



MEMORANDUM

Office of the Vice President for Administrative Services

To: Dr. Nigliazzo &  
Board of Trustees

From: Wayne Criswell *WC*

Date: November 6, 2006

Re: Investment Quarterly Reports

Attached are the quarterly investment reports for the year ended August 31, 2006. The Public Funds Investment Act requires Board of Trustee approval of the reports and publication of the reports on the College website. The annual financial audit includes a review of the investment law compliance by the College.

The bulk of College investments are in short term money market type funds (primarily Tex Pool) due to the short investment horizon for operating funds. Only the Endowment Fund owns investments (Federal and Agency bonds) that exceed one year in maturity. The Board of Trustees is also provided a summary of investments each month as part of the monthly financial statements.

**Temple College  
Summary of Investments**

	August 31, 2006 <u>Book Value</u>	August 31, 2006 <u>Market Value</u>
<b>Equity Securities:</b>		
U.S. Common Stock	\$13,700	\$18,180
Equity Mutual Funds		
Other Equity Securities (list)		
<b><i>Total Equities</i></b>	<b>\$13,700</b>	<b>\$18,180</b>
<b>Other Investments:</b>		
Real Estate		
Private Equity		
Annuities		
Collective Endowment Funds		
Commodities		
Collectibles		
Other (list)		
<b><i>Total Other Investments</i></b>		
<b>Debt Investments &gt;1 year:</b>		
U.S. Government		
U.S. Government Agency	\$853,382	\$770,525
Mortgage Pass Throughs		
C.M.O.s		
Interest Only Strips		
Principal Only Strips		
Inverse Floaters		
Stated Maturities longer than 10 years		
PFIA Compliant C.M.O.s		
Other Asset-Backed Bonds		
Foreign Issued Obligations		
Municipal Obligations		
Corporate Obligations		
Highly Rated (AAA/AA)		
Investment Grade (A/BBB)		
NR/High Yield (<BBB)		
G.I.C's		
Bond Mutual Funds		
Other (list)		
<b><i>Total Debt &gt;1 year</i></b>	<b>\$853,382</b>	<b>\$770,525</b>

**Temple College  
Summary of Investments**

	August 31, 2006 <b><u>Book Value</u></b>	August 31, 2006 <b><u>Market Value</u></b>
<b>Short Term Investments:</b>		
U.S. Government		
U.S. Government Agency		
C.D.'s/B.A.'s		
A1/P1 Commercial Paper		
Repurchase Agreements		
TexPool		
Other Money Market Funds & Pools		
Bank Deposits	\$11,729,394	\$11,729,394
Cash Held at State Treasury	\$1,221,224	\$1,221,224
Other (list)		
 <i><b>Total Short Term Debt</b></i>		
 <b>TOTAL INVESTMENTS:</b>	 \$12,950,618	 \$12,950,618
	\$13,817,700	\$13,739,323

