

ODESSA COLLEGE

**QUARTERLY INVESTMENT REPORT
JUNE 1 – AUGUST 31, 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 AUGUST 31, 2009**

	Beginning Market Value <u>June 1, 2009</u>	Investment Additions (Deductions)	Market Value Appreciation	Ending Market Value <u>Aug 31, 2009</u>
<u>INVESTMENT POOL A:</u>				
Current Unrestricted Funds	22,833,501	(1,880,541)	13,533	20,966,493
Current Restricted Funds	105,015	(36,609)	44	68,450
Endowment Fund	803,302	(30,251)	499	773,550
Agency Funds Held for Others	151,391	(32,116)	77	119,352
	<u>23,893,209</u>	<u>(1,979,517)</u>	<u>14,153</u>	<u>21,927,845</u>
 <u>INVESTMENT POOL B (DEBT SERVICE):</u>				
Bond Interest & Sinking Fund	1,087,390	953,119	0	2,040,509
Bond Debt Service Reserve	2,805,438	(312,990)	-	2,492,448
	<u>3,892,828</u>	<u>640,129</u>	<u>0</u>	<u>4,532,957</u>
 ALL FUNDS	 <u>27,786,037</u>	 <u>(1,339,388)</u>	 <u>14,153</u>	 <u>26,460,802</u>

Aug. 31, 2008 \$28,900,950

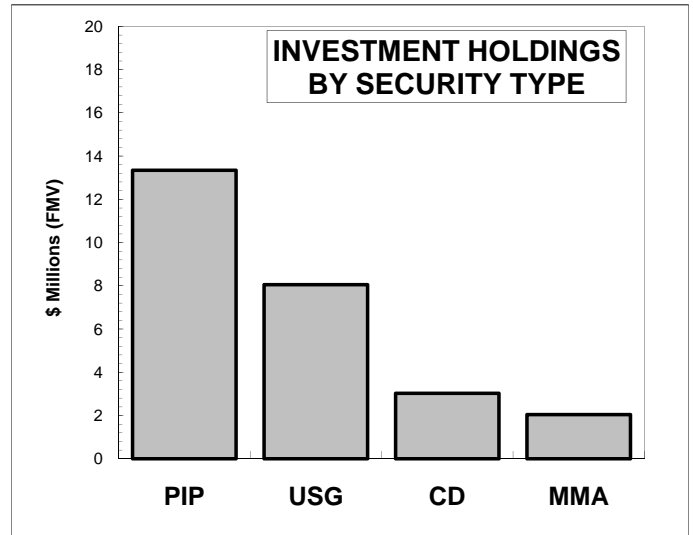
**BOOK VALUE AND MARKET VALUE OF INVESTMENTS BY TYPE OF ASSET
QUARTER ENDING AUGUST 31, 2009**

	P.F.I.A. Authorization	May 31, 2009		August 31, 2009		Maturity
		Book Value	Market Value	Book Value	Market Value	
Public Funds Investment						
 Pools						
	Sec. 2256.016					
TexPool General - Operating		190,698	190,698	190,869	190,869	Daily Liquidity
TexPool Prime - Operating		9,632,309	9,632,309	6,660,205	6,660,205	Daily Liquidity
TexPool General - Interest & Sinking		299,059	299,059	-	-	Daily Liquidity
Texpool Prime - Interest & Sinking		3,593,769	3,593,769	4,532,957	4,532,957	Daily Liquidity
Lone Star Liquidity Plus Fund		42,233	42,233	42,262	42,262	Daily Liquidity
Lone Star Liquidity Corporate Fund		831,980	831,980	832,900	832,900	Daily Liquidity
Logic - Liquid Asset Fund		1,085,508	1,085,508	1,086,789	1,086,789	Daily Liquidity
		<u>15,675,556</u>	<u>15,675,556</u>	<u>13,345,982</u>	<u>13,345,982</u>	
Money Market Funds						
	Sec. 2256.014					
Goldman Sachs MMA		353,863	353,863	838,459	838,459	Daily Liquidity
ASB Business Savings		1,198,336	1,198,336	1,202,071	1,202,071	Daily Liquidity
		<u>1,552,199</u>	<u>1,552,199</u>	<u>2,040,530</u>	<u>2,040,530</u>	
U.S. Govt Agencies						
	Sec. 2256.009					
<u>Pooled Operating Funds:</u>	<u>Yield to Maturity:</u>					
FNMA StepUp 06/23/2014	2.90%	-	-	2,000,000	2,000,220	1733 days
FHLMC 04/30/2012	1.50%	1,000,000	998,850	1,000,000	1,001,310	960 days
FHLMC 04/30/2012	1.25%	2,000,000	1,997,700	2,000,000	2,002,620	960 days
FHLB StepUp 06/09/2011	0.75%	-	-	2,000,000	2,000,080	639 days
FHLB 02/15/2011	4.00%	1,000,000	1,047,210	1,000,000	1,045,880	525 days
FHLMC 06/10/2013	4.00%	2,000,000	2,001,680	-	-	0 days
FHLB 12/23/2011	4.02%	1,500,000	1,503,225	-	-	0 days
		<u>7,500,000</u>	<u>7,548,665</u>	<u>8,000,000</u>	<u>8,050,110</u>	
Certificates of Deposit						
American State Bank		2,006,691	2,006,691	2,016,823	2,016,823	409 days
American State Bank		1,002,927	1,002,927	1,007,357	1,007,357	226 days
		<u>3,009,618</u>	<u>3,009,618</u>	<u>3,024,180</u>	<u>3,024,180</u>	
Commercial Paper						
	Sec. 2256.013					
		-	-	-	-	days
		-	-	-	-	days
		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	
		<u>27,737,373</u>	<u>27,786,038</u>	<u>26,410,692</u>	<u>26,460,802</u>	

