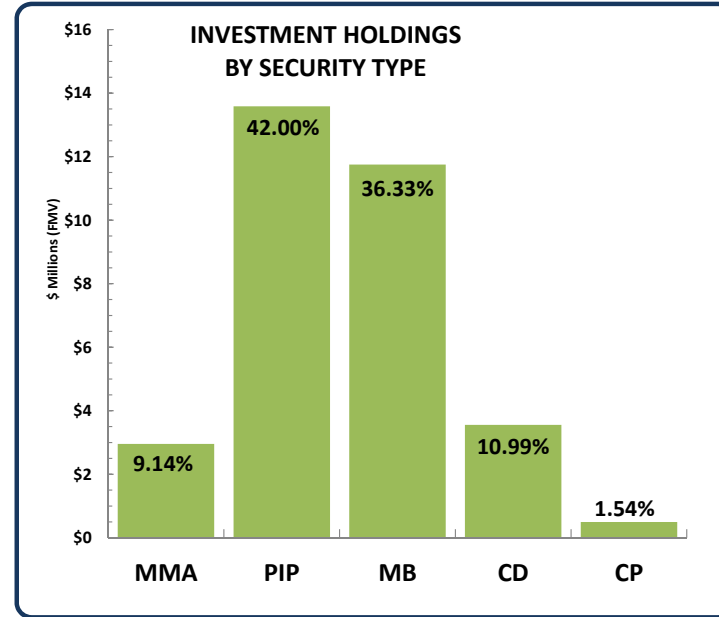
<u>Asset Type</u>	<u>February 28, 2016</u>		<u>May 31, 2016</u>		<u>Estimated</u>
	<u>Book Value</u>	<u>Market Value</u>	<u>Book Value</u>	<u>Market Value</u>	<u>Avg. Yield</u>
Public Funds Pools	13,791,881	13,791,880	13,587,094	13,587,094	0.41%
Money Market & Interest Checking	7,846,333	7,846,333	2,957,143	2,957,143	0.43%
Certificates of Deposit	3,556,000	3,556,000	3,556,000	3,556,000	1.75%
Commercial Paper	497,438	497,438	497,438	497,438	0.75%
Municipal Bonds	11,555,034	11,503,270	11,851,679	11,751,726	1.59%
Totals	37,246,685	37,194,921	32,449,353	32,349,401	0.99%

Annualized Performance			
Weighted Average Maturity (W.A.M.)	445 days		
Total Portfolio Annualized Yield (Estimated)	0.99%		
Benchmark Yield - 1 year Treasury Note	0.59%		
	<u>This Quarter</u>	<u>Fiscal Year</u>	
<u>Interest Income</u>			
Operating Funds (Pool A)	\$ 104,004	\$	279,022
Debt Service Funds (Pool B)	17,355		45,970
Construction Funds (Pool C)	982		6,346
	<u>\$ 122,341</u>	<u>\$</u>	<u>331,338</u>
<u>Gains/(Losses) on Sales & Maturities</u>			
Operating Funds (Pool A)	\$ 3,311	\$	16
Debt Service Funds (Pool B)	-		786
Construction Funds (Pool C)	-		-
	<u>\$ 3,311</u>	<u>\$</u>	<u>802</u>
<u>Unrealized Changes in Market Value</u>			
Operating Funds (Pool A)	\$ (39,617)	\$	(60,147)
Debt Service Funds (Pool B)	462		20,230
Construction Funds (Pool C)	-		(637)
	<u>\$ (39,155)</u>	<u>\$</u>	<u>(40,554)</u>

**DIVERSITY REPORT
QUARTER ENDING MAY 31, 2016**

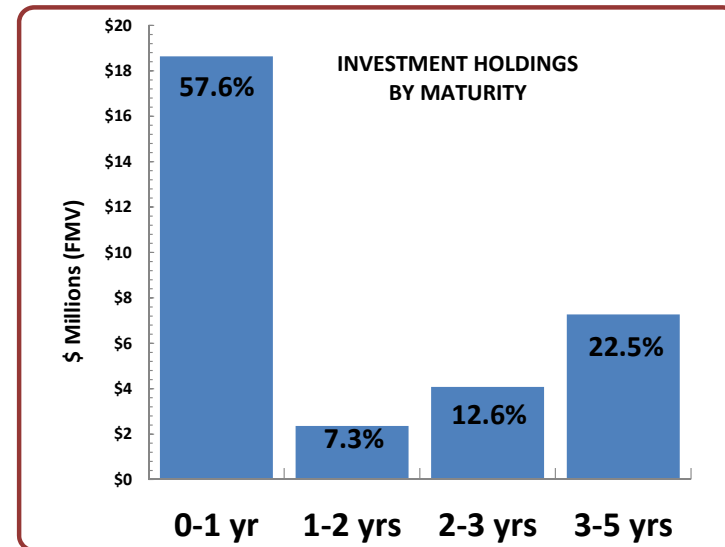
DIVERSITY BY SECURITY TYPE:

