



**Second Quarter Report 2017
For the period ended June 30, 2017**

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LT Trust

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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 June 30, 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	\$4,655,039	\$6,819,172			\$11,474,211
Expenses (blue text indicates accrued expense)					
Audit Fees	25,000	14,475			39,475
Activity & Transaction Fees	2,271	10,581			12,852
Admin Fees	123,926	152,229			276,155
Advisory Fees	436,155	532,507			968,661
Association Dues	3,970	1,450			5,420
Board Expenses	7,585	17,517			25,102
Custodial Fees	40,320	39,476			79,796
Insurance	-	-			-
Internet/Web Page	1,016	1,829			2,845
Legal Fees	7,483	7,978			15,462
Marketing	19,916	1,183			21,099
Miscellaneous Credits	-	(134)			(134)
Miscellaneous Expenses & Fees	3,684	257			3,942
State Annual Fee	-	-			-
Excess Accrued Expenses	-	-			-
Rating Agency Fee	45,000	-			45,000
Total	716,327	779,348			1,495,675
Net Investment Income	\$3,938,712	\$6,039,825			9,978,537

STATEMENT OF CHANGES IN NET ASSETS

Shares Purchased	1,363,462,755	1,980,172,386		3,343,635,141
Shares Redeemed	(1,257,575,324)	(1,309,995,794)		(2,567,571,118)
Net Change in Share Transactions	\$105,887,432	670,176,592		776,064,023
Investment activities:				
Net Investment Income	3,938,712	6,039,825		\$9,978,537
Net Change in Assets	\$109,826,144	676,216,416		\$786,042,560
Net Assets at Beginning of Period	\$1,987,871,377	\$2,097,697,521		\$1,987,871,377
Net Assets at End of Period	\$2,097,697,521	2,773,913,937		2,773,913,937

STATEMENT OF NET ASSETS

Assets

Investments in securities				
U.S. Agency Floating Rate	121,800,000	121,800,000		
Commercial paper	1,144,257,219	1,272,207,060		
Bank Commercial Paper	2,362,465	631,359		
Asset Backed Fixed Commercial Paper	170,010,329	596,429,101		
Asset Backed Floating Commercial Paper	49,267,710	90,000,000		
Municipal Commercial Paper	22,679,582	26,432,830		
Interest Bearing Commercial Paper	335,000,000	315,000,000		
Total investment in securities	1,845,377,304	2,422,500,350		
Cash and cash equivalents	252,438,636	351,322,604		
Accrued Interest	454,271	454,667		
Total Assets	2,098,270,212	2,774,277,621		

Liabilities

Participant Distribution Payable	34,242	(3,949)		
Accrued expenses	538,449	367,910		
Total Liabilities	572,691	363,962		
Net assets applicable to shares outstanding	2,097,697,521	2,773,913,659		