INVESTMENT PORTFOLIO (By Fund)  
 Temple College  
 November 30, 2005

FUND	SECURITY	BOOK VALUE	MARKET VALUE	PAR VALUE	YIELD	MATURITY
Current-Unrestricted						
Operating	Money Market-Texpool	5,348,544	5,348,544	5,348,544	3.99%	Current
	Money Market-MBIA	3,182,761	3,182,761	3,182,761	3.96%	Current
	Money Market-JPM Chase	999	999	999		Current
Endowment-						
	GNMA II 3-20-12 #2404	4,563	4,627	4,560	7.00%	03/20/12
	FHLMC Multiclass 1206	315	370	372	7.00%	03/15/22
	GNMA Pool #459789	16,992	17,145	16,892	6.25%	02/15/29
	GNMA II 9-20-2030 #2975	8,757	1,321	1,258	9.00%	09/20/30
	GNMA II Pool #3248	21,007	20,924	21,003	5.50%	06/20/32
	TVA Power Bonds, 1999 S.A	15,000	14,592	15,000	5.62%	05/01/29
	FNMA 6% Pool #253944	7,421	5,539	5,457	6.00%	08/01/21
	GNMA 5.5% Pool#546503	42,206	39,654	39,803	5.50%	11/15/32
	GNMA II 5.5% Pool #3360	82,887	73,616	73,893	5.50%	03/20/33
	GNMA II 5.5% Pool #3346	26,063	23,056	23,143	5.50%	02/20/33
	TVA 4.7% Electronotes	100,000	94,216	100,000	4.70%	07/15/18
	FFCB 3.9% 10-29-2007	20,605	19,693	20,000	3.90%	10/29/07
	FFCB 6.37% 10-30-2007	48,380	44,210	43,000	6.37%	10/30/07
	GNMA 5.5% #3488	35,371	33,026	33,150	5.50%	12/20/33
	GNMA 5.5% #3390	30,627	29,227	29,337	5.50%	05/20/33
	GNMA 5.5% 10-20-34 #3624	44,135	41,660	41,817	5.50%	10/20/34
	FNMA 5.5% 7-01-33 #555591	6,400	5,707	5,787	5.50%	07/01/33
	FNMA 5.5% 3-01-34 #255111	3,830	3,396	3,443	5.50%	03/01/34
	FNMA 5.5% 10-1-33 #555876	6,031	5,384	5,459	5.50%	10/01/33
	FNMA 6% 01-01-33 #677616	20,853	19,442	19,297	6.00%	01/01/33
	UCB Garland 4.25% 6-30-09	25,000	24,291	25,000	4.25%	06/30/09
	UCB Garland 4.15% 6-30-08	25,000	24,413	25,000	4.15%	06/30/08
	Disc.Greenwd.4.05% 1-7-08	25,000	24,457	25,000	4.05%	01/07/08
	Disc.Greenwd.4.25% 1-6-10	25,000	24,188	25,000	4.25%	01/06/10
	Disc.Greenwd.4.15% 1-6-09	25,000	24,310	25,000	4.15%	01/06/09
	Bk.Oklahoma 4.1% 8-3-2007	24,929	24,595	25,000	4.10%	08/03/07
	Money Market-Edwards	22,128	22,128	22,128	3.41%	Current
	Pacific Telesis Stock(A)	13,700	14,063	N/A		N/A
Plant-						
Unexpended	Money Market-Texpool	3,178,626	3,178,626	3,178,626	3.99%	Current
Debt Service	Money Market-Texpool	2,334,795	2,334,795	2,334,795	3.99%	Current
	Money Market - MBIA	0	0	0		Current
Bond Reserves	FFCB 5.75% 1-18-2011	58,378	54,614	53,000	5.75%	01/18/11
	FFCB 5.7% 7-25-2016	55,055	52,796	50,000	5.70%	07/25/16
	GNMA II 5.5% 4-20-34 #3544	77,589	74,180	74,459	5.50%	04/20/34
	FNMA 5.5% 6-01-33 #555531	5,526	5,276	5,350	5.50%	06/01/33
	Money Market - Edwards	81,288	81,288	81,288	3.41%	Current
	Money Market-Texpool	1,037,612	1,037,612	1,037,612	3.99%	Current
<b>TOTAL (B)</b>		<b>\$16,088,373</b>	<b>\$16,030,741</b>	<b>\$16,022,233</b>		

NOTES:

(A) Gift from donor(G.R.Kress) for scholarship endowment.Held in form given at present time.

(B) Discrepancies between Book Value and the General Ledger due to annual vs. monthly entries of principal repayments interest receipts (semi-annual), and purchases.

Temple College Portfolio Activity  
For the Period September 1, 2005 - November 30, 2005

