



**First Quarter Report 2014  
For the period ended March 31, 2014**

**BOARD OF TRUSTEES**

Alan Krcmarik, Chairman  
Diane Holbert, Vice-Chair  
Brenden Morgan, Treasurer  
Tim Kauffman, Secretary  
Jeff Hansen, Director  
Wesley LaVanchy, Director  
Scott Myers, Director  
Maria Ostrom, Director  
Gerry Schulte, Director  
George Turtle, Director  
Jay Valentine, Director

City of Loveland  
Douglas County  
Regional Transportation District  
Jefferson County  
City of Golden  
Town of Firestone  
Littleton Public Schools  
City of Thornton  
Retired – Evergreen Metro District  
Special District Management Services  
City of Grand Junction

**Investment Advisor and Administrator**

Davidson Fixed Income Management, Inc.

Trisha Mingo  
Glenn Scott  
Bob Krug  
Linda Olson  
Scott Prickett

Fund Administrator  
Portfolio Manager  
Client Services Manager  
Asst. Fund Administrator  
DFIM Managing Director

**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.



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



For the period ended March 31, 2014

**STATEMENT OF OPERATIONS**

	For the Period Ending				Year-to-Date
	3/31/2014	6/30/2014	9/30/2014	12/31/2014	
<b>Gross Investment Income</b>	\$859,915				\$859,915
<b>Expenses</b> (blue text indicates accrued expense)					
Audit Fees	32,225				32,225
Activity & Transaction Fees	5,695				5,695
Admin/Advisory Fees	418,681				418,681
Association Dues	1,020				1,020
Board Expenses	5,611				5,611
Custodial Fees	26,452				26,452
Insurance	-				-
Internet/Web Page	1,025				1,025
Legal Fees	-				-
Miscellaneous Credits	(350)				(350)
Miscellaneous Expenses & Fees	15				15
State Annual Fee	-				-
Excess Accrued Expenses	-				-
Rating Agency Fee	-				-
<b>Total</b>	<u>490,375</u>				<u>490,375</u>
<b>Net Investment Income</b>	<u>\$369,540</u>				<u>\$369,540</u>

**STATEMENT OF CHANGES IN NET ASSETS**

Shares Purchased	994,271,820	994,271,820
Shares Redeemed	(865,795,141)	(865,795,141)
<b>Net Change in Share Transactions</b>	<b>\$128,476,678</b>	<b>\$128,476,678</b>
Investment activities:		
Net Investment Income	369,540	369,540
<b>Net Change in Assets</b>	<b>\$128,846,218</b>	<b>\$128,846,218</b>
<b>Net Assets at Beginning of Period</b>	<b>\$1,451,343,895</b>	<b>\$1,451,343,895</b>
<b>Net Assets at End of Period</b>	<b>\$1,580,190,113</b>	<b>\$1,580,190,113</b>

**STATEMENT OF NET ASSETS**

<b>Assets</b>	
Investments in securities	
Corporate floating note	24,390,833
Repurchase agreements	6,597
U.S. government agencies	70,000,611
Commercial paper	1,020,002,605
Total investment in securities	<u>1,114,400,646</u>
Cash and cash equivalents	464,747,966
Other assets	
Contribution Receivable	900,000
Accrued Interest	129,612
Primary Fund Receivable	212,727
Total Assets	<u>1,580,390,950</u>
<b>Liabilities</b>	
Participant Distribution Payable	29,723
Accrued expenses	171,114
Total Liabilities	<u>200,837</u>
Net assets applicable to shares outstanding	<u>1,580,190,113</u>

