



**Fourth Quarter Report 2017
For the period ended December 31, 2017**

Board of Trustees

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Diane Holbert, Vice-Chairman	Douglas County
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Morgan Stanley Smith Barney, LLC

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Bob Krug	Glenn Scott
Trisha Mingo	Nik Yip

Administrator

LT Trust

Shannon Langford	Kathi Smith
Mary Plemel	Kim Lakota

Custodian

U.S. Bank N.A.

Auditor

BKD LLP

Credit Rating

STANDARD & POOR'S
AAAm

303-296-6340 ◆ 800-541-2953

www.csafe.org

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.
- ◆ CSAFE adopted GASB 79 in 2016
- ◆ 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.
- ◆ The weighted average life of the portfolio shall not exceed 120 days.
- ◆ CSAFE seeks to maintain, but does not guarantee, a constant net asset value at \$1.00 per share.
- ◆ The Investment Advisor is Morgan Stanley Smith Barney, LLC.
- ◆ The Administrator is LT Trust

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 December 31, 2017

STATEMENT OF OPERATIONS

	For the Period Ending				Year-to-Date
	3/31/2017	6/30/2017	9/30/2017	12/31/2017	
Gross Investment Income	\$4,754,180	\$6,941,166	\$8,300,387	\$8,135,614	\$28,131,347
Expenses (blue text indicates accrued expense)					
Audit Fees	25,000	14,475	-	10,000	49,475
Activity & Transaction Fees	2,271	10,581	7,006	12,923	32,781
Admin Fees	123,926	152,229	165,952	145,653	587,761
Advisory Fees	436,155	532,537	641,949	568,606	2,179,247
Association Dues	3,970	1,450	1,625	5,025	12,070
Board Expenses	7,585	17,576	1,164	767	27,093
Custodial Fees	40,320	39,476	46,150	46,049	171,995
Insurance	-	-	-	15,213	15,213
Internet/Web Page	1,016	1,829	871	5,784	9,500
Legal Fees	7,483	7,978	20,359	17,444	53,265
Marketing	19,916	1,183	10,348	31,187	62,635
Miscellaneous Credits	-	-	-	-	-
Miscellaneous Expenses & Fees	3,684	243	297	297	4,522
State Annual Fee	-	-	-	-	-
Excess Accrued Expenses	-	-	-	-	-
Rating Agency Fee	45,000	-	-	40,000	85,000
Fund Fee Waiver	(99,141)	(121,782)	(132,762)	(97,779)	(451,464)
Undistributed Fund Expense	198,281	243,566	(73,335)	48,357	416,869
Total	815,468	901,341	689,625	849,526	3,255,960
Net Investment Income	\$3,938,712	\$6,039,825	\$7,610,763	\$7,286,088	24,875,387

STATEMENT OF CHANGES IN NET ASSETS

Shares Purchased	1,363,462,755	1,896,853,178	813,542,216	1,084,105,324	5,157,963,472
Shares Redeemed	(1,257,575,324)	(1,258,838,838)	(1,048,126,938)	(1,654,974,182)	(5,219,515,281)
Net Change in Share Transactions	\$105,887,432	638,014,340	(234,584,723)	(570,868,858)	(61,551,809)
Investment activities:					
Net Investment Income	3,938,712	6,039,825	7,610,763	7,286,088	\$24,875,387
Net Change in Assets	\$109,826,144	644,054,165	(226,973,960)	(563,582,770)	(\$36,676,422)
Net Assets at Beginning of Period	\$1,987,871,377	\$2,097,697,521	2,741,751,685	2,514,777,725	2,514,777,725
Net Assets at End of Period	\$2,097,697,521	2,741,751,685	2,514,777,725	1,951,194,955	1,951,194,955

STATEMENT OF NET ASSETS

Assets

Investments in securities					
U.S. Agency Floating Rate	121,800,000	121,800,000	100,000,000	125,000,000	
Commercial paper	1,144,257,219	1,272,207,060	1,125,815,309	623,014,564	
Bank Commercial Paper	2,362,465	631,359	140,697,779	-	
Asset Backed Fixed Commercial Paper	170,010,329	596,429,101	488,111,145	355,428,609	
Asset Backed Floating Commercial Paper	49,267,710	90,000,000	113,000,000	178,000,000	
Municipal Commercial Paper	22,679,582	26,432,830	-	-	
Interest Bearing Commercial Paper	335,000,000	315,000,000	458,999,859	423,999,990	
Total investment in securities	1,845,377,304	2,422,500,350	2,426,624,091	1,705,443,163	
Cash and cash equivalents	252,438,636	351,322,604	88,005,703	245,185,090	
Accrued Interest	454,271	454,667	621,540	772,112	
Total Assets	2,098,270,212	2,774,277,621	2,515,251,334	1,951,400,364	

