

ODESSA COLLEGE

**QUARTERLY INVESTMENT REPORT
SEPTEMBER 1 – NOVEMBER 30, 2010**

**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, 2010**

	Beginning Market Value <u>Sep 1, 2010</u>	Investment Additions (Deductions)	Market Value Appreciation	Ending Market Value <u>Nov 30, 2010</u>
<u>INVESTMENT POOL A:</u>				
Current Unrestricted Funds	\$22,570,435	(\$5,770,268)	(\$4,566)	\$16,795,601
Current Restricted Funds	68,450	19,544	(24)	87,970
Endowment Fund	773,550	45,777	(223)	819,104
Agency Funds Held for Others	119,352	(5,978)	(31)	113,343
	<u>23,531,787</u>	<u>(5,710,926)</u>	<u>(4,843)</u>	<u>17,816,018</u>
 <u>INVESTMENT POOL B (DEBT SERVICE):</u>				
Bond Interest & Sinking Fund	1,565,631	(1,523,996)	-	41,635
Bond Debt Service Reserve	0	-	-	-
	<u>1,565,631</u>	<u>(1,523,996)</u>	<u>-</u>	<u>41,635</u>
 ALL FUNDS				
	<u>\$25,097,418</u>	<u>(\$7,234,922)</u>	<u>(\$4,843)</u>	<u>\$17,857,653</u>

Nov 30, 2009 17,333,528

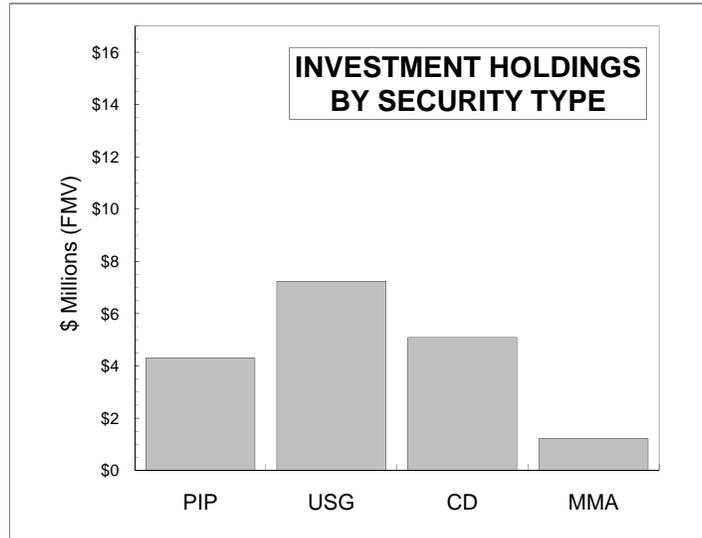
**BOOK VALUE AND MARKET VALUE OF INVESTMENTS BY TYPE OF ASSET
QUARTER ENDING NOVEMBER 30, 2010**

	P.F.I.A. Authorization	August 31, 2010		November 30, 2010		Maturity
		Book Value	Market Value	Book Value	Market Value	
Public Funds Investment						
 <u>Pools</u>						
	Sec. 2256.016					
TexPool General - Operating		563,913	563,913	145,566	145,566	Daily Liquidity
TexPool Prime - Operating		8,251,690	8,251,690	2,945,559	2,945,559	Daily Liquidity
TexPool General - Interest & Sinking		0	0	0	0	Daily Liquidity
Texpool Prime - Interest & Sinking		1,565,631	1,565,631	41,635	41,635	Daily Liquidity
Lone Star Government Overnight Fund		42,338	42,338	42,360	42,360	Daily Liquidity
Lone Star Corporate Overnight Fund		34,816	34,816	34,840	34,840	Daily Liquidity
Logic - Liquid Asset Fund		1,089,504	1,089,504	1,090,178	1,090,178	Daily Liquidity
		<u>11,547,892</u>	<u>11,547,892</u>	<u>4,300,138</u>	<u>4,300,138</u>	
Money Market Funds						
	Sec. 2256.014					
Goldman Sachs (American State Bank)		0	0	0	0	Daily Liquidity
ASB Business Savings		1,216,126	1,216,126	1,218,990	1,218,990	Daily Liquidity
		<u>1,216,126</u>	<u>1,216,126</u>	<u>1,218,990</u>	<u>1,218,990</u>	
U.S. Govt Agencies						
	Sec. 2256.009					
 Pooled Operating Funds:	 Yield to Maturity:					
FHLB 03/13/15	2.75%	1,000,000	1,052,700	1,000,000	1,056,298	1543 days
FNMA 11/20/14	2.63%	1,000,000	1,056,600	1,000,000	1,052,680	1430 days
FNMA 12/11/13	2.88%	1,000,000	1,059,500	1,000,000	1,058,844	1091 days
FHLB 12/14/2012	1.75%	2,000,000	2,037,220	2,000,000	2,043,184	734 days
FFCB 12/07/12	1.88%	1,000,000	1,025,400	1,000,000	1,025,190	727 days
FHLB 02/15/2011	4.00%	1,000,000	1,017,120	1,000,000	1,007,500	75 days
FNMA 09/15/14	3.00%	2,000,000	2,002,200	-	-	days
		<u>9,000,000</u>	<u>9,250,740</u>	<u>7,000,000</u>	<u>7,243,696</u>	
Certificates of Deposit						
American State Bank		2,057,532	2,057,532	2,065,222	2,065,222	501 days
American State Bank		1,025,128	1,025,128	1,029,607	1,029,607	135 days
Western National Bank			0	2,000,000	2,000,000	135 days
		<u>3,082,660</u>	<u>3,082,660</u>	<u>5,094,829</u>	<u>5,094,829</u>	
Commercial Paper						
	Sec. 2256.013					
		<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	days
		<u>\$24,846,678</u>	<u>\$25,097,418</u>	<u>\$17,613,957</u>	<u>\$17,857,653</u>	days

