

**ODESSA COLLEGE**

**QUARTERLY INVESTMENT REPORT**  
**For the Quarter Ended**  
**February 28, 2013**

**AS REQUIRED BY THE**  
**TEXAS PUBLIC FUNDS INVESTMENT ACT**

- I. Investment Position by Pooled Fund Group**
- II. Quarter End Results by Investment Category**
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**ODESSA COLLEGE**

**I.**

**INVESTMENT POSITION BY POOLED FUND GROUP  
QUARTER ENDING FEBRUARY 28, 2013**

	<b>Beginning Market Value <u>Dec 1, 2012</u></b>	<b>Investment Additions (Deductions)</b>	<b>Market Value Appreciation</b>	<b>Ending Market Value <u>Feb 28, 2013</u></b>
<b><u>INVESTMENT POOL A:</u></b>				
Current Unrestricted Funds	\$17,285,449	12,628,783	(22,695)	29,891,537
Current Restricted Funds	546,782	(19,430)	(400)	526,952
Endowment Fund	834,244	2,702	(635)	836,311
Agency Funds Held for Others	131,638	2,182	(102)	133,718
	<u>18,798,113</u>	<u>12,614,237</u>	<u>(23,832)</u>	<u>31,388,518</u>
<b><u>INVESTMENT POOL B (DEBT SERVICE):</u></b>				
Rev. Bond Interest & Sinking Fund	45,374	628,704	-	674,078
Rev. Bond Debt Service Reserve	2,494,378	349	(1,949)	2,492,778
Tax Bond Int & Sinking Fund	94	75,770	-	75,864
	<u>2,539,846</u>	<u>704,823</u>	<u>(1,949)</u>	<u>3,242,720</u>
<b><u>INVESTMENT POOL C (BOND CONSTRUCTION FUNDS):</u></b>				
Unexpended Bond Funds	61,625,617	(3,004,376)	15,325	58,636,566
	<u>61,625,617</u>	<u>(3,004,376)</u>	<u>15,325</u>	<u>58,636,566</u>
 <b>ALL FUNDS</b>	 <u>82,963,576</u>	 <u>10,314,684</u>	 <u>(10,456)</u>	 <u>93,267,804</u>