Liabilities

Participant Distribution Payable	34,242	(3,949)	58,037	(8,973)	
Accrued expenses	538,449	367,910	415,571	214,382	
Total Liabilities	572,691	363,962	473,609	205,409	
Net assets applicable to shares outstanding	2,097,697,521	2,773,913,659	2,514,777,725	1,951,194,956	



For the period ending December 31, 2017

STATEMENT OF OPERATIONS

Security Description	S&P Credit Rating		Yield	Maturity	Cost	Book Value	Market Value ⁽¹⁾	% of Assets
	Short-Term	Long-Term						
U.S. Agencies Floating Rate								
FED HOME LOAN BANK	A-1+	AA+	1.252	3/8/2018	50,000,000.00	50,000,000.00	49,998,350.00	2.56%
FED HOME LOAN BANK	A-1+	AA+	1.292	7/10/2018	50,000,000.00	50,000,000.00	49,997,100.00	2.56%
FED HOME LOAN BANK	A-1+	AA+	1.304	11/9/2018	25,000,000.00	25,000,000.00	24,994,025.00	1.28%
Total					125,000,000.00	125,000,000.00	124,989,475.00	6.41%
Commercial Paper ⁽³⁾								
BRITISH COLUMBIA	A-1+	AAA	1.335	1/26/2018	24,842,930.56	24,977,170.14	24,971,700.00	1.28%
CDP FINANCIAL	A-1+	AAA	1.453	2/12/2018	49,642,500.00	49,916,583.33	49,905,000.00	2.56%
CDP FINANCIAL	A-1+	AAA	1.474	2/28/2018	5,476,518.06	5,487,151.39	5,485,733.00	0.28%
CDP FINANCIAL	A-1+	AAA	1.464	3/1/2018	8,954,640.00	8,978,760.00	8,976,258.00	0.46%
CDP FINANCIAL	A-1+	AAA	1.529	4/20/2018	18,855,916.67	18,913,708.34	18,906,900.00	0.97%
COCA-COLA COMPANY	A-1+	AA-	1.331	2/14/2018	24,852,625.00	24,959,972.22	24,951,325.00	1.28%
COCA-COLA COMPANY	A-1+	AA-	1.321	2/20/2018	24,857,361.11	24,954,861.11	24,944,975.00	1.28%
COCA-COLA COMPANY	A-1+	AA-	1.383	3/5/2018	14,884,485.78	14,914,419.00	14,908,723.05	0.76%
CREDIT SUISSE NY	A-1	A	1.528	4/3/2018	24,840,625.00	24,904,166.67	24,887,375.00	1.28%
DEXIA CREDIT LOCAL	A-1+	N/R	1.394	3/9/2018	24,800,208.33	24,936,256.94	24,928,200.00	1.28%
DEXIA CREDIT LOCAL	A-1+	N/R	1.373	3/7/2018	24,830,312.50	24,939,062.50	24,930,450.00	1.28%
DEXIA CREDIT LOCAL	A-1+	N/R	1.427	4/19/2018	14,876,333.40	14,937,000.03	14,927,580.00	0.77%
DZ BANK AG NY	A-1+	AA-	1.629	3/15/2018	24,898,888.89	24,918,888.89	24,918,400.00	1.28%
KFW	A-1+	AAA	1.382	2/5/2018	24,915,000.00	24,966,944.44	24,962,400.00	1.28%
MIZUHO BANK LTD/NY	A-1	A	1.701	3/20/2018	24,896,784.72	24,909,541.66	24,905,450.00	1.28%
MIZUHO BANK LTD/NY	A-1	A	1.691	3/21/2018	49,790,194.44	49,817,861.11	49,808,450.00	2.55%
NORDEA BANK AB	A-1+	AA-	1.514	4/30/2018	24,813,343.75	24,877,281.25	24,861,650.00	1.28%
ONTARIO TEACHER FIN	A-1+	N/R	1.457	4/6/2018	15,898,830.07	15,969,509.01	15,959,532.12	0.82%
ONTARIO TEACHER FIN	A-1+	N/R	1.844	7/13/2018	20,539,387.50	20,549,762.50	20,552,294.00	1.05%
PSP CAPITAL INC	A-1+	AAA	1.363	3/6/2018	24,833,430.56	24,940,444.45	24,928,475.00	1.28%
SVENSKA HANDELSBANKEN	A-1+	AA-	1.393	2/16/2018	24,336,510.05	24,467,093.88	24,462,131.97	1.25%
SWEDBANK	A-1+	AA-	1.413	2/13/2018	49,654,430.56	49,916,986.11	49,910,800.00	2.56%
SWEDBANK	A-1+	AA-	1.509	4/23/2018	24,815,000.00	24,884,888.89	24,879,650.00	1.28%
VF CORPORATION	A-1	A	1.736	1/11/2018	49,943,000.00	49,976,250.00	49,968,600.00	2.56%
Total					621,049,256.95	623,014,563.86	622,842,052.14	31.92%
Asset Backed Fixed Commercial Paper								
ANGLESEA FUNDING LLC	A-1	N/R	1.481	1/3/2018	74,984,895.83	74,993,958.33	74,983,875.00	3.84%
CHESHAM FIN LTD/FIN LLC	A-1+	N/R	1.420	1/2/2018	24,996,055.56	24,999,013.89	24,995,875.00	1.28%
