



**Third Quarter Report 2015
For the period ended September 30, 2015**

BOARD OF TRUSTEES

Alan Krcmarik, Chairman
Diane Holbert, Vice-Chair
Brenden Morgan, Treasurer
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Jeff Hansen, Trustee
Wesley LaVanchy, Trustee
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City of Loveland
Douglas County
Regional Transportation District
Jefferson County
City of Golden
Town of Firestone
City of Federal Heights
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Special District Management Services
City of Grand Junction

Investment Advisor and Administrator

Davidson Fixed Income Management, Inc.

Trisha Mingo
Glenn Scott
Bob Krug
Nik Yip
Becka Most
Lori Lampe

Fund Administrator
Portfolio Manager
Client Services Manager
Trader/Asst. Portfolio Manager
Institutional Sales Associate
Administrative Assistant

Custodian

U.S. Bank NA

Auditor

BKD LLP

Credit Rating

AAAM

CSAFE SUMMARY

- ◆ Colorado Surplus Asst Fund Trust ("CSAFE") is a local government investment pool trust fund organized under C.R.S. §24-75-701, et seq., registered as such with the Colorado Securities Commissioner pursuant to the Local Government Investment Pool Trust Fund Administration and Enforcement Act, C.R.S. §11-51-901, et seq. As such a trust, CSAFE pools and invests the funds of Colorado local government participants within the investment policies and limitations set forth in CSAFE's Indenture of Trust and C.R.S. §24-75-601, et seq. Participants include municipalities, counties, school districts and special districts.
- ◆ CSAFE invests primarily in United States Treasuries, United States Agencies, Primary Dealer Repurchase Agreements (collateralized at 102%), highly rated commercial paper (with short term ratings of A-1 or better), AAAm rated money market funds, highly rated corporate bonds and Colorado Depositories (with short term ratings of A-1 or better) in which the deposits are collateralized at 102% of market value under the provisions of the Public Depository Protection Act.
- ◆ CSAFE is rated AAAm by the Standard & Poor's Corporation.
- ◆ With the exception of certain floating rate securities, all securities purchased shall not exceed a maturity greater than 397 days.
- ◆ The weighted average maturity of the portfolio shall not exceed 60 days.
- ◆ CSAFE seeks to maintain, but does not guarantee, a constant net asset value at \$1.00 per share.
- ◆ The Investment Advisor and Administrator is Davidson Fixed Income Management, Inc.

DISCLOSURE STATEMENT

As Chairman of the CSAFE Board of Trustees, I hereby attest that CSAFE is in compliance with the provisions of Part 7, Article 75 Title 24, C.R.S., and all other applicable laws and regulations. Additionally, I attest that the Commissioner and the Board of Trustees consent to the disclosure of such information by Securities Commissioner as provided for in Section §11-51-908, C.R.S.



Alan Krmarik, City of Loveland
Chairman of the Board of Trustees, CSAFE



For the period ended September 30, 2015

STATEMENT OF OPERATIONS

	For the Period Ending				Year-to-Date
	3/31/2015	6/30/2015	9/30/2015	12/31/2015	
Gross Investment Income	\$900,196	\$1,135,588	\$1,484,967	\$0	\$3,520,750
Expenses (blue text indicates accrued expense)					
Audit Fees	22,500	-	20,000		42,500
Activity & Transaction Fees	8,818	9,786	10,047		28,652
Admin/Advisory Fees	317,111	372,761	439,285		1,129,157
Association Dues	1,549	165	500		2,214
Board Expenses	6,817	4,658	1,039		12,514
Custodial Fees	39,887	38,480	37,881		116,248
Insurance	-	-	2,651		2,651
Internet/Web Page	1,744	1,525	1,250		4,519
Legal Fees	3,037	1,275	-		4,312
Miscellaneous Credits	(241)	(2,996)	(10)		(3,247)
Miscellaneous Expenses & Fees	840	687	43		1,571
State Annual Fee	-	-	-		-
Excess Accrued Expenses	20,200	20,200	20,200		60,599
Rating Agency Fee	-	-	-		-
Total	422,263	446,541	532,886	-	1,401,690
Net Investment Income	\$477,932	\$689,046	\$952,081		\$2,119,060

