

ODESSA COLLEGE

QUARTERLY INVESTMENT REPORT For the Quarter Ended May 31, 2013

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, 2013**

	Beginning Market Value <u>Feb 28, 2013</u>	Investment Additions (Deductions)	Market Value Appreciation	Ending Market Value <u>May 31, 2013</u>
<u>INVESTMENT POOL A:</u>				
Current Unrestricted Funds	29,891,537	(4,437,527)	(52,052)	25,401,958
Current Restricted Funds	526,952	(68,971)	(937)	457,044
Endowment Fund	836,311	15,441	(1,742)	850,010
Agency Funds Held for Others	133,718	13,213	(300)	146,631
	<u>31,388,518</u>	<u>(4,477,844)</u>	<u>(55,031)</u>	<u>26,855,643</u>
<u>INVESTMENT POOL B (DEBT SERVICE):</u>				
Rev. Bond Interest & Sinking Fund	674,078	354,266	-	1,028,344
Rev. Bond Debt Service Reserve	2,492,778	231	(6,713)	2,486,296
Tax Bond Int & Sinking Fund	75,864	2,401,524	-	2,477,388
	<u>3,242,720</u>	<u>2,756,021</u>	<u>(6,713)</u>	<u>5,992,028</u>
<u>INVESTMENT POOL C (UNEXPENDED BOND):</u>				
Unexpended Bond Funds	58,636,566	(9,087,164)	(18,244)	49,531,158
	<u>58,636,566</u>	<u>(9,087,164)</u>	<u>(18,244)</u>	<u>49,531,158</u>
ALL FUNDS	\$ 93,267,804	\$ (10,808,987)	\$ (79,988)	\$ 82,378,829

ODESSA COLLEGE

II.

END OF QUARTER VALUES BY INVESTMENT CATEGORY

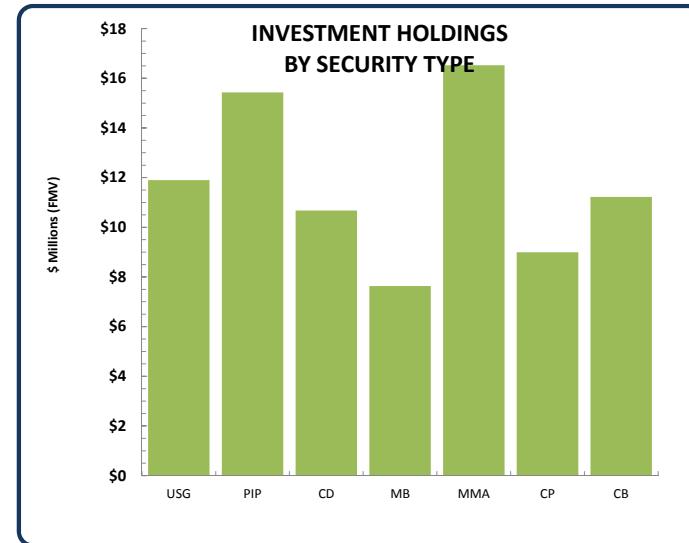
<u>Asset Type</u>	<u>February 28, 2013</u>		<u>May 31, 2013</u>		<u>Estimated</u>
	<u>Book Value</u>	<u>Market Value</u>	<u>Book Value</u>	<u>Market Value</u>	<u>Avg. Yield</u>
Public Funds Pools	20,569,734	20,569,733	15,431,972	15,431,971	0.16%
Money Market & Interest Checking	18,824,774	18,824,774	16,523,652	16,523,652	0.23%
Commercial Paper	8,973,612	8,994,150	8,973,612	8,995,850	0.40%
Certificates of Deposit	10,980,000	11,170,948	10,482,000	10,676,762	0.66%
Government Agency Securities	15,239,381	14,973,229	12,167,468	11,897,029	0.91%
Municipal Bonds	7,582,584	7,428,252	7,834,836	7,630,803	0.52%
Corporate Bonds	11,514,214	11,306,718	11,514,214	11,222,762	0.49%
Totals	93,684,299	93,267,804	82,927,754	82,378,829	0.46%

