

ODESSA COLLEGE

**QUARTERLY INVESTMENT REPORT
DECEMBER 1, 2008 – FEBRUARY 28, 2009**

**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 28, 2009**

	Beginning Market Value <u>Dec 1, 2008</u>	Investment Additions (Deductions)	Market Value Appreciation	Ending Market Value <u>Feb 28, 2009</u>
<u>INVESTMENT POOL A:</u>				
Current Unrestricted Funds	18,471,673	8,272,735	(4,093)	26,740,315
Current Restricted Funds	87,970	6,036	(14)	93,992
Endowment Fund	819,104	(17,509)	(123)	801,472
Agency Funds Held for Others	113,343	15,033	(20)	128,356
	<u>19,492,090</u>	<u>8,276,295</u>	<u>(4,250)</u>	<u>27,764,135</u>

INVESTMENT POOL B (DEBT SERVICE):

Bond Interest & Sinking Fund	278,465	688,062	-	966,527
Bond Debt Service Reserve	2,798,943	4,148	-	2,803,091
	<u>3,077,408</u>	<u>692,210</u>	<u>-</u>	<u>3,769,618</u>

ALL FUNDS

	<u>\$22,569,498</u>	<u>\$8,968,505</u>	<u>(\$4,250)</u>	<u>\$31,533,753</u>
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Feb 29, 2008 \$32,667,606

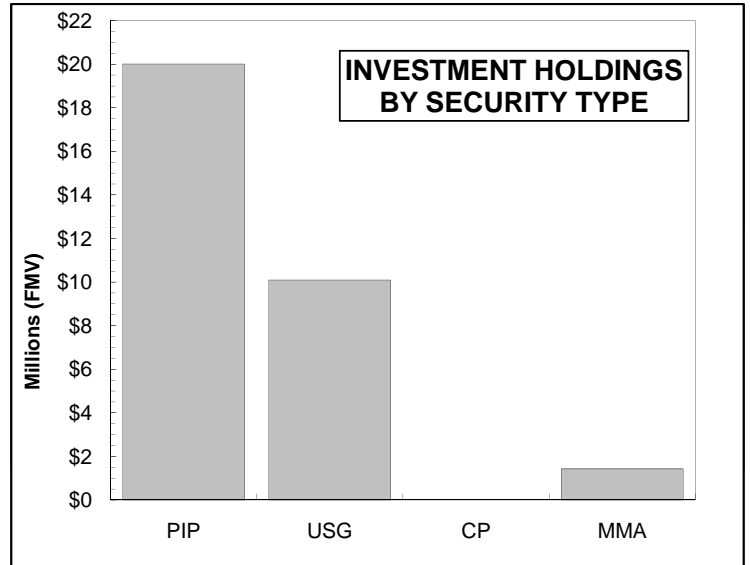
**BOOK VALUE AND MARKET VALUE OF INVESTMENTS BY TYPE OF ASSET
QUARTER ENDING FEBRUARY 28, 2009**

	P.F.I.A. Authorization	November 30, 2008		February 28, 2009		Maturity
		Book Value	Market Value	Book Value	Market Value	
<u>Public Funds Investment</u>						
<u>Pools</u>						
	Sec. 2256.016					
TexPool - Operating		189,968	189,968	190,459	190,459	Daily Liquidity
TexPool Prime - Operating		5,449,876	5,449,876	14,091,376	14,091,376	Daily Liquidity
TexPool - Interest & Sinking		297,915	297,915	298,685	298,685	Daily Liquidity
Texpool Prime - Interest & Sinking		2,779,493	2,779,493	3,470,933	3,470,933	Daily Liquidity
Lone Star Liquidity Plus Fund		42,075	42,075	42,174	42,174	Daily Liquidity
Lone Star Liquidity Corporate Fund		828,038	828,038	830,413	830,413	Daily Liquidity
Logic - Liquid Asset Fund		1,079,834	1,079,834	1,083,576	1,083,576	Daily Liquidity
		<u>10,667,199</u>	<u>10,667,199</u>	<u>20,007,616</u>	<u>20,007,616</u>	
<u>Money Market Funds</u>						
	Sec. 2256.014					
Goldman Sachs (American State Bank)		610,199	610,199	233,193	233,193	Daily Liquidity
ASB Business Savings		1,189,560	1,189,560	1,194,654	1,194,654	Daily Liquidity
		<u>1,799,759</u>	<u>1,799,759</u>	<u>1,427,847</u>	<u>1,427,847</u>	
<u>U.S. Govt Agencies</u>						
	Sec. 2256.009					
<u>Pooled Operating Funds:</u>	<u>Yield to Maturity:</u>					
FHLMC 06/10/2013	4.00%	2,000,000	2,027,660	2,000,000	2,019,220	1540 days
FHLMC StepUp 01/30/2013	4.00%	1,500,000	1,507,185	1,500,000	1,508,610	1410 days
FHLB 04/23/2012	3.55%	2,000,000	2,009,820	2,000,000	2,008,360	1133 days
FHLB 12/23/2011	4.02%	1,500,000	1,521,165	1,500,000	1,515,810	1013 days
FHLB 02/15/2011	4.00%	1,000,000	1,028,490	1,000,000	1,040,770	705 days
FHLB 10/14/2010	2.90%	2,000,000	2,008,220	2,000,000	2,005,520	584 days
		<u>10,000,000</u>	<u>10,102,540</u>	<u>10,000,000</u>	<u>10,098,290</u>	
<u>Commercial Paper</u>						
	Sec. 2256.013					
				-	-	0 days
				-	-	0 days
		<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	
		<u>\$22,466,958</u>	<u>\$22,569,498</u>	<u>\$31,435,463</u>	<u>\$31,533,753</u>	