STATEMENT OF CHANGES IN NET ASSETS

Shares Purchased	1,118,470,667	1,673,323,664	1,104,322,461		3,896,116,792
Shares Redeemed	(960,338,444)	(1,163,492,714)	(1,232,415,326)		(3,356,246,484)
Net Change in Share Transactions	\$158,132,223	\$509,830,950	(\$128,092,865)		\$539,870,308
Investment activities:					
Net Investment Income	477,932	689,046	952,081		2,119,060
Net Change in Assets	\$158,610,155	\$510,519,996	(\$127,140,784)		\$541,989,367
Net Assets at Beginning of Period	\$1,455,276,169	\$1,613,886,324	\$2,124,406,321		\$1,455,276,169
Net Assets at End of Period	\$1,613,886,324	\$2,124,406,321	\$1,997,265,536		\$1,997,265,536

STATEMENT OF NET ASSETS

Assets

Investments in securities					
Banker's Acceptances	4,992,333	13,964,484	8,977,904		
U.S. government agencies	25,000,000	-	-		
Commercial paper	692,936,905	1,142,361,050	989,403,472		
Variable Rate Commercial paper	250,000,000	344,004,064	444,004,064		
Total investment in securities	972,929,238	1,500,329,598	1,442,385,440		-
Cash and cash equivalents	640,961,188	624,236,056	555,218,836		-
Other assets					
Accrued Interest	134,892	151,784	153,538		
Total Assets	1,614,025,318	2,124,717,438	1,997,757,814		-

Liabilities

Participant Distribution Payable	12,868	29,734	42,332		
Accrued expenses	126,125	281,383	449,946		
Total Liabilities	138,993	311,117	492,278		-
Net assets applicable to shares outstanding	1,613,886,325	2,124,406,321	1,997,265,536		-

