

ODESSA COLLEGE

**QUARTERLY INVESTMENT REPORT
SEPTEMBER 1 – NOVEMBER 30, 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 NOVEMBER 30, 2008**

	Beginning Market Value <u>Sep 1, 2008</u>	Investment Additions (Deductions)	Market Value Appreciation	Ending Market Value <u>Nov 30, 2008</u>
<u>INVESTMENT POOL A:</u>				
Current Unrestricted Funds	\$23,274,323	(\$4,922,329)	\$119,679	\$18,471,673
Current Restricted Funds	160,597	(73,197)	570	87,970
Endowment Fund	841,567	(27,770)	5,307	819,104
Agency Funds Held for Others	131,012	(18,403)	734	113,343
	<u>24,407,499</u>	<u>(5,041,699)</u>	<u>126,290</u>	<u>19,492,090</u>
 <u>INVESTMENT POOL B (DEBT SERVICE):</u>				
Bond Interest & Sinking Fund	1,709,915	(1,431,450)	-	278,465
Bond Debt Service Reserve	2,783,536	15,407	-	2,798,943
	<u>4,493,451</u>	<u>(1,416,043)</u>	<u>-</u>	<u>3,077,408</u>
 ALL FUNDS				
	<u>\$28,900,950</u>	<u>(\$6,457,742)</u>	<u>\$126,290</u>	<u>\$22,569,498</u>

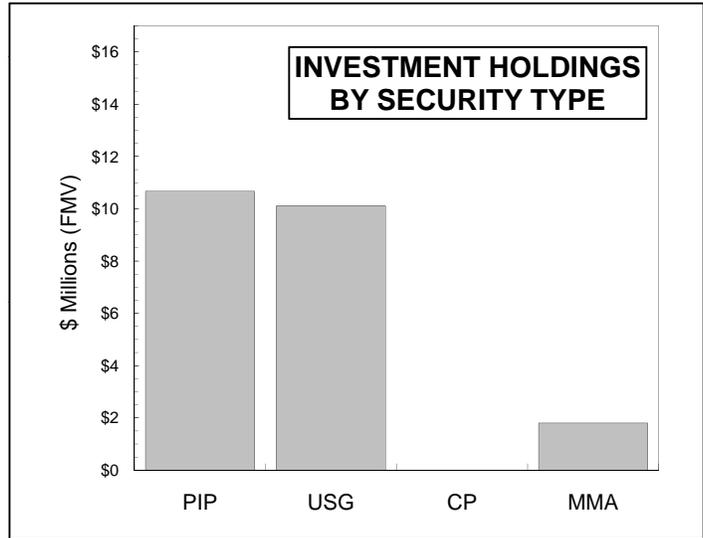
**BOOK VALUE AND MARKET VALUE OF INVESTMENTS BY TYPE OF ASSET
QUARTER ENDING NOVEMBER 30, 2008**

	P.F.I.A. Authorization	August 31, 2008		November 30, 2008		Maturity
		Book Value	Market Value	Book Value	Market Value	
Public Funds Investment						
 <u>Pools</u>						
	Sec. 2256.016					
TexPool General - Operating		416,232	416,232	189,968	189,968	Daily Liquidity
TexPool Prime - Operating		7,470,235	7,470,235	5,449,876	5,449,876	Daily Liquidity
TexPool General - Interest & Sinking		2,409,293	2,409,293	297,915	297,915	Daily Liquidity
Texpool Prime - Interest & Sinking		2,084,158	2,084,158	2,779,493	2,779,493	Daily Liquidity
Lone Star Liquidity Plus Fund		41,871	41,871	42,075	42,075	Daily Liquidity
Lone Star Liquidity Corporate Fund		823,773	823,773	828,038	828,038	Daily Liquidity
Logic - Liquid Asset Fund		1,073,143	1,073,143	1,079,834	1,079,834	Daily Liquidity
		<u>14,318,705</u>	<u>14,318,705</u>	<u>10,667,199</u>	<u>10,667,199</u>	
Money Market Funds						
	Sec. 2256.014					
Goldman Sachs (American State Bank)		1,415,372	1,415,372	610,199	610,199	Daily Liquidity
ASB Business Savings		1,182,623	1,182,623	1,189,560	1,189,560	Daily Liquidity
		<u>2,597,995</u>	<u>2,597,995</u>	<u>1,799,759</u>	<u>1,799,759</u>	
U.S. Govt Agencies						
	Sec. 2256.009					
Pooled Operating Funds:	Yield to Maturity:					
FHLMC 06/10/2013	4.00%	2,000,000	2,001,400	2,000,000	2,027,660	1630 days
FHLMC StepUp 01/30/2013	3.75%	1,500,000	1,494,900	1,500,000	1,507,185	1500 days
FHLB STRNT 11/07/2012	5.00%	2,000,000	2,008,000	-	-	0 days
FHLB 04/23/2012	3.55%	2,000,000	1,977,800	2,000,000	2,009,820	1223 days
FHLB 12/23/2011	4.02%	1,500,000	1,504,350	1,500,000	1,521,165	1103 days
FHLB 02/15/2011	4.00%	1,000,000	1,014,000	1,000,000	1,028,490	795 days
FHLB 10/14/2010	2.90%	2,000,000	1,983,800	2,000,000	2,008,220	674 days
		<u>12,000,000</u>	<u>11,984,250</u>	<u>10,000,000</u>	<u>10,102,540</u>	
Commercial Paper						
	Sec. 2256.013					
		<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	days
		<u>\$28,916,700</u>	<u>\$28,900,950</u>	<u>\$22,466,958</u>	<u>\$22,569,498</u>	days