PORTFOLIO ASSETS

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+	1.13	7/5/2017	50,000,000.00	50,000,000.00	50,000,600.00	1.80%
FEDERAL FARM CREDIT	A-1+	AA+	0.93	3/8/2018	50,000,000.00	50,000,000.00	49,994,700.00	1.80%
FED HOME LOAN BANK	A-1+	AA+	1.10	8/4/2017	21,800,000.00	21,800,000.00	21,803,880.40	0.79%
Total					121,800,000.00	121,800,000.00	121,799,180.40	4.39%
Commercial Paper ⁽³⁾								
ABB TREASURY CENTER	A-1	A	1.18	7/17/2017	32,682,250.02	32,683,303.59	32,682,253.65	1.18%
CDP FINANCIAL	A-1+	AAA	1.17	8/16/2017	54,694,131.95	54,919,180.56	54,916,620.00	1.98%
CDP FINANCIAL	A-1+	AAA	1.32	8/30/2017	24,835,694.45	24,945,833.34	24,950,400.00	0.90%
CDP FINANCIAL	A-1+	AAA	1.32	10/19/2017	24,835,694.44	24,900,694.44	24,905,875.00	0.90%
CHEVRON CORP	A-1+	AA-	1.07	9/13/2017	49,705,416.67	49,892,083.33	49,881,900.00	1.80%
COCA-COLA COMPANY	A-1+	AA-	1.02	7/18/2017	21,884,620.11	21,975,617.72	21,974,105.57	0.79%
COCA-COLA COMPANY	A-1+	AA-	0.99	7/24/2017	24,891,548.61	24,984,506.94	24,981,900.00	0.90%
COCA-COLA COMPANY	A-1+	AA-	1.12	9/11/2017	10,960,675.00	10,975,800.00	10,974,953.00	0.40%
CREDIT SUISSE NY	A-1	A	1.46	12/6/2017	55,517,057.22	55,648,537.77	55,656,944.00	2.01%
DEXIA CREDIT LOCAL	A-1+	AA	1.29	8/10/2017	24,814,791.67	24,964,722.22	24,965,625.00	0.90%
DEXIA CREDIT LOCAL	A-1+	AA	1.34	11/15/2017	24,808,958.25	24,875,368.00	24,874,450.00	0.90%
DEXIA CREDIT LOCAL	A-1+	AA	1.33	12/21/2017	24,804,097.25	24,843,819.47	24,836,400.00	0.90%
EXPORT DEVELOPMENTCA	A-1+	AAA	0.99	8/17/2017	24,884,812.50	24,968,340.28	24,963,275.00	0.90%
EXPORT DEVELOPMENTCA	A-1+	AAA	1.09	9/5/2017	24,905,631.94	24,950,958.33	24,948,025.00	0.90%
KAISER FOUNDATION HO	A-1+		1.19	9/12/2017	24,897,625.00	24,940,687.50	24,927,325.00	0.90%
KAISER FOUNDATION HO	A-1+		1.19	9/13/2017	24,898,437.50	24,939,875.00	24,926,300.00	0.90%
MICROSOFT CO	A-1+	AAA	1.03	7/5/2017	22,233,769.86	22,247,503.06	22,246,618.00	0.80%
NORDEA BANK AB	A-1+	AA-	1.27	10/24/2017	49,786,458.33	49,800,347.22	49,797,650.00	1.80%
NORDEA BANK AB	A-1+	AA-	1.28	10/26/2017	34,853,584.50	34,857,244.89	34,855,695.00	1.26%
ONTARIO TEACHER FIN	A-1+		1.24	7/14/2017	8,799,314.08	8,846,101.08	8,845,911.30	0.32%
ONTARIO TEACHER FIN	A-1+		1.33	8/2/2017	24,814,416.67	24,970,888.89	24,972,225.00	0.90%
ONTARIO TEACHER FIN	A-1+		1.21	10/4/2017	9,956,697.22	9,968,597.22	9,966,240.00	0.36%
ONTARIO TEACHER FIN	A-1+		1.33	11/3/2017	24,823,055.56	24,887,152.78	24,886,175.00	0.90%
ONTARIO TEACHER FIN	A-1+		1.33	12/4/2017	21,017,709.40	21,056,708.53	21,050,595.73	0.76%
ONTARIO TEACHER FIN	A-1+		1.37	12/28/2017	14,884,983.33	14,899,500.00	14,894,340.00	0.54%
