



**Quarterly Operations Manager Report
For the period ending December 31, 2015**

Board of Trustees

Mark Mason, CPA
Linda Senne, CPA
Jerry Boop, CPA
William Kleinsorge, CPA

Chairman
Vice Chairman
Secretary
Treasurer

Investment Advisor

Prudent Man Advisors, Inc.

Operations Manager

PMA Financial Network, Inc.

Administrator

Florida Management and Administrative Services, LLC

Distributor

PMA Securities, Inc.

Custodian

BMO Harris N.A.

FL SAFE Legal Counsel

Akerman Senterfitt

Credit Rating

Standard & Poors -- AAAm

855-202-9650 Toll Free / 630-718-8701 Fax
www.flSAFE.org



SUMMARY

- ◆ Florida Surplus Asset Fund Trust (“FL SAFE”) is a local government investment pool that serves the cash management needs of governments in Florida. FL SAFE seeks to provide competitive yields consistent with the preservation of capital and daily liquidity. FL SAFE is organized pursuant to Florida Statutes 163.01, is an authorized investment under 218.415 and invests according to the provisions of its Permitted Investments as listed in the Indenture of Trust.
- ◆ FL SAFE is authorized to invest in approved financial institutions and securities of the United States Treasury, United States Agencies, Primary Dealer Repurchase Agreements, and highly rated commercial paper. Asset allocation will be in full conformance with S&P guidelines.
- ◆ FL SAFE’s investments conform to the Permitted Investments as listed in its Indenture of Trust. FL SAFE meets Standard & Poor’s investment guidelines to achieve a AAAM rating, the highest attainable for a local government investment pool.
- ◆ FL SAFE 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 maturity of the portfolio shall not exceed 60 days; the weighted average life shall not exceed 120 days.
- ◆ FL SAFE seeks, but does not guarantee, to maintain a constant net asset value at \$1.00 per share. Please see the Indenture of Trust for more information on the investment objective of FL SAFE.
- ◆ The Investment Advisor is Prudent Man Advisors, Inc.
- ◆ The Administrator is Florida Management and Administrative Services, LLC.

SUMMARY

FL SAFE	\$125,245,897
FIIP	\$220,772,290
Total Assets	\$346,018,187

FL SAFE	
30 Day Yield	0.12%
7 Day Yield	0.15%
Expense Ratio *	0.26%
Weighted Average Maturity (days)	46
Weighted Average Life (days)	74
Net Asset Value Per Share	\$1.00

Note: The information contained herein is unaudited. Audited financial statements will be completed annually.
 * Net expense ratio after waivers.



STATEMENT OF NET ASSETS

	For the Period Ending				Year-to-Date
	03/31/15	06/30/15	09/30/15	12/31/15	
Assets					
Investments in securities					
U.S. Government Agencies	\$3,000,130	\$5,129,051	\$5,128,056	\$6,627,028	
Bankers Acceptances	-	-	-	957,196	
Certificates of Deposits	33,739,287	32,337,456	20,802,382	21,139,815	
Commercial Paper	7,995,252	4,990,638	1,497,745	6,490,704	
Corporate Notes	11,020,663	23,372,259	39,315,630	30,508,102	
FDIC Insured Cash Sweep	-	-	-	1,500,000	
Municipal Bonds	1,250,000	3,259,220	4,884,404	3,630,804	
Total investment in securities	\$57,005,332	\$69,088,624	\$71,628,216	\$70,853,649	
Cash and cash equivalents	91,473,323	96,901,588	64,398,942	54,272,802	
Other assets					
Accrued interest	115,117	164,384	216,615	287,476	
Total Assets	<u>\$148,593,771</u>	<u>\$166,154,596</u>	<u>\$136,243,773</u>	<u>\$125,413,927</u>	
Liabilities					
Accrued expenses	50,576	50,506	43,355	47,038	
Net assets applicable to shares outstanding	<u>\$148,543,195</u>	<u>\$166,104,090</u>	<u>\$136,200,417</u>	<u>\$125,366,889</u>	

