

**ODESSA COLLEGE**

**QUARTERLY INVESTMENT REPORT  
DECEMBER 1, 2007 – FEBRUARY 29, 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 FEBRUARY 29, 2008**

	<b>Beginning Market Value <u>Dec 1, 2007</u></b>	<b>Investment Additions (Deductions)</b>	<b>Market Value Appreciation</b>	<b>Ending Market Value <u>Feb 29, 2008</u></b>
<b><u>INVESTMENT POOL A:</u></b>				
Current Unrestricted Funds	19,727,634	7,842,286	49,323	27,619,243
Current Restricted Funds	321,155	(175,876)	260	145,539
Endowment Fund	715,693	139,101	1,529	856,323
Agency Funds Held for Others	52,924	85,889	248	139,061
	<u>20,817,406</u>	<u>7,891,400</u>	<u>51,360</u>	<u>28,760,166</u>

**INVESTMENT POOL B (DEBT SERVICE):**

Bond Interest & Sinking Fund	232,254	925,434	-	1,157,688
Bond Debt Service Reserve	2,730,723	19,021	-	2,749,744
	<u>2,962,977</u>	<u>944,455</u>	<u>-</u>	<u>3,907,432</u>

**ALL FUNDS**

	<u>\$23,780,383</u>	<u>\$8,835,855</u>	<u>\$51,360</u>	<u>\$32,667,598</u>
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Feb 28, 2007 \$30,914,748
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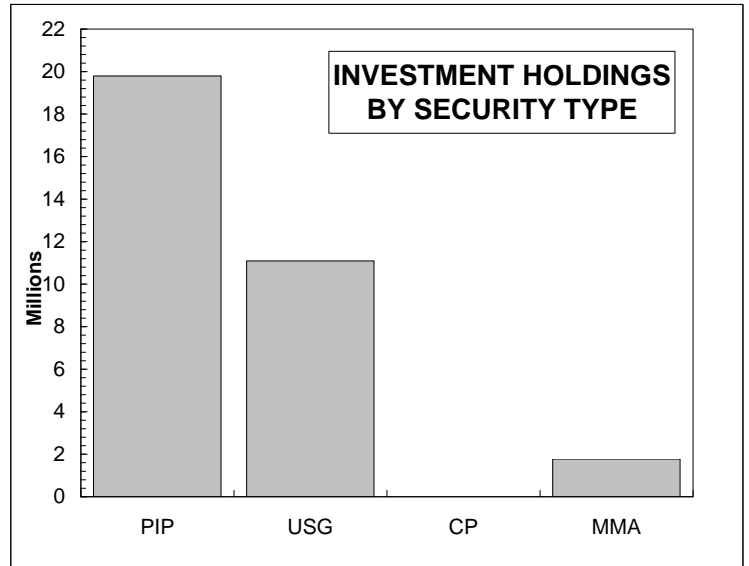
**BOOK VALUE AND MARKET VALUE OF INVESTMENTS BY TYPE OF ASSET  
QUARTER ENDING FEBRUARY 29, 2008**

	P.F.I.A. Authorization	November 30, 2007		February 29, 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 - Operating		1,151,598	1,151,598	411,196	411,196	Daily Liquidity
TexPool Prime - Operating		3,907,860	3,907,860	13,564,202	13,564,202	Daily Liquidity
TexPool - Interest & Sinking		334,604	334,604	1,251,235	1,251,235	Daily Liquidity
Texpool Prime - Interest & Sinking		2,628,373	2,628,373	2,656,197	2,656,197	Daily Liquidity
Lone Star Liquidity Plus Fund		40,952	40,952	41,363	41,363	Daily Liquidity
Lone Star Liquidity Corporate Fund		804,757	804,757	813,107	813,107	Daily Liquidity
Logic - Liquid Asset Fund		1,047,282	1,047,282	1,058,675	1,058,675	Daily Liquidity
		<u>9,915,426</u>	<u>9,915,426</u>	<u>19,795,975</u>	<u>19,795,975</u>	
<b><u>Money Market Funds</u></b>						
	Sec. 2256.014					
Goldman Sachs (American State Bank)		950,828	950,828	611,021	611,021	Daily Liquidity
ASB Business Savings		1,154,037	1,154,037	1,166,292	1,166,292	Daily Liquidity
		<u>2,104,865</u>	<u>2,104,865</u>	<u>1,777,313</u>	<u>1,777,313</u>	
<b><u>U.S. Govt Agencies</u></b>						
	Sec. 2256.009					
<u>Pooled Operating Funds:</u>	<u>Yield to Maturity:</u>					
FHLB 02/15/2013	4.55%	-	-	1,500,000	1,500,000	1787 days
FHLMC StepUp 01/30/2013	3.75%	-	-	1,500,000	1,506,150	1772 days
FHLB STRNT 11/07/2012	5.00%	2,000,000	2,016,400	2,000,000	2,033,000	1689 days
FHLMC 06/12/2012	5.70%	1,500,000	1,509,900	1,500,000	1,511,700	1544 days
FHLB 11/14/2011	4.90%	2,000,000	2,003,600	2,000,000	2,008,000	1336 days
FHLB 02/15/2011	4.00%	1,000,000	1,008,700	1,000,000	1,033,060	1067 days
FHLB 09/28/2010	5.25%	1,500,000	1,504,350	1,500,000	1,502,400	930 days
		<u>8,000,000</u>	<u>8,042,950</u>	<u>11,000,000</u>	<u>11,094,310</u>	
<b><u>Commercial Paper</u></b>						
	Sec. 2256.013					
UBS Finance 02/19/08	4.94%	989,200	989,200	-	-	0 days
Merrill Lynch 01/31/08	5.28%	1,486,696	1,486,696	-	-	0 days
Amer Gen Fin Corp 01/28/08	4.85%	496,125	496,125	-	-	0 days
Amer Gen Fin Corp 01/18/08	4.91%	745,120	745,120	-	-	0 days
		<u>3,717,141</u>	<u>3,717,141</u>	<u>0</u>	<u>0</u>	
		<u>\$23,737,432</u>	<u>\$23,780,382</u>	<u>\$32,573,288</u>	<u>\$32,667,598</u>	