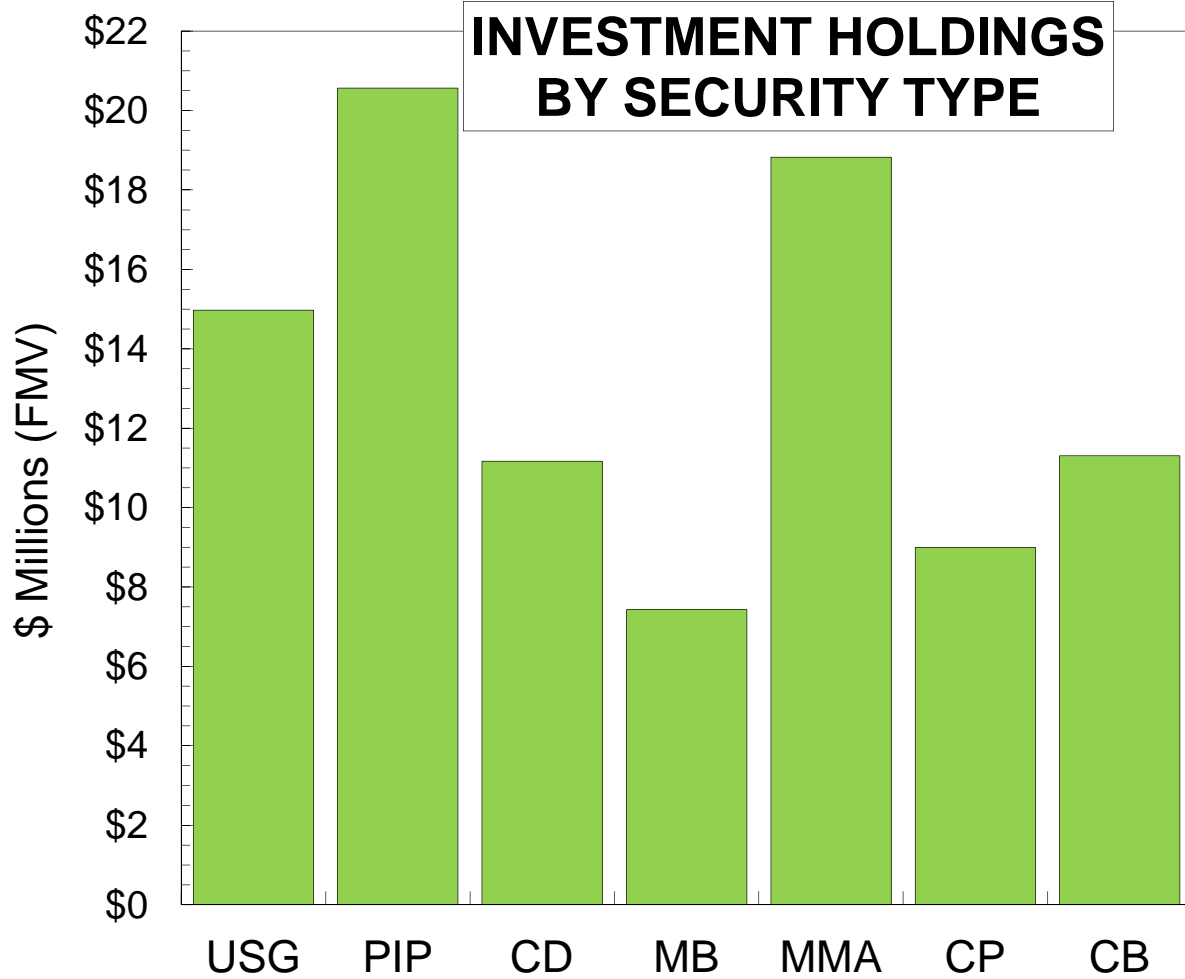
ODESSA COLLEGE

II.

END OF QUARTER VALUES BY INVESTMENT CATEGORY

<u>Asset Type</u>	<u>November 30, 2012</u>		<u>February 28, 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	12,418,628	12,418,626	20,569,734	20,569,733	0.17%
Money Market & Interest Checking	10,077,614	10,077,614	18,824,774	18,824,774	0.28%
Commercial Paper	4,980,500	4,999,573	8,973,612	8,994,150	0.40%
Certificates of Deposit	12,979,000	13,157,542	10,980,000	11,170,948	0.66%
Government Agency Securities	19,897,114	19,642,908	15,239,381	14,973,229	0.79%
Municipal Bonds	11,948,250	11,689,324	7,582,584	7,428,252	0.49%
Corporate Bonds	11,126,938	10,977,989	11,514,214	11,306,718	0.49%
<b>Totals</b>	<b>83,428,044</b>	<b>82,963,576</b>	<b>93,684,299</b>	<b>93,267,804</b>	<b>0.44%</b>

<b>Annualized Performance</b>			
Weighted Average Maturity (W.A.M.)	220 days		
Total Portfolio Annualized Yield (Estimated)	0.44%		
Benchmark Yield - 1 year Treasury Note	0.16%		
	<u>This Quarter</u>	<u>Fiscal Year</u>	
<u>Interest Income</u>			
Operating Funds (Pool A)	\$ 73,521	\$	159,896
Debt Service Funds (Pool B)	3,334		8,591
Construction Funds (Pool C)	70,345		146,366
	<u>\$ 147,200</u>	<u>\$</u>	<u>314,853</u>
<u>Gains/(Losses) on Sales &amp; Maturities</u>			
Operating Funds (Pool A)	\$ (13,111)	\$	(13,111)
Debt Service Funds (Pool B)	-		(2,766)
Construction Funds (Pool C)	-		-
	<u>\$ (13,111)</u>	<u>\$</u>	<u>(15,877)</u>
<u>Unrealized Changes in Market Value</u>			
Operating Funds (Pool A)	\$ (23,832)	\$	(63,396)
Debt Service Funds (Pool B)	(1,949)		(1,949)
Construction Funds (Pool C)	15,325		11,079
	<u>\$ (10,456)</u>	<u>\$</u>	<u>(54,266)</u>



