

GRAYSON COUNTY COLLEGE
INVESTMENT REPORT FOR THE QUARTER ENDED MAY 31, 2008

The attached investment report details the investments held by Grayson County College at May 31, 2008. The college was in compliance with its investment policy and with applicable state law at that date.

The total amount invested fell from \$65,450,604 at the start of the quarter to \$63,511,447 at the end. This reflects the normal cash flow for this segment of the fiscal year.

The over-all yield of the portfolio was 2.70% at May 31, 2008. This compares to 3.02% at February 29, 2008 and 4.83% at May 31, 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, and one was called by the issuer. These fixed rate securities had a total par value of \$4,500,000.

Consequently, the weighted average maturity of the portfolio declined from 331 days at February 29 to 268 at May 31. This calculation is based on the eventual final maturity of the flexible certificate of deposit for the bond proceeds and does not reflect the college's ability to withdraw funds from this account as needed from September 1, 2008 on.

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

7/1/08
Date

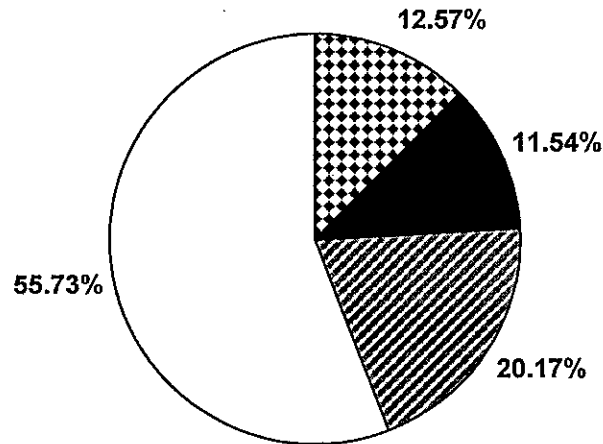
GRAYSON COUNTY COLLEGE
SCHEDULE OF INVESTMENTS
FOR QUARTER ENDED MAY 31, 2008

<u>Description</u>	<u>Investment Type</u>	<u>Yield</u>	<u>Maturity</u>	<u>Cost Basis</u>	<u>FMV 2/29/2008</u>	<u>Calls/ Maturities</u>	<u>Sales/ Withdrawals</u>	<u>Additions/ Purchases</u>	<u>Changes in Market Value</u>	<u>FMV 05/31/08</u>
<u>Unrestricted</u>										
Federal Home Loan MC	Agency	3.00%	7/22/2008	492,500	500,495	-	-	-	(30)	500,465
Federal Home Loan MC	Agency	4.00%	10/21/2009	500,000	501,075	(501,075)	-	-	-	-
Federal Home Loan Bond	Agency	3.30%	4/28/2008	500,000	500,470	(500,470)	-	-	-	-
Federal Farm Credit	Agency	4.48%	10/10/2008	997,813	1,010,000	-	-	-	(3,120)	1,006,880
Repurchase Agreement	Repurchase Agreements	1.48%			1,231,435	-	-	265,978	-	1,497,413
Savings Account	Savings	1.69%	N/A		7,290,065	-	-	36,283	-	7,326,348
					11,033,540	(1,001,545)	-	302,261	(3,150)	10,331,106
<u>Auxiliary</u>										
Federal National Mortgage	Agency	3.87%	9/5/2008	486,582	493,800	-	-	-	3,250	497,050
Repurchase Agreement	Repurchase Agreements	1.48%	N/A		720,437	-	-	(199,003)	-	521,434
					1,214,237	-	-	(199,003)	3,250	1,018,484
<u>Restricted</u>										
Repurchase Agreement	Repurchase Agreements	1.48%			1,264,065	-	-	(1,112,124)	-	151,941
<u>Plant</u>										
Federal National Mortgage	Agency	4.33%	4/23/2008	1,470,740	1,494,000	(1,494,000)	-	-	-	-
Federal Home Loan Bond	Agency	4.01%	9/26/2008	1,001,719	1,009,060	-	-	-	(3,120)	1,005,940
Repurchase Agreement	Repurchase Agreements	1.48%	N/A		1,623,615	-	-	2,011,369	-	3,634,984
TexStar	Investment Pool	2.22%	N/A		2,109,741	-	-	13,577	-	2,123,318
					6,236,416	(1,494,000)	-	2,024,946	(3,120)	6,764,242
<u>Agency</u>										
Repurchase Agreement	Repurchase Agreements	1.48%	N/A		749,112	-	-	(373,685)	-	375,427
<u>G. O. Proceeds</u>										
Federal National Mortgage	Agency	4.14%	5/16/2008	1,967,170	1,988,800	(1,988,800)	-	-	-	-
Federal Home Loan Bank Disc.	Agency	3.95%	8/29/2008	4,867,000	4,938,500	-	-	-	34,500	4,973,000
Amegy Bank	Certificate of Deposit	2.93%	9/1/2009		35,140,000	-	-	254,312	-	35,394,312
TexStar	Investment Pool	2.22%			2,885,934	-	-	1,617,001	-	4,502,935
					44,933,234	(1,988,800)	-	1,871,313	34,500	44,870,247
					\$ 65,450,604	\$ (4,484,345)	\$ -	\$ 2,513,708	\$ 31,480	\$ 63,511,447