Annualized Performance		
Weighted Average Maturity (W.A.M.)	198 days	
Total Portfolio Annualized Yield (Estimated)	0.46%	
Benchmark Yield - 1 year Treasury Note	0.12%	
	<u>This Quarter</u>	<u>Fiscal Year</u>
<u>Interest Income</u>		
Operating Funds (Pool A)	\$ 80,302	\$ 240,198
Debt Service Funds (Pool B)	3,988	12,579
Construction Funds (Pool C)	58,415	204,781
	<u>\$ 142,705</u>	<u>\$ 457,558</u>
<u>Gains/(Losses) on Sales & Maturities</u>		
Operating Funds (Pool A)	\$ -	\$ (13,111)
Debt Service Funds (Pool B)	-	(2,766)
Construction Funds (Pool C)	-	-
	<u>\$ -</u>	<u>\$ (15,877)</u>
<u>Unrealized Changes in Market Value</u>		
Operating Funds (Pool A)	\$ (55,031)	\$ (118,427)
Debt Service Funds (Pool B)	(6,713)	(8,662)
Construction Funds (Pool C)	(18,244)	(7,165)
	<u>\$ (79,988)</u>	<u>\$ (134,254)</u>

**DIVERSITY REPORT
QUARTER ENDING MAY 31, 2013**

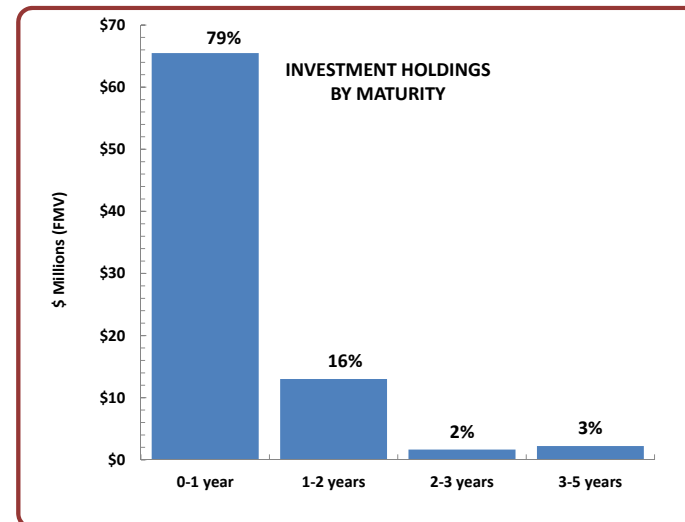
DIVERSITY BY SECURITY TYPE:

USG	U.S. Govt Agencies	11,897,029	14.4%
PIP	Public Investment Pools	15,431,971	18.7%
CD	Certificates of Deposit	10,676,762	13.0%
MB	Municipal Bonds	7,630,803	9.3%
MMA	Money Market Funds	16,523,652	20.1%
CP	Commercial Paper	8,995,850	10.9%
CB	Corporate Bonds	11,222,762	13.6%
		\$82,378,829	100%



DIVERSITY BY MATURITY

0-1 year	65,489,954	79%
1-2 years	13,007,949	16%
2-3 years	1,655,936	2%
3-5 years	2,224,990	3%
		\$82,378,829
		100%