# INVESTMENT HOLDINGS REPORT

## QUARTER ENDING FEBRUARY 28, 2013

Fund/ Purpose	Description	Maturity Date	Yield/ YTM	Par Value	Price	Ending Book (Cost)	Ending Market Value
<b>Public Funds Investment Pools</b>							
Pooled Operating	TexPool General	3/1/2013	0.190%	7,767		7,767	7,767
Pooled Operating	TexPool Prime	3/1/2013	0.170%	222,966		222,966	222,966
Pooled Operating	Lone Star Government Overnight	3/1/2013	0.140%	42,478		42,478	42,478
Pooled Operating	Lone Star Corporate Overnight Plus	3/1/2013	0.200%	35,052		35,052	35,052
Pooled Operating	LOGIC - Liquid Asset Fund	3/1/2013	0.180%	2,795,376	100.00	2,795,376	2,795,376
Debt Service	TexPool Prime	3/1/2013	0.160%	754,728	100.00	754,728	754,728
Debt Service	TexPool Prime	3/1/2013	0.170%	674,078	100.00	674,078	674,078
Debt Service	TexPool Prime	3/1/2013	0.120%	75,864	100.00	75,864	75,864
Bond Construction	TexPool Prime	3/1/2013	0.160%	129,594	100.00	129,594	129,594
Bond Construction	Lone Star Corporate Overnight Plus	3/1/2013	0.180%	2,110,512	100.00	2,110,512	2,110,512
Bond Construction	LOGIC - Liquid Asset Fund	3/1/2013	0.170%	13,721,319	100.00	13,721,319	13,721,318
<b>TOTAL - PUBLIC FUNDS INVESTMENT POOLS</b>				<b>20,569,734</b>		<b>20,569,734</b>	<b>20,569,733</b>
<b>Money Market Funds</b>							
Pooled Operating	Compass Interest Bearing Depository	3/1/2013	0.311%	14,209,197	100.00	14,209,197	14,209,197
Pooled Operating	Compass MMA	3/1/2013	0.188%	55,167	100.00	55,167	55,167
Pooled Operating	ASB Business Elite Savings	3/1/2013	0.250%	2,261,727	100.00	2,261,727	2,261,727
Bond Construction	Compass Interest Bearing Depository	3/1/2013	0.311%	579,768	100.00	579,768	579,768
Bond Construction	American State Financial Mgt MMA	3/1/2013	0.040%	1,718,915	100.00	1,718,915	1,718,915
<b>TOTAL - MONEY MARKET FUNDS</b>				<b>18,824,774</b>		<b>18,824,774</b>	<b>18,824,774</b>
<b>Commercial Paper</b>							
Bond Construction	Abbey Natl N America (01/07/13)	10/1/2013	0.472%	4,000,000	99.65	3,986,057	3,997,400
Bond Construction	ING Funding LLC (01/03/13)	9/20/2013	0.351%	5,000,000	99.75	4,987,556	4,996,750
<b>TOTAL - COMMERCIAL PAPER</b>				<b>9,000,000</b>		<b>8,973,612</b>	<b>8,994,150</b>
<b>Certificates of Deposit</b>							
Pooled Operating	Prosperity Bank	10/14/2013	0.600%	2,000,000	100.00	2,000,000	2,110,523
Pooled Operating	Prosperity Bank	4/14/2014	0.850%	1,000,000	100.00	1,000,000	1,054,559
Pooled Operating	Prosperity Bank	10/10/2014	0.600%	2,000,000	100.00	2,000,000	2,004,039
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
Bond Construction	Compass Bank	9/22/2013	0.850%	250,000	100.00	250,000	250,000