Security Type	Beginning Market Value	Purchases	Sales/ Maturities	Gain/Loss	Ending Market Value
TexPool Public Funds Investment Pool	\$ 12,240,290	\$ 3,060,957	\$ 3,401,670	\$	\$ 11,899,577
J P Morgan Chase Investment Pool		1,000	1		999
MBIA Public Funds Investment Pool	13,101	3,169,660			3,182,761
Money Market Funds: A.G.Edwards	67,162	36,254			103,416
Federal Agency Bonds					
GNMA II 3-20-12 #2404	4,938		157	(154)	4,627
FHLMC Multiclass 1206	403		33	0	370
GNMA Pool #459789	17,617		96	(376)	17,145
GNMA II 9-20-2030 Pool #2975	1,588		182	(85)	1,321
GNMA II Pool #3248	22,339		927	(488)	20,924
TVA Power Bonds, 1999 S.A.	15,144			(552)	14,592
FNMA 6% Pass Thru Pool #253944	5,927		294	(94)	5,539
GNMA 5.5% Pass Th Pool #546503	40,813		188	(971)	39,654
GNMA II 5.5% Pool #3360	82,882		7,488	(1,778)	73,616
GNMA II 5.5% Pool #3346	25,841		2,230	(555)	23,056
TVA 4.7% Electronotes	96,411			(2,195)	94,216
FFCB 3.9% 10-29-2007	19,928			(235)	19,693
FFCB 6.37% 10-30-2007	45,026			(816)	44,210
GNMA II 5.5% 12-20-2033 #3488	36,199		2,394	(779)	33,026
FFCB 5.75% 1-18-2011	56,938			(2,324)	54,614
FFCB 5.7% 7-25-2016	55,255			(2,459)	52,796
GNMA II 5.5% 4-20-2034 #3544	81,086		5,181	(1,725)	74,180
GNMA II 5.5% 5-20-2033 #3390	33,034		3,099	(708)	29,227
GNMA II 5.5% 10-20-2034 #3624	45,193		2,570	(963)	41,660
FNMA 6% 1-1-2033 #677616	20,746		952	(352)	19,442
FNMA 5.5% 7-1-2033 #555591	6,287		431	(149)	5,707
FNMA 5.5% 6-1-2033 #555531	5,794		380	(138)	5,276
FNMA 5.5% 3-1-2034 #255111	3,737		255	(86)	3,396
FNMA 5.5% 10-1-2033 #555876	5,927		402	(141)	5,384
UCB-Garland 4.25% 6-30-2009	24,629			(338)	24,291
UCB-Garland 4.15% 6-30-2008	24,659			(246)	24,413
Disc.-Greenwood 4.05% 1-7-2008	24,647			(190)	24,457
Disc.-Greenwood 4.25% 1-6-2010	24,503			(315)	24,188
Disc.-Greenwood 4.15% 1-6-2009	24,599			(289)	24,310
Bank Oklahoma 4.1% 8-3-2007	24,726			(131)	24,595
Common Stock					
Pacific Telesis Corp	14,063	(1)		0	14,063
<b>TOTAL PORTFOLIO</b>	<b>\$ 13,211,432</b>	<b>\$ 6,267,871</b>	<b>3,428,930</b>	<b>(19,632)</b>	<b>\$ 16,030,741</b>

NOTES:

(1) Gift to Endowment - Scholarship(G.R. Kress)