**INVESTMENT HOLDINGS REPORT
QUARTER ENDING MAY 31, 2013**

Fund/ Purpose	Description	Maturity Date	Yield/ YTM	Par Value	Price	Ending Book (Cost)	Ending Market Value
Public Funds Investment Pools							
Pooled Operating	TexPool General	6/1/2013	0.190%	7,769		7,769	7,769
Pooled Operating	TexPool Prime	3/1/2013	0.170%	223,432		223,432	223,432
Pooled Operating	Lone Star Government Overnight	6/1/2013	0.140%	42,488		42,488	42,488
Pooled Operating	Lone Star Corporate Overnight Plus	6/1/2013	0.200%	35,068		35,068	35,068
Pooled Operating	LOGIC - Liquid Asset Fund	6/1/2013	0.180%	2,796,390	100.00	2,796,390	2,796,390
Debt Service	TexPool Prime	6/1/2013	0.160%	754,959	100.00	754,959	754,959
Debt Service	TexPool Prime	6/1/2013	0.170%	1,028,344	100.00	1,028,344	1,028,344
Debt Service	TexPool Prime	6/1/2013	0.120%	2,477,388	100.00	2,477,388	2,477,388
Bond Construction	TexPool Prime	6/1/2013	0.160%	129,633	100.00	129,633	129,633
Bond Construction	Lone Star Corporate Overnight Plus	6/1/2013	0.180%	2,111,482	100.00	2,111,482	2,111,482
Bond Construction	LOGIC - Liquid Asset Fund	6/1/2013	0.170%	5,825,019	100.00	5,825,019	5,825,019
TOTAL - PUBLIC FUNDS INVESTMENT POOLS				15,431,972		15,431,972	15,431,971
Money Market Funds							
Pooled Operating	Compass Interest Bearing Depository	6/1/2013	0.311%	9,211,466	100.00	9,211,466	9,211,466
Pooled Operating	Compass MMA	6/1/2013	0.188%	55,167	100.00	55,167	55,167
Pooled Operating	ASB Business Elite Savings	6/1/2013	0.250%	2,263,141	100.00	2,263,141	2,263,141
Bond Construction	Compass Interest Bearing Depository	6/1/2013	0.311%	287,636	100.00	287,636	287,636
Bond Construction	American State Financial Mgt MMA	6/1/2013	0.040%	4,706,242	100.00	4,706,242	4,706,242
TOTAL - MONEY MARKET FUNDS				16,523,652		16,523,652	16,523,652
Commercial Paper							
Bond Construction	Abbey Natl N America (01/07/13)	10/1/2013	0.472%	4,000,000	99.65	3,986,057	3,998,650
Bond Construction	ING Funding LLC (01/03/13)	9/20/2013	0.351%	5,000,000	99.75	4,987,556	4,997,200
TOTAL - COMMERCIAL PAPER				9,000,000		8,973,612	8,995,850
Certificates of Deposit							
Pooled Operating	Prosperity Bank	10/14/2013	0.600%	2,000,000	100.00	2,000,000	2,113,612
Pooled Operating	Prosperity Bank	4/14/2014	0.850%	1,000,000	100.00	1,000,000	1,056,747
Pooled Operating	Prosperity Bank	10/10/2014	0.600%	2,000,000	100.00	2,000,000	2,006,973
Pooled Operating	Compass Bank	2/1/2015	0.300%	5,000	100.00	5,000	5,000
Debt Service	Doral Bank	12/8/2014	0.850%	240,000	100.00	240,000	240,000