Fund/ Purpose	Description	Maturity Date	Yield/ YTM	Par Value	Price	Ending Book (Cost)	Ending Market Value
Bond Construction	Western National Bank	3/22/2014	0.500%	250,000	100.00	250,000	252,010
Bond Construction	Cit Bank	9/27/2013	1.000%	250,000	100.00	250,000	250,774
Bond Construction	Discover Bank DE	9/30/2013	1.000%	250,000	100.00	250,000	250,779
Bond Construction	Goldman Sachs Bank	9/30/2013	0.950%	250,000	100.00	250,000	250,708
Bond Construction	Ally Bank UT	9/30/2013	1.000%	250,000	100.00	250,000	250,779
Bond Construction	BMW Bank UT	10/15/2013	1.050%	250,000	100.00	250,000	250,900
Bond Construction	First Trust Bank	7/19/2013	0.600%	250,000	100.00	250,000	250,304
Bond Construction	Midland States Bank	5/30/2013	0.500%	249,000	100.00	249,000	249,144
Bond Construction	Medallion Bank	5/3/2013	0.750%	249,000	100.00	249,000	249,140
Bond Construction	Sterling Savings	9/9/2013	0.500%	249,000	100.00	249,000	249,487
Bond Construction	John Marshall Bank	8/22/2013	0.350%	249,000	100.00	249,000	249,193
Bond Construction	Huntington Nat'l Bank	1/27/2014	0.800%	249,000	100.00	249,000	249,515
Bond Construction	Independence Bank of KY	6/27/2014	0.600%	249,000	100.00	249,000	250,608
Bond Construction	Georgia B&T	6/27/2014	0.700%	249,000	100.00	249,000	250,578
Bond Construction	Barclays Bank DE	12/8/2014	1.150%	249,000	100.00	249,000	251,855
Bond Construction	Legacy Bank	12/16/2014	0.650%	249,000	100.00	249,000	252,063
Bond Construction	Cardinal Bank	1/13/2015	0.750%	249,000	100.00	249,000	251,979
Bond Construction	Orrstown Bank	9/22/2014	0.500%	249,000	100.00	249,000	250,529
Bond Construction	Valley National Bank	7/28/2014	0.600%	249,000	100.00	249,000	249,857
Bond Construction	Sovereign Bank	8/8/2013	0.500%	249,000	100.00	249,000	249,074
Bond Construction	Apple Bank For Svngs	1/9/2015	0.450%	249,000	100.00	249,000	248,807
Bond Construction	Safra Natl Bank	1/15/2015	0.500%	249,000	100.00	249,000	248,744
<b>TOTAL - CERTIFICATES OF DEPOSIT</b>				<b>10,980,000</b>		<b>10,980,000</b>	<b>11,170,948</b>

#### 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	1,048,901
Pooled Operating	Federal Natl Mtg Assn 2.625%	11/20/2014	2.465%	1,000,000	100.70	1,007,000	1,040,775
Pooled Operating	Federal Natl Mtg Assn 2.875%	12/11/2013	1.964%	1,000,000	103.25	1,032,500	1,021,050
Debt Service	Federal Natl Mtg Assn Step Up .70	12/13/2017	0.700%	1,500,000	100.00	1,500,000	1,498,052
Bond Construction	Federal Home Loan Mortgage Corporation Medium Term Note 4.6250%	4/4/2013	0.303%	169,000	106.43	179,864	169,693
Bond Construction	Federal Home Loan Mortgage Corporation Medium Term Note 4.2500%	5/22/2013	0.306%	35,000	106.40	37,239	35,323
Bond Construction	Federal Farm Credit Banks Debenture 2.5000%	3/26/2013	0.301%	75,000	103.20	77,398	75,124
Bond Construction	Federal Farm Credit Banks Debenture 2.5000%	3/26/2013	0.315%	30,000	103.18	30,953	30,046