INVESTMENT PORTFOLIO (By Fund)  
 Temple College  
 February 28, 2006

FUND	SECURITY	BOOK VALUE	MARKET VALUE	PAR VALUE	YIELD	MATURITY
<b>Current-Unrestricted</b>						
Operating	Money Market-Texpool	4,826,870	4,826,870	4,826,870	4.48%	Current
	Money Market-MBIA	4,342,722	4,342,722	4,342,722	4.49%	Current
	Money Market-JPM Chase	999	999	999	4.53%	Current
<b>Endowment-</b>						
	GNMA II 3-20-12 #2404	4,363	4,138	4,088	7.00%	03/20/12
	FHLMC Multiclass 1206	291	354	348	7.00%	03/15/22
	GNMA Pool #459789	16,992	17,132	16,796	6.25%	02/15/29
	GNMA II 9-20-2030 #2975	8,757	449	427	9.00%	09/20/30
	GNMA II Pool #3248	20,077	20,124	20,073	5.50%	06/20/32
	TVA Power Bonds, 1999 S.A	15,000	14,766	15,000	5.62%	05/01/29
	FNMA 6% Pool #253944	7,421	5,289	5,224	6.00%	08/01/21
	GNMA 5.5% Pool#546503	42,206	39,731	39,632	5.50%	11/15/32
	GNMA II 5.5% Pool #3360	78,209	69,388	69,215	5.50%	03/20/33
	GNMA II 5.5% Pool #3346	24,627	21,761	21,707	5.50%	02/20/33
	TVA 4.7% Electronotes	100,000	93,626	100,000	4.70%	07/15/18
	FFCB 3.9% 10-29-2007	20,605	19,686	20,000	3.90%	10/29/07
	FFCB 6.37% 10-30-2007	48,380	43,966	43,000	6.37%	10/30/07
	GNMA 5.5% #3488	33,718	31,576	31,497	5.50%	12/20/33
	GNMA 5.5% #3390	28,794	27,572	27,504	5.50%	05/20/33
	GNMA 5.5% 10-20-34 #3624	42,368	40,151	40,051	5.50%	10/20/34
	FNMA 5.5% 7-01-33 #555591	6,390	5,491	5,546	5.50%	07/01/33
	FNMA 5.5% 3-01-34 #255111	3,830	3,269	3,302	5.50%	03/01/34
	FNMA 5.5% 10-1-33 #555876	6,031	5,183	5,236	5.50%	10/01/33
	FNMA 6% 01-01-33 #677616	20,853	18,931	18,790	6.00%	01/01/33
	UCB Garland 4.25% 6-30-09	25,000	24,189	25,000	4.25%	06/30/09
	UCB Garland 4.15% 6-30-08	25,000	24,354	25,000	4.15%	06/30/08
	Disc.Greenwd.4.05% 1-7-08	25,000	24,438	25,000	4.05%	01/07/08
	Disc.Greenwd.4.25% 1-6-10	25,000	24,075	25,000	4.25%	01/06/10
	Disc.Greenwd.4.15% 1-6-09	25,000	24,235	25,000	4.15%	01/06/09
	Bk.Oklahoma 4.1% 8-3-2007	24,929	24,583	25,000	4.10%	08/03/07
	Money Market-Edwards	29,326	29,326	29,326	3.84%	Current
	Pacific Telesis Stock(A)	13,700	16,113	N/A		N/A
<b>Plant-</b>						
Unexpended	Money Market-Texpool	2,893,976	2,893,976	2,893,976	4.48%	Current
Debt Service	Money Market-Texpool	2,387,215	2,387,215	2,387,215	4.48%	Current
	Money Market - MBIA	0	0	0		Current
Bond Reserves	FFCB 5.75% 1-18-2011	58,378	54,059	53,000	5.75%	01/18/11
	FFCB 5.7% 7-25-2016	55,055	52,304	50,000	5.70%	07/25/16
	GNMA II 5.5% 4-20-34 #3544	74,117	71,164	70,987	5.50%	04/20/34
	FNMA 5.5% 6-01-33 #555531	5,526	5,088	5,139	5.50%	06/01/33
	Money Market - Edwards	107,730	107,730	107,730	3.84%	Current
	Money Market-Texpool	1,037,612	1,037,612	1,037,612	4.48%	Current
<b>TOTAL (B)</b>		<b>\$16,512,067</b>	<b>\$16,453,635</b>	<b>\$16,443,012</b>		

NOTES:

(A) Gift from donor(G.R.Kress) for scholarship endowment.Held in form given at present time.

(B) Discrepancies between Book Value and the General Ledger due to annual vs. monthly entries of principal repayments interest receipts (semi-annual), and purchases.

Temple College Portfolio Activity  
For the Period December 1, 2005 - February 28, 2006

Security Type	Beginning Market Value	Purchases	Sales/ Maturities	Gain/Loss	Ending Market Value
TexPool Public Funds Investment Pool	\$ 11,899,577	\$ 2,943,510	\$ 3,697,414	\$	\$ 11,145,673
J P Morgan Chase Investment Pool	999				999
MBIA Public Funds Investment Pool	3,182,761	1,909,961	750,000		4,342,722
Money Market Funds: A.G.Edwards	103,416	33,640			137,056
Federal Agency Bonds					
GNMA II 3-20-12 #2404	4,627		472	(17)	4,138
FHLMC Multiclass 1206	370		24	8	354
GNMA Pool #459789	17,145		96	83	17,132
GNMA II 9-20-2030 Pool #2975	1,321		830	(42)	449
GNMA II Pool #3248	20,924		929	129	20,124
TVA Power Bonds, 1999 S.A.	14,592			174	14,766
FNMA 6% Pass Thru Pool #253944	5,539		233	(17)	5,289
GNMA 5.5% Pass Th Pool #546503	39,654		171	248	39,731
GNMA II 5.5% Pool #3360	73,616		4,678	450	69,388
GNMA II 5.5% Pool #3346	23,056		1,436	141	21,761
TVA 4.7% Electronotes	94,216			(590)	93,626
FFCB 3.9% 10-29-2007	19,693			(7)	19,686
FFCB 6.37% 10-30-2007	44,210			(244)	43,966
GNMA II 5.5% 12-20-2033 #3488	33,026		1,653	203	31,576
FFCB 5.75% 1-18-2011	54,614			(555)	54,059
FFCB 5.7% 7-25-2016	52,796			(492)	52,304
GNMA II 5.5% 4-20-2034 #3544	74,180		3,472	456	71,164
GNMA II 5.5% 5-20-2033 #3390	29,227		1,833	178	27,572
GNMA II 5.5% 10-20-2034 #3624	41,660		1,766	257	40,151
FNMA 6% 1-1-2033 #677616	19,442		507	(4)	18,931
FNMA 5.5% 7-1-2033 #555591	5,707		241	25	5,491
FNMA 5.5% 6-1-2033 #555531	5,276		210	22	5,088
FNMA 5.5% 3-1-2034 #255111	3,396		142	15	3,269
FNMA 5.5% 10-1-2033 #555876	5,384		223	22	5,183
UCB-Garland 4.25% 6-30-2009	24,291			(102)	24,189
UCB-Garland 4.15% 6-30-2008	24,413			(59)	24,354
Disc.-Greenwood 4.05% 1-7-2008	24,457			(19)	24,438
Disc.-Greenwood 4.25% 1-6-2010	24,188			(113)	24,075
Disc.-Greenwood 4.15% 1-6-2009	24,310			(75)	24,235
Bank Oklahoma 4.1% 8-3-2007	24,595			(12)	24,583
Common Stock					
Pacific Telesis Corp	14,063 (1)			2,050	16,113
<b>TOTAL PORTFOLIO</b>	<b>\$ 16,030,741</b>	<b>\$ 4,887,111</b>	<b>4,466,330</b>	<b>2,113</b>	<b>\$ 16,453,635</b>