Fund/ Purpose	Description	Maturity Date	Yield/ YTM	Par Value	Price	Ending Book (Cost)	Ending Market Value
Bond Construction	Compass Bank	9/22/2013	0.850%	250,000	100.00	250,000	250,000
Bond Construction	Western National Bank	3/22/2014	0.500%	250,000	100.00	250,000	252,321
Bond Construction	Cit Bank	9/27/2013	1.000%	250,000	100.00	250,000	250,467
Bond Construction	Discover Bank DE	9/30/2013	1.000%	250,000	100.00	250,000	250,480
Bond Construction	Goldman Sachs Bank	9/30/2013	0.950%	250,000	100.00	250,000	250,440
Bond Construction	Ally Bank UT	9/30/2013	1.000%	250,000	100.00	250,000	250,480
Bond Construction	BMW Bank UT	10/15/2013	1.050%	250,000	100.00	250,000	250,576
Bond Construction	First Trust Bank	7/19/2013	0.600%	250,000	100.00	250,000	250,104
Bond Construction	Sterling Savings	9/9/2013	0.500%	249,000	100.00	249,000	249,282
Bond Construction	John Marshall Bank	8/22/2013	0.350%	249,000	100.00	249,000	249,112
Bond Construction	Huntington Nat'l Bank	1/27/2014	0.800%	249,000	100.00	249,000	249,529
Bond Construction	Independence Bank of KY	6/27/2014	0.600%	249,000	100.00	249,000	250,521
Bond Construction	Georgia B&T	6/27/2014	0.700%	249,000	100.00	249,000	250,514
Bond Construction	Barclays Bank DE	12/8/2014	1.150%	249,000	100.00	249,000	251,826
Bond Construction	Legacy Bank	12/16/2014	0.650%	249,000	100.00	249,000	248,777
Bond Construction	Cardinal Bank	1/13/2015	0.750%	249,000	100.00	249,000	251,981
Bond Construction	Orrstown Bank	9/22/2014	0.500%	249,000	100.00	249,000	250,606
Bond Construction	Valley National Bank	7/28/2014	0.600%	249,000	100.00	249,000	249,964
Bond Construction	Sovereign Bank	8/8/2013	0.500%	249,000	100.00	249,000	249,043
Bond Construction	Apple Bank For Svngs	1/9/2015	0.450%	249,000	100.00	249,000	249,229
Bond Construction	Safra Natl Bank	1/15/2015	0.500%	249,000	100.00	249,000	249,178
TOTAL - CERTIFICATES OF DEPOSIT				10,482,000		10,482,000	10,676,762

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	1,042,503
Pooled Operating	Federal Natl Mtg Assn 2.625%	11/20/2014	2.465%	1,000,000	100.70	1,007,000	1,034,480
Pooled Operating	Federal Natl Mtg Assn 2.875%	12/11/2013	1.964%	1,000,000	103.25	1,032,500	1,012,262
Debt Service	Federal Natl Mtg Assn Step Up .70	12/13/2017	0.700%	1,500,000	100.00	1,500,000	1,491,339
Bond Construction	Federal Farm Credit Banks Debenture 1.3750%	6/25/2013	0.276%	75,000	101.88	76,412	75,062
Bond Construction	Federal Farm Credit Banks Debenture 1.3750%	6/25/2013	0.260%	790,000	101.91	805,100	790,656
Bond Construction	Federal Farm Credit Banks Debenture 5.4300%	7/24/2013	0.308%	37,000	109.19	40,399	37,279
Bond Construction	Federal Farm Credit Banks Debenture 5.4300%	7/24/2013	0.304%	92,000	109.20	100,459	92,695
Bond Construction	Federal Farm Credit Banks Debenture 5.5800%	7/3/2013	0.307%	20,000	109.15	21,831	20,091
Bond Construction	Federal Farm Credit Banks Debenture 5.4000%	6/24/2013	0.205%	85,000	108.90	92,563	85,263
Bond Construction	Federal Home Loan Banks Debenture 4.8750%	11/27/2013	0.402%	60,000	109.53	65,717	61,384
Bond Construction	Federal Home Loan Banks Debenture 3.7500% D	6/14/2013	0.240%	90,000	105.91	95,320	90,098
Bond Construction	Federal Home Loan Banks Debenture 1.6250%	6/14/2013	0.279%	800,000	102.27	818,128	800,368
Bond Construction	Federal Home Ln Mtg Corp Stripped Issues OID	7/15/2013	0.481%	84,000	99.15	83,286	83,933
Bond Construction	Federal Home Loan Mortgage Corporation Note 4.5000%	7/15/2013	0.294%	660,000	107.44	709,108	663,419

