

**GRAYSON COUNTY COLLEGE  
INVESTMENT REPORT FOR THE QUARTER ENDED AUGUST 31, 2009**

The attached investment report details the investments held by Grayson County College at August 31, 2009. 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 decreased from \$57,970,324 at the start of the quarter to \$50,254,360 at the end. The decrease primarily reflects the expenditure of funds for the major capital projects that are underway

The over-all yield of the portfolio was 2.00% at May 31, 2009. This compares to 2.06% at May 31, 2009 and 2.50% at August 31, 2008. The decrease in the yield reflects the over-all decline in short-term interest rates in the savings account, the investment pool and the repurchase agreement and the inability to replace fixed rate investments which matured or were called at the yields we had received earlier.

The weighted average maturity of the portfolio was 42 days, as compared with 58 days on May 31, 2009.

Looking ahead, the certificate of deposit for the General Obligation Bond issue, which yielded 2.93%, matured on September 1, 2009. We are using these funds each month, making liquidity essential. The yield on the money market account that replaced the certificate of deposit will be less than .50%. On a more positive note, our new depository agreement will pay .25% on all collected funds, replacing the repurchase agreement at Chase that had stopped earning interest.

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



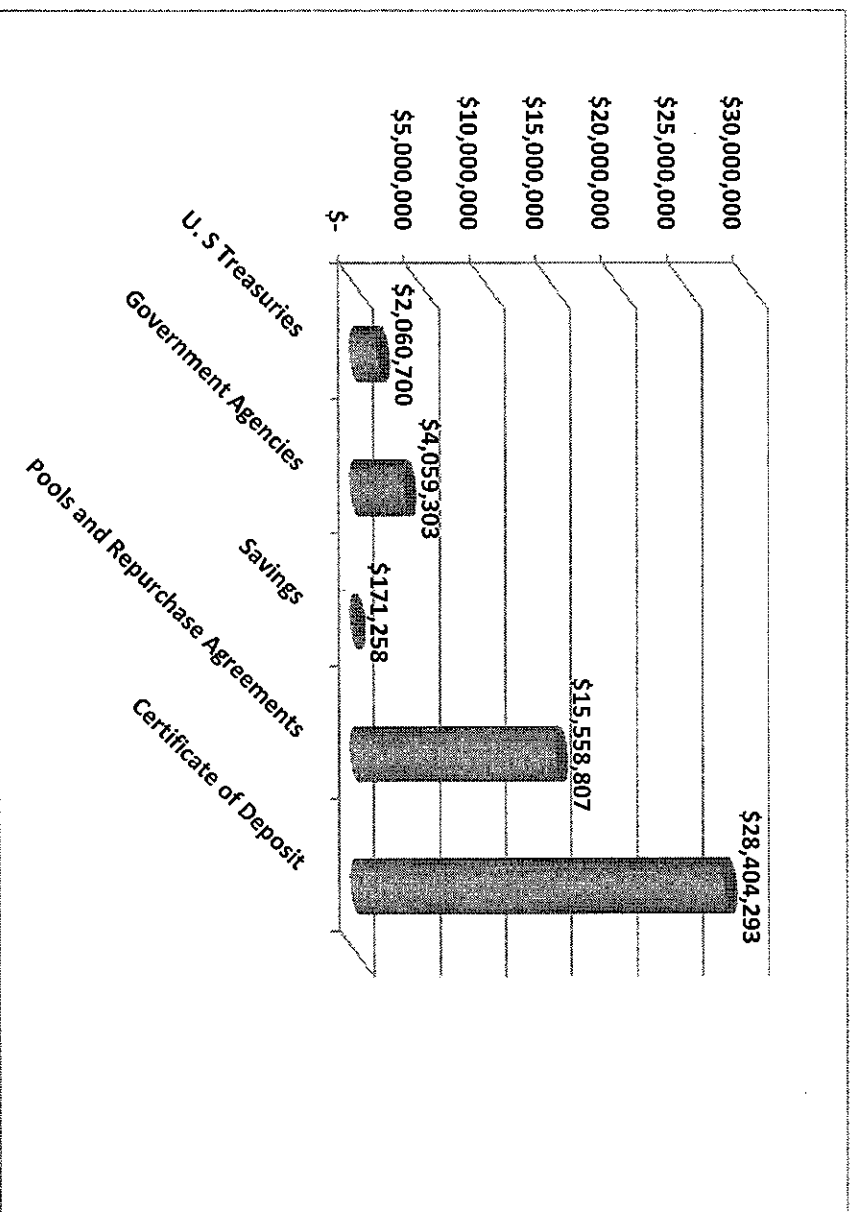
Giles Brown  
Investment Officer and  
VP for Business Services  
Grayson County College

October 12, 2009  
Date



**GRAYSON COUNTY COLLEGE  
TYPES OF INVESTMENTS  
August 31, 2009**

	Fair Market Value at August 31, 2009	%	Weighted Average Yield
U. S Treasuries	\$ 2,060,700	4.10%	2.34%
Government Agencies	4,059,303	8.08%	2.24%
Savings	171,258	0.34%	0.25%
Pools and Repurchase Agreements	15,558,807	30.96%	0.26%
Certificate of Deposit	28,404,293	56.52%	2.90%
	<u>\$ 50,254,360</u>	<u>100.00%</u>	<u>2.00%</u>



**GRAYSON COUNTY COLLEGE  
WEIGHTED AVERAGE MATURITY  
August 31, 2009**

	Fair Market Value at August 31, 2009	Weighted Average Days to Maturity
Unrestricted	\$ 12,655,592	67
Plant	6,941,099	176
G. O. Proceeds	29,734,356	1
Restricted	104,891	1
Auxiliary	596,936	1
Agency	221,487	1
	<u>\$ 50,254,360</u>	42

**GRAYSON COUNTY COLLEGE  
MATURITIES AND PURCHASES  
FOR QUARTER ENDED AUGUST 31, 2009**

A U. S Treasury Note with a \$2,000,000 par value and a yield of 2.11% matured in this quarter.

The certificate of deposit and the TexStar account that deal with the general obligation bond and were drawn down for outlays in the construction projects.