CHESHAM FIN LTD/FIN LLC	A-1	N/R	1.400	1/4/2018	24,910,875.00	24,997,125.00	24,993,775.00	1.28%
CHESHAM FIN LTD/FIN LLC	A-1	N/R	1.546	2/26/2018	24,903,944.44	24,940,888.89	24,932,475.00	1.28%
CHESHAM FIN LTD/FIN LLC	A-1	N/R	1.412	1/24/2018	14,946,716.67	14,986,679.17	14,982,840.00	0.77%
CHESHAM FIN LTD/FIN LLC	A-1	N/R	1.412	1/30/2018	4,982,238.89	4,994,401.39	4,992,875.00	0.26%
HALKIN FINANCE LLC	A-1	N/R	1.420	1/2/2018	49,992,111.11	49,998,027.78	49,991,750.00	2.56%
KELLS FUNDING LLC	A-1+	N/R	1.454	2/16/2018	19,925,322.22	19,963,455.55	19,955,440.00	1.02%
KELLS FUNDING LLC	A-1+	N/R	1.411	1/19/2018	24,911,194.44	24,982,625.00	24,977,475.00	1.28%
KELLS FUNDING LLC	A-1+	N/R	1.425	3/13/2018	24,829,861.11	24,930,972.22	24,911,050.00	1.28%
LIBERTY STREET FDG LLC	A-1	N/R	1.370	1/10/2018	16,624,850.00	16,694,363.75	16,691,516.40	0.86%
LIBERTY STREET FDG LLC	A-1	N/R	1.391	1/17/2018	18,937,817.22	18,988,431.11	18,984,401.00	0.97%
LMA AMERICAS LLC	A-1	N/R	1.626	2/1/2018	29,945,333.33	29,958,666.66	29,954,460.00	1.54%
Total					354,891,215.82	355,428,608.74	355,347,807.40	18.21%
Asset Backed Floating Commercial Paper								
BEDFORD ROW FUNDING	A-1+	N/R	1.771	3/2/2018	30,000,000.00	30,000,000.00	30,019,950.00	1.54%
BEDFORD ROW FUNDING	A-1+	N/R	1.642	7/9/2018	28,000,000.00	28,000,000.00	27,995,044.00	1.44%
BEDFORD ROW FUNDING	A-1+	N/R	1.615	5/17/2018	30,000,000.00	30,000,000.00	29,994,900.00	1.54%
MANHATTAN ASSET FDG	A-1	N/R	1.695	3/22/2018	25,000,000.00	25,000,000.00	25,000,750.00	1.28%
MANHATTAN ASSET FDG	A-1	N/R	1.612	4/9/2018	40,000,000.00	40,000,000.00	40,001,160.00	2.05%
MANHATTAN ASSET FDG	A-1	N/R	1.399	4/26/2018	25,000,000.00	25,000,000.00	24,998,675.00	1.28%
Total					178,000,000.00	178,000,000.00	178,010,479.00	9.12%
Interest Bearing Commercial Paper ⁽³⁾								
AUST & NZ BANKING	A-1+	AA-	1.497	1/8/2018	23,999,760.00	23,999,990.00	24,000,672.00	1.23%
AUST & NZ BANKING	A-1+	AA-	1.635	1/22/2018	20,000,000.00	20,000,000.00	20,002,000.00	1.03%
COMMONWEALTH BANK AU	A-1+	AA-	1.935	2/22/2018	50,000,000.00	50,000,000.00	50,029,900.00	2.56%
COMMONWEALTH BANK AU	A-1+	AA-	1.742	4/27/2018	15,000,000.00	15,000,000.00	15,005,535.00	0.77%
COMMONWEALTH BANK AU	A-1+	AA-	1.614	7/12/2018	25,000,000.00	25,000,000.00	25,002,150.00	1.28%
CA IMPERIAL BK OF COMM	A-1	A+	1.714	6/28/2018	50,000,000.00	50,000,000.00	49,985,450.00	2.56%
NATL AUSTRALIA BANK	A-1+	AA-	1.869	3/29/2018	40,000,000.00	40,000,000.00	40,022,720.00	2.05%
NATL AUSTRALIA BANK	A-1+	AA-	1.500	7/30/2018	50,000,000.00	50,000,000.00	49,980,700.00	2.56%
TORONTO DOMINION BANK	A-1+	AA-	1.695	5/22/2018	50,000,000.00	50,000,000.00	50,004,750.00	2.56%
TORONTO DOMINION BANK	A-1+	AA-	1.611	4/18/2018	25,000,000.00	25,000,000.00	25,001,050.00	1.28%
WESTPAC BANKING CORP	A-1+	AA-	1.681	3/2/2018	25,000,000.00	25,000,000.00	25,012,850.00	1.28%
WESTPAC BANKING CORP	A-1+	AA-	1.692	5/24/2018	25,000,000.00	25,000,000.00	24,999,275.00	1.28%
WESTPAC BANKING CORP	A-1+	AA-	1.681	7/18/2018	25,000,000.00	25,000,000.00	24,995,550.00	1.28%
Total					423,999,760.00	423,999,990.00	424,042,602.00	21.73%
Collateralized Bank Deposits ⁽²⁾								
GWB-PROMONTORY I	N/R	N/R	1.361	1/1/2018	20,269,659.58	20,269,659.58	20,269,659.58	3.05%

