

For any inquiries regarding the College's investments please contact:

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Investment Position of the Entity as of February 28, 2009

Type of Deposit at Texas State Bank	Fund	MM/CD No.	Maturity Date	Interest Rate	Beginning Market Value December 1, 2008	Principal Additions & (Deductions)	Interest Earned	Ending Market Value February 28, 2009
Certificate of Deposit	Operating	2432022	03/01/09	2.13%	\$ 41,451,648.93	\$ 4,000,000.00	\$ 218,473.05	\$ 45,670,121.98
Certificate of Deposit	Endowment	2286837	09/01/09	2.36%	15,175.57	(90.65)	83.83	15,168.75
Certificate of Deposit	Endowment - Futuro Brillante	3068370	09/01/09	2.36%	201,460.80	-	1,065.81	202,526.61
Certificate of Deposit	Construction - E&G Transfer	2495400	03/01/09	2.13%	20,606,550.57	2,500,000.00	106,991.27	23,213,541.84
Certificate of Deposit	Construction - E&G Transfer	3834135	05/31/09	1.04%	3,251,075.43	-	19,654.02	3,270,729.45
Total Investments at February 28, 2009					\$ 65,525,911.30	\$ 6,499,909.35	\$ 346,267.98	\$ 72,372,088.63

The difference between the beginning and ending market value is a result of accrued and earned interest and transfers to or from money market bank accounts.

Interest Earned - December 1, 2008 through February 28, 2009

Type of Deposit at Texas State Bank	Fund	MM/CD No.	Interest Earned *			December 1, 2008 through February 28, 2009
			December	January	February	
Certificate of Deposit	Operating	2432022	\$ 71,884.68	\$ 74,568.06	\$ 72,020.31	\$ 218,473.05
Certificate of Deposit	Endowment	2286837	26.07	30.35	27.41	83.83
Certificate of Deposit	Endowment - Futuro Brillante	3068370	326.82	373.67	365.32	1,065.81
Certificate of Deposit	Construction - E&G Transfer	2495400	31,699.85	37,069.48	38,221.94	106,991.27
Certificate of Deposit	Construction - E&G Transfer	3834135	8,707.95	8,341.73	2,604.34	19,654.02
Total Interest Earned - December 1, 2008 through February 28, 2009			\$ 112,645.37	\$ 120,383.29	\$ 113,239.32	\$ 346,267.98

*Includes Accrued Interest

The depository funds at BBVA Compass Bank are collateralized by the following securities:

