

ODESSA COLLEGE

QUARTERLY INVESTMENT REPORT SEPTEMBER 1, 2006 – NOVEMBER 30, 2006

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, 2006**

	Beginning Market Value <u>Sep 1, 2006</u>	Investment Additions (Deductions)	Market Value Appreciation	Ending Market Value <u>Nov 30, 2006</u>
<u>INVESTMENT POOL A:</u>				
Current Unrestricted Funds	\$21,599,464	(\$2,476,651)	\$35,203	\$19,158,016
Current Restricted Funds	178,957	141,608	590	321,155
Endowment Fund	719,379	(5,001)	1,315	715,693
Agency Funds Held for Others	49,635	3,192	97	52,924
	<u>22,547,435</u>	<u>(2,336,852)</u>	<u>37,205</u>	<u>20,247,788</u>
<u>INVESTMENT POOL B (DEBT SERVICE):</u>				
Bond Interest & Sinking Fund	1,575,417	(1,328,196)	-	247,221
Bond Debt Service Reserve	2,757,261	39,860	1,726	2,798,847
	<u>4,332,678</u>	<u>(1,288,336)</u>	<u>1,726</u>	<u>3,046,068</u>
ALL FUNDS	<u><u>\$26,880,113</u></u>	<u><u>(\$3,625,188)</u></u>	<u><u>\$38,931</u></u>	<u><u>\$23,293,856</u></u>

Nov 30, 2005 20,900,462

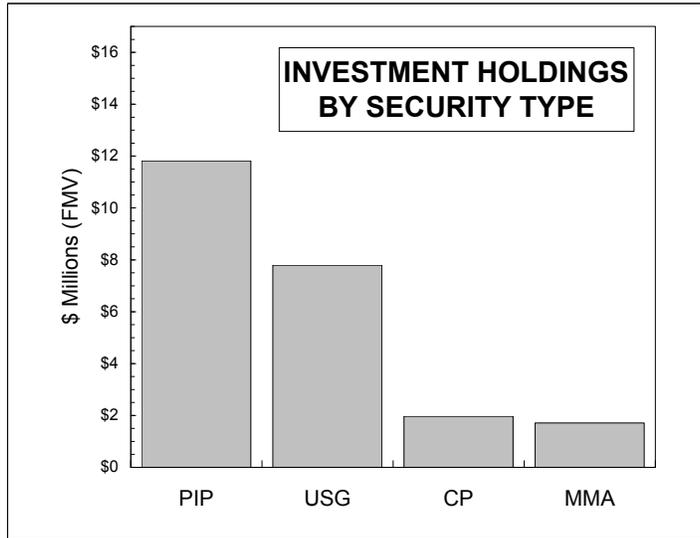
**BOOK VALUE AND MARKET VALUE OF INVESTMENTS BY TYPE OF ASSET
QUARTER ENDING NOVEMBER 30, 2006**

	P.F.I.A. Authorization	August 31, 2006		November 30, 2006		Maturity
		Book Value	Market Value	Book Value	Market Value	
Public Funds Investment						
 <u>Pools</u>						
	Sec. 2256.016					
TexPool General - Operating		129,128	129,128	130,833	130,833	Daily Liquidity
TexPool Prime - Operating		9,020,467	9,020,467	7,140,676	7,140,676	Daily Liquidity
TexPool General - Interest & Sinking		3,125,335	3,125,335	1,824,872	1,824,872	Daily Liquidity
Texpool Prime - Interest & Sinking		912,819	912,819	924,945	924,945	Daily Liquidity
Lone Star Liquidity Plus Fund		38,438	38,438	38,933	38,933	Daily Liquidity
Lone Star Liquidity Corporate Fund		754,705	754,705	764,514	764,514	Daily Liquidity
Logic - Liquid Asset Fund		980,840	980,840	993,824	993,824	Daily Liquidity
		<u>14,961,732</u>	<u>14,961,732</u>	<u>11,818,597</u>	<u>11,818,597</u>	
Money Market Funds						
	Sec. 2256.014					
Goldman Sachs (American State Bank)		1,078,463	1,078,463	611,292	611,292	Daily Liquidity
ASB Business Savings		1,089,057	1,089,057	1,101,638	1,101,638	Daily Liquidity
		<u>2,167,520</u>	<u>2,167,520</u>	<u>1,712,930</u>	<u>1,712,930</u>	
U.S. Govt Agencies						
	Sec. 2256.009					
<u>Pooled Operating Funds:</u>	<u>Yield to Maturity:</u>					
FHLB StepUp 10/30/2006	3.15%	2,000,000	1,997,530	-	-	0 days
FHLB 05/25/2007	4.95%	985,198	989,085	985,198	993,400	175 days
FHLB 08/13/2007	3.15%	3,000,000	2,943,327	3,000,000	2,960,700	253 days
FHLB 10/19/2007	5.03%	1,050,961	1,051,432	1,050,961	1,054,912	319 days
FHLB StepUp 02/20/2008	3.15%	2,500,000	2,474,963	2,500,000	2,487,000	440 days
<u>Debt Service Reserve Fund:</u>		-	-			
FHLB 07/30/2007	3.150%	300,000	294,524	300,000	296,250	240 days
		<u>9,836,159</u>	<u>9,750,861</u>	<u>7,836,159</u>	<u>7,792,262</u>	
Commercial Paper						
	Sec. 2256.013					
New Center Asset	5.286%	0	0	983,678	988,011	81 days
CGD North Amer	5.329%	0	0	977,713	982,055	123 days
		<u>0</u>	<u>0</u>	<u>1,961,391</u>	<u>1,970,066</u>	
		<u>\$26,965,411</u>	<u>\$26,880,113</u>	<u>\$23,329,077</u>	<u>\$23,293,855</u>	