PORTFOLIO ASSETS

Security Description	S&P Credit Rating				Cost	Book Value	Market Value ⁽¹⁾	% of Assets
	Short-Term	Long-Term	Yield	Maturity				
Commercial Paper ⁽³⁾								
CATHOLIC HEALTH INITIATIVE	A-1/P-1	NR	0.355%	10/13/2015	29,625,843.05	29,640,541.53	29,640,541.53	1.48%
CATHOLIC HEALTH INITIATIVE	A-1/P-1	NR	0.335%	10/26/2015	12,321,219.60	12,325,174.83	13,325,174.83	0.62%
CATHOLIC HEALTH INITIATIVE	A-1/P-1	NR	0.426%	11/3/2015	39,978,533.33	39,984,600.00	39,984,600.00	2.00%
COCA COLA COMPANY	A-1+/P-1	AA/Aa3	0.358%	2/16/2016	29,922,708.33	29,959,750.00	29,959,750.00	1.50%
COCA COLA COMPANY	A-1+/P-1	AA/Aa3	0.664%	7/11/2016	39,784,400.00	39,791,733.33	39,791,733.33	1.99%
COCA COLA COMPANY	A-1+/P-1	AA/Aa3	0.306%	10/13/2015	24,951,875.00	24,997,500.00	24,997,500.00	1.25%
GENERAL ELECTRIC CAPITAL	A-1+/P-1	A1/AA+	0.282%	12/28/2015	19,948,277.78	19,975,529.48	19,975,529.48	1.00%
HONEYWELL INTERNATIONAL	A-1/P-1	A2/A	0.318%	12/22/2015	42,680,424.38	42,719,813.75	42,719,813.75	2.14%
MACQUARIE BANK LIMITED	A-1/P-1	A2/A	0.725%	2/26/2016	24,822,006.94	24,927,027.78	24,927,027.78	1.25%
MACQUARIE BANK LIMITED	A-1/P-1	A2/A	0.706%	3/31/2016	9,930,233.33	9,965,116.67	9,965,116.67	0.50%
MACQUARIE BANK LIMITED	A-1/P-1	A2/A	0.503%	10/23/2015	9,950,138.89	9,996,944.44	9,996,944.44	0.50%
MACQUARIE BANK LIMITED	A-1/P-1	A2/A	0.411%	11/2/2015	9,979,500.00	9,996,335.20	9,996,335.20	0.50%
MACQUARIE BANK LIMITED	A-1/P-1	A2/A	0.520%	11/3/2015	24,905,737.50	24,998,312.50	24,988,312.50	1.25%
MIDEA INTL CORP CO LTD	A-1/P-1	NR	0.714%	10/5/2015	2,969,859.72	2,979,768.22	2,979,768.22	0.15%
MIDEA INTL CORP CO LTD	A-1/P-1	NR	0.714%	10/6/2015	4,766,724.51	4,782,534.99	4,782,534.99	0.24%
NATIONAL AUSTRALIA BANK	A-1+/P-1	AA-/Aa2	0.402%	3/16/2016	39,927,000.00	39,932,272.22	39,932,272.22	2.00%
NATIONAL AUSTRALIA BANK	A-1+/P-1	AA-/Aa2	0.326%	12/14/2015	24,959,375.00	24,983,298.61	24,983,298.61	1.25%
NATIONAL BANK OF CANADA	A-1/P-1	Aa3/AA-	0.351%	11/23/2015	14,973,604.20	14,992,270.84	14,992,270.84	0.75%
RALPH LAUREN	A-1/P-1	A2/A	0.284%	11/9/2015	3,998,468.89	3,998,873.33	3,998,873.33	0.20%
ROYAL BANK OF CANADA	A-1+/P-1	Aa3/AA-	0.359%	12/28/2015	44,920,812.50	44,961,500.00	44,961,500.00	2.25%
ST JUDE MEDICAL	A-1/P-2	A/Baa1	0.339%	10/2/2015	19,984,050.00	19,999,816.67	19,999,816.67	1.00%
ST JUDE MEDICAL	A-1/P-2	A/Baa1	0.412%	10/30/2015	46,946,144.44	46,984,855.55	46,984,855.55	2.35%
SUMITOMO MITSUI TRST	A-1/P-1	A+/A1	0.347%	10/19/2015	39,931,244.44	39,993,200.00	39,993,200.00	2.00%
SUMITOMO MITSUI TRST	A-1/P-1	A+/A1	0.353%	11/4/2015	9,982,462.50	9,996,741.67	9,996,741.67	0.50%
SWEDBANK	A-1/P-1	A+/A1	0.326%	11/19/2015	74,875,416.75	74,966,822.94	74,966,822.94	3.75%
TORCHMARK	A-1/P-2	A/Baa1	0.571%	2/25/2016	19,949,333.40	19,953,450.06	19,953,450.06	1.00%
TORCHMARK	A-1/P-2	A/Baa1	0.420%	10/15/2015	23,226,943.75	23,246,202.50	23,246,202.50	1.16%
TORCHMARK	A-1/P-2	A/Baa1	0.410%	10/29/2015	19,985,422.22	19,993,622.22	19,993,622.22	1.00%