NOTES:

(1) Gift to Endowment - Scholarship(G.R. Kress)

INVESTMENT PORTFOLIO (By Fund)

Temple College

May 31, 2006

<u>FUND</u>	<u>SECURITY</u>	<u>BOOK VALUE</u>	<u>MARKET VALUE</u>	<u>PAR VALUE</u>	<u>YIELD</u>	<u>MATURITY</u>
Current-Unrestricted						
Operating	Money Market-Texpool	5,366,807	5,366,807	5,366,807	4.90%	Current
	Money Market-MBIA	773,752	773,752	773,752	4.86%	Current
	Money Market-JPM Chase	1,011,919	1,011,919	1,011,919	4.95%	Current
Endowment-						
	GNMA II 3-20-12 #2404	4,163	3,934	3,918	7.00%	03/20/12
	FHLMC Multiclass 1206	270	328	328	7.00%	03/15/22
	GNMA Pool #459789	16,992	16,491	16,657	6.25%	02/15/29
	GNMA II 9-20-2030 #2975	8,757	448	426	9.00%	09/20/30
	GNMA II Pool #3248	19,757	18,268	18,906	5.50%	06/20/32
	TVA Power Bonds, 1999 S.A	15,000	13,356	15,000	5.62%	05/01/29
	FNMA 6% Pool #253944	7,421	5,013	4,095	6.00%	08/01/21
	GNMA 5.5% Pool#546503	42,206	38,125	39,457	5.50%	11/15/32
	GNMA II 5.5% Pool #3360	73,949	62,763	64,955	5.50%	03/20/33
	GNMA II 5.5% Pool #3346	23,564	19,851	20,545	5.50%	02/20/33
	TVA 4.7% Electronotes	100,000	90,219	100,000	4.70%	07/15/18
	FFCB 3.9% 10-29-2007	20,605	19,631	20,000	3.90%	10/29/07
	FFCB 6.37% 10-30-2007	48,380	43,592	43,000	6.37%	10/30/07
	GNMA 5.5% #3488	32,939	29,005	30,018	5.50%	12/20/33
	GNMA 5.5% #3390	27,792	25,027	25,902	5.50%	05/20/33
	GNMA 5.5% 10-20-34 #3624	41,959	37,337	38,642	5.50%	10/20/34
	FNMA 5.5% 7-01-33 #555591	6,370	5,088	5,328	5.50%	07/01/33
	FNMA 5.5% 3-01-34 #255111	3,830	3,012	3,154	5.50%	03/01/34
	FNMA 5.5% 10-1-33 #555876	6,031	4,814	5,041	5.50%	10/01/33
	FNMA 6% 01-01-33 #677616	20,853	18,336	18,710	6.00%	01/01/33
	UCB Garland 4.25% 6-30-09	25,000	23,980	25,000	4.25%	06/30/09
	UCB Garland 4.15% 6-30-08	25,000	24,231	25,000	4.15%	06/30/08
	Disc.Greenwd.4.05% 1-7-08	25,000	24,354	25,000	4.05%	01/07/08
	Disc.Greenwd.4.25% 1-6-10	25,000	23,843	25,000	4.25%	01/06/10
	Disc.Greenwd.4.15% 1-6-09	25,000	24,064	25,000	4.15%	01/06/09
	Bk.Oklahoma 4.1% 8-3-2007	24,929	24,536	25,000	4.10%	08/03/07
	Money Market-Edwards	34,713	34,713	34,713	4.36%	Current
	Pacific Telesis Stock(A)	13,700	15,219	N/A		N/A
Plant-						
Unexpended	Money Market-Texpool	2,269,982	2,269,982	2,269,982	4.90%	Current
Debt Service	Money Market-Texpool	3,911,404	3,911,404	3,911,404	4.90%	Current
	Money Market - MBIA	0	0	0		Current
Bond Reserves	FFCB 5.75% 1-18-2011	58,378	53,372	53,000	5.75%	01/18/11
	FFCB 5.7% 7-25-2016	55,055	50,378	50,000	5.70%	07/25/16
	GNMA II 5.5% 4-20-34 #3544	70,857	65,442	67,727	5.50%	04/20/34
	FNMA 5.5% 6-01-33 #555531	5,526	4,728	4,950	5.50%	06/01/33
	Money Market - Edwards	127,517	127,517	127,517	4.36%	Current
	Money Market-Texpool	1,037,612	1,037,612	1,037,612	4.90%	Current
	<b>TOTAL (B)</b>	<b>\$15,407,989</b>	<b>\$15,322,491</b>	<b>\$15,333,465</b>		

