


TO: Board of Trustees
Kilgore College

DATE: August 11, 2006
RE: Investment Reporting

The attached Statement of Investment Assets as of May 31, 2006 along with the corresponding Schedule of Short Term Investments as of May 31, 2006 has been prepared in accordance with Texas Government Code, Section 2256.023 and the Higher Education Investment Reporting Requirements issued by the State Auditor's Office. Inquiries related to this report may be directed to:

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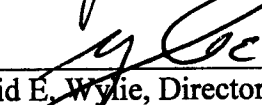
The investments are held in compliance with the Kilgore College investment strategy to manage and invest funds with the following objectives listed in order of their priority: safety, suitability, liquidity, diversity and yield.



William M. Holda, President



Duane J. McNaney, Vice-President of Administrative Services



David E. Wylie, Director of Development

Kilgore College
Statement of Investment Assets

Investment Type	Book Value			Market Value		
	February 28, 2006 Book Value	Change in Book Value	May 31, 2006 Book Value	February 28, 2006 Market Value	Change in Market Value	May 31, 2006 Market Value
Equity Securities						
U.S. Common Stocks						
Wal-Mart Stores, Inc.	108,250.00	0.00	108,250.00	97,120.00	(780.00)	96,340.00
Devon Energy Corporation	<u>11,634.00</u>	<u>0.00</u>	<u>11,634.00</u>	<u>16,133.60</u>	<u>56.28</u>	<u>16,189.88</u>
Total Equity Securities	119,884.00	0.00	119,884.00	113,253.60	(723.72)	112,529.88
Other Investments						
Total Other Investments	0.00	0.00	0.00	0.00	0.00	0.00
Debt Investments > 1 year						
Total Debt Investments > 1 year	0.00	0.00	0.00	0.00	0.00	0.00
Short Term Investments*						
Certificate of Deposits	4,592,634.91	11,533.91	4,604,168.82	4,592,634.91	11,533.91	4,604,168.82
TexPool	3,459,544.79	85,574.34	3,545,119.13	3,459,544.79	85,574.34	3,545,119.13
Bank Deposits	<u>4,255,832.92</u>	<u>1,388,117.39</u>	<u>5,643,950.31</u>	<u>4,255,832.92</u>	<u>1,388,117.39</u>	<u>5,643,950.31</u>
Total Short Term Investments	12,308,012.62	1,485,225.64	13,793,238.26	12,308,012.62	1,485,225.64	13,793,238.26
TOTAL INVESTMENTS	<u>12,427,896.62</u>	<u>1,485,225.64</u>	<u>13,913,122.26</u>	<u>12,421,266.22</u>	<u>1,484,501.92</u>	<u>13,905,768.14</u>

Kilgore College does not employ outside investment advisors or managers and does not have soft dollar arrangements.
The market value of the Kilgore College Foundation trust as of May 31, 2006 was \$2,209,051.82.

KILGORE COLLEGE
SCHEDULE OF SHORT-TERM INVESTMENTS
At May 31, 2006

FUND	Maturity Date	Rate	Operating	Auxiliary	Restricted	Endowment	Plant Reserve	Bond Reserve	Agency	Accrued Interest	Totals
Certificates of Deposit											
Rangerette Forever (91 day)	8/7/06	4.79%							52,887.28	180.45	
Rangerette Fund (91 day)	8/7/06	4.79%							27,570.63	83.22	
ETOM (91 day)	8/11/06	4.99%		436,396.20						1,133.55	
Bond Reserve (91 day)	7/18/06	4.85%						435,000.00		2,832.27	
KC Rangerette & Ranger Band (91 day)	8/14/06	4.99%							127,148.46	2,016.40	
Endowed Scholarship (91 day)	8/23/06	4.96%				3,500,000.00				18,920.36	4,579,002.57
Total Certificates of Deposit			0.00	436,396.20	0.00	3,500,000.00	0.00	435,000.00	207,606.37	25,166.25	4,604,168.82
TexPool		4.90%	3,530,582.47							14,536.66	3,545,119.13
Bank Deposits		4.65%	3,519,161.57	315,222.40	(807,329.59)	2,513,169.10	(511,944.52)	5,065.48	591,931.72	18,674.15	5,643,950.31
			<u>7,049,744.04</u>	<u>751,618.60</u>	<u>(807,329.59)</u>	<u>6,013,169.10</u>	<u>(511,944.52)</u>	<u>440,065.48</u>	<u>799,538.09</u>	<u>58,377.06</u>	<u>13,793,238.26</u>
									13,734,861.20	58,377.06	13,793,238.26