

GRAYSON COUNTY COLLEGE
INVESTMENT REPORT FOR THE QUARTER ENDED MAY 31, 2010

The attached investment report details the investments held by Grayson County College at May 31, 2010. The college was in compliance with its investment policy and with applicable state law at that date.

All the investments owned by Grayson County College are safe and values were stable throughout the quarter.

The total market value of the college's investments fell from \$35,904,297 at the start of the quarter to \$30,441,072 at the end. The decrease reflects the spending on the construction projects funded by the general obligation bond issues. Approximately \$4,400,000 was spent on the bond projects during this quarter.

The over-all yield of the portfolio was .86% at May 31, 2010. This compares to .73% at February 28, 2010 and 2.06% at May 31, 2009. The decrease in the yield reflects the over-all decline in short-term interest rates in general.

During the quarter, the college transferred \$15,000,000 from its money market account at Amegy Bank to its pooled investment account at TexStar. The TexStar account provided better liquidity and a slightly higher yield.

In addition to the funds in this report, on May 31, 2010 the college had approximately \$8.5 million in its account at its depository bank, Landmark Bank. This account pays .25% interest, is fully collateralized and is fully liquid. The yield and liquidity on this account are superior to those available at pooled investments or money market accounts.

This report meets the requirements of the Public Funds Investment Act and the college's investment policy.



Giles Brown
Investment Officer and
VP for Business Services
Grayson County College