MMA	Money Market Funds	2,957,143	9.14%
PIP	Public Investment Pools	13,587,094	42.00%
MB	Municipal Bonds	11,751,726	36.33%
CD	Certificates of Deposit	3,556,000	10.99%
CP	Commercial Paper	497,438	1.54%
		<u>\$32,349,401</u>	<u>100%</u>



DIVERSITY BY MATURITY

0-1 yr	18,639,296	57.6%
1-2 yrs	2,359,976	7.3%
2-3 yrs	4,080,863	12.6%
3-5 yrs	7,269,266	22.5%
		<u>\$32,349,401</u>
		<u>100%</u>



**INVESTMENT HOLDINGS REPORT
 QUARTER ENDING MAY 31, 2016**

Fund/ Purpose	Description	Maturity Date	Yield/ YTM	Par Value	Price	Ending Book (Cost)	Ending Market Value
Public Funds Investment Pools							
Pooled Operating	TexPool General	6/1/2016	0.220%	33,545	100.00	33,545	33,545
Pooled Operating	TexPool Prime	6/1/2016	0.360%	249,976	100.00	249,976	249,976
Pooled Operating	Lone Star Government Overnight	6/1/2016	0.220%	42,611	100.00	42,611	42,611
Pooled Operating	Lone Star Corporate Overnight Plus	6/1/2016	0.450%	2,612,375	100.00	2,612,375	2,612,375
Pooled Operating	LOGIC - Liquid Asset Fund	6/1/2016	0.430%	6,066,734	100.00	6,066,734	6,066,734
Debt Service	TexPool General	6/1/2016	0.220%	5,000	100.00	5,000	5,000
Debt Service	TexPool Prime 2009 I & S	6/1/2016	0.360%	1,128,398	100.00	1,128,398	1,128,398
Debt Service	TexPool Prime 2009	6/1/2016	0.360%	20,274	100.00	20,274	20,274
Debt Service	TexPool Prime 2012	6/1/2016	0.360%	331,174	100.00	331,174	331,174
Debt Service	TexPool Prime Tax Bond	6/1/2016	0.360%	2,973,703	100.00	2,973,703	2,973,703
Bond Construction	TexPool Prime	6/1/2016	0.360%	24,855	100.00	24,855	24,855
Bond Construction	Lone Star Corporate Overnight Plus	6/1/2016	0.450%	88,613	100.00	88,613	88,613
Bond Construction	LOGIC - Liquid Asset Fund	6/1/2016	0.430%	9,836	100.00	9,836	9,836
TOTAL - PUBLIC FUNDS INVESTMENT POOLS				13,587,094		13,587,094	13,587,094
Money Market & Interest Checking							
Pooled Operating	Compass Interest Bearing Depository	6/1/2016	0.440%	2,729,249	100.00	2,729,249	2,729,249
Pooled Operating	Compass MMA	6/1/2016	0.440%	55,374	100.00	55,374	55,374
Pooled Operating	Prosperity Business Elite Savings	6/1/2016	0.260%	101,149	100.00	101,149	101,149
Debt Service	Compass Interest Bearing Depository	6/1/2016	0.440%	23,259	100.00	23,259	23,259
Bond Construction	Compass Interest Bearing Depository	6/1/2016	0.440%	48,112	100.00	48,112	48,112
TOTAL - MONEY MARKET FUNDS				2,957,143		2,957,143	2,957,143
Certificates of Deposit							
Pooled Operating	HSBC BK USA NA Step	11/17/2020	1.600%	248,000	100.00	248,000	248,000
Pooled Operating	Compass Bank	2/9/2017	0.150%	5,000	100.00	5,000	5,000
Pooled Operating	Ally Bank	9/24/2018	1.700%	247,000	100.00	247,000	247,000
Pooled Operating	Community One Bank	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	5/22/2020	1.950%	247,000	100.00	247,000	247,000
Pooled Operating	Woori American Bank	8/18/2017	1.000%	249,000	100.00	249,000	249,000
Pooled Operating	Capital One NA-MTN/Bullet	7/15/2019	1.950%	247,000	100.00	247,000	247,000
Pooled Operating	Texas Security Bank	8/10/2020	1.950%	249,000	100.00	249,000	249,000
Debt Service	Barclays Bank	12/17/2019	2.050%	247,000	100.00	247,000	247,000
Debt Service	Discover Bank	8/27/2019	2.100%	245,000	100.00	245,000	245,000