**DIVERSITY REPORT
 QUARTER ENDING NOVEMBER 30, 2010**

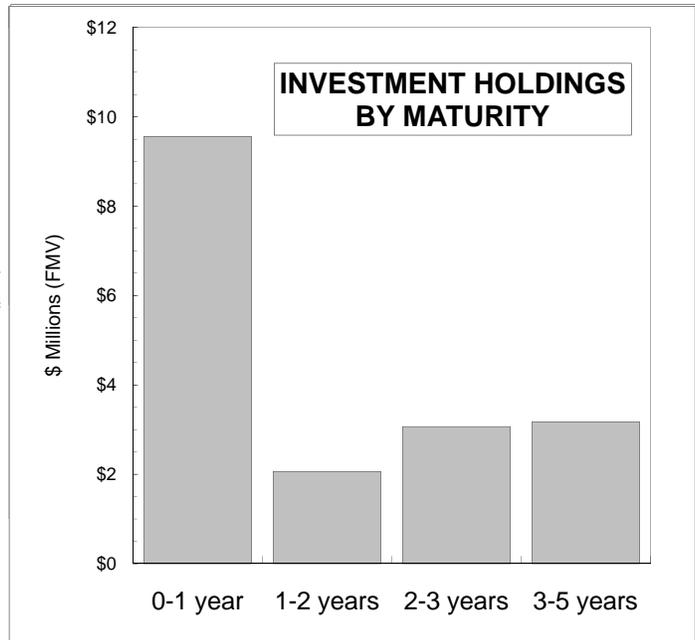
DIVERSITY BY SECURITY TYPE:

PIP	Public Investment Pools	4,300,138
USG	U.S. Govt Agencies	7,243,696
CD	Certificates of Deposit	5,094,829
MMA	Money Market Funds	1,218,990
		\$17,857,653



DIVERSITY BY MATURITY

0-1 year	9,556,235	54%
1-2 years	2,065,222	12%
2-3 years	3,068,374	17%
3-5 years	3,167,822	18%
	\$17,857,653	100%



**INVESTMENT EARNINGS BY TYPE OF ASSET
QUARTER ENDING NOVEMBER 30, 2010**

	<u>Quarter Ending 11/30/10</u>	<u>Quarterly Yield</u>	<u>Year-to-Date 11/30/10</u>	<u>Annual Yield</u>
INTEREST INCOME:				
Public Funds Investment Pools:				
TexPool - General	111	0.21%	111	0.21%
TexPool - Prime	4,290	0.25%	4,290	0.25%
LoneStar Government Overnight	21	0.20%	21	0.20%
LoneStar Corporate Overnight Plus Fund	24	0.29%	24	0.29%
Logic	674	0.25%	674	0.25%
	<u>5,120</u>		<u>5,120</u>	
Money Market Funds	2,299	0.91%	2,299	0.91%
U.S. Government Agencies	46,396	2.54%	46,396	2.54%
Certificates of Deposit	15,555	1.36%	15,555	1.36%
Commercial Paper	0	0.00%	0	0.00%
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Interest Earnings	<u>\$69,370</u>	<u>1.31%</u>	<u>\$69,370</u>	<u>1.31%</u>
 <u>Benchmark Yield:</u>				
	3-Month Treasury Bill	0.24%		0.24%
	Actual above Benchmark	+ 108	+	108
		Basis Points		Basis Points
Annual Interest Budget (All Funds)			\$700,315	
Percent of Budget Earned Year to Date			9.91%	

GAINS (LOSSES) ON SALE OF INVESTMENTS:

Changes in Market Value - Unrealized Gains (Losses)		
Since Beginning of Year	<u>(\$4,843)</u>	<u>(\$4,843)</u>
Realized Gains (Losses) On Investments Sold or		
Matured Since Beginning of Year	<u>(\$2,200)</u>	<u>(\$2,200)</u>

**STATEMENTS OF COMPLIANCE OF INVESTMENT PORTFOLIO
QUARTER ENDING NOVEMBER 30, 2010****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, 2010 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 November 30, 2010, 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, 2010 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