Fund/ Purpose	Description	Maturity Date	Yield/ YTM	Par Value	Price	Ending Book (Cost)	Ending Market Value
Bond Construction	Federal Home Loan Mortgage Corporation Debenture 4.8750%	11/15/2013	0.353%	770,000	109.49	843,075	786,732
Bond Construction	Federal National Mortgage Association Note 4.3750%	7/17/2013	0.354%	2,025,000	107.13	2,169,410	2,035,469
Bond Construction	Federal National Mortgage Association Stripped Issues OID	10/8/2013	0.633%	21,000	98.74	20,736	20,947
Bond Construction	Federal National Mortgage Association Note 4.1250%	7/11/2013	0.304%	25,000	106.72	26,679	25,106
Bond Construction	Federal National Mortgage Association Note 1.1250%	10/8/2013	0.365%	760,000	101.52	771,530	762,706
Bond Construction	Federal National Mortgage Association Note 1.1250%	10/8/2013	0.354%	240,000	101.54	243,689	240,854
Bond Construction	Financing Corp Cpn Fico Strips Stripped Issues OID	11/2/2013	0.639%	33,000	98.69	32,566	32,913
Bond Construction	Financing Corp Cpn Fico Strips Stripped Issues OID	11/11/2013	0.661%	41,000	98.63	40,436	40,884
Bond Construction	Financing Corp Cpn Fico Strips Stripped Issues OID	11/11/2013	0.611%	77,000	98.73	76,021	76,782
Bond Construction	Financing Corp Cpn Fico Strips Stripped Issues OID	11/11/2013	0.562%	119,000	98.83	117,607	118,663
Bond Construction	Financing Corp Cpn Fico Strips Stripped Issues OID	11/11/2013	0.452%	44,000	99.06	43,585	43,875
Bond Construction	Financing Corp Cpn Fico Strips Stripped Issues OID	11/30/2013	0.504%	37,000	98.92	36,602	36,882
Bond Construction	Financing Corp Cpn Fico Strips Stripped Issues OID	10/6/2013	0.483%	80,000	99.04	79,231	79,830
Bond Construction	Financing Corp Cpn Fico Strips Stripped Issues OID	10/6/2013	0.552%	30,000	98.90	29,671	29,936
Bond Construction	Financing Corp Cpn Fico Strips Stripped Issues OID	10/5/2013	0.475%	38,000	99.06	37,642	37,920
Bond Construction	Financing-Fed Bk Enty Cpn Strp Stripped Issues OID	10/6/2013	0.552%	28,000	98.90	27,693	27,940
Bond Construction	Financing-Fed Bk Enty Cpn Strp Stripped Issues OID	10/6/2013	0.557%	38,000	98.89	37,579	37,919
Bond Construction	Financing-Fed Bk Enty Cpn Strp Stripped Issues OID	10/6/2013	0.650%	41,000	98.71	40,472	40,913
Bond Construction	Financing-Fed Bk Enty Cpn Strp Stripped Issues OID	11/2/2013	0.609%	26,000	98.75	25,674	25,931
Bond Construction	Resolution Fdg Fed Bk Cpn Strp Stripped Issues OID	7/15/2013	0.618%	14,000	98.91	13,848	13,995
TOTAL - GOVERNMENT AGENCIES				11,780,000		12,167,468	11,897,029

Municipal Bonds

Pooled Operating	Dahlonaga Development 1.212%	7/1/2016	1.212%	200,000	112.80	225,600	224,894
Pooled Operating	Municipal Power Agency	9/1/2016	0.951%	525,000	96.91	508,778	508,757
Bond Construction	Clark Cnty NV Sch Dist Ref-Ser B Prim/Secndry Ed	6/15/2014	0.560%	665,000	109.74	729,771	697,046
Bond Construction	Illinois St Fin Auth Rev Trinity Hlth-Serl Hospitals	12/1/2013	0.450%	1,700,000	104.17	1,770,890	1,722,831
Bond Construction	Brazos Cnty TX Ref	9/1/2013	0.400%	310,000	106.29	329,499	313,550
Bond Construction	Kansas City Missouri Indl Dev	4/1/2014	0.454%	470,000	107.54	505,438	487,211
Bond Construction	Madison Cnty IL Cmnty	12/1/2013	0.396%	265,000	104.17	276,051	270,038
Bond Construction	New Jersey Sports & Exposition	3/1/2014	0.408%	675,000	110.36	744,930	705,193
Bond Construction	FOREST PK ILLINOIS LTD REF CTFS REV SER 2011 GEN PURP IMPT	11/1/2014	0.497%	285,000	103.18	294,063	290,133
Bond Construction	TAMPA FLA SOLID WASTE SYS REV SERIES 2010 SANITATION	10/1/2014	0.503%	320,000	107.11	342,752	333,222
Bond Construction	LAREDO TEX INTL TOLL BRDG REV BNDS SERIES 2005 B FSA INS	3/1/2014	0.400%	165,000	112.17	185,081	181,635
Bond Construction	Cobleshill-Richmondville NR Central S/D Ref Prim/Secndry Ed	1/15/2014	0.450%	750,000	103.79	778,440	763,575