<b>Fund/ Purpose</b>	<b>Description</b>	<b>Maturity Date</b>	<b>Yield/ YTM</b>	<b>Par Value</b>	<b>Price</b>	<b>Ending Book (Cost)</b>	<b>Ending Market Value</b>
Bond Construction	Federal Farm Credit Banks Debenture 1.3750%	6/25/2013	0.276%	75,000	101.88	76,412	75,308
Bond Construction	Federal Farm Credit Banks Debenture 1.3750%	6/25/2013	0.260%	790,000	101.91	805,100	793,239
Bond Construction	Federal Farm Credit Banks Debenture 5.4300%	7/24/2013	0.308%	37,000	109.19	40,399	37,774
Bond Construction	Federal Farm Credit Banks Debenture 5.4300%	7/24/2013	0.304%	92,000	109.20	100,459	93,925
Bond Construction	Federal Farm Credit Banks Debenture 4.4600%	4/9/2013	0.296%	15,000	106.25	15,938	15,068
Bond Construction	Federal Farm Credit Banks Medium Term Note 6.0600%	5/28/2013	0.252%	40,000	109.52	43,810	40,570
Bond Construction	Federal Farm Credit Banks Debenture 5.5800%	7/3/2013	0.307%	20,000	109.15	21,831	20,367
Bond Construction	Federal Farm Credit Banks Debenture 5.4000%	6/24/2013	0.205%	85,000	108.90	92,563	86,397
Bond Construction	Federal Farm Credit Banks Debenture 4.0000%	5/21/2013	0.278%	80,000	106.03	84,824	80,682
Bond Construction	Federal Home Loan Banks Debenture .4000%	4/30/2013	0.279%	485,000	100.19	485,907	485,199
Bond Construction	Federal Home Loan Banks Debenture 4.8750%	11/27/2013	0.402%	60,000	109.53	65,717	62,074
Bond Construction	Federal Home Loan Banks Debenture 3.5000%	3/8/2013	0.253%	35,000	104.56	36,596	35,023
Bond Construction	Federal Home Loan Banks Debenture 3.7500% D	6/14/2013	0.240%	90,000	105.91	95,320	90,911
Bond Construction	Federal Home Loan Banks Debenture 1.7500%	3/8/2013	0.284%	1,000,000	102.06	1,020,590	1,000,290
Bond Construction	Federal Home Loan Banks Debenture 1.7500%	5/30/2013	0.305%	200,000	102.38	204,752	200,790
Bond Construction	Federal Home Loan Banks Debenture 1.6250%	6/14/2013	0.279%	800,000	102.27	818,128	803,376
Bond Construction	Federal Home Ln Mtg Corp Stripped Issues OID	3/15/2013	0.329%	10,000	99.53	9,953	9,997
Bond Construction	Federal Home Ln Mtg Corp Stripped Issues OID	7/15/2013	0.481%	84,000	99.15	83,286	83,774
Bond Construction	Federal Home Loan Mortgage Corporation Note 4.5000%	7/15/2013	0.294%	660,000	107.44	709,108	670,778
Bond Construction	Federal Home Loan Mortgage Corporation Debenture 4.8750%	11/15/2013	0.353%	770,000	109.49	843,075	795,703
Bond Construction	Federal National Mortgage Association Note 4.3750%	7/17/2013	0.354%	2,025,000	107.13	2,169,410	2,056,974
Bond Construction	Federal National Mortgage Association Stripped Issues OID	10/8/2013	0.633%	21,000	98.74	20,736	20,907

