



**First Quarter Report 2016
For the period ended March 31, 2016**

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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George Turtle, Trustee
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City of Loveland
Douglas County
Regional Transportation District
Jefferson County
City of Golden
Town of Firestone
Arapahoe County
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 March 31, 2016

STATEMENT OF OPERATIONS

	For the Period Ending				Year-to-Date
	3/31/2016	6/30/2016	9/30/2016	12/31/2016	
Gross Investment Income	\$2,072,598	\$0	\$0	\$0	\$2,072,598
Expenses (blue text indicates accrued expense)					
Audit Fees	23,000				23,000
Activity & Transaction Fees	7,450				7,450
Admin/Advisory Fees	233,906				233,906
Association Dues	305				305
Board Expenses	1,250				1,250
Custodial Fees	57,918				57,918
Insurance	-				-
Internet/Web Page	900				900
Legal Fees	11,341				11,341
Miscellaneous Credits	-				-
Miscellaneous Expenses & Fees	937				937
State Annual Fee	-				-
Excess Accrued Expenses	-				-
Rating Agency Fee	-				-
Total	337,008	-	-	-	337,008
Net Investment Income	\$1,735,590	\$0	\$0	\$0	\$1,735,590

STATEMENT OF CHANGES IN NET ASSETS

Shares Purchased	1,443,516,160				1,443,516,160
Shares Redeemed	(1,143,817,891)				(1,143,817,891)
Net Change in Share Transactions	\$299,698,269	\$0	\$0	\$0	\$299,698,269
Investment activities:					
Net Investment Income	1,735,590				1,735,590
Net Change in Assets	\$301,433,859	\$0	\$0	\$0	\$301,433,859
Net Assets at Beginning of Period	\$1,471,303,475				\$1,471,303,475
Net Assets at End of Period	\$1,772,737,334				\$1,772,737,334

STATEMENT OF NET ASSETS

Assets

Investments in securities					
U.S. treasuries	-	-	-	-	-
Corporate floating note	52,037,005				
Corporate fixes note	41,705,930				
Banker's Acceptances	4,989,363				
U.S. government agencies	39,998,513				
Commercial paper	700,839,574				
Variable Rate Commercial paper	322,000,869				
Total investment in securities	1,161,571,254	-	-	-	
Cash and cash equivalents	611,249,822				-
Accrued Interest	508,109				
Total Assets	1,773,329,186	-	-	-	

Liabilities

Participant Distribution Payable	(5,764)				
Accrued expenses	597,615				
Total Liabilities	591,852	-	-	-	
Net assets applicable to shares outstanding	1,772,737,334	-	-	-	

