

**ODESSA COLLEGE**

**QUARTERLY INVESTMENT REPORT  
JUNE 1 – AUGUST 31, 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 AUGUST 31, 2008**

	<b>Beginning Market Value <u>June 1, 2008</u></b>	<b>Investment Additions (Deductions)</b>	<b>Market Value Appreciation</b>	<b>Ending Market Value <u>Aug 31, 2008</u></b>
<b><u>INVESTMENT POOL A:</u></b>				
Current Unrestricted Funds	24,910,938	(1,663,601)	26,986	23,274,323
Current Restricted Funds	192,641	(32,230)	186	160,597
Endowment Fund	864,755	(24,164)	976	841,567
Agency Funds Held for Others	132,604	(1,744)	152	131,012
	<u>26,100,938</u>	<u>(1,721,739)</u>	<u>28,300</u>	<u>24,407,499</u>
 <b><u>INVESTMENT POOL B (DEBT SERVICE):</u></b>				
Bond Interest & Sinking Fund	1,019,138	690,777	0	1,709,915
Bond Debt Service Reserve	2,767,279	16,257	-	2,783,536
	<u>3,786,417</u>	<u>707,034</u>	<u>0</u>	<u>4,493,451</u>
 <b>ALL FUNDS</b>	 <u>29,887,355</u>	 <u>(1,014,705)</u>	 <u>28,300</u>	 <u>28,900,950</u>

Aug. 31, 2007 \$28,794,391
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**ODESSA COLLEGE**

**I.**

**INVESTMENT POSITION BY POOLED FUND GROUP  
QUARTER ENDING AUGUST 31, 2008**

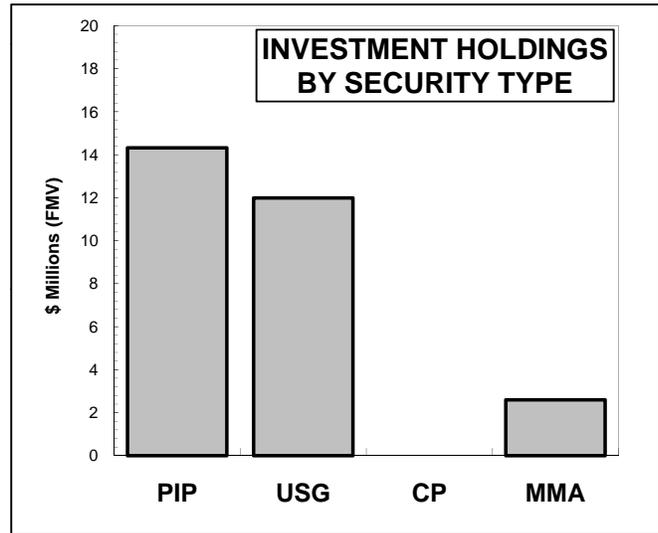
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**DIVERSITY REPORT  
 QUARTER ENDING AUGUST 31, 2008**

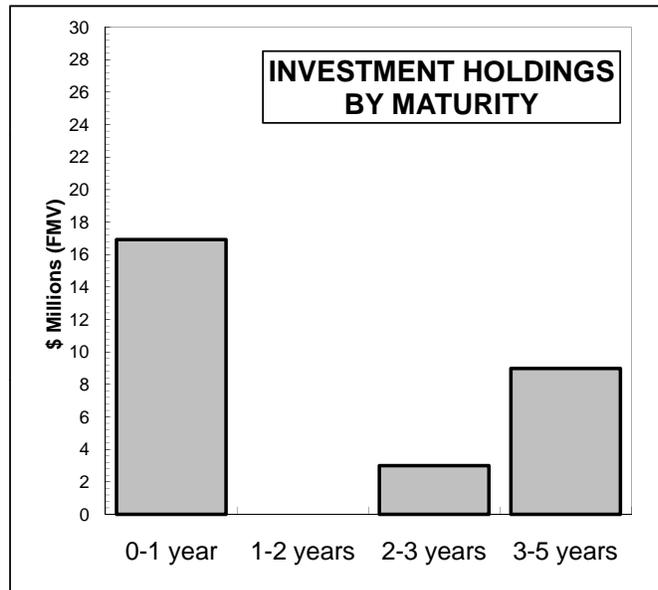
**DIVERSITY BY SECURITY TYPE:**

PIP	Public Investment Pools	14,318,705	50%
USG	U.S. Govt Agencies	11,984,250	41%
CP	Commercial Paper	0	0%
MMA	Money Market Funds	2,597,995	9%
		<u>\$28,900,950</u>	<u>100%</u>



**DIVERSITY BY MATURITY**

0-1 year	16,916,700	59%
1-2 years		0%
2-3 years	2,997,800	10%
3-5 years	8,986,450	31%
		<u>\$28,900,950</u>
		<u>100%</u>



**INVESTMENT EARNINGS BY TYPE OF ASSET  
QUARTER ENDING AUGUST 31, 2008**

	<u>Quarter Ending 08/31/08</u>	<u>Quarterly Yield</u>	<u>Year-to-Date Sep 2007 Aug 2008</u>	<u>Annual Yield</u>
<b><u>INTEREST INCOME:</u></b>				
<b>Public Funds Investment Pools</b>				
TexPool	14,700	2.34%	85,390	3.62%
TexPool - Prime	67,567	2.48%	384,116	3.42%
LoneStar Liquidity Plus	239	2.28%	1,407	3.41%
LoneStar Liquidity Corporate	4,985	2.42%	28,983	3.57%
Logic	6,891	2.55%	39,236	3.71%
	<u>94,381</u>		<u>539,132</u>	
<b>Money Market Funds/Savings</b>	10,105	2.08%	64,580	3.53%
<b>U.S. Government Agencies</b>	111,343	3.91%	455,395	4.61%
<b>Commercial Paper</b>	<u>0</u>	0.00%	<u>59,062</u>	5.10%
<b>Total Interest Earnings</b>	<b><u>\$215,829</u></b>	<b><u>3.01%</u></b>	<b><u>\$1,118,169</u></b>	<b><u>3.94%</u></b>

**Benchmark Yield:**

3-Month Treasury Bill	1.74%		2.37%
<b>Actual above Benchmark (BPS)</b>	+ 127		+ 157
	Basis Points		Basis Points

Annual Budgeted Interest Earnings (All Funds)	\$816,480
Percent of Budget Earned To Date	<b><u>136.9%</u></b>

**GAINS (LOSSES) ON SALE OF INVESTMENTS:**

Unrealized Gains (Losses) - Changes in Market Value Since Beginning of Year	<u>\$28,300</u>	<u>-\$2,255</u>
Realized Gains (Losses) On Investments Sold or Matured Since Beginning of Year	<u>-\$4,800</u>	<u>\$1,861</u>

**STATEMENTS OF COMPLIANCE OF INVESTMENT PORTFOLIO  
QUARTER ENDING AUGUST 31, 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 August 31, 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 August 31, 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 August 31, 2008 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