TORONTO DOMIN HOLDING	A-1+/P-1	NR	0.361%	12/8/2015	14,959,500.00	14,989,800.00	14,989,800.00	0.75%
TORONTO DOMIN HOLDING	A-1+/P-1	NR	0.662%	6/14/2016	49,775,000.00	49,785,833.33	49,785,833.33	2.49%
TORONTO DOMIN HOLDING	A-1+/P-1	NR	0.286%	11/16/2015	9,985,533.33	9,996,422.22	9,996,422.22	0.50%
TOYOTA MOTOR CREDIT CO	A-1+/P-1	AA-/Aa3	0.358%	1/29/2016	14,960,916.67	14,982,500.00	14,982,500.00	0.75%
TOYOTA MOTOR CREDIT CO	A-1+/P-1	AA-/Aa3	0.366%	11/20/2015	14,959,650.00	14,992,500.00	14,992,500.00	0.75%
TOYOTA MOTOR CREDIT CO	A-1+/P-1	AA-/Aa3	0.398%	12/7/2015	24,926,875.00	24,981,854.17	24,981,854.17	1.25%
VF CORPORATION	A-1/P-2	A/A3	0.280%	10/1/2015	31,988,800.00	32,000,000.00	32,000,000.00	1.60%
VF CORPORATION	A-1/P-2	A/A3	0.414%	10/27/2015	29,990,375.00	29,992,416.67	29,992,416.67	1.50%
VF CORPORATION	A-1/P-2	A/A3	0.771%	10/29/2015	<u>4,998,416.67</u>	<u>4,998,522.23</u>	<u>4,998,522.23</u>	<u>0.25%</u>
Total					906,742,827.12	907,763,457.95	908,753,457.95	45.44%
Bank Commercial Paper ⁽³⁾								
US Bank NA CP O/N Sweep	A-1/P-1	AA-/Aa3	0.170%	10/1/2015	<u>81,640,014.25</u>	<u>81,640,014.25</u>	<u>81,640,014.25</u>	<u>4.09%</u>
Total					81,640,014.25	81,640,014.25	81,640,014.25	4.09%
Bankers Acceptances ⁽³⁾								
US Bancorp NA	A-1/P-1	A+/Aa3	0.481%	3/28/2016	<u>8,960,751.02</u>	<u>8,977,903.99</u>	<u>8,977,903.99</u>	<u>0.45%</u>
					8,960,751.02	8,977,903.99	8,977,903.99	0.45%
Other Commercial Paper ⁽³⁾								
AUST NZ BKG GP	A-1+/P-1	AA-/Aa2	0.266%	12/15/2015	75,000,000.00	75,000,000.00	75,000,000.00	3.75%
BANK OF NOVA SCOTIA	A-1/P-1	A+/Aa2	0.313%	12/1/2015	50,000,000.00	50,000,000.00	50,000,000.00	2.50%
BANK OF NOVA SCOTIA	A-1/P-1	A+/Aa2	0.314%	4/6/2016	25,000,000.00	25,000,000.00	25,000,000.00	1.25%
COMMONWEALTH BANK OF AUSTRALIA	A-1+/P-1	AA-/Aa2	0.290%	3/3/2016	27,000,000.00	27,000,000.00	27,000,000.00	1.35%
COMMONWEALTH BANK OF AUSTRALIA	A-1+/P-1	AA-/Aa2	0.319%	4/29/2016	12,000,000.00	12,000,000.00	12,000,000.00	0.60%
COMMONWEALTH BANK OF AUSTRALIA	A-1+/P-1	AA-/Aa2	0.340%	6/7/2016	40,000,000.00	40,000,000.00	40,000,000.00	2.00%
COMMONWEALTH BANK OF AUSTRALIA	A-1+/P-1	AA-/Aa2	0.348%	6/16/2016	15,004,064.10	15,004,064.10	15,004,064.10	0.75%
NATIONAL AUSTRALIA BANK	A-1+/P-1	AA-/Aa2	0.341%	2/9/2016	25,000,000.00	25,000,000.00	25,000,000.00	1.25%
NATIONAL BANK OF CANADA	A-1/P-1	Aa3/AA-	0.296%	10/23/2015	75,000,000.00	75,000,000.00	75,000,000.00	3.75%
TOYOTA MOTOR CREDIT CO	A-1+/P-1	AA-/Aa3	0.353%	5/13/2016	30,000,000.00	30,000,000.00	30,000,000.00	1.50%
WESTPAC BANKING CORP	A-1+/P-1	AA-/Aa2	0.310%	4/4/2016	10,000,000.00	10,000,000.00	10,000,000.00	0.50%
WESTPAC BANKING CORP	A-1+/P-1	AA-/Aa2	0.324%	4/14/2016	10,000,000.00	10,000,000.00	10,000,000.00	0.50%
WESTPAC BANKING CORP	A-1+/P-1	AA-/Aa2	0.280%	9/16/2016	<u>50,000,000.00</u>	<u>50,000,000.00</u>	<u>50,000,000.00</u>	<u>2.50%</u>
Total					444,004,064.10	444,004,064.10	444,004,064.10	22.23%
Total Commercial Paper					<u>1,432,386,905.47</u>	<u>1,433,407,536.30</u>	<u>1,434,397,536.30</u>	<u>71.75%</u>