NOTES:

(A) Gift from donor(G.R.Kress) for scholarship endowment.Held in form given at present time.

(B) Discrepancies between Book Value and the General Ledger due to annual vs. monthly entries of principal repayments interest receipts (semi-annual), and purchases.

Temple College Portfolio Activity  
For the Period March 1, 2006 - May 31, 2006

Security Type	Beginning Market Value	Purchases	Sales/ Maturities	Gain/Loss	Ending Market Value
TexPool Public Funds Investment Pool	\$ 11,145,673	\$ 2,940,718	\$ 1,500,586	\$	\$ 12,585,805
J P Morgan Chase Investment Pool	1,000	1,010,919			1,011,919
MBIA Public Funds Investment Pool	4,342,722	281,030	3,850,000		773,752
Money Market Funds: A.G.Edwards	137,056	25,174			162,230
Federal Agency Bonds					
GNMA II 3-20-12 #2404	4,138		170	(34)	3,934
FHLMC Multiclass 1206	354		21	(5)	328
GNMA Pool #459789	17,132		139	(502)	16,491
GNMA II 9-20-2030 Pool #2975	449		1	0	448
GNMA II Pool #3248	20,124		1,167	(689)	18,268
TVA Power Bonds, 1999 S.A.	14,766			(1,410)	13,356
FNMA 6% Pass Thru Pool #253944	5,289		230	(46)	5,013
GNMA 5.5% Pass Th Pool #546503	39,731		175	(1,431)	38,125
GNMA II 5.5% Pool #3360	69,388		4,260	(2,365)	62,763
GNMA II 5.5% Pool #3346	21,761		1,163	(747)	19,851
TVA 4.7% Electronotes	93,626			(3,407)	90,219
FFCB 3.9% 10-29-2007	19,686			(55)	19,631
FFCB 6.37% 10-30-2007	43,966			(374)	43,592
GNMA II 5.5% 12-20-2033 #3488	31,576		1,479	(1,092)	29,005
FFCB 5.75% 1-18-2011	54,059			(687)	53,372
FFCB 5.7% 7-25-2016	52,304			(1,926)	50,378
GNMA II 5.5% 4-20-2034 #3544	71,164		3,260	(2,462)	65,442
GNMA II 5.5% 5-20-2033 #3390	27,572		1,602	(943)	25,027
GNMA II 5.5% 10-20-2034 #3624	40,151		1,409	(1,405)	37,337
FNMA 6% 1-1-2033 #677616	18,931		80	(515)	18,336
FNMA 5.5% 7-1-2033 #555591	5,491		218	(185)	5,088
FNMA 5.5% 6-1-2033 #555531	5,088		189	(171)	4,728
FNMA 5.5% 3-1-2034 #255111	3,269		147	(110)	3,012
FNMA 5.5% 10-1-2033 #555876	5,183		194	(175)	4,814
UCB-Garland 4.25% 6-30-2009	24,189			(209)	23,980
UCB-Garland 4.15% 6-30-2008	24,354			(123)	24,231
Disc.-Greenwood 4.05% 1-7-2008	24,438			(84)	24,354
Disc.-Greenwood 4.25% 1-6-2010	24,075			(232)	23,843
Disc.-Greenwood 4.15% 1-6-2009	24,235			(171)	24,064
Bank Oklahoma 4.1% 8-3-2007	24,583			(47)	24,536
Common Stock Pacific Telesis Corp	16,113 (1)			(894)	15,219
<b>TOTAL PORTFOLIO</b>	<b>\$ 16,453,636</b>	<b>\$ 4,257,841</b>	<b>5,366,490</b>	<b>(22,496)</b>	<b>\$ 15,322,491</b>