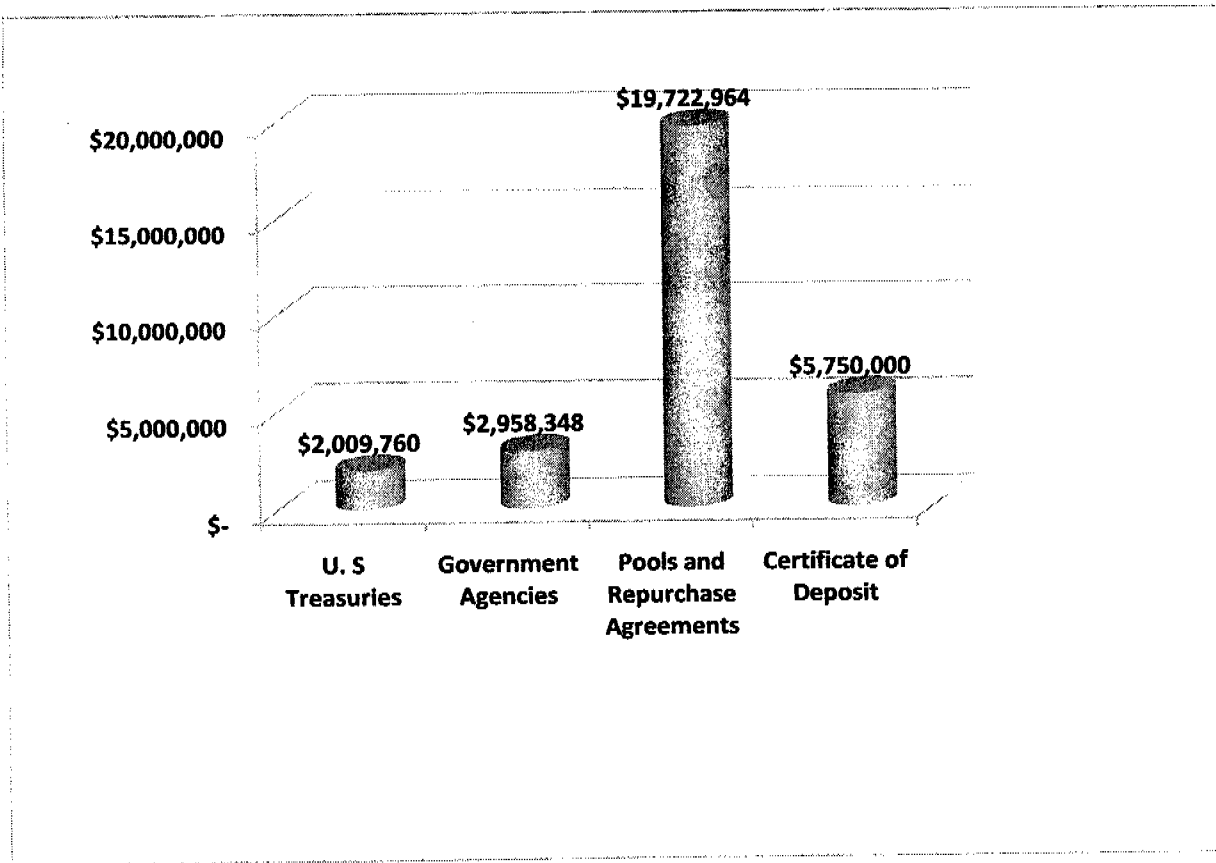
7/12/10
Date

GRAYSON COUNTY COLLEGE
 SCHEDULE OF INVESTMENTS
 FOR QUARTER ENDED MAY 31, 2010

Description	Type	Yield	Maturity	Cost Basis	FMV 2/28/2010	Calls/ Maturities	Sales/ Withdrawals	Additions/ Purchases	Changes in Market Value	FMV 05/31/10	Interest
											Accrued In Quarter
Unrestricted											
U. S. Treasury Notes	Treasury	2.34%	7/15/2010	2,059,688	2,028,760				(19,000)	2,009,760	19,375
Bank of Texas and Assoc.	CD	1.64%	10/11/2010	1,000,000	1,000,000					1,000,000	4,100
Bank of Texas and Assoc.	CD	1.64%	10/20/2010	750,000	750,000					750,000	3,075
Landmark Bank	CD	1.66%	2/28/2011	2,000,000	2,000,000					2,000,000	8,300
Landmark Bank	CD	1.47%	5/28/2010	1,000,000	1,000,000		1,000,000			-	3,675
Landmark Bank	CD	1.62%	1/28/2012	2,000,000	2,000,000					2,000,000	8,100
TexStar		0.18%	N/A	3,053,608	3,053,608				1,311	3,054,919	1,311
					11,832,368		1,000,000		(17,689)	10,814,679	47,936
Plant											
Federal Home Loan Bond	Agency	3.29%	8/13/2010	2,058,000	2,042,500				(23,740)	2,018,760	23,750
Federal Home Loan Bond	Agency	1.28%	8/16/2010	979,792	950,637				(11,049)	939,588	11,334
TexStar	Investment Pool	0.18%	N/A	2,157,380	2,157,380				927	2,158,307	927
					5,150,517				(33,862)	5,116,655	36,011
G. O. Proceeds											
Arney Bank	Money Market	0.10%	N/A	18,078,929	18,078,929		17,765,127		2,513	316,315	2,472
TexStar	Investment Pool	0.18%		842,483	842,483		1,652,231	15,000,000	3,171	14,193,423	3,172
				18,921,412	18,921,412		19,417,358	15,000,000	5,684	14,509,738	5,644
				\$ 35,904,297	\$ 35,904,297		\$ 20,417,358	\$ 15,000,000	\$ (45,867)	\$ 30,441,072	\$ 89,591

**GRAYSON COUNTY COLLEGE
TYPES OF INVESTMENTS
May 31, 2010**

	Fair Market Value at May 31, 2010	%	Weighted Average Yield
U. S Treasuries	\$ 2,009,760	6.60%	2.34%
Government Agencies	2,958,348	9.72%	2.81%
Pools and Repurchase Agreements	19,722,964	64.79%	0.18%
Certificate of Deposit	5,750,000	18.89%	1.64%
\$	30,441,072	100.00%	0.86%



**GRAYSON COUNTY COLLEGE
WEIGHTED AVERAGE MATURITY
May 31, 2010**

	Fair Market Value at May 31, 2010	Weighted Average Days to Maturity
Unrestricted	\$ 10,814,679	194
Plant	5,116,655	46
G. O. Proceeds	14,509,738	1
	<u>\$ 30,441,072</u>	<u>77</u>

**GRAYSON COUNTY COLLEGE
MATURITIES AND PURCHASES
FOR QUARTER ENDED MAY 31, 2010**

Matured:	<u>Yield</u>	<u>Maturity</u>	<u>Par</u>
Bank of Texas Certificates of Deposit	1.47%		\$ 1,000,000

Also, \$15,000,000 was transferred from Amegy Bank to TexStar for greater liquidity and a slightly higher yield.