STATEMENT OF OPERATIONS

Gross Investment Income	\$94,622	\$112,507	\$140,858	\$128,432	\$476,420
Expenses					
Administration Fees	22,500	22,500	22,500	22,500	90,000
Waiver -- Administration Fees	-	-	-	(711)	(711)
Audit Fees	8,304	6,552	6,624	6,735	28,215
Board of Trustees Expense	-	-	-	-	-
Cash Management Fees	1,760	2,548	4,992	1,322	10,622
Custody Fees	918	1,274	1,288	1,200	4,680
Investment Advisory Fees	23,786	27,045	31,132	25,611	107,574
Waiver -- Investment Advisory Fees	(16,734)	(14,418)	(11,645)	(7,509)	(50,306)
Legal Fees	1,368	-	-	-	1,368
Liability Insurance Expense	4,804	4,550	4,600	4,750	18,704
Operations Manager Fees	44,167	50,233	57,817	47,563	199,780
Waiver -- Operations Manager Fees	(31,077)	(26,776)	(21,626)	(13,946)	(93,425)
Ratings Expense	2,422	1,911	1,932	1,995	8,260
Miscellaneous Expenses	-	-	550	-	550
Miscellaneous Credits	-	-	-	-	-
Total Expenses	<u>\$62,219</u>	<u>\$75,419</u>	<u>\$98,165</u>	<u>\$89,509</u>	<u>\$325,312</u>
Net Investment Income	<u>\$32,403</u>	<u>\$37,088</u>	<u>\$42,694</u>	<u>\$38,923</u>	<u>\$151,108</u>

STATEMENT OF CHANGES IN NET ASSETS

Shares Purchased	\$59,000,425	\$54,894,853	\$59,211,436	\$145,839,382	\$318,946,096
Shares Redeemed	(36,848,283)	(37,380,736)	(89,238,456)	(156,739,589)	(320,207,064)
Net Change in Share Transactions	22,152,142	17,514,117	(30,027,019)	(10,900,207)	(1,260,967)
Investment activities:					
Net Investment Income	32,403	37,088	42,694	38,923	151,108
Net increase in net assets from share operations	32,403	37,088	42,694	38,923	151,108
Distributions to participants from net investment income	(32,403)	(37,088)	(42,694)	(38,923)	(151,108)
Revenue Recognition / FIIP Royalty	12,288	9,690	80,653	27,756	130,386
Net Change in Assets	22,196,833	17,560,895	(29,903,673)	(10,833,528)	(979,473)
Net Assets at Beginning of Period	\$126,346,363	\$148,543,195	\$166,104,090	\$136,200,417	\$126,346,363
Net Assets at End of Period	<u>\$148,543,195</u>	<u>\$166,104,090</u>	<u>\$136,200,417</u>	<u>\$125,366,889</u>	<u>\$125,366,889</u>