**PORTFOLIO ASSETS**

Security Description	S&P Credit Rating			Maturity	Cost	Book Value	Market Value <sup>(1)</sup>	% of Assets
	Short-Term	Long-Term	Yield					
<b>U.S. Agencies</b>								
FFCB FRN	A-1+/P-1	AA+/Aaa	0.220%	8/1/2014	20,000,000.00	20,000,000.00	20,010,200.00	1.27%
FFCB FRN	A-1+/P-1	AA+/Aaa	0.186%	9/19/2014	25,002,032.50	25,000,610.82	25,003,750.00	1.58%
FFCB FRN	A-1+/P-1	AA+/Aaa	0.211%	4/1/2015	25,000,000.00	25,000,000.00	25,007,750.00	1.58%
<b>Total</b>					70,002,032.50	70,000,610.82	70,021,700.00	4.43%
<b>Corporate Notes</b>								
CommonWealth Bank (FRN)	A-1+/P-1	AA-/Aa1	0.402%	3/16/2015	9,404,900.70	9,388,261.75	9,385,327.50	0.59%
Royal Bank of Canada (Fixed)	A-1+/P-1	AA-/Aa3	0.154%	4/17/2014	15,009,000.00	15,002,571.43	15,003,150.00	0.95%
<b>Total</b>					24,413,900.70	24,390,833.18	24,388,477.50	1.54%
<b>Repurchase Agreement</b>								
JP Morgan -Repo O/N Sweep	A-1/P-1	AA-/A1	0.050%	4/1/2014	6,596.56	6,596.56	6,596.56	0.00%
<b>Total</b>					6,596.56	6,596.56	6,596.56	0.00%
<b>Commercial Paper <sup>(4)</sup></b>								
Australia & New Zealand Banking Group	A-1+/P-1	n/a	0.321%	10/9/2014	39,872,355.56	39,932,088.89	39,936,400.00	2.53%
Bank of Tokyo	A-1/P-1	n/a	0.112%	4/4/2014	59,998,716.67	59,999,450.00	59,999,400.00	3.80%
Bank of Tokyo	A-1/P-1	n/a	0.142%	4/8/2014	18,998,965.56	18,999,482.78	18,999,430.00	1.20%
Caisse Cent Desjardins	A-1/P-1	n/a	0.142%	4/28/2014	29,995,566.67	29,996,850.00	29,996,100.00	1.90%
Caisse Cent Desjardins	A-1/P-1	n/a	0.172%	6/10/2014	39,983,000.00	39,986,777.78	39,986,800.00	2.53%
Catholic Health Services	A-1+/P-1	n/a	0.203%	7/17/2014	1,998,688.89	1,998,811.11	1,998,820.00	0.13%
DNB BANK ASA	A-1/P-1	n/a	0.346%	8/25/2014	34,878,579.17	34,951,029.17	34,967,450.00	2.21%
DNB BANK ASA	A-1/P-1	n/a	0.351%	8/26/2014	14,948,375.00	14,978,562.50	14,985,900.00	0.95%
DNB BANK ASA	A-1/P-1	n/a	0.331%	9/10/2014	19,934,366.67	19,970,300.00	19,975,800.00	1.26%
FCAR A-1+	A-1+/P-1	n/a	0.200%	4/1/2014	24,983,333.33	25,000,000.00	25,000,000.00	1.58%
Mizuho Funding LLC	A-1/P-1	n/a	0.208%	4/28/2014	29,984,454.17	29,995,387.50	29,996,100.00	1.90%
Mizuho Funding LLC	A-1/P-1	n/a	0.239%	8/11/2014	9,988,250.00	9,991,383.33	9,991,600.00	0.63%
Nordea Bank	A-1+/P-1	n/a	0.203%	7/9/2014	1,099,327.78	1,099,395.00	1,099,395.00	0.07%
Prudential PLC	A-1/P-1	n/a	0.361%	6/26/2014	9,972,700.00	9,991,400.00	9,995,900.00	0.63%
Prudential PLC	A-1/P-1	n/a	0.254%	9/11/2014	7,031,688.89	7,032,031.11	7,031,411.20	0.44%
Prudential PLC	A-1/P-1	n/a	0.431%	9/25/2014	9,957,000.00	9,978,858.33	9,986,700.00	0.63%
Ricoh Finance Corp	A-1/P-1	n/a	0.203%	5/16/2014	39,986,888.89	39,990,000.00	39,991,600.00	2.53%