<b>Fund/ Purpose</b>	<b>Description</b>	<b>Maturity Date</b>	<b>Yield/ YTM</b>	<b>Par Value</b>	<b>Price</b>	<b>Ending Book (Cost)</b>	<b>Ending Market Value</b>
Bond Construction	Federal National Mortgage Association Note 4.1250%	7/11/2013	0.304%	25,000	106.72	26,679	25,357
Bond Construction	Federal National Mortgage Association Note 4.0000%	4/15/2013	0.312%	35,000	105.56	36,945	35,165
Bond Construction	Federal National Mortgage Association Note 4.0000%	4/15/2013	0.289%	15,000	105.59	15,839	15,071
Bond Construction	Federal National Mortgage Association Note 4.0500%	4/18/2013	0.322%	30,000	105.69	31,706	30,153
Bond Construction	Federal National Mortgage Association Note 4.0500%	5/28/2013	0.305%	50,000	106.14	53,069	50,471
Bond Construction	Federal Home Loan Mortgage Corporation Note 3.5000%	5/29/2013	0.252%	400,000	105.34	421,340	403,292
Bond Construction	Federal National Mortgage Association Note 1.1250%	10/8/2013	0.365%	760,000	101.52	771,530	764,233
Bond Construction	Federal National Mortgage Association Note 1.1250%	10/8/2013	0.354%	240,000	101.54	243,689	241,337
Bond Construction	Financing Corp Cpn Fico Strips Stripped	3/7/2013	0.317%	21,000	99.56	20,907	20,998
Bond Construction	Financing Corp Cpn Fico Strips Stripped	11/2/2013	0.639%	33,000	98.69	32,566	32,859
Bond Construction	Financing Corp Cpn Fico Strips Stripped	5/30/2013	0.571%	18,000	99.06	17,832	17,972
Bond Construction	Financing Corp Cpn Fico Strips Stripped	5/30/2013	0.515%	19,000	99.16	18,839	18,971
Bond Construction	Financing Corp Cpn Fico Strips Stripped	11/11/2013	0.661%	41,000	98.63	40,436	40,818
Bond Construction	Financing Corp Cpn Fico Strips Stripped	11/11/2013	0.611%	77,000	98.73	76,021	76,659
Bond Construction	Financing Corp Cpn Fico Strips Stripped	11/11/2013	0.562%	119,000	98.83	117,607	118,472
Bond Construction	Financing Corp Cpn Fico Strips Stripped	11/11/2013	0.452%	44,000	99.06	43,585	43,805
Bond Construction	Financing Corp Cpn Fico Strips Stripped	11/30/2013	0.504%	37,000	98.92	36,602	36,821
Bond Construction	Financing Corp Cpn Fico Strips Stripped	4/6/2013	0.480%	31,000	99.29	30,778	30,981
Bond Construction	Financing Corp Cpn Fico Strips Stripped	10/6/2013	0.483%	80,000	99.04	79,231	79,697
Bond Construction	Financing Corp Cpn Fico Strips Stripped	10/6/2013	0.552%	30,000	98.90	29,671	29,886
Bond Construction	Financing Corp Cpn Fico Strips Stripped	4/5/2013	0.382%	43,000	99.43	42,756	42,975
Bond Construction	Financing Corp Cpn Fico Strips Stripped	10/5/2013	0.475%	38,000	99.06	37,642	37,857
Bond Construction	Financing Corp Cpn Fico Strips Stripped	4/5/2013	0.305%	34,000	99.55	33,846	33,980
Bond Construction	Financing-Fed Bk Enty Cpn Strp Stripped Issues OID	10/6/2013	0.552%	28,000	98.90	27,693	27,894
Bond Construction	Financing-Fed Bk Enty Cpn Strp Stripped Issues OID	10/6/2013	0.557%	38,000	98.89	37,579	37,856
Bond Construction	Financing-Fed Bk Enty Cpn Strp Stripped Issues OID	10/6/2013	0.650%	41,000	98.71	40,472	40,845
Bond Construction	Financing-Fed Bk Enty Cpn Strp Stripped Issues OID	11/2/2013	0.609%	26,000	98.75	25,674	25,888
Bond Construction	Government Loan Trust Loan Certificate OID	4/1/2013	0.374%	21,000	99.45	20,885	20,982



Fund/ Purpose	Description	Maturity Date	Yield/ YTM	Par Value	Price	Ending Book (Cost)	Ending Market Value
Bond Construction	Government Backed Trusts OID	5/15/2013	0.420%	44,000	99.33	43,707	43,940
Bond Construction	Government Trust Certificates OID	5/15/2013	0.387%	26,000	99.39	25,840	25,964
Bond Construction	Government Trust Certificates OID	5/15/2013	0.419%	30,000	99.34	29,801	29,957
Bond Construction	Resolution Fdg Fed Bk Cpn Strp Stripped Issues OID	7/15/2013	0.618%	14,000	98.91	13,848	13,983
<b>TOTAL - GOVERNMENT AGENCIES</b>				<b>14,771,000</b>		<b>15,239,381</b>	<b>14,973,229</b>

