

McLENNAN COMMUNITY COLLEGE
QUARTERLY INVESTMENT REPORT
MARCH 1, 2016 - MAY 31, 2016

Investment Portfolio

During the third quarter of the fiscal year McLennan Community College had funds invested in Lone Star Investment Pool, Texas TERM, TexPool, one CD, one Federal Home Loan agency note, and one Treasury Bill. Accrued interest of \$23,255 was recorded for the CD, agency note, and Treasury bill. As of May 31, 2016, the investments' total book value was \$20,909,410 and categorized as follows:

| | % of Total | Book Value |
|---------------------------|------------|------------|
| Lone Star Investment Pool | 0.001% | 278 |
| Texas Term Daily | 0.04% | 8,350 |
| TexPool | 3.52% | 736,675 |
| CD | 1.81% | 378,979 |
| FHLB Agency note | 28.72% | 6,004,160 |
| Treasury Bill | 65.91% | 13,780,968 |

Summary Statement of Funds

General Operating Fund

| | |
|---------------------------------------|--------------|
| Market Value 3/1/2016 | \$19,435,116 |
| Withdrawals | (4,390,858) |
| Additions and changes to market value | 551,107 |
| Accrued quarterly interest | 18,727 |
| Market Value 5/31/2016 | \$15,614,092 |

Series 2005 Bond Interest & Sinking Fund

| | |
|---------------------------------------|-------------|
| Market Value 3/1/2016 | \$2,046,620 |
| Withdrawals | 0 |
| Additions and changes to market value | 62,618 |
| Accrued quarterly interest | 1,640 |
| Market Value 5/31/2016 | \$2,110,878 |

Series 2007 Bond Interest & Sinking Fund

| | |
|---------------------------------------|-------------|
| Market Value 3/1/2016 | \$3,806,074 |
| Withdrawals | (750,000) |
| Additions and changes to market value | 148,733 |
| Accrued quarterly interest | 2,888 |
| Market Value 5/31/2016 | \$3,207,695 |

DEFINITIONS:

Book Value--The amount at which an investment is reported on the balance sheet.

Market Value--Estimate of worth of each security based on market conditions. Estimates are provided by a broker or pool.

COMPLIANCE STATEMENT

The investment portfolio presented in these reports is in compliance with generally accepted accounting principles, the Public Funds Investment Act, and the McLennan Community College investment strategy and policy as approved by the McLennan Community College Board of Trustees on August 17, 2015.

Investment Committee

Gene Gooch

Gene Gooch

Vice President, Finance & Administration

Terry Lechler

Terry Lechler

Director, Financial Services

Stan Mitchell

Stan Mitchell

Faculty Representative/Investment Officer

Connie Wedemeyer

Connie Wedemeyer

Faculty Representative/Investment Officer

PORTFOLIO ANALYSIS

General Operating Fund

Investment Type: Pools

| Description | Maturity | Market Value | | Book Value | |
|------------------|----------|--------------|-----------|------------|-----------|
| | | 3/1/2016 | 5/31/2016 | 3/1/2016 | 5/31/2016 |
| TexPool | N/A | 391 | 160,630 | 391 | 160,630 |
| Lone Star | N/A | 278 | 278 | 278 | 278 |
| Texas Term Daily | N/A | 8,340 | 8,350 | 8,340 | 8,350 |
| Total Pools | | 9,009 | 169,258 | 9,009 | 169,258 |

Other Investments

| Description | Maturity | Market Value | | Book Value | | Total Accrued Interest |
|-------------------------|-----------|--------------|--------------|--------------|--------------|---------------------------|
| | | 3/1/2016 | 5/31/2016 | 3/1/2016 | 5/31/2016 | |
| CD .25% | 8/4/2016 | 378,979 | 378,979 | 378,979 | 378,979 | 304 |
| FHLB Agency .31% | 6/24/2016 | 10,006,933 | 6,004,160 | 10,006,933 | 6,004,160 | 9,782 |
| Treasury Bill .32% | 8/11/2016 | 9,040,195 | 9,042,968 | 9,040,195 | 9,042,968 | 8,641 |
| Total Other Investments | | 19,426,107 | 15,426,107 | 19,426,107 | 15,426,107 | 18,727 |
| GENERAL FUND TOTAL | | \$19,435,116 | \$15,595,365 | \$19,435,116 | \$15,595,365 | \$18,727 |

Investment Type: Pools, Other

Series 2005 Bond Interest & Sinking Fund

| Description | Maturity | Market Value | | Book Value | | Total Accrued Interest |
|-----------------------------|-----------|------------------|------------------|------------------|------------------|---------------------------|
| | | 3/1/2016 | 5/31/2016 | 3/1/2016 | 5/31/2016 | |
| Treasury Bill .32% | 8/11/2016 | 1,716,000 | 1,716,000 | 1,716,000 | 1,716,000 | 1,640 |
| Tex-Pool | N/A | 330,620 | 393,238 | 330,620 | 393,238 | |
| I & S FUND TOTAL | | 2,046,620 | 2,109,238 | 2,046,620 | 2,109,238 | \$1,640 |

Series 2007 Bond Interest & Sinking Fund

Investment Type: Pools, Other

| Description | Maturity | Market Value | | Book Value | | Total Accrued Interest |
|-----------------------------|-----------|------------------|------------------|------------------|------------------|---------------------------|
| | | 3/1/2015 | 5/31/2015 | 3/1/2015 | 5/31/2015 | |
| Treasury Bill .32% | 8/11/2016 | 3,022,000 | 3,022,000 | 3,022,000 | 3,022,000 | 2,888 |
| Tex-Pool | N/A | 784,074 | 182,807 | 784,074 | 182,807 | |
| I & S FUND TOTAL | | 3,806,074 | 3,204,807 | 3,806,074 | 3,204,807 | \$2,888 |

| | | | | | |
|--------------------|---------------------|---------------------|---------------------|---------------------|-----------------|
| GRAND TOTAL | \$25,287,810 | \$20,909,410 | \$25,287,810 | \$20,909,410 | \$23,255 |
|--------------------|---------------------|---------------------|---------------------|---------------------|-----------------|

Pool Interest Rates

| | Lone Star | TexPool | Texas Term |
|-------|-----------|---------|------------|
| March | 0.48% | 0.32% | 0.41% |
| April | 0.50% | 0.34% | 0.42% |
| May | 0.52% | 0.34% | 0.43% |

Comparable CD Rates
(American Bank)

| | 3-month | 6-month | 1-year |
|-------|---------|---------|--------|
| March | 0.25% | 0.25% | 0.50% |
| April | 0.25% | 0.25% | 0.50% |
| May | 0.25% | 0.25% | 0.50% |