**DIVERSITY REPORT
QUARTER ENDING AUGUST 31, 2009**

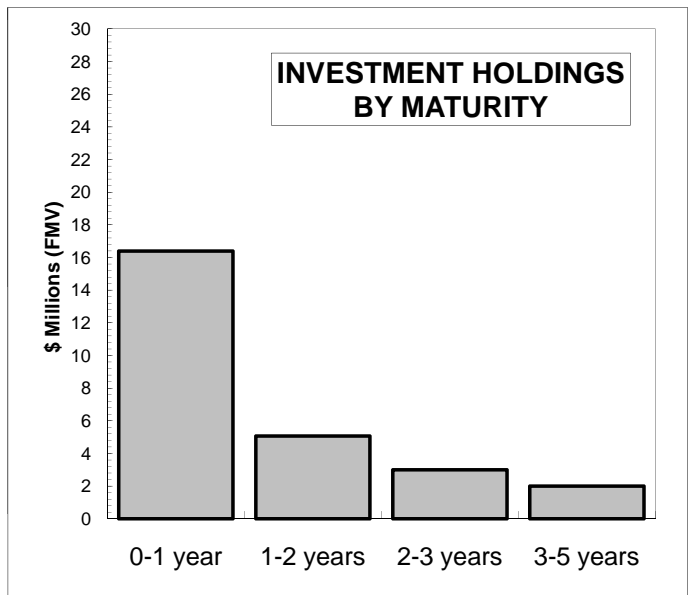
DIVERSITY BY SECURITY TYPE:

PIP	Public Investment Pools	13,345,982	50%
USG	U.S. Govt Agencies	8,050,110	30%
CD	Certificates of Deposit	3,024,180	11%
MMA	Money Market Funds	2,040,530	8%
		<u>\$26,460,802</u>	<u>100%</u>



DIVERSITY BY MATURITY

0-1 year	16,393,869	62%
1-2 years	5,062,783	19%
2-3 years	3,003,930	11%
3-5 years	2,000,220	8%
		<u>\$26,460,802</u>
		<u>100%</u>



**INVESTMENT EARNINGS BY TYPE OF ASSET
QUARTER ENDING AUGUST 31, 2009**

	<u>Quarter Ending 08/31/09</u>	<u>Quarterly Yield</u>	<u>Year-to-Date Sep 2008 Aug 2009</u>	<u>Annual Yield</u>
<u>INTEREST INCOME:</u>				
Public Funds Investment Pools				
TexPool	424	0.47%	15,436	1.08%
TexPool - Prime	14,100	0.48%	123,862	1.03%
LoneStar Liquidity Plus	30	0.28%	391	0.93%
LoneStar Liquidity Corporate	920	0.44%	9,127	1.10%
Logic	1,280	0.47%	13,646	1.26%
	<u>16,754</u>		<u>162,462</u>	
Money Market Funds/Savings	3,749	0.63%	20,996	1.16%
U.S. Government Agencies	38,564	1.95%	315,244	3.47%
Certificates of Deposit	14,563	1.93%	24,180	1.93%
Commercial Paper	<u>0</u>	0.00%	<u>0</u>	0.00%
Total Interest Earnings	<u>\$73,630</u>	<u>1.08%</u>	<u>\$522,883</u>	<u>1.90%</u>

Benchmark Yield:

52-Week Treasury Bill

0.46%

0.73%

Actual above Benchmark (BPS)

+ 61

+ 117

Basis Points

Basis Points

Annual Budgeted Interest Earnings (All Funds)

\$944,350

Percent of Budget Earned To Date

55.4%

GAINS (LOSSES) ON SALE OF INVESTMENTS:

Unrealized Gains (Losses) - Changes in Market Value

Since Beginning of Year

\$14,195

\$43,110

Realized Gains (Losses) On Investments Sold or

Matured Since Beginning of Year

-\$5,750

\$29,750

**STATEMENTS OF COMPLIANCE OF INVESTMENT PORTFOLIO
QUARTER ENDING AUGUST 31, 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 August 31, 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 2009 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 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 August 31, 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 August 31, 2009 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