**DIVERSITY REPORT
 QUARTER ENDING FEBRUARY 28, 2009**

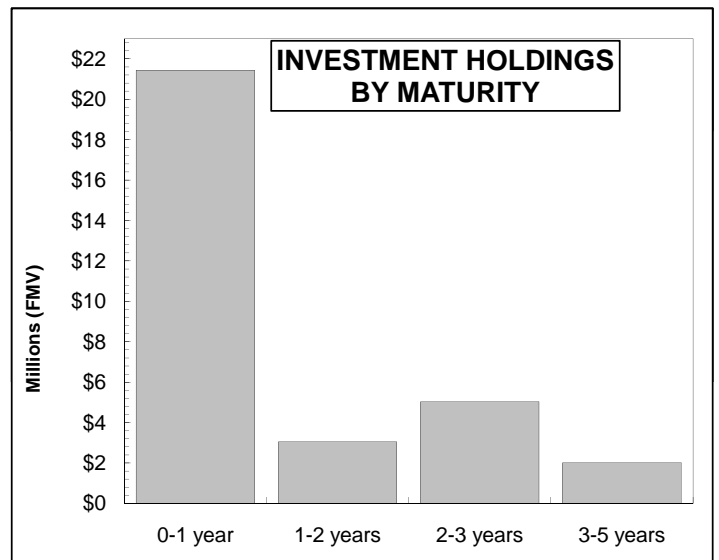
DIVERSITY BY SECURITY TYPE:

PIP	Public Investment Pools	20,007,616	63%
USG	U.S. Govt Agencies	10,098,290	32%
CP	Commercial Paper	0	0%
MMA	Money Market Funds	1,427,847	5%
		<u>\$31,533,753</u>	<u>100%</u>



DIVERSITY BY MATURITY

0-1 year	21,435,463	68%
1-2 years	3,046,290	10%
2-3 years	5,032,780	16%
3-5 years	2,019,220	6%
		<u>\$31,533,753</u>
		<u>100%</u>



**INVESTMENT EARNINGS BY TYPE OF ASSET
 QUARTER ENDING FEBRUARY 28, 2009**

	<u>Quarter Ending 02/28/09</u>	<u>Quarterly Yield</u>	<u>Year-to-Date 02/28/09</u>	<u>Annual Yield</u>
<u>INTEREST INCOME:</u>				
Public Funds Investment Pools:				
TexPool	1,262	1.19%	14,400	1.99%
TexPool - Prime	32,940	1.18%	80,662	1.78%
LoneStar Liquidity Plus	98	0.94%	303	1.63%
LoneStar Liquidity Corporate	2,374	1.15%	6,640	1.75%
Logic	3,742	1.39%	10,433	2.10%
	<u>40,417</u>		<u>112,437</u>	
Money Market & Savings	4,842	1.00%	13,542	1.45%
U.S. Government Agencies	91,710	3.67%	201,431	3.76%
Commercial Paper	0	0.00%	0	0.00%
Total Interest Earnings	<u>\$136,969</u>	<u>2.15%</u>	<u>\$327,410</u>	<u>2.63%</u>

Benchmark Yield:

3-Month Treasury Bill	0.15%		0.41%
Actual below Benchmark (BPS)	+ 200		+ 222
	Basis Points		Basis Points

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

\$944,350
34.7%

GAINS (LOSSES) ON SALE OF INVESTMENTS:

Unrealized Gains (Losses) - Changes in Market Value Since Beginning of Year	<u>(\$4,250)</u>	<u>\$122,040</u>
Realized Gains (Losses) On Investments Sold or Matured Since Beginning of Year	<u>\$0</u>	<u>(\$8,000)</u>

**STATEMENTS OF COMPLIANCE OF INVESTMENT PORTFOLIO
QUARTER ENDING FEBRUARY 28, 2009****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 28, 2009 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

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 28, 2009, 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 28, 2009 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