#### Municipal Bonds

Pooled Operating	Dahlonaga Development 1.212%	7/1/2016	1.212%	200,000	112.80	225,600	227,036
Bond Construction	Nacodoches Tex Wtr & Srw Rev (03/28/12)	3/1/2013	0.421%	250,000	102.61	256,525	250,000
Bond Construction	Clark Cnty NV Sch Dist Ref-Ser B Prim/Secndry Ed	6/15/2014	0.560%	665,000	109.74	729,771	704,122
Bond Construction	Illinois St Fin Auth Rev Trinity Hlth-Serl Hospitals	12/1/2013	0.450%	1,700,000	104.17	1,770,890	1,734,612
Bond Construction	Brazos Cnty TX Ref	9/1/2013	0.400%	310,000	106.29	329,499	317,282
Bond Construction	Kansas City Missouri Indl Dev	4/1/2014	0.454%	470,000	107.54	505,438	492,391
Bond Construction	Madison Cnty IL Cmnty	12/1/2013	0.396%	265,000	104.17	276,051	272,621
Bond Construction	New Jersey Sports & Exposition	3/1/2014	0.408%	675,000	110.36	744,930	715,379
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	290,991
Bond Construction	TAMPA FLA SOLID WASTE SYS REV SERIES 2010 SANITATION	10/1/2014	0.503%	320,000	107.11	342,752	335,603
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	183,234
Bond Construction	Cobleshill-Richmondville NR Central S/D Ref Prim/Secndry Ed	1/15/2014	0.450%	750,000	103.79	778,440	769,103
Bond Construction	Kentucky St TPK Auth EconomicDev Rd Rev Series 2010A	7/1/2014	0.460%	500,000	105.40	527,010	523,780
Bond Construction	Minneapolis-Saint Paul MN Metarpts Commission ARPT Re Airports	1/1/2015	0.606%	610,000	101.07	616,535	612,098
<b>TOTAL - MUNICIPAL BONDS</b>				<b>5,305,000</b>		<b>7,582,584</b>	<b>7,428,252</b>

#### Corporate Bonds

Pooled Operating	General Elec Capital Corp	11/14/2014	0.035%	2,000,000	106.90	2,138,010	2,104,544
Pooled Operating	General Elec Capital Corp	9/15/2015	0.059%	1,000,000	117.00	1,170,003	1,142,360
Bond Construction	General Elec Capital Corp SRNT	9/16/2013	0.558%	3,000,000	102.00	3,060,143	3,024,822
Bond Construction	CME Group Inc	2/15/2014	0.500%	500,000	109.93	549,647	524,150
Bond Construction	Westpac Banking SRNT	2/27/2015	1.500%	200,000	107.68	215,364	214,061
Bond Construction	General Elec Capital Corp SRNT	5/13/2014	0.756%	1,000,000	110.47	1,104,700	1,064,690
Bond Construction	General Elec Capital Corp SRNT	11/14/2014	1.011%	1,000,000	106.90	1,069,000	1,052,271

<b>Fund/ Purpose</b>	<b>Description</b>	<b>Maturity Date</b>	<b>Yield/ YTM</b>	<b>Par Value</b>	<b>Price</b>	<b>Ending Book (Cost)</b>	<b>Ending Market Value</b>
Bond Construction	General Elec Capital Corp SRNT	1/7/2014	0.512%	1,000,000	102.54	1,025,350	1,014,904
Bond Construction	De Kalb Cnty GA Wtr	10/1/2014	0.650%	600,000	107.58	645,480	630,612
Bond Construction	Genzyme Corp Smt	6/15/2015	0.600%	500,000	107.30	536,519	534,304
<b>TOTAL - CORPORATE BONDS</b>				<b>10,800,000</b>		<b>11,514,214</b>	<b>11,306,718</b>
<b>Grand Total</b>				<b>92,110,508</b>		<b>93,684,299</b>	<b>93,267,804</b>

**STATEMENTS OF COMPLIANCE OF INVESTMENT PORTFOLIO  
QUARTER ENDING February 28, 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 February 28, 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 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 February 28, 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 February 28, 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