GWB-PROMONTORY II	N/R	N/R	1.361	1/1/2018	59,423,602.68	59,423,602.68	59,423,602.68	1.04%
US BANK CHECKING	A-1+		0.00		292,811.50	292,811.50	292,811.50	0.00%
US BANK DDA	A-1+		0.00		294,538.86	294,538.86	294,538.86	0.02%
Total					80,280,612.62	80,280,612.62	80,280,612.62	4.10%

Money Market Funds ⁽³⁾

BLACKROCK LIQ FED FD	AAAm	AAAm	1.180	1/1/2018	398,068.59	398,068.59	398,068.59	0.020%
FIDELITY GOVT CLASS	AAAm	AAAm	1.160	1/1/2018	444,967.03	444,967.03	444,967.03	0.023%
FIDELITY GOVT INST	AAAm	N/A	1.200	1/1/2018	84,134,289.40	84,134,289.40	84,134,289.40	4.311%
GS FIN SQ GOVT INST	AAAm	N/A	1.230	1/1/2018	79,870,887.42	79,870,887.42	79,870,887.42	4.093%
Total					164,848,212.44	164,848,212.44	164,848,212.44	8.45%

Total Assets ⁽⁴⁾

1,948,069,057.83	1,950,571,987.66	1,950,361,240.60	100%
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Net Asset Value Per Share

\$ 1.00000000

Notes:

- 1) All of the securities held in the portfolio are valued daily using a third party pricing service (ICE Data Service). 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) 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.

QUARTERLY SUMMARY

Net Assets	\$1,951,194,955.68
30 Day Yield	1.34
7 Day Yield	1.35
Weighted Avg Maturity (days)	31.21
Weighted Avg Life (days)	73.26
Net Asset Value Per Share	\$1.00