PORTFOLIO ASSETS
As of December 31, 2015

Security Description	CUSIP/Symbol	Credit Rating		Yield	Maturity Date	Par	Book Value	Market Value (1)
		Short Term S&P/Moody's	Long Term S&P/Moody's					
U.S. Agencies								
FFCB	31331KLY4	A-1+ / P-1	AA+ / Aaa	0.339%	05/25/16	1,640,000.00	1,640,781.79	1,640,224.68
FNMA	3135G0YQ0	A-1+ / P-1	AA+ / Aaa	0.214%	08/26/16	3,485,000.00	3,486,246.09	3,483,741.92
FHLB	3130A6R74	A-1+ / P-1	AA+ / Aaa	0.550%	11/25/16	1,500,000.00	1,500,000.00	1,497,976.50
Total						6,625,000.00	6,627,027.88	6,621,943.10
Bankers Acceptances								
US Bank NA	9033A0BN9	A-1+ / P-1	(2)	0.300%	02/22/16	729,681.00	729,383.00	729,425.39
US Bank NA	9033A0BV1	A-1+ / P-1	(2)	0.310%	02/29/16	227,923.00	227,812.90	227,828.07
Total						957,604.00	957,195.90	957,253.46
Certificates of Deposit								
CFG Community Bank	FDIC	A-1+ / P-1	(3)	0.501%	02/04/16	248,700.00	248,700.00	248,700.00
Drake Bank	FDIC	A-1+ / P-1	(3)	0.552%	02/04/16	248,600.00	248,600.00	248,600.00
Enerbank USA	FDIC	A-1+ / P-1	(3)	0.510%	02/04/16	248,700.00	248,700.00	248,700.00
Financial Federal Bank	FDIC	A-1+ / P-1	(3)	0.600%	02/04/16	248,500.00	248,500.00	248,500.00
Millbury National Bank	FDIC	A-1+ / P-1	(3)	0.498%	02/04/16	248,700.00	248,700.00	248,700.00
Premier Bank	FDIC	A-1+ / P-1	(3)	0.512%	02/04/16	248,700.00	248,700.00	248,700.00
Sonabank NA	FDIC	A-1+ / P-1	(3)	0.600%	02/04/16	248,500.00	248,500.00	248,500.00
T Bank, NA	FDIC	A-1+ / P-1	(3)	0.552%	02/04/16	248,600.00	248,600.00	248,600.00
Luana Savings Bank	FDIC	A-1+ / P-1	(3)	0.400%	02/08/16	249,500.00	249,500.00	249,500.00
Orrstown Bank	FDIC	A-1+ / P-1	(3)	0.510%	02/08/16	249,300.00	249,300.00	249,300.00
Western Alliance Bank / Torrey Pines Bank	FDIC	A-1+ / P-1	(3)	0.400%	02/08/16	249,500.00	249,500.00	249,500.00
Bank 7	FDIC	A-1+ / P-1	(3)	0.451%	02/12/16	249,100.00	249,100.00	249,100.00
BLC Community Bank	FDIC	A-1+ / P-1	(3)	0.392%	02/12/16	150,000.00	150,000.00	150,000.00
Home Federal Bank	FDIC	A-1+ / P-1	(3)	0.410%	02/12/16	249,200.00	249,200.00	249,200.00
Pacific Western Bank	FDIC	A-1+ / P-1	(3)	0.400%	02/12/16	249,000.00	249,000.00	249,000.00
Royal Business Bank	FDIC	A-1+ / P-1	(3)	0.450%	02/12/16	248,800.00	248,800.00	248,800.00
Bank of India	06278C7C3	A-1+ / P-1	(3)	0.450%	02/17/16	249,000.00	248,984.67	248,951.69
Talmer Bank and Trust	FDIC	A-1+ / P-1	(3)	0.450%	03/21/16	249,100.00	249,100.00	249,100.00
Tomatobank, NA	FDIC	A-1+ / P-1	(3)	0.410%	03/21/16	249,000.00	249,000.00	249,000.00
DNB Bank ASA	23290Q2R3	A-1 / P-1	A+ / Aa2	0.540%	03/24/16	2,000,000.00	1,999,377.22	2,000,269.00
Bank of China	06426TLT4	A-1+ / P-1	(3)	0.500%	05/05/16	249,000.00	248,943.90	248,881.97
Sallie Mae Bank	795450VV4	A-1+ / P-1	(3)	0.500%	05/05/16	249,000.00	248,916.61	248,881.97
Rabobank Nederland NV NY	21684BPV0	A-1 / P-1	A+ / Aa2+	0.716%	05/06/16	1,000,000.00	1,000,636.68	1,000,429.00
Access National Bank	FDIC	A-1+ / P-1	(3)	0.549%	05/17/16	248,600.00	248,600.00	248,600.00
Bank of Virginia	FDIC	A-1+ / P-1	(3)	0.405%	05/17/16	248,900.00	248,900.00	248,900.00
East Boston Savings Bank Boston, MA	FDIC	A-1+ / P-1	(3)	0.449%	05/17/16	248,800.00	248,800.00	248,800.00
Fieldpoint Private Bank & Trust	FDIC	A-1+ / P-1	(3)	0.603%	05/17/16	248,500.00	248,500.00	248,500.00
First National Bank - AR	FDIC	A-1+ / P-1	(3)	0.434%	05/17/16	248,900.00	248,900.00	248,900.00
Industrial & Commercial Bank of China	FDIC	A-1+ / P-1	(3)	0.704%	05/17/16	221,351.11	221,351.11	221,351.11
Metropolitan Commercial Bank	FDIC	A-1+ / P-1	(3)	0.543%	05/17/16	248,600.00	248,600.00	248,600.00
Middlefield Banking Company	FDIC	A-1+ / P-1	(3)	0.442%	05/17/16	248,900.00	248,900.00	248,900.00
ONB Bank and Trust Company	FDIC	A-1+ / P-1	(3)	0.500%	05/17/16	248,700.00	248,700.00	248,700.00
State Bank of India (CA)	FDIC	A-1+ / P-1	(3)	0.505%	05/17/16	248,700.00	248,700.00	248,700.00
Summit Bank - OR	FDIC	A-1+ / P-1	(3)	0.444%	05/17/16	248,800.00	248,800.00	248,800.00
Bank of Nova Scotia Houston, TX	06417HMU7	A-1 / P-1	A+ / Aa2	0.512%	06/10/16	1,500,000.00	1,500,054.60	1,498,927.50
Modern Bank, National	FDIC	A-1+ / P-1	(3)	0.600%	06/22/16	247,600.00	247,600.00	247,600.00
BMW Bank of North America	05580ABZ6	A-1+ / P-1	(3)	0.450%	06/24/16	248,000.00	247,882.56	247,882.45
Bank of Baroda	06062A4U0	A-1+ / P-1	(3)	0.450%	06/29/16	248,000.00	247,820.78	247,883.19
Berkshire Bank	084601ED1	A-1+ / P-1	(3)	0.500%	06/30/16	248,000.00	247,879.84	247,880.46
Enterprise Bank	29367RGZ3	A-1+ / P-1	(3)	0.500%	06/30/16	249,000.00	248,939.42	248,881.73
Everbank	29976DYR5	A-1+ / P-1	(3)	0.550%	06/30/16	248,000.00	247,939.92	247,880.22
S&T Bank	783861BT3	A-1+ / P-1	(3)	0.550%	06/30/16	248,000.00	247,939.92	247,880.22
Onewest Bank	FDIC	A-1+ / P-1	(3)	0.860%	07/27/16	247,800.00	247,800.00	247,800.00
Private Bank - MI	FDIC	A-1+ / P-1	(3)	0.600%	07/27/16	248,480.00	248,480.00	248,480.00
Stearns Bank NA	FDIC	A-1+ / P-1	(3)	0.640%	07/27/16	248,400.00	248,400.00	248,400.00
United Community Bank	FDIC	A-1+ / P-1	(3)	0.640%	07/27/16	247,400.00	247,400.00	247,400.00
United Texas Bank	FDIC	A-1+ / P-1	(3)	0.640%	07/27/16	248,400.00	248,400.00	248,400.00
TCF National Bank	872278NU6	A-1+ / P-1	(3)	0.550%	08/05/16	248,000.00	247,927.68	247,771.84
Santander Bank NA	80280JHC8	A-1+ / P-1	(3)	0.650%	08/12/16	248,000.00	247,925.30	247,761.67
Royal Bank of Canada NY	78009NVJ2	A-1+ / P-1	AA- / Aa3	0.680%	08/31/16	2,000,000.00	1,998,935.44	1,999,740.00
Nordea Bank Finland NY	65558LEG3	A-1+ / P-1	AA- / Aa3	0.500%	11/14/16	1,331,000.00	1,331,205.44	1,330,419.68
Wells Fargo Bank NA	94988ELW6	A-1+ / P-1	AA- / Aa1	0.610%	11/16/16	2,000,000.00	2,000,173.60	1,999,092.00
Total						21,141,331.11	21,139,814.69	21,137,745.70