Standard Charter	A-1+/P-1	n/a	0.301%	8/12/2014	24,943,750.00	24,972,291.67	24,978,750.00	1.58%
Standard Charter	A-1+/P-1	n/a	0.254%	9/30/2014	19,974,583.33	19,974,722.22	19,969,600.00	1.26%
Standard Charter	A-1+/P-1	n/a	0.321%	11/13/2014	16,945,902.22	16,965,848.89	16,964,810.00	1.07%
Standard Charter	A-1+/P-1	n/a	0.305%	12/4/2014	11,972,600.00	11,975,300.00	11,972,880.00	0.76%
Sumitomo Mitsubishi Trust NY	A-1/P-1	n/a	0.250%	7/1/2014	34,955,763.89	34,977,881.94	34,982,150.00	2.21%
Sumitomo Mitsubishi Trust NY	A-1/P-1	n/a	0.264%	8/26/2014	36,951,632.78	36,960,718.34	36,965,220.00	2.34%
Suncorp Metway Ltd.	A-1/P-1	n/a	0.509%	1/8/2015	10,949,277.77	10,956,916.66	10,971,620.00	0.69%
Suncorp Metway Ltd.	A-1/P-1	n/a	0.509%	1/29/2015	5,972,401.66	5,975,002.50	5,983,320.00	0.38%
Suncorp Metway Ltd.	A-1/P-1	n/a	0.509%	2/12/2015	5,971,833.33	5,973,583.33	5,982,540.00	0.38%
Suncorp Metway Ltd.	A-1/P-1	n/a	0.565%	7/10/2014	34,808,602.85	34,943,333.35	34,980,400.00	2.21%
Suncorp Metway Ltd.	A-1/P-1	n/a	0.591%	3/12/2015	16,901,400.00	16,905,508.33	16,946,280.00	1.07%
Toronto Dominion Holdings USA	A-1+/P-1	n/a	0.254%	10/31/2014	9,981,319.44	9,985,208.33	9,980,500.00	0.63%
Union Bank NA	A-1/P-1	n/a	0.270%	6/2/2014	44,926,200.00	44,979,075.00	44,986,950.00	2.85%
Union Bank NA	A-1/P-1	n/a	0.270%	6/9/2014	14,976,037.50	14,992,237.50	14,995,050.00	0.95%
Westpac Banking Corp	A-1+/P-1	n/a	0.310%	12/23/2014	11,964,010.00	11,972,956.67	11,970,720.00	0.76%
<b>Total</b>					695,807,572.02	696,402,392.23	696,569,596.20	44.07%
<b>Bank Commercial Paper <sup>(4)</sup></b>								
US Bank NA CP O/N Sweep	A-1/P-1	n/a	0.170%	4/1/2014	79,600,213.05	79,600,213.05	79,600,213.05	5.04%
<b>Total</b>					79,600,213.05	79,600,213.05	79,600,213.05	5.04%
<b>Other Commercial Paper <sup>(4)</sup></b>								
Australia & New Zealand Bank	A-1+/P-1	n/a	0.225%	2/10/2015	25,000,000.00	25,000,000.00	25,000,000.00	1.58%
Commonwealth Bank of Australia	A-1+/P-1	n/a	0.245%	6/6/2014	40,000,000.00	40,000,000.00	40,000,000.00	2.53%
Commonwealth Bank of Australia	A-1+/P-1	n/a	0.235%	2/13/2015	19,000,000.00	19,000,000.00	19,000,000.00	1.20%
National Australia Bank	A-1+/P-1	n/a	0.225%	3/11/2015	50,000,000.00	50,000,000.00	50,000,000.00	3.16%
Toyota Motor Credit Corp	A-1+/P-1	n/a	0.205%	12/5/2014	50,000,000.00	50,000,000.00	50,000,000.00	3.16%
Westpac Banking Corp	A-1+/P-1	n/a	0.270%	6/20/2014	30,000,000.00	30,000,000.00	30,000,000.00	1.90%
Westpac Banking Corp	A-1+/P-1	n/a	0.226%	9/24/2014	30,000,000.00	30,000,000.00	30,000,000.00	1.90%
<b>Total</b>					244,000,000.00	244,000,000.00	244,000,000.00	15.44%
<b>Total Commercial Paper</b>					1,019,407,785.07	1,020,002,605.28	1,020,169,809.25	64.54%