PSP CAPITAL INC	A-1+	AAA	1.31	10/26/2017	90,000,000.00	90,000,000.00	90,019,350.00	3.24%
SOCIETE GENERALE	A-1	A	1.26	6/30/2017	49,946,611.11	49,948,333.33	49,948,750.00	1.80%
SUMITOMO MITSUI BANK	A-1	A	1.24	8/22/2017	24,898,333.33	24,955,944.44	24,954,325.00	0.90%
SUMITOMO MITSUI BANK	A-1	A	1.28	9/18/2017	24,867,875.00	24,930,875.00	24,929,450.00	0.90%
SUMITOMO MITSUI BANK	A-1	A	1.38	10/17/2017	24,830,312.50	24,898,750.00	24,901,675.00	0.90%
SVENSKA HANDELSBANKE	A-1+	AA-	1.33	11/16/2017	49,730,972.22	49,750,833.33	49,748,050.00	1.79%
SVENSKA HANDELSBANKE	A-1+	AA-	1.35	11/29/2017	24,847,833.33	24,861,583.33	24,860,350.00	0.90%
SWEDBANK	A-1+	AA-	1.13	8/15/2017	24,932,166.67	24,965,312.50	24,962,775.00	0.90%
SWEDISH EXPORT CREDIT	A-1+	AA+	1.19	8/17/2017	24,852,937.50	24,961,812.50	24,963,275.00	0.90%
SWEDISH EXPORT CREDIT	A-1+	AA+	1.22	8/8/2017	24,849,166.67	24,968,333.33	24,970,325.00	0.90%
TORONTO DOMINION HDG	A-1+	AA-	1.28	9/29/2017	24,108,571.58	24,112,804.65	24,113,119.11	0.87%
VF CORPORATION	A-1	A	1.12	7/5/2017	39,963,333.33	39,995,111.11	39,992,240.00	1.44%
VF CORPORATION	A-1	A	1.35	7/10/2017	24,975,986.11	24,991,687.50	24,990,250.00	0.90%
VF CORPORATION	A-1	A	1.32	7/19/2017	39,966,777.78	39,974,000.00	39,970,120.00	1.44%
VF CORPORATION	A-1	A	1.37	8/11/2017	8,489,814.15	8,494,918.95	8,493,723.58	0.31%
WESTPAC BANKING CORP	A-1+	AA-	1.22	7/19/2017	9,940,000.00	9,994,000.00	9,993,960.00	0.36%
WESTPAC BANKING CORP	A-1+	AA-	1.19	7/28/2017	24,853,940.97	24,977,968.75	24,977,650.00	0.90%
WESTPAC BANKING CORP	A-1+	AA-	1.22	8/30/2017	23,535,680.00	23,652,600.00	23,653,263.60	0.85%
Total					1,244,781,743.78	1,247,378,240.88	1,247,324,452.54	44.97%
Bank Commercial Paper ⁽³⁾								
US Bank NA CP O/N Sweep	A-1+	N/A	0.40	7/1/2017	631,358.56	631,358.56	631,358.56	0.02%
Total					631,358.56	631,358.56	631,358.56	0.02%
Assest Backed Fixed Commercial Paper								
ANGLESEA FUNDING LLC	A-1		1.235	7/5/2017	99,973,680.56	99,986,472.23	99,983,100.00	3.60%
ANGLESEA FUNDING LLC	A-1		1.248	7/10/2017	29,989,750.00	29,990,775.00	29,989,830.00	1.08%
ATLANTIC ASSET SEC LLC	A-1		1.187	7/11/2017	36,347,124.56	36,350,182.35	36,348,618.78	1.31%
AUTOBAHN FUNDING CO	A-1+		1.178	7/5/2017	63,988,705.56	63,991,744.45	63,989,440.00	2.31%
BEDFORD ROW FUNDING	A-1+		1.316	11/20/2017	11,909,700.00	11,938,940.00	11,936,508.00	0.43%
BEDFORD ROW FUNDING	A-1+		1.272	9/27/2017	14,407,361.11	14,455,694.44	14,454,861.50	0.52%
CROWN POINT CAPITAL	A-1		1.117	7/31/2017	36,941,109.69	36,998,054.00	36,992,412.79	1.33%
CROWN POINT CAPITAL	A-1		1.48	12/18/2017	24,824,791.67	24,828,819.45	24,828,819.45	0.90%