Security Description	S&P Credit Rating		Yield	Maturity	Cost	Book Value	Market Value ⁽¹⁾	% of Assets
	Short-Term	Long-Term						
Collateralized Bank Deposits ⁽²⁾								
BANK OF THE WEST	A-1/P-1	AA/A1	0.130%	10/1/2015	229,750,647.87	229,750,647.87	229,750,647.87	11.50%
GREAT WESTERN BANK	N/R	N/R	0.150%	10/1/2015	3,674,122.69	3,674,122.69	3,674,122.69	0.18%
GREAT WESTERN BANK PROMONTORY	N/R	N/R	0.300%	10/1/2015	15,000,000.00	15,000,000.00	15,000,000.00	0.75%
US BANK	A-1/P-1	A/Aa3	0.020%	10/1/2015	54,815.94	54,815.94	54,815.94	0.00%
Total					248,479,586.50	248,479,586.50	248,479,586.50	12.44%
Money Market Funds ⁽³⁾								
BLACKROCK PRIME 1197	AAAm/Aaa	N/R	0.140%	10/1/2015	373,211.78	373,211.78	373,211.78	0.02%
FIDELITY PRIME 2014	AAAm/Aaa	N/R	0.122%	10/1/2015	854,433.56	854,433.56	854,433.56	0.04%
FEDERATED FUND 58	AAAm/Aaa	N/R	0.185%	10/1/2015	115,415,288.42	115,415,288.42	115,415,288.42	5.78%
MORGAN STANLEY PRIME	AAAm/Aaa	N/R	0.170%	10/1/2015	190,096,315.24	190,096,315.24	190,096,315.24	9.52%
Total					306,739,249.00	306,739,249.00	306,739,249.00	15.35%
Other Assets								
Total accrued interest receivable						153,538.08	153,538.08	0.01%
Total					-	153,538.08	153,538.08	0.01%
Total Assets ⁽⁴⁾					\$ 1,996,566,492	\$ 1,997,757,814	\$ 1,998,747,814	100%
Net Asset Value Per Share							\$1.00	

Notes:

- 1) All of the securities held in the portfolio are valued each week using a third party pricing service (U.S. Bank N.A.). Other assets in the portfolio such as repurchase agreements, money market funds and bank deposits are valued at cost.
- 2) In October 2008, the FDIC insurance limit was raised to \$250,000. All bank deposits in amounts greater than \$250,000 were collateralized according to the regulations of the Public Deposit Protection Act.
- 3) Some commercial paper and money market funds are not assigned long-term credit ratings.
- 4) The information contained in this statement is unaudited. Audited financial statements are completed annually and are available at www.csafe.org.

FUND CHARACTERISTICS

WAM	42.62
WAL	73.33
Shadow NAV	0.999504689890
O/N Liquidity	32.01%
7-Day Liquidity	32.40%
A1+/sub-7 Day A1	69.40%
WAM Decline Rate (Days per Day)	-0.46
WAL Decline Rate (Days per Day)	-0.68