**GRAYSON COUNTY COLLEGE
TYPES OF INVESTMENTS
May 31, 2008**

	Fair Market Value at May 31, 2008	Weighted Average Yield
Government Agencies	\$ 7,983,335	3.96%
Savings	7,326,348	1.69%
Pools and Repurchase Agreements	12,807,452	1.86%
Certificate of Deposit	35,394,312	2.93%
	<u>\$ 63,511,447</u>	2.70%

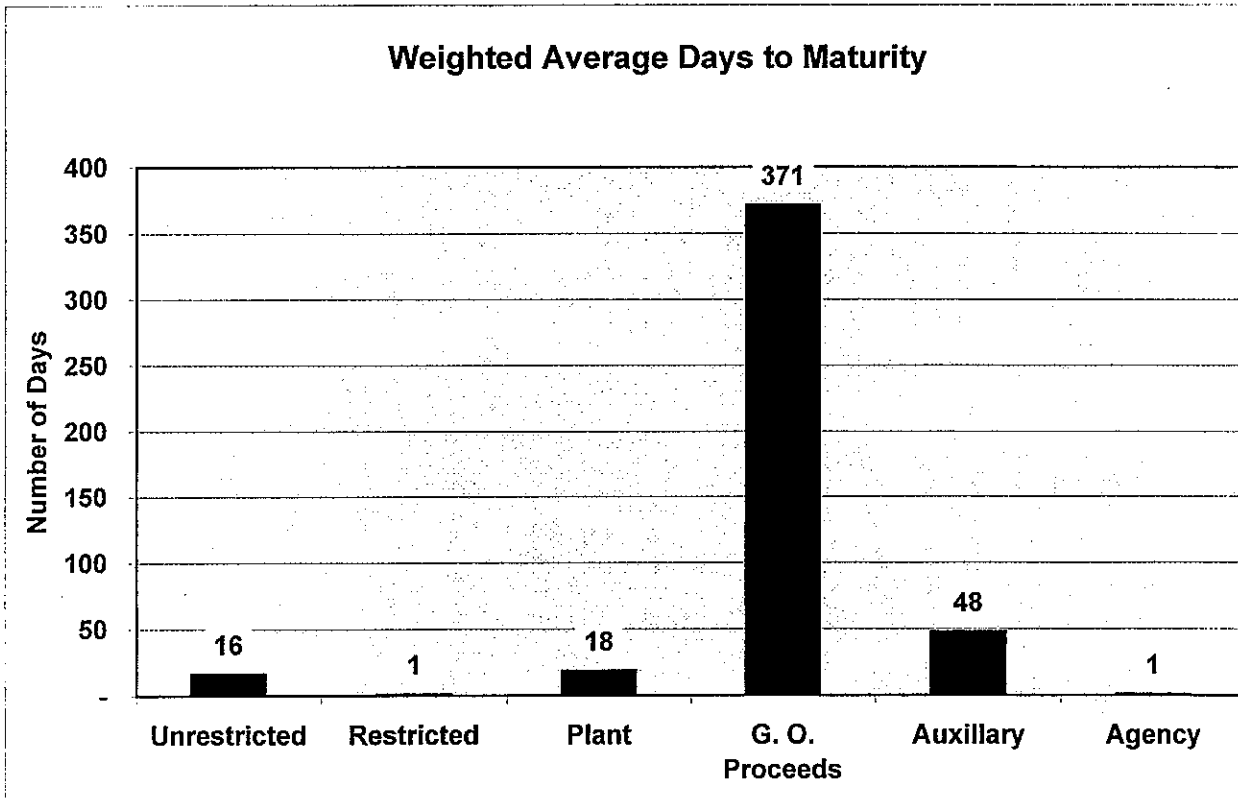
Fair Market Value of Investments by Type



Government Agencies
 Savings
 Pools and Repurchase Agreements
 Certificate of Deposit

**GRAYSON COUNTY COLLEGE
WEIGHTED AVERAGE MATURITY
May 31, 2008**

	Fair Market Value at May 31, 2008	Weighted Average Days to Maturity
Unrestricted	\$ 10,331,106	16
Restricted	151,941	1
Plant	6,764,242	18
G. O. Proceeds	44,870,247	371
Auxillary	1,018,484	48
Agency	375,427	1
	\$ 63,511,447	268



**GRAYSON COUNTY COLLEGE
MATURITIES AND PURCHASES**

<u>Maturities</u>		<u>Yield</u>	<u>Maturity</u>	<u>Par Value</u>
Federal Home Loan	Called	4.00%	10/21/2009	\$ 500,000
Federal Home Loan		3.30%	4/28/2008	500,000
Federal National Mortgage		4.33%	4/23/2008	1,500,000
Federal National Mortgage		4.14%	5/16/2008	2,000,000
				\$ 4,500,000

<u>Purchases/Deposits (other than interest earnings)</u>	<u>Yield</u>	<u>Maturity</u>	<u>Purchase Price</u>
Tex-Star (Net)	2.20%	N/A	\$ 1,598,246

<u>Repurchase Agreement</u>	<u>Yield</u>	<u>Maturity</u>	<u>Increase</u>
Net Increase	1.48%	N/A	\$ 592,536