

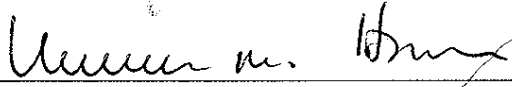
TO: Board of Trustees  
Kilgore College

DATE: October 16, 2006  
RE: Investment Reporting

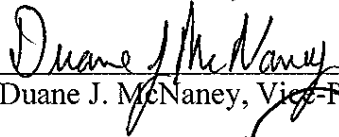
The attached Statement of Investment Assets as of August 31, 2006 along with the corresponding Schedule of Short Term Investments as of August 31, 2006 has been prepared in accordance with Texas Government Code, Section 2256.023 and the Higher Education Investment Reporting Requirements issued by the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

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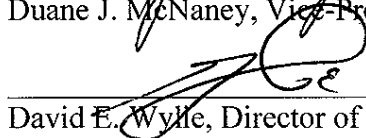
The investments are held in compliance with the Kilgore College investment strategy to manage and invest funds with the following objectives listed in order of their priority: safety, suitability, liquidity, diversity and yield.



William M. Holda, President



Duane J. McNaney, Vice-President of Administrative Services



David E. Wylle, Director of Development

## Kilgore College Statement of Investment Assets

<u>Investment Type</u>	<u>Book Value</u>			<u>Market Value</u>		
	<u>May 31, 2006 Book Value</u>	<u>Change in Book Value</u>	<u>August 31, 2006 Book Value</u>	<u>May 31, 2006 Market Value</u>	<u>Change in Market Value</u>	<u>August 31, 2006 Market Value</u>
<b>Equity Securities</b>						
U.S. Common Stocks						
Wal-Mart Stores, Inc. (2,000 shares)	108,250.00	0.00	108,250.00	96,340.00	2,300.00	98,640.00
Devon Energy Corporation (268 shares)	<u>11,634.00</u>	0.00	<u>11,634.00</u>	<u>16,189.88</u>	734.32	<u>16,924.20</u>
Total Equity Securities	119,884.00	0.00	119,884.00	112,529.88	3,034.32	115,564.20
<b>Other Investments</b>						
Total Other Investments	0.00	0.00	0.00	0.00	0.00	0.00
<b>Debt Investments &gt; 1 year</b>						
Total Debt Investments > 1 year	0.00	0.00	0.00	0.00	0.00	0.00
<b>Short Term Investments*</b>						
Certificate of Deposits	4,604,168.82	(17,194.45)	4,586,974.37	4,604,168.82	(17,194.45)	4,586,974.37
TexPool	3,545,119.13	46,438.77	3,591,557.90	3,545,119.13	46,438.77	3,591,557.90
Bank Deposits	<u>5,643,950.31</u>	<u>2,262,771.56</u>	<u>7,906,721.87</u>	<u>5,643,950.31</u>	<u>2,262,771.56</u>	<u>7,906,721.87</u>
Total Short Term Investments	13,793,238.26	2,292,015.88	16,085,254.14	13,793,238.26	2,292,015.88	16,085,254.14
<b>TOTAL INVESTMENTS</b>	<b><u>13,913,122.26</u></b>	<b><u>2,292,015.88</u></b>	<b><u>16,205,138.14</u></b>	<b><u>13,905,768.14</u></b>	<b><u>2,295,050.20</u></b>	<b><u>16,200,818.34</u></b>

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 August 31, 2006 was \$2,225,458.64

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

<u>FUND</u>	<u>Maturity Date</u>	<u>Rate</u>	<u>Operating</u>	<u>Auxiliary</u>	<u>Restricted</u>	<u>Endowment</u>	<u>Plant Reserve</u>	<u>Bond Reserve</u>	<u>Agency</u>	<u>Accrued Interest</u>	<u>Totals</u>
Certificates of Deposit											
Rangerette Forever (91 day)	11/6/06	5.08%							53,332.65	186.22	
Rangerette Fund (91 day)	11/6/06	5.08%							27,802.80	97.08	
ETOM (91 day)	11/10/06	5.24%		440,493.32						1,332.01	
Bond Reserve (91 day)	10/17/06	5.22%						432,200.51		2,799.49	
KC Rangerette & Ranger Band (91 day)	11/13/06	5.24%							128,397.64	332.65	
Endowed Scholarship (91 day)	11/22/06	5.23%				<u>3,500,000.00</u>					
Total Certificates of Deposit			0.00	440,493.32	0.00	3,500,000.00	0.00	432,200.51	209,533.09	4,747.45	4,586,974.37
TexPool		5.24%	3,545,676.10				45,881.80				3,591,557.90
Bank Deposits		4.68%	<u>4,885,669.21</u>	<u>952,093.88</u>	<u>(364,371.83)</u>	<u>2,510,790.17</u>	<u>(546,860.48)</u>	<u>(342.33)</u>	<u>424,276.28</u>	45,466.97	7,906,721.87
			<u>8,431,345.31</u>	<u>1,392,587.20</u>	<u>(364,371.83)</u>	<u>6,010,790.17</u>	<u>(500,978.68)</u>	<u>431,858.18</u>	<u>633,809.37</u>	<u>50,214.42</u>	<u>16,085,254.14</u>