

**GRAYSON COUNTY COLLEGE
INVESTMENT REPORT FOR THE QUARTER ENDED NOVEMBER 30, 2008**

The attached investment report details the investments held by Grayson County College at November 30, 2008. The college was in compliance with its investment policy and with applicable state law at that date.

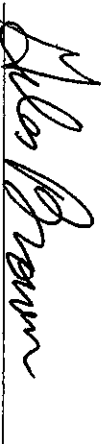
All the investments owned by Grayson County College are safe and values were stable throughout the quarter.

The total market value of the college's investments fell from \$61,481,391 at the start of the quarter to \$59,675,574 at the end. The decrease reflects the start of spending on the construction projects funded by the general obligation bond issues and the usual cash flow during the fourth quarter of a fiscal year.

The over-all yield of the portfolio was 2.33% at November 30, 2008. This compares to 2.50% at August 31, 2008 and 4.27% at November 30, 2007. 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. Three agency securities matured during the quarter with a combined par amount of \$2,500,000. Additionally, the college moved \$9,000,000 to the TexStar investment pool from the savings account and the repurchase agreement in order to achieve a slight increase in yield without a sacrifice of safety or liquidity.

Starting with this report, the calculation of the weighted average maturity reflects the fact that the college can withdraw funds from the flexible certificate of deposit twice a month. In the past the calculation was based on the final maturity of this instrument. Under the new basis, the weighted average maturity of the portfolio was 59 days as on November 30, 2008 and 66 days as of August 31, 2008.