**DIVERSITY REPORT  
 QUARTER ENDING FEBRUARY 29, 2008**

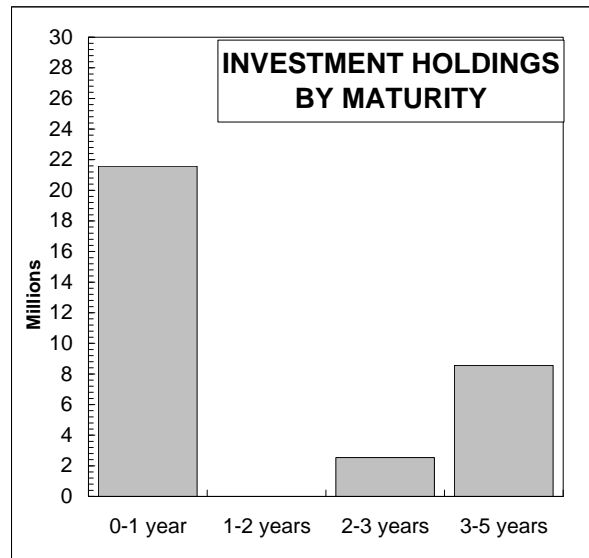
**DIVERSITY BY SECURITY TYPE:**

PIP	Public Investment Pools	19,795,975	61%
USG	U.S. Govt Agencies	11,094,310	34%
CP	Commercial Paper	0	0%
MMA	Money Market Funds	1,777,313	5%
		<u>\$32,667,598</u>	<u>100%</u>



**DIVERSITY BY MATURITY**

0-1 year	21,573,288	66%
1-2 years	0	0%
2-3 years	2,535,460	8%
3-5 years	8,558,850	26%
		<u>\$32,667,598</u>
		<u>100%</u>



**INVESTMENT EARNINGS BY TYPE OF ASSET  
 QUARTER ENDING FEBRUARY 29, 2008**

	<u>Quarter Ending 02/29/08</u>	<u>Quarterly Yield</u>	<u>Year-to-Date 02/29/08</u>	<u>Annual Yield</u>
<b><u>INTEREST INCOME:</u></b>				
<b>Public Funds Investment Pools:</b>				
TexPool	17,211	4.26%	58,568	4.68%
TexPool - Prime	93,184	3.96%	210,323	4.55%
LoneStar Liquidity Plus	411	4.01%	899	4.46%
LoneStar Liquidity Corporate	8,349	4.14%	18,316	4.61%
Logic	11,393	4.33%	24,769	4.78%
	<u>130,548</u>		<u>312,875</u>	
<b>Money Market &amp; Savings</b>	21,191	3.88%	43,622	4.16%
<b>U.S. Government Agencies</b>	108,440	4.94%	216,771	5.06%
<b>Commercial Paper</b>	32,859	5.08%	<u>59,062</u>	5.10%
<b>Total Interest Earnings</b>	<u><b>\$293,037</b></u>	<u><b>4.43%</b></u>	<u><b>\$632,330</b></u>	<u><b>4.76%</b></u>

**Benchmark Yield:**

3-Month Treasury Bill 2.57%  
 Actual below Benchmark (BPS) + 219 Basis Points

Annual Budgeted Investment Earnings (All Funds) \$816,480  
 Percent of Budget Earned To Date **77.4%**

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

Unrealized Gains (Losses) - Changes in Market Value Since Beginning of Year	<u>\$51,360</u>	<u>\$105,706</u>
Realized Gains (Losses) On Investments Sold or Matured Since Beginning of Year	<u>\$0</u>	<u>\$3,960</u>

**STATEMENTS OF COMPLIANCE OF INVESTMENT PORTFOLIO  
QUARTER ENDING FEBRUARY 29, 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 February 29, 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 February 29, 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 February 29, 2008, and the investment transactions entered into during the quarter then ended are in compliance with the Texas Public Funds Investment Act.

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Virginia Chisum, CPA, M.Ed.  
Vice President for Business Affairs

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Kristi Gibbs  
Director of Accounting