NOTES:

(1) Gift to Endowment - Scholarship(G.R. Kress)

INVESTMENT PORTFOLIO (By Fund)  
 Temple College  
 August 31, 2006

<u>FUND</u>	<u>SECURITY</u>	<u>BOOK VALUE</u>	<u>MARKET VALUE</u>	<u>PAR VALUE</u>	<u>YIELD</u>	<u>MATURITY</u>
Current-Unrestricted						
Operating	Money Market-Texpool	5,968,958	5,968,958	5,968,958	5.24%	Current
	Money Market-MBIA	2,981	2,981	2,981	5.24%	Current
	Money Market-JPM Chase	1,025,023	1,025,023	1,025,023	5.29%	Current
Endowment-						
	GNMA II 3-20-12 #2404	4,013	3,192	3,182	7.00%	03/20/12
	FHLMC Multiclass 1206	247	304	304	7.00%	03/15/22
	GNMA Pool #459789	16,992	16,640	16,557	6.25%	02/15/29
	GNMA II 9-20-2030 #2975	8,742	442	425	9.00%	09/20/30
	GNMA II Pool #3248	19,700	17,973	18,247	5.50%	06/20/32
	TVA Power Bonds,1999 S.A	15,000	14,220	15,000	5.62%	05/01/29
	FNMA 6% Pool #253944	7,421	4,768	4,774	6.00%	08/01/21
	GNMA 5.5% Pool#546503	42,206	38,691	39,280	5.50%	11/15/32
	GNMA II 5.5% Pool #3360	72,044	60,309	61,227	5.50%	03/20/33
	GNMA II 5.5% Pool #3346	23,500	19,044	19,334	5.50%	02/20/33
	TVA 4.7% Electronotes	100,000	92,852	100,000	4.70%	07/15/18
	FFCB 3.9% 10-29-2007	20,605	19,711	20,000	3.90%	10/29/07
	FFCB 6.37% 10-30-2007	48,380	43,520	43,000	6.37%	10/30/07
	GNMA 5.5% #3488	32,850	28,200	28,629	5.50%	12/20/33
	GNMA 5.5% #3390	27,000	24,115	24,483	5.50%	05/20/33
	GNMA 5.5% 10-20-34 #3624	40,959	36,622	37,179	5.50%	10/20/34
	FNMA 5.5% 7-01-33 #555591	6,353	5,005	5,134	5.50%	07/01/33
	FNMA 5.5% 3-01-34 #255111	3,830	2,948	3,023	5.50%	03/01/34
	FNMA 5.5% 10-1-33 #555876	6,031	4,729	4,850	5.50%	10/01/33
	FNMA 6% 01-01-33 #677616	20,483	17,838	17,927	6.00%	01/01/33
	UCB Garland 4.25% 6-30-09	25,000	24,137	25,000	4.25%	06/30/09
	UCB Garland 4.15% 6-30-08	25,000	24,350	25,000	4.15%	06/30/08
	Disc.Greenwd.4.05% 1-7-08	25,000	24,464	25,000	4.05%	01/07/08
	Disc.Greenwd.4.25% 1-6-10	25,000	24,012	25,000	4.25%	01/06/10
	Disc.Greenwd.4.15% 1-6-09	25,000	24,197	25,000	4.15%	01/06/09
	Bk.Oklahoma 4.1% 8-3-2007	24,929	24,627	25,000	4.10%	08/03/07
	Money Market-Edwards	93,095	93,095	93,095	4.76%	Current
	Pacific Telesis Stock(A)	13,700	18,180	N/A		N/A
Plant-						
Unexpended	Money Market-Texpool	1,805,751	1,805,751	1,805,751	5.24%	Current
Debt Service	Money Market-Texpool	2,917,073	2,917,073	2,917,073	5.24%	Current
	Money Market - MBIA	0	0	0		Currant
Bond Reserves	FFCB 5.75% 1-18-2011	58,177	53,899	53,000	5.75%	01/18/11
	FFCB 5.7% 7-25-2016	55,055	51,545	50,000	5.70%	07/25/16
	GNMA II 5.5% 4-20-34 #3544	68,414	63,516	64,484	5.50%	04/20/34
	FNMA 5.5% 6-01-33 #555531	5,451	4,655	4,774	5.50%	06/01/33
	Money Market - Edwards	100,125	100,125	100,125	4.76%	Current
	Money Market-Texpool	1,037,612	1,037,612	1,037,612	5.24%	Current
	<b>TOTAL (B)</b>	<b>\$13,817,700</b>	<b>\$13,739,323</b>	<b>\$13,735,431</b>		