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

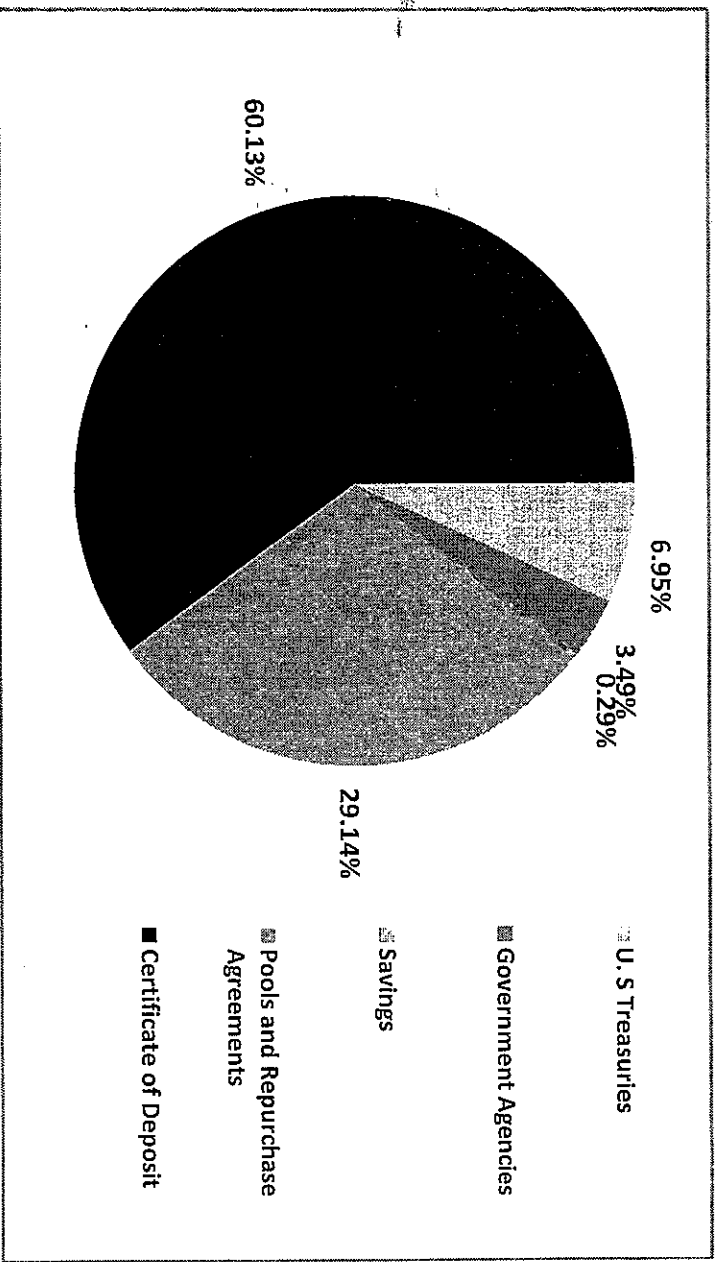
6/12/09
Date

GRAYSON COUNTY COLLEGE
 SCHEDULE OF INVESTMENTS
 FOR QUARTER ENDED NOVEMBER 30, 2008

Description	Investment Type	Yield	Maturity	Cost Basis	FMV 8/31/2008	Calls/Maturities	Sales/Withdrawals	Additions/Purchases	Changes in Market Value	FMV 11/30/08
U. S. Treasury Notes	Treasury	2.34%	7/15/2010	2,059,688	2,059,060	-	-	-	39,220	2,098,280
U. S. Treasury Notes	Treasury	2.11%	6/30/2009	2,051,875	2,043,900	1,001,560	-	-	4,700	2,048,600
Federal Farm Credit	Agency	4.48%	10/10/2008	997,813	1,001,560	-	-	-	-	-
Repurchase Agreement	Repurchase Agreements	1.07%	-	-	-	-	-	179,611	-	179,611
TexStar	TexStar	1.57%	-	-	-	-	-	6,002,830	-	6,002,830
Savings Account	Savings	1.08%	N/A	5,154,587	4,983,749	-	4,983,749	-	-	170,838
Auxiliary	Agency	3.87%	9/5/2008	486,582	499,800	499,800	-	-	-	-
Federal National Mortgage	Agency	1.57%	-	-	-	-	-	1,000,472	-	1,000,472
Repurchase Agreement	Repurchase Agreements	1.07%	N/A	542,476	477,320	-	477,320	-	-	65,156
Restricted	Repurchase Agreement	1.07%	-	134,855	123,047	-	123,047	-	-	11,808
Plant	Agency	3.29%	8/13/2010	2,058,000	2,061,260	1,000,940	-	-	20,620	2,081,880
Federal Home Loan Bond	Agency	4.01%	9/26/2008	1,001,719	1,000,940	1,000,940	-	-	-	-
Federal Home Loan Bond	Agency	1.07%	N/A	2,342,964	1,911,413	-	-	-	-	431,551
Repurchase Agreement	Repurchase Agreements	1.57%	N/A	2,135,195	2,011,841	-	-	2,011,841	-	4,147,036
Agency	Repurchase Agreements	1.07%	-	7,540,359	1,000,940	1,911,413	-	2,011,841	20,620	6,660,467
Agency	Repurchase Agreements	1.07%	N/A	392,535	391,968	-	-	-	-	567
G. O. Proceeds	Certificate of Deposit	2.93%	9/1/2009	35,670,437	35,670,437	-	-	214,957	-	35,885,394
Amegy Bank	Investment Pool	1.57%	-	6,441,822	890,271	890,271	-	-	-	5,551,551
TexStar	Investment Pool	1.57%	-	42,112,259	890,271	-	890,271	214,957	-	41,436,945
<hr/> \$ 61,481,391 \$ 2,502,300 \$ 8,777,768 \$ 9,409,711 \$ 64,540 \$ 59,675,574										

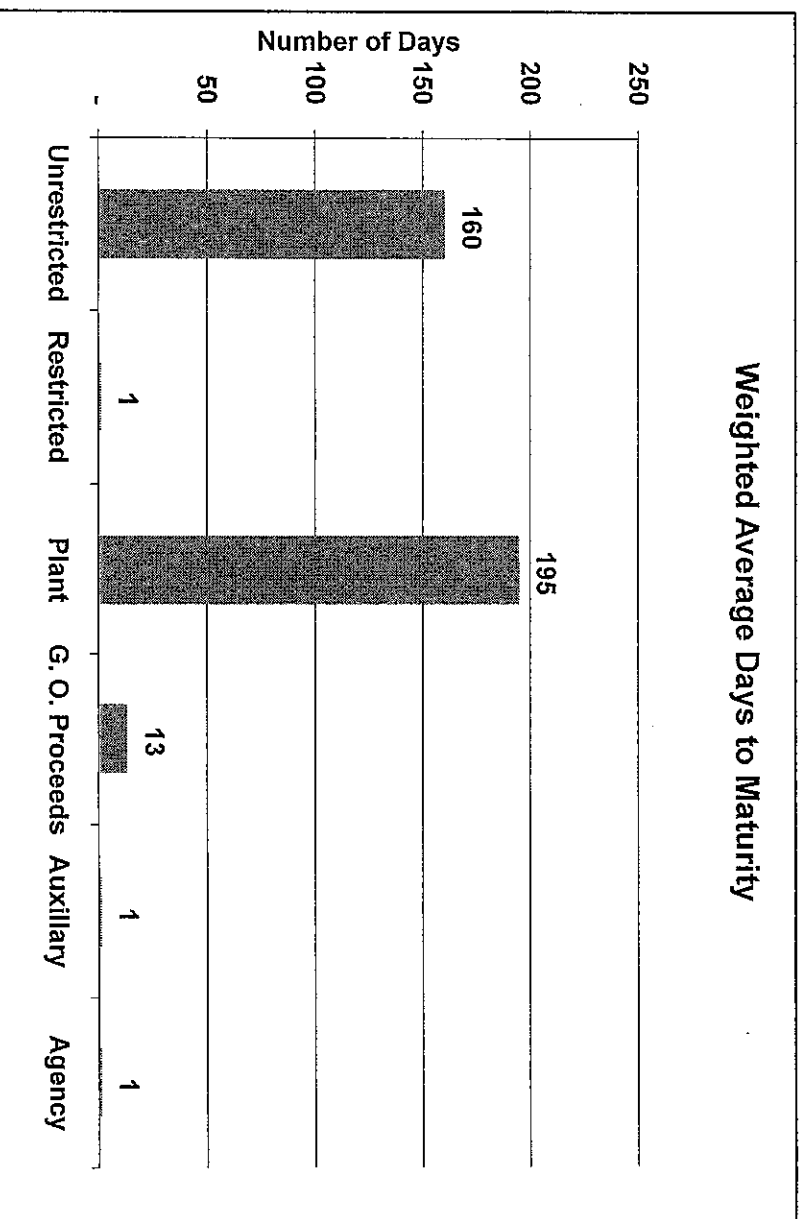
GRAYSON COUNTY COLLEGE
TYPES OF INVESTMENTS
 November 30, 2008