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>
KELLS FUNDING LLC	A-1+		1.220	9/12/2017	19,935,333.33	19,951,333.33	19,948,860.00	0.72%
KELLS FUNDING LLC	A-1+		1.169	9/7/2017	24,910,555.56	24,945,694.45	24,940,625.00	0.90%
KELLS FUNDING LLC	A-1+		1.138	8/10/2017	19,947,111.11	19,975,111.11	19,972,280.00	0.72%
KELLS FUNDING INC	A-1+		1.22	9/13/2017	24,920,000.00	24,938,333.33	24,935,150.00	0.90%
LIBERTY STREET FDG	A-1		1.220	9/1/2017	24,898,333.33	24,948,333.33	24,944,750.00	0.90%
LIBERTY STREET FDG	A-1		1.365	10/23/2017	24,889,263.89	24,893,916.67	24,893,475.00	0.90%
LMA AMERICAS LLC	A-1		1.25	7/21/2017	27,173,978.67	27,181,413.34	27,180,715.20	0.98%
LMA AMERICAS LLC	A-1		1.23	9/1/2017	39,876,311.11	39,916,644.44	39,911,600.00	1.44%
LMA AMERICAS LLC	A-1		1.24	7/24/2017	19,695,630.66	19,697,634.81	19,696,914.19	0.71%
RIDGEFIELD FUNDING	A-1		1.168	8/4/2017	43,919,883.33	43,952,211.11	43,946,848.00	1.58%
RIDGEFIELD FUNDING	A-1		1.218	7/6/2017	32,313,380.80	32,316,613.00	32,315,600.24	1.17%
					620,862,004.94	621,257,920.84	633,374,001.49	22.40%
<u>Assest Backed Floating Commercial Paper</u>								
BEDFORD ROW FUNDING	A-1+		1.299	11/17/2017	30,000,000.00	30,000,000.00	29,994,420.00	1.08%
BEDFORD ROW FUNDING	A-1+		1.470	3/2/2018	30,000,000.00	30,000,000.00	30,047,880.00	1.08%
MANHATTAN ASSEST FDG	A-1		1.289	8/17/2017	30,000,000.00	30,000,000.00	30,002,610.00	1.08%
					90,000,000.00	90,000,000.00	90,044,910.00	3.24%
<u>Municipal Commercial Paper</u>								
SALVATION ARMY	A-1+		1.271	9/12/2017	26,424,548.61	26,432,829.86	26,431,895.00	0.95%
					26,424,548.61	26,432,829.86	26,431,895.00	0.95%
<u>Interest Bearing Commercial ⁽³⁾</u>								
BANK OF NOVA SCOTIA	A-1		1.50	7/12/2017	50,000,000.00	50,000,000.00	50,005,500.00	1.80%
CA IMPERIAL BK OF	A-1		1.30	11/20/2017	50,000,000.00	50,000,000.00	50,004,950.00	1.80%
CA IMPERIAL BK OF	A-1		1.31	11/27/2017	50,000,000.00	50,000,000.00	50,005,400.00	1.80%
COMMONWEALTH BANK AU	A-1+		1.62	2/22/2018	50,000,000.00	50,000,000.00	50,099,600.00	1.80%
COMMONWEALTH BANK AU	A-1+		1.41	4/27/2018	25,000,000.00	25,000,000.00	25,015,275.00	0.90%
NATL AUSTRALIA BANK	A-1+		1.52	3/29/2018	40,000,000.00	40,000,000.00	40,042,920.00	1.44%
TORONTO DOMINION BANK		AA-	1.38	12/6/2017	25,000,000.00	25,000,000.00	24,999,850.00	0.90%
WESTPAC BANKING CORP	A-1+		1.38	3/2/2018	25,000,000.00	25,000,000.00	25,033,000.00	0.90%
Total					315,000,000.00	315,000,000.00	315,206,495.00	11.36%
<u>Collateralized Bank Deposits ⁽²⁾</u>								
GWB-PROMONTORY II	N/R	N/R		7/1/2017	59,070,437.65	59,070,437.65	59,070,437.65	2.13%
GWB-PROMONTORY	N/R	N/R		7/1/2017	20,149,193.70	20,149,193.70	20,149,193.70	0.73%
US BANK DDA	A-1+				15,000,023.90	15,000,023.90	15,000,023.90	0.54%
US BANK CHECKING	A-1+				423,346.35	423,346.35	423,346.35	0.02%
Total					94,643,001.60	94,643,001.60	94,643,001.60	3.41%
<u>Money Market Funds ⁽³⁾</u>								
BLACKROCK LIQ FED FD	AAAm	N/A	0.42	7/1/2017	192,307,022.88	192,307,022.88	192,307,022.88	6.93%
FIDELITY GOVT INSTITUTIONAL	AAAm	N/A	0.40	7/1/2017	62,967,770.04	62,967,770.04	62,967,770.04	2.27%
FIDELITY GOVT CLASS I	AAAm	N/A	0.40	7/1/2017	443,020.92	443,020.92	443,020.92	0.02%
GOLDMAN SACHS FIN SQ	AAAm	N/A	0.45	7/1/2017	961,788.69	961,788.69	961,788.69	0.03%
Total					256,679,602.53	256,679,602.53	256,679,602.53	9.25%
Total Assets ⁽⁴⁾					2,770,822,260.02	2,773,822,954.27	2,786,134,897.12	100.00%
Net Asset Value Per Share							\$1.000000000	

Notes:

- 1) All of the securities held in the portfolio are valued daily using a third party pricing service (IDC). 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	\$2,773,913,937
30 Day Yield	1.03%
7 Day Yield	1.09%
Weighted Avg Maturity (days)	45
Weighted Avg Life (days)	75
Net Asset Value Per Share	\$1.00