NOTES:

(A)Gift from donor(G.R.Kress) for scholarship endowment.Held in form given at present time.

Temple College Portfolio Activity  
For the Period June 1, 2006 - August 31, 2006

Security Type	Beginning Market Value	Purchases	Sales/ Maturities	Gain/Loss	Ending Market Value
TexPool Public Funds Investment Pool	\$ 12,585,805	\$ 3,033,305	\$ 3,889,716	\$	\$ 11,729,394
J P Morgan Chase Investment Pool	1,011,919	13,104			1,025,023
MBIA Public Funds Investment Pool	773,752	88,549	859,320		2,981
Money Market Funds: A.G.Edwards	162,230	30,990			193,220
Federal Agency Bonds					
GNMA II 3-20-12 #2404	3,934		738	(4)	3,192
FHLMC Multiclass 1206	328		24	0	304
GNMA Pool #459789	16,491		100	249	16,640
GNMA II 9-20-2030 Pool #2975	448		1	(5)	442
GNMA II Pool #3248	18,268		660	365	17,973
TVA Power Bonds, 1999 S.A.	13,356			864	14,220
FNMA 6% Pass Thru Pool #253944	5,013		221	(24)	4,768
GNMA 5.5% Pass Th Pool #546503	38,125		177	743	38,691
GNMA II 5.5% Pool #3360	62,763		3,728	1,274	60,309
GNMA II 5.5% Pool #3346	19,851		1,210	403	19,044
TVA 4.7% Electronotes	90,219			2,633	92,852
FFCB 3.9% 10-29-2007	19,631			80	19,711
FFCB 6.37% 10-30-2007	43,592			(72)	43,520
GNMA II 5.5% 12-20-2033 #3488	29,005		1,389	584	28,200
FFCB 5.75% 1-18-2011	53,372			527	53,899
FFCB 5.7% 7-25-2016	50,378			1,167	51,545
GNMA II 5.5% 4-20-2034 #3544	65,442		3,244	1,318	63,516
GNMA II 5.5% 5-20-2033 #3390	25,027		1,419	507	24,115
GNMA II 5.5% 10-20-2034 #3624	37,337		1,462	747	36,622
FNMA 6% 1-1-2033 #677616	18,336		783	285	17,838
FNMA 5.5% 7-1-2033 #555591	5,088		195	112	5,005
FNMA 5.5% 6-1-2033 #555531	4,728		176	103	4,655
FNMA 5.5% 3-1-2034 #255111	3,012		131	67	2,948
FNMA 5.5% 10-1-2033 #555876	4,814		191	106	4,729
UCB-Garland 4.25% 6-30-2009	23,980			157	24,137
UCB-Garland 4.15% 6-30-2008	24,231			119	24,350
Disc.-Greenwood 4.05% 1-7-2008	24,354			110	24,464
Disc.-Greenwood 4.25% 1-6-2010	23,843			169	24,012
Disc.-Greenwood 4.15% 1-6-2009	24,064			133	24,197
Bank Oklahoma 4.1% 8-3-2007	24,536			91	24,627
Common Stock					
Pacific Telesis Corp	15,219 (1)			2,961	18,180
<b>TOTAL PORTFOLIO</b>	<b>\$ 15,322,491</b>	<b>\$ 3,165,948</b>	<b>4,764,885</b>	<b>15,769</b>	<b>\$ 13,739,323</b>

NOTES:

(1) Gift to Endowment - Scholarship(G.R. Kress)