



MEMORANDUM

Office of the Vice President for Administrative Services

To: Dr. Barron &
Board of Trustees

From: Gary Jackson *Gary C. Jackson*

Date: January 13, 2011

Re: Public Funds Investment Act Disclosure, 1st Quarter Report, FY 2011

Attached is the first quarter investment portfolio report for FY 2010-11 as required by the PFIA. As discussed previously, the College employs a “buy and hold” philosophy for investment activity. While this philosophy may sacrifice some potential trading gains, it does remove most market risk in priced securities from the portfolio.

Temple College has not experienced any realized investment loss for this quarter.

INVESTMENT PORTFOLIO (By Fund)
 Temple College
 November 30, 2010

FUND	SECURITY	BOOK VALUE	MARKET VALUE	PAR VALUE	YIELD	MATURITY
Current-Unrestricted						
Operating	Money Market-Texpool	5,878,768	5,878,768	5,878,768	0.19%	Current
	Money Market-MBIA	4,457,952	4,457,952	4,457,952	0.24%	Current
	Money Market-JPM Chase	37	37	37	0.24%	Current
	Money Market-Wells Fargo	1,123,555	1,123,555	1,123,555	0.02%	Current
Endowment-						
	GNMA II 3-20-12 #2404	336	228	214	7.00%	03/20/12
	FHLMC Multiclass 1206	68	137	124	7.00%	03/15/22
	GNMA Pool #459789	6,869	7,786	6,837	6.25%	02/15/29
	GNMA II 9-20-2030 #2975	7,410	106	93	9.00%	09/20/30
	GNMA II Pool #3248	8,879	9,247	8,465	5.50%	06/20/32
	TVA Power Bonds,1999 S.A	15,000	15,407	15,000	4.50%	05/01/29
	FNMA 6% Pool #253944	3,469	1,870	1,687	6.00%	08/01/21
	GNMA 5.5% Pool#546503	24,682	18,363	16,796	5.50%	11/15/32
	GNMA II 5.5% Pool #3360	36,255	29,220	26,770	5.50%	03/20/33
	GNMA II 5.5% Pool #3346	11,476	9,188	8,417	5.50%	02/20/33
	GNMA 5.5% #3488	17,309	14,775	13,543	5.50%	12/20/33
	GNMA 5.5% #3390	12,207	11,713	10,732	5.50%	05/20/33
	GNMA 5.5% 10-20-34 #3624	20,507	18,106	16,605	5.50%	10/20/34
	FNMA 5.5% 7-01-33 #555591	2,632	2,536	2,333	5.50%	07/01/33
	FNMA 5.5% 3-01-34 #255111	1,633	1,591	1,465	5.50%	03/01/34
	FNMA 5.5% 10-1-33 #555876	2,528	2,485	2,287	5.50%	10/01/33
	FNMA 6% 01-01-33 #677616	10,607	8,857	7,966	6.00%	01/01/33
	FNMA 5.625% 9-21-37	50,000	51,818	50,000	5.63%	09/21/37
	FNB Olathe 4.4% 2-22-11	25,000	25,225	25,000	4.40%	02/22/11
	Firstier Bank 1.65% 09-02-11	32,000	32,276	32,000	1.65%	09/02/11
	FreddieMac 4.0% 12-15-24	25,000	25,016	25,000	4.00%	12/15/24
	FNMA 2.0% 12-29-11	25,387	25,027	25,000	2.00%	12/29/11
	FFCB 4.88% 07-15-24	140,244	137,103	135,000	4.88%	07/15/24
	FHLB 1.65% 03-10-15	35,005	35,054	35,000	1.65%	03/10/15
	FHLB 1.70% 06-10-15	60,005	59,971	60,000	1.70%	06/10/15
	Money Market-Wells Fargo	92,550	92,550	92,550	0.02%	Current
	Pacific Telesis Stock(A)	13,700	16,229	N/A		N/A
Plant-						
Unexpended	Money Market-Texpool	1,128,735	1,128,735	1,128,735	0.19%	Current
Debt Service						
	Money Market-Texpool	5,849,833	5,849,833	5,849,833	0.19%	Current
	Money Market - MBIA	0	0	0		Current
Bond Reserves						
	FFCB 5.75% 1-18-2011	55,378	53,363	53,000	5.75%	01/18/11
	FFCB 5.7% 7-25-2016	52,255	60,093	50,000	5.70%	07/25/16
	GNMA II 5.5% 4-20-34 #3544	34,441	33,574	30,781	5.50%	04/20/34
	FNMA 5.5% 6-01-33 #555531	2,387	2,320	2,135	5.50%	06/01/33
	FreddieMac 4.15% 10-15-24	74,482	72,444	72,000	4.15%	10/15/24
	FreddieMac 4.30% 11-15-24	74,598	72,707	72,000	4.30%	11/15/24
	Money Market - Wells Fargo	27,284	27,284	27,284	0.02%	Current
	Money Market-Texpool	1,176,335	1,176,335	1,176,335	0.19%	Current
TOTAL (B)		\$20,616,798	\$20,588,884	\$20,541,299		