PORTFOLIO ASSETS

Security Description	S&P Credit Rating				Cost	Book Value	Market Value ⁽¹⁾	% of Assets
	Short-Term	Long-Term	Yield	Maturity				
U.S. Agencies								
FFCB FRN	A1+	AA+/Aaa	0.400%	11/3/2016	39,998,512.79	39,998,512.79	39,948,200.00	2.26%
Total					39,998,512.79	39,998,512.79	39,948,200.00	2.26%
Commercial Paper ⁽⁴⁾								
Coca-Cola (KOPP)	A1+		0.694%	8/22/2016	16,900,134.52	16,953,760.03	16,963,824.00	0.96%
Coca-Cola (KOPP)	A1+		0.993%	3/1/2017	19,807,616.67	19,819,472.23	19,890,000.00	1.12%
Coca-Cola (KOPP)	A1+		0.673%	7/11/2016	39,784,400.00	39,925,200.00	39,945,360.00	2.25%
Georgia Transmission	A1+		0.508%	4/4/2016	19,975,277.78	19,998,888.89	19,999,300.00	1.13%
Catholic Health Services, Series A	A1		0.670%	5/12/2016	24,961,500.00	24,980,750.00	24,988,100.00	1.41%
Catholic Health Services, Series A	A1		0.711%	4/14/2016	12,654,051.04	12,671,549.58	12,673,187.47	0.71%
Catholic Health Services, Series B	A1		0.761%	6/1/2016	12,983,208.29	12,983,208.29	12,983,208.29	0.73%
Catholic Health Services, Series B	A1		0.711%	5/17/2016	12,978,766.67	12,988,119.45	12,992,993.00	0.73%
Massachusetts College of Pharmacy	A1		0.588%	4/25/2016	15,108,794.40	15,113,910.00	15,113,498.40	0.85%
VF Corporation (VFCPP)	A1		0.680%	4/25/2016	24,980,923.61	24,988,368.05	24,991,950.00	1.41%
VF Corporation (VFCPP)	A1		0.659%	4/5/2016	24,984,201.39	24,997,743.06	24,998,550.00	1.41%
VF Corporation (VFCPP)	A1		0.659%	4/7/2016	4,996,750.00	4,999,368.06	4,999,590.00	0.28%
VF Corporation (VFCPP)	A1		0.710%	5/10/2016	19,983,277.78	19,984,444.45	19,989,400.00	1.13%
Salvation Army	A1+		0.589%	6/9/2016	26,462,855.56	26,470,113.67	26,465,815.00	1.49%
Stanley Black & Decker [SWK]	A1		0.578%	4/1/2016	17,297,534.75	17,299,726.08	17,297,534.75	0.98%
Toronto Dominion Holdings USA (TDHUSA)	A1+		0.611%	6/14/2016	49,775,000.00	49,937,500.00	49,947,600.00	2.82%
Ontario Teachers	A1+		0.722%	5/6/2016	34,915,786.11	34,975,150.00	34,984,110.00	1.97%
British Columbia, Province of	A1+		0.599%	7/11/2016	59,872,166.40	59,899,699.79	59,923,140.00	3.38%
Quebec, Province of	A1+		0.620%	8/17/2016	59,822,083.33	59,858,683.33	59,867,040.00	3.38%
CDP Financial			0.845%	9/1/2016	56,758,193.33	56,797,618.33	56,850,546.00	3.20%
National Australia Bank	A1+		0.763%	8/23/2016	29,887,500.00	29,909,375.00	29,926,650.00	1.69%
Macquarie Bank Limited (MACBK)	A1		0.660%	6/7/2016	13,874,149.86	13,882,933.89	13,888,365.70	0.78%
Macquarie Bank Limited (MACBK)	A1		1.021%	10/17/2016	9,935,000.00	9,944,444.44	9,957,610.00	0.56%
Macquarie Bank Limited (MACBK)	A1		0.825%	8/24/2016	29,878,500.00	29,901,450.00	29,924,460.00	1.69%
Total					638,577,671.49	639,281,476.62	639,561,832.61	36.06%
Bank Commercial Paper ⁽⁴⁾								
US Bank NA CP O/N Sweep	A-1+/P-1	n/a	0.170%	4/1/2016	61,558,097.07	61,558,097.07	61,558,097.07	3.47%
Total					61,558,097.07	61,558,097.07	61,558,097.07	3.47%
Variable Rate Commercial Paper ⁽⁴⁾								
Bank of Nova Scotia (1ML+12)	A-1/P-1	A+/Aa3	0.568%	4/7/2016	25,000,000.00	25,000,000.00	24,999,975.00	1.41%
Commonwealth Bank Australia (1ML+12)	A1+	AA-/Aa2	0.568%	4/8/2016	12,000,000.00	12,000,000.00	12,001,296.00	0.68%
Commonwealth Bank Australia (1ML+15)	A1+	AA-/Aa2	0.599%	4/7/2016	40,000,000.00	40,000,000.00	39,998,600.00	2.26%
Commonwealth Bank Australia (1ML+16)	A1+	AA-/Aa2	0.569%	4/22/2016	15,004,064.10	15,000,869.27	14,999,385.00	0.85%
National Bank of Canada (1ML+34)	A1	Aa3/A	0.792%	4/17/2016	50,000,000.00	50,000,000.00	49,993,800.00	2.82%
National Australia Bank (1ML+51)	A1+	AA-/Aa2	0.956%	4/29/2016	40,000,000.00	40,000,000.00	40,000,000.00	2.26%
Toyota Motor Credit USA (1ML+14) (-2BD Reset, A1+	A1+		0.580%	4/21/2016	30,000,000.00	30,000,000.00	29,999,340.00	1.69%
Toyota Motor Credit USA (1ML+41) (-2BD Reset, A1+			0.857%	4/26/2016	15,000,000.00	15,000,000.00	14,997,525.00	0.85%
Toyota Motor Credit USA (1ML+32) (-2BD Reset, A1+			0.769%	4/8/2016	25,000,000.00	25,000,000.00	24,997,975.00	1.41%
Westpac (1ML+12)	A-1+/P-1	AA-/Aa2	0.565%	4/4/2016	10,000,000.00	10,000,000.00	10,000,220.00	0.56%
Westpac (1ML+24)	A-1+/P-1	AA-/Aa2	0.691%	4/16/2016	50,000,000.00	50,000,000.00	49,995,450.00	2.82%
Westpac (1ML+12)	A-1+/P-1	AA-/Aa2	0.566%	4/14/2016	10,000,000.00	10,000,000.00	10,001,420.00	0.56%
Total					322,004,064.10	322,000,869.27	321,984,986.00	18.16%
Bankers Acceptances ⁽⁴⁾								
US Bank NA	A1	n/a	0.701%	7/20/2016	4,986,487.50	4,989,362.50	4,994,565.00	0.28%
Total					4,986,487.50	4,989,362.50	4,994,565.00	0.28%
Corporate Notes								
Royal Bank of Canada (Corp) (RY)	AA-/Aa3	0	0.665%	7/20/2016	11,635,930.00	11,633,708.04	11,557,293.00	0.66%
Royal Bank of Canada (Corp) (RY)			1.084%	1/23/2017	30,035,250.00	30,072,222.39	30,060,000.00	1.70%
Total					41,671,180.00	41,705,930.44	41,617,293.00	2.35%
Corporate Floating Notes								
Wells Fargo Bank NA (Corp) (3ML+15)	A1+		0.752%	6/2/2016	40,010,440.00	40,026,277.43	40,011,520.00	2.26%
Wells Fargo Bank NA (Corp) (3ML+18) (Step up (A1+			0.821%	6/2/2016	11,999,520.00	12,010,727.96	11,992,716.00	0.68%
Total					52,009,960.00	52,037,005.40	52,004,236.00	2.93%
Total Commercial Paper								
Collateralized Bank Deposits ⁽²⁾								
BANK OF THE WEST MM	A-1/P-1	AA/A1	0.130%	4/1/2016	4,842,654.02	4,842,654.02	4,842,654.02	0.27%
GREAT WESTERN BANK	N/R	N/R	0.150%	4/1/2016	3,676,869.51	3,676,869.51	3,676,869.51	0.21%