Fund/ Purpose	Description	Maturity Date	Yield/ YTM	Par Value	Price	Ending Book (Cost)	Ending Market Value
Bond Construction	Kentucky St TPK Auth EconomicDev Rd Rev Series 2010A	7/1/2014	0.460%	500,000	105.40	527,010	519,570
Bond Construction	Minneapolis-Saint Paul MN Metarpts Commission ARPT Re Airports	1/1/2015	0.606%	610,000	101.07	616,535	613,148
TOTAL - MUNICIPAL BONDS				7,440,000		7,834,836	7,630,803
Corporate Bonds							
Pooled Operating	General Elec Capital Corp	11/14/2014	0.035%	2,000,000	106.90	2,138,010	2,089,997
Pooled Operating	General Elec Capital Corp	9/15/2015	0.059%	1,000,000	117.00	1,170,003	1,125,498
Bond Construction	General Elec Capital Corp SRNT	9/16/2013	0.558%	3,000,000	102.00	3,060,143	3,013,388
Bond Construction	CME Group Inc	2/15/2014	0.500%	500,000	109.93	549,647	517,780
Bond Construction	Westpac Banking SRNT	2/27/2015	1.500%	200,000	107.68	215,364	212,356
Bond Construction	General Elec Capital Corp SRNT	5/13/2014	0.756%	1,000,000	110.47	1,104,700	1,051,840
Bond Construction	General Elec Capital Corp SRNT	11/14/2014	1.011%	1,000,000	106.90	1,069,000	1,044,999
Bond Construction	General Elec Capital Corp SRNT	1/7/2014	0.512%	1,000,000	102.54	1,025,350	1,010,540
Bond Construction	De Kalb Cnty GA Wtr	10/1/2014	0.650%	600,000	107.58	645,480	625,926
Bond Construction	Genzyme Corp Srnt	6/15/2015	0.600%	500,000	107.30	536,519	530,438
TOTAL - CORPORATE BONDS				10,800,000		11,514,214	11,222,762
Grand Total				81,457,624		82,927,754	82,378,829

**STATEMENTS OF COMPLIANCE OF INVESTMENT PORTFOLIO
QUARTER ENDING May 31, 2013****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, 2013 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 in June and December.

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.

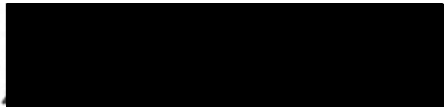
Statement 3: Compliance with requirements relating to business organizations seeking to sell investments.

All business organizations that have sold investments to Odessa College during the quarter ended May 31, 2013, have executed a written instrument stating that the qualified representative of the organization has:

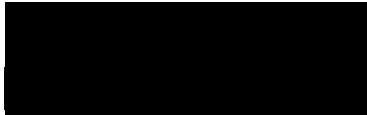
- 1) received and thoroughly reviewed the Investment Policy of the Odessa Junior College District, and
- 2) implemented reasonable procedures and controls in an effort to preclude imprudent investment activities arising out of investment transactions conducted between the District and the organization.

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, 2013 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