PORTFOLIO ASSETS
As of December 31, 2015

Security Description	CUSIP/Symbol	Credit Rating		Yield	Maturity Date	Par	Book Value	Market Value (1)
		Short Term S&P/Moody's	Long Term S&P/Moody's					
Commercial Paper								
ING (US) Funding LLC	4497W0B15	A-1 / P-1	(2)	0.440%	02/01/16	1,500,000.00	1,499,486.25	1,499,393.25
ING (US) Funding LLC	4497W0C30	A-1 / P-1	(2)	0.400%	03/03/16	1,000,000.00	999,344.39	999,077.70
ING (US) Funding LLC	4497W0DF2	A-1 / P-1	(2)	0.640%	04/15/16	2,000,000.00	1,996,373.41	1,996,307.60
Toyota Motor Credit Corp.	89233GF27	A-1+ / P-1	(2)	0.540%	06/02/16	2,000,000.00	1,995,500.00	1,994,772.40
Total						6,500,000.00	6,490,704.05	6,489,550.95
Corporate Notes								
General Elec Capital Corp	36962G6Q2	A-1+ / P-1	AA+ / A1	0.670%	01/08/16	1,000,000.00	1,000,061.57	1,000,016.00
Toyota Motor Credit Corp.	89233P4R4	A-1+ / P-1	AA- / Aa3	0.380%	01/11/16	3,015,000.00	3,016,388.95	3,015,868.32
Bank of New York Mellon	06406HBS7	A-1 / P-1	A / A