**DIVERSITY REPORT
 QUARTER ENDING NOVEMBER 30, 2008**

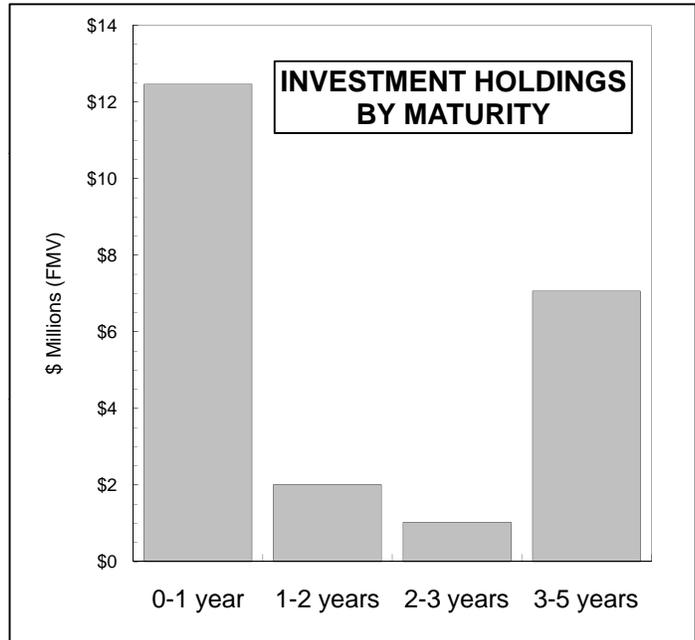
DIVERSITY BY SECURITY TYPE:

PIP	Public Investment Pools	10,667,199
USG	U.S. Govt Agencies	10,102,540
CP	Commercial Paper	0
MMA	Money Market Funds	1,799,759
		\$22,569,498



DIVERSITY BY MATURITY

0-1 year	12,466,958	55%
1-2 years	2,008,220	9%
2-3 years	1,028,490	5%
3-5 years	7,065,830	31%
	\$22,569,498	100%



**INVESTMENT EARNINGS BY TYPE OF ASSET
 QUARTER ENDING NOVEMBER 30, 2008**

	<u>Quarter Ending 11/30/08</u>	<u>Quarterly Yield</u>	<u>Year-to-Date 11/30/08</u>	<u>Annual Yield</u>
INTEREST INCOME:				
Public Funds Investment Pools:				
TexPool - General	13,138	2.07%	13,138	2.07%
TexPool - Prime	47,722	2.20%	47,722	2.20%
LoneStar Liquidity Plus	204	1.96%	204	1.96%
LoneStar Liquidity Corporate	4,266	2.08%	4,266	2.08%
Logic	6,691	2.49%	6,691	2.49%
	<u>72,021</u>		<u>72,021</u>	
Money Market Funds	8,699	1.71%	8,699	1.71%
U.S. Government Agencies	109,721	3.83%	109,721	3.83%
Commercial Paper	0	0.00%	0	0.00%
	<u> </u>		<u> </u>	
Total Interest Earnings	<u>\$190,441</u>	<u>2.86%</u>	<u>\$190,441</u>	<u>2.86%</u>
<u>Benchmark Yield:</u>				
	3-Month Treasury Bill	0.66%		0.66%
	Actual above Benchmark	+ 220	+	220
		Basis Points		Basis Points

Annual Interest Budget (All Funds)	\$944,350
Percent of Budget Earned Year to Date	20.2%

GAINS (LOSSES) ON SALE OF INVESTMENTS:

Changes in Market Value - Unrealized Gains (Losses)	
Since Beginning of Year	<u>\$126,290</u>
	<u>\$126,290</u>
Realized Gains (Losses) On Investments Sold or	
Matured Since Beginning of Year	<u>(\$8,000)</u>
	<u>(\$8,000)</u>

**STATEMENTS OF COMPLIANCE OF INVESTMENT PORTFOLIO
QUARTER ENDING NOVEMBER 30, 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 November 30, 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 November 30, 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 November 30, 2008 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