Security Type	Cusip No.	Coupon Rate	Maturity Date	Par	Book Value	Fair Value	Standard & Poor's	Moody's Investors
					February 28, 2009	February 28, 2009	Ratings Services	Services, Inc.
							Rating	Rating
FHLMC (1 X CALL 12/16/05)	3128X2HT5	4.500%	12/16/10	\$ 1,000,000.00	\$ 1,000,000.00	\$ 1,049,760.00	AAA	Aaa
FHLMC (1 X CALL 2/24/06)	3128X2ZQ1	4.125%	02/24/11	2,650,000.00	2,650,000.00	2,775,027.00	AAA	Aaa
FHLMC	3128X35R0	4.375%	03/01/10	1,000,000.00	1,000,000.00	1,029,930.00	AAA	Aaa
FHLMC (1 X CALL 10/27/06)	3128X3F32	5.000%	10/27/14	1,000,000.00	1,000,000.00	1,097,530.00	AAA	Aaa
FHLMC (1 X CALL 10/27/06)	3128X3F32	5.000%	10/27/14	700,000.00	700,000.00	768,271.00	AAA	Aaa
FHLMC (1 X CALL 10/27/06)	3128X3F32	5.000%	10/27/14	620,000.00	620,000.00	680,468.60	AAA	Aaa
FHLMC (1 X CALL 9/22/06)	3128X3WY5	4.000%	09/22/09	2,500,000.00	2,500,000.00	2,542,150.00	AAA	Aaa
FHLMC (1 X CALL 9/22/06)	3128X3WY5	4.000%	09/22/09	9,000,000.00	9,000,000.00	9,151,740.00	AAA	Aaa
FHLMC (1 X CALL 9/22/06)	3128X3WY5	4.000%	09/22/09	3,000,000.00	3,000,000.00	3,050,580.00	AAA	Aaa
FFCB	31331VG Y6	4.950%	04/25/11	875,000.00	875,000.00	935,523.75	AAA	Aaa
FHLB	3133MBA6	7.625%	05/14/10	900,000.00	900,000.00	966,996.00	AAA	Aaa
FHLB	3133XDTB7	4.875%	12/14/12	20,000,000.00	20,000,000.00	21,830,800.00	AAA	Aaa
FHLB	3133XDTB7	4.875%	12/14/12	3,000,000.00	3,000,000.00	3,274,620.00	AAA	Aaa
FHLB	3133XDTB7	4.875%	12/14/12	2,000,000.00	2,000,000.00	2,183,080.00	AAA	Aaa
FHLB	3133XDTB7	4.875%	12/14/12	1,100,000.00	1,100,000.00	1,200,694.00	AAA	Aaa
FHLB	3133XDTB7	4.875%	12/14/12	2,000,000.00	2,000,000.00	2,183,080.00	AAA	Aaa
FHLB	3133XDTB7	4.875%	12/14/12	7,500,000.00	7,500,000.00	8,186,550.00	AAA	Aaa
FHLB	3133XH7E6	5.000%	10/02/09	2,000,000.00	2,000,000.00	2,046,660.00	AAA	Aaa
FHLB	3133XH7E6	5.000%	10/02/09	750,000.00	750,000.00	767,497.50	AAA	Aaa
FHLB	3133XBTH8	4.250%	06/11/10	1,200,000.00	1,200,000.00	1,242,960.00	AAA	Aaa
FHLB	3133XBTH8	4.250%	06/11/10	805,000.00	805,000.00	833,819.00	AAA	Aaa
FHLB	3133XL6B4	5.125%	06/04/09	4,900,000.00	4,900,000.00	4,956,497.00	AAA	Aaa
FHLMC	3134A4VB7	4.125%	07/12/10	1,500,000.00	1,500,000.00	1,558,230.00	AAA	Aaa
FHLMC	3134A4FM1	6.000%	06/15/11	2,500,000.00	2,500,000.00	2,734,400.00	AAA	Aaa
FHLMC	3134A4HF74	5.500%	09/15/11	5,000,000.00	5,000,000.00	5,484,200.00	AAA	Aaa
FNMA	31359MJH7	6.000%	05/15/11	6,500,000.00	6,500,000.00	7,113,210.00	AAA	Aaa
FNMA	31359MJH7	6.000%	05/15/11	3,000,000.00	3,000,000.00	3,283,020.00	AAA	Aaa
FNMA (NON-CALLABLE)	31359MVE0	4.250%	05/15/09	3,000,000.00	3,000,000.00	3,021,270.00	AAA	Aaa
FNMA (CALLABLE 5/19/09)	3136F7B48	5.625%	05/19/11	5,000,000.00	5,000,000.00	5,039,250.00	AAA	Aaa
FNMA (CALLABLE 5/19/09)	3136F7B48	5.625%	05/19/11	5,000,000.00	5,000,000.00	5,039,250.00	AAA	Aaa
FHLMC	3137EAA B5	5.125%	04/18/11	6,000,000.00	6,000,000.00	6,435,720.00	AAA	Aaa
HARRIS CNTY TEX MU	413952EK4	4.000%	06/01/20	700,000.00	700,000.00	708,351.00	AAA	Aa3
HUNTINGTON TEXAS ISD G/O	446726FZ9	4.200%	02/15/21	400,000.00	400,000.00	400,112.00	NR	Aaa
RICEWOOD TX MUN UTIL DIST G/C 762872GP8		4.000%	09/01/19	201,000.00	201,000.00	197,868.42	A	Baa1
TULOSO MIDWAY TX ISD	899474JP6	3.750%	02/15/19	1,150,000.00	1,150,000.00	1,164,168.00	AAA	Aaa
WALLER TX ISD	932493BL2	4.000%	02/15/18	1,260,000.00	1,260,000.00	1,305,624.60	NR	Aaa
FHLMC	3134A35H5	6.875%	09/15/10	2,600,000.00	2,600,000.00	2,796,794.00	AAA	Aaa
FDIC - Money Market Accts					250,000.00	250,000.00		
FDIC - Certificate of Deposits					250,000.00	250,000.00		
Total Collateralized Securities as of February 28, 2009				\$ 112,311,000.00	\$ 112,811,000.00	\$ 119,535,701.87		

Money Market Accounts	\$ 37,477,667.16
Certificates of Deposit	72,372,088.63
Total Bank Accounts Balances	<u>\$ 109,849,755.79</u>
Average CD Interest Rate	2.00%
102% Collateralized Required	<u>\$ 112,046,750.91</u>

The College's investments are in compliance with:

- (A) the investment strategy expressed in the College investment policy; and
- (B) relevant provisions of Chapter 2256 of the Public Funds Investment Act.

The primary objective of all investments activity is the preservation of capital and the safety of principal in the overall portfolio in accordance with STC's Board approved Investment Policy. The depository bank paid the College the highest rate of interest possible at the time of investment and in accordance with the depository bank contract.

Diana Pena, Vice President for Finance and Administrative Services

March 3, 2009
Date

Maria G. Elizondo, CPA, Comptroller

March 3, 2009
Date

Dr. Alejo Salinas, Board of Trustees, Designated Investment Officer

March 3, 2009
Date