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, 2010 - November 30, 2010

Security Type	Beginning Market Value	Purchases	Sales/ Maturities	Gain/Loss	Ending Market Value
TexPool Public Funds Investment Pool	\$ 13,526,203	\$ 8,531,742	\$ 8,024,274	\$	\$ 14,033,671
J P Morgan Chase Investment Pool	1,123,325	258	1,123,546		37
MBIA Public Funds Investment Pool	7,237	4,607,944	157,229		4,457,952
Money Market Funds: Wells Fargo Advisors	135,124	1,219,024	110,759		1,243,389
Federal Agency Bonds					
GNMA II 3-20-12 #2404	281		56	3	228
FHLMC Multiclass 1206	145		7	(1)	137
GNMA Pool #459789	7,740		84	130	7,786
GNMA II 9-20-2030 Pool #2975	106			0	106
GNMA II Pool #3248	10,058		781	(30)	9,247
TVA Power Bonds, 1999 S.A.	15,930			(523)	15,407
FNMA 6% Pass Thru Pool #253944	1,961		127	36	1,870
GNMA 5.5% Pass Th Pool #546503	18,422		123	64	18,363
GNMA II 5.5% Pool #3360	30,535		1,321	6	29,220
GNMA II 5.5% Pool #3346	9,612		425	1	9,188
GNMA II 5.5% 12-20-2033 #3488	15,594		811	(8)	14,775
FFCB 5.75% 1-18-2011	54,085			(722)	53,363
FFCB 5.7% 7-25-2016	60,515			(422)	60,093
GNMA II 5.5% 4-20-2034 #3544	35,265		1,685	(6)	33,574
GNMA II 5.5% 5-20-2033 #3390	12,241		530	2	11,713
GNMA II 5.5% 10-20-2034 #3624	19,312		1,180	(26)	18,106
FNMA 6% 1-1-2033 #677616	9,950		1,122	29	8,857
FNMA 5.5% 7-1-2033 #555591	2,748		226	14	2,536
FNMA 5.5% 6-1-2033 #555531	2,535		224	9	2,320
FNMA 5.5% 3-1-2034 #255111	1,687		106	10	1,591
FNMA 5.5% 10-1-2033 #555876	2,671		200	14	2,485
FNMA 5.625% 9-21-37	53,750			(1,932)	51,818
FNB Olathe 4.4% 02-22-11	25,437			(212)	25,225
FreddieMac 1.00% 09-5-12	55,002		55,000	(2)	0
Firstier Bank 1.65% 9-02-11	32,291			(15)	32,276
FreddieMac 4% 12-15-24	25,226			(210)	25,016
FNMA 2% 12-29-11	25,110			(83)	25,027
FNMA 1.50% 9-10-12	25,005		25,000	(5)	0
FFCB 4.88% 7-15-24	139,344			(2,241)	137,103
FreddieMac 4.15% 10-15-24	74,696			(2,252)	72,444
FreddieMac 4.3% 11-15-24	75,234			(2,527)	72,707
FHLB 1.65% 03-10-15		35,011		43	35,054
FHLB 1.70% 06-10-15		60,036		(65)	59,971
Common Stock					
Pacific Telesis Corp	15,786	(1)		443	16,229
TOTAL PORTFOLIO	\$ 15,650,163	\$ 14,454,015	9,504,816	(10,478)	\$ 20,588,884


NOTES:

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

Statement:

This report of the Temple College investment portfolio is in compliance with the College Investment Strategy and the Texas Public Funds Investment Act, as amended.

The College shall follow the investment strategy as set forth in the approved investment policy for the next quarterly reporting period.



Gary C. Jackson
Interim Vice President
Administrative Services

01-24-2011

Date