Collateralized Bank Deposits <sup>(2)</sup>

Security Description	S&P Credit Rating			Maturity	Cost	Book Value	Market Value <sup>(1)</sup>	% of Assets
	Short-Term	Long-Term	Yield					
Bank of the West Money Market Savings	A-1/P-1	AA/A1	0.140%	4/1/2014	229,277,373.30	229,277,373.30	229,277,373.30	14.51%
Great Western Bank Money Market Savings	N/R	N/R	0.400%	4/1/2014	3,663,766.57	3,663,766.57	3,663,766.57	0.23%
JP Morgan - Money Market Savings	A-1/P-1	AA-/A1	0.070%	4/1/2014	72,447,060.96	72,447,060.96	72,447,060.96	4.58%
JP Morgan -Stable Balance Account	A-1/P-1	AA-/A1	0.070%	4/1/2014	27,219.27	27,219.27	27,219.27	0.00%
US Bank - Checking	A-1/P-1	A/Aa3	0.020%	4/1/2014	3,077.84	3,077.84	3,077.84	0.00%
Wells Fargo High Yield Savings	A-1/P-1	AA-/A1	0.020%	4/1/2014	9,816.63	9,816.63	9,816.63	0.00%
<b>Total</b>					<b>305,428,314.57</b>	<b>305,428,314.57</b>	<b>305,428,314.57</b>	<b>19.33%</b>
<b>Money Market Funds <sup>(4)</sup></b>								
BlackRock Cash Funds Prime 1197	AAAm/Aaa	n/a	0.067%	4/1/2014	159,319,651.06	159,319,651.06	159,319,651.06	10.08%
AIM Premier US Government	AAAm/Aaa	n/a	0.010%	4/1/2014	900,000.00	900,000.00	900,000.00	0.06%
<b>Total</b>					<b>160,219,651.06</b>	<b>160,219,651.06</b>	<b>160,219,651.06</b>	<b>10.14%</b>
<b>Other Assets</b>								
Total accrued interest receivable						129,611.59	129,611.59	0.01%
The Primary Fund <sup>(3)</sup>					-	212,726.96	-	0.01%
<b>Total</b>					<b>-</b>	<b>342,338.55</b>	<b>129,611.59</b>	<b>0.02%</b>
<b>Total Assets <sup>(5)</sup></b>					<b>\$ 1,579,478,280</b>	<b>\$ 1,580,390,950</b>	<b>\$ 1,580,364,161</b>	<b>100%</b>
<b>Net Asset Value Per Share</b>							<b>\$1.00</b>	

**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) Effective November 24, 2010 Crederain Fund Services LLC became the liquidating services agent for The Reserve Primary Money Market Fund ("Reserve") and the fund changed its name to The Primary Fund. Crederian Fund Services LLC will continue the process of liquidating the portfolio of The Primary Fund. As of June 30, 2011 CSAFE had received a total of 99.04% of its principal balance outstanding in the Reserve on 9/15/08.
- 4) Commercial paper and money market funds are not assigned long-term credit ratings.
- 5) The information contained in this statement is unaudited. Audited financial statements are completed annually and are available at [www.csafe.org](http://www.csafe.org).

**QUARTERLY SUMMARY**

Net Assets	\$1,580,190,113
30 Day Yield	0.09%
7 Day Yield	0.09%
Expense Ratio	0.13%
Weighted Avg Maturity (days)	55
Weighted Avg Life (days)	97
Net Asset Value Per Share	\$1.00