**DIVERSITY REPORT
 QUARTER ENDING NOVEMBER 30, 2006**

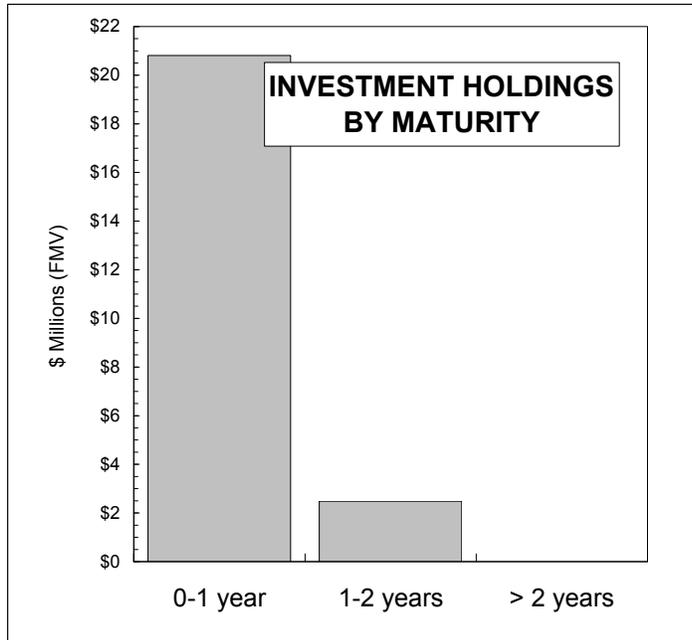
DIVERSITY BY SECURITY TYPE:

PIP	Public Investment Pools	11,818,597
USG	U.S. Govt Agencies	7,792,262
CP	Commercial Paper	1,970,066
MMA	Money Market Funds	1,712,930
		<u>\$23,293,855</u>



DIVERSITY BY MATURITY

0-1 year	20,806,855	89.3%
1-2 years	2,487,000	10.7%
> 2 years	0	0.0%
	<u>\$23,293,855</u>	<u>100%</u>



**INVESTMENT EARNINGS BY TYPE OF ASSET
 QUARTER ENDING NOVEMBER 30, 2006**

	<u>Quarter Ending 11/30/06</u>	<u>Quarterly Yield</u>	<u>Year-to-Date 11/30/06</u>	<u>Annual Yield</u>
INTEREST INCOME:				
Public Funds Investment Pools:				
TexPool - General	48,645	5.28%	48,645	5.28%
TexPool - Prime	112,236	5.30%	112,236	5.30%
LoneStar Liquidity Plus	495	5.15%	495	5.15%
LoneStar Liquidity Corporate	9,808	5.19%	9,808	5.19%
Logic	12,984	5.29%	12,984	5.29%
	<u>184,168</u>		<u>184,168</u>	
Money Market Funds	22,682	4.64%	22,682	4.64%
U.S. Government Agencies	87,622	3.81%	87,622	3.81%
Commercial Paper	8,675	5.21%	8,675	5.21%
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Interest Earnings	<u>\$303,148</u>	<u>4.71%</u>	<u>\$303,148</u>	<u>4.71%</u>
 <u>Benchmark Yield:</u>				
	3-Month Treasury Bill			4.88%
	Actual above Benchmark			+ -17 BPS
Annual Interest Budget (All Funds)			\$685,950	
Percent of Budget Earned Year to Date			44.2%	

GAINS (LOSSES) ON SALE OF INVESTMENTS:

Changes in Market Value - Unrealized Gains (Losses)		
Since Beginning of Year	<u>\$38,931</u>	<u>\$38,931</u>
Realized Gains (Losses) On Investments Sold or		
Matured Since Beginning of Year	<u>\$2,470</u>	<u>\$2,470</u>

**STATEMENTS OF COMPLIANCE OF INVESTMENT PORTFOLIO
QUARTER ENDING NOVEMBER 30, 2006****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, 2006 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 November 30th, there were no remaining unspent 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 3-3/4 year government agency bonds issued by the Federal Home Loan Bank (FHLB) with stated yield of 3.375%, payable semi-annually and 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, 2006, 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, 2006, 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