Fund/ Purpose	Description	Maturity Date	Yield/ YTM	Par Value	Price	Ending Book (Cost)	Ending Market Value
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	1.950%	245,000	100.00	245,000	245,000
Debt Service	Signature Bank of Arkansas	9/27/2019	1.600%	90,000	100.00	90,000	90,000
TOTAL - CERTIFICATES OF DEPOSIT				3,556,000		3,556,000	3,556,000

Commercial Paper

Pooled Operating	Malayan Banking BHD/NY	10/27/2016	0.754%	500,000	99.49	497,438	497,438
TOTAL - COMMERCIAL PAPER				500,000		497,438	497,438

Municipal Bonds

Pooled Operating	Dahlonega Development	7/1/2016	1.212%	200,000	112.80	225,600	200,652
Pooled Operating	Municipal Power Agency	9/1/2016	0.951%	155,000	99.67	154,489	154,788
Pooled Operating	Municipal Power Agency	9/1/2016	0.951%	370,000	99.09	366,633	369,430
Pooled Operating	Midland Cnty TX Hospital Dist	5/15/2017	0.820%	300,000	114.51	343,515	312,486
Pooled Operating	Houston TX TXBL-REF	3/1/2018	1.320%	675,000	101.88	687,704	685,617
Pooled Operating	University of Texas	8/15/2017	1.155%	560,000	100.00	560,000	573,905
Pooled Operating	Univ of NC Asheville	6/1/2016	1.001%	310,000	100.00	310,000	310,000
Pooled Operating	Midland CO Hosp Dist BAB TXBL	5/15/2019	1.880%	300,000	115.14	345,426	326,799
Pooled Operating	Irving ISD-Ref-TXBL	2/15/2018	1.240%	100,000	105.45	105,447	103,406
Pooled Operating	California St.	10/1/2019	2.001%	300,000	119.09	357,279	346,167
Pooled Operating	Florida St Govt Utilities	10/1/2016	1.345%	245,000	101.13	247,761	245,265
Pooled Operating	Beaumont TX Ser B	9/1/2018	1.245%	975,000	101.36	988,211	986,055
Pooled Operating	Florida St Hurricane-Ser A	7/1/2018	1.245%	1,000,000	101.86	1,018,600	1,013,020
Pooled Operating	Texas St-TXBL-Ref B	10/1/2019	1.500%	500,000	102.05	510,230	509,655
Pooled Operating	Port of Corpus Christi	12/11/2017	1.243%	250,000	100.00	250,000	251,048
Pooled Operating	Port of Corpus Christi	12/11/2018	1.854%	250,000	100.00	250,000	252,713
Pooled Operating	CA St Earthquake Auth	7/1/2019	1.998%	500,000	103.15	515,730	510,450
Pooled Operating	Odessa TX Ref	3/1/2019	1.301%	250,000	109.67	274,185	269,190
Pooled Operating	District of Columbia TXBL BABS	6/1/2020	2.267%	500,000	113.94	569,700	563,805
Pooled Operating	District of Columbia TXBL BABS	6/1/2020	2.267%	355,000	114.00	404,700	400,302
Pooled Operating	OH St-TXB-C-Consrv Prj	3/1/2020	2.000%	200,000	111.00	221,996	221,550
Pooled Operating	GTR Orlando Arpt-D-RF	10/1/2020	1.800%	250,000	109.17	272,915	270,690
Pooled Operating	Houston TX Arpt Svs Rev TXBL	1/1/2019	1.550%	500,000	102.36	511,805	508,850
Pooled Operating	Lehigh Co Auth-C-TXBL	12/1/2018	1.600%	225,000	105.17	236,639	232,236
Pooled Operating	State of Illinois Rev-Rev Bond	6/15/2019	1.401%	700,000	102.65	718,578	708,882
Debt Service	Fresno Co-A-REF-TXBL	8/15/2019	2.400%	1,400,000	100.32	1,404,536	1,424,765
TOTAL - MUNICIPAL BONDS				11,370,000		11,851,679	11,751,726

Grand Total

31,970,237

32,449,353 32,349,401

**STATEMENTS OF COMPLIANCE OF INVESTMENT PORTFOLIO
QUARTER ENDING May 31, 2016****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, 2016 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, money market funds, and municipal 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 May 31, 2016, 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, 2016 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