	Fair Market Value at November 30, 2008	%	Weighted Average Yield
U. S Treasuries	\$ 4,146,880	6.95%	2.23%
Government Agencies	2,081,880	3.49%	3.29%
Savings	170,838	0.29%	1.08%
Pools and Repurchase Agreements	17,390,582	29.14%	1.55%
Certificate of Deposit	35,885,394	60.13%	2.93%
	<u>\$ 59,675,574</u>		2.33%



GRAYSON COUNTY COLLEGE
WEIGHTED AVERAGE MATURITY
 November 30, 2008

	Fair Market Value at November 30, 2008	Weighted Average Days to Maturity
Unrestricted	\$ 10,500,159	160
Restricted	11,808	1
Plant	6,660,467	195
G. O. Proceeds	41,436,945	13
Auxiliary	1,065,628	1
Agency	567	1
	<u>\$ 59,675,574</u>	59



**GRAYSON COUNTY COLLEGE
MATURITIES AND PURCHASES**

<u>Maturities</u>	<u>Yield</u>	<u>Maturity</u>	<u>Par Value</u>
Federal Farm Credit	4.48%	10/10/2008	\$ 1,000,000
Federal National Mortgage	3.87%	9/5/2008	500,000
Federal Home Loan	4.01%	9/26/2008	1,000,000
			<hr/> \$ 2,500,000
<u>Withdrawal</u>	<u>Yield</u>	<u>Maturity</u>	<u>Par Value</u>
Savings	1.08%	N/A	\$ 5,000,000
<u>Purchases</u>	<u>Yield</u>	<u>Maturity</u>	<u>Purchase Price</u>
TexStar Deposit	1.57%	N/A	\$ 9,000,000

ALLOCATION OF REPO

1	23.00%
2	8.35%
4&5	1.51%
6	11.79%
7	55.27%
9	0.07%
	<u>100.00%</u>

Fund

780,777	780,777
780,777	780,777
780,777	780,777
780,777	780,777
780,777	780,777
780,777	780,777
179,611	780,777
65,156	
11,808	
92,084	
431,551	
567	
<u>780,777</u>	

TexStar Allocation

	8/31/2008	11/18/08 Deposit	Amount	11/30/08 Pre Interest
Unrestricted		Source		
		From Savings Account	5,000,000	
		Maturity of Farm Credit Oct 10	1,000,000	
			<u>6,000,000</u>	6,000,000
Auxiliary		Maturity of Fed Natl Mort Sept 5 Repo	500,000	
			<u>500,000</u>	
			1,000,000	1,000,000
Plant	2,135,195	Maturity of Home Loan Sept 26 Repo	1,000,000	
			<u>1,000,000</u>	
			2,000,000	4,135,195
		Interest Allocation		
		Unrestricted - 11 days		2,830
		Auxiliary - 11 days		472
		Plant - Remainder		11,841
		Total Interest for Quarter		<u>15,142</u>
		November 30 Balance		11,150,337