S&P Credit Rating

<u>Security Description</u>	<u>Short-Term</u>	<u>Long-Term</u>	<u>Yield</u>	<u>Maturity</u>	<u>Cost</u>	<u>Book Value</u>	<u>Market Value ⁽¹⁾</u>	<u>% of Assets</u>
GWB PROMONTORY	N/R	N/R	0.300%	4/1/2016	20,022,425.02	20,022,425.02	20,022,425.02	1.13%
US Bank - Checking	A-1/P-1	A/Aa3	0.020%	4/1/2016	290,106.63	290,106.63	290,106.63	0.02%
US Bank - DDA	A-1/P-1	A/Aa3	0.020%	4/1/2016	4,100,000.00	4,100,000.00	4,100,000.00	0.00%
Total					32,932,055.18	32,932,055.18	32,932,055.18	1.63%
Money Market Funds ⁽⁴⁾								
Goldman Sachs Prime	AAAm/Aaa	N/A	0.405%	4/1/2016	51,054,693.80	51,054,693.80	51,054,693.80	2.88%
BlackRock Cash Funds Prime 1197	AAAm/Aaa	n/a	0.280%	4/1/2016	141,205,169.06	141,205,169.06	141,205,169.06	7.96%
Fidelity Prime 2014	AAAm/Aaa	n/a	0.290%	4/1/2016	113,427,548.09	113,427,548.09	113,427,548.09	6.40%
Federated Money Market Mngmt Fd 58	AAAm/Aaa	n/a	0.330%	4/1/2016	139,719,175.72	139,719,175.72	139,719,175.72	7.88%
Morgan Stanley Prime	AAAm/Aaa	n/a	0.350%	4/1/2016	132,591,395.28	132,591,395.28	132,591,395.28	7.48%
Total					577,997,981.95	577,997,981.95	577,997,981.95	32.60%
Other Assets								
Total accrued interest receivable						508,109.00	508,109.00	0.03%
Total					-	508,109.00	508,109.00	0.03%
Total Assets ⁽⁵⁾					1,771,736,010.08	1,773,009,400.21	1,773,107,355.81	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) 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.

QUARTERLY SUMMARY

Net Assets	\$1,772,737,334
30 Day Yield	0.50%
7 Day Yield	0.51%
Weighted Avg Maturity (days)	50
Weighted Avg Life (days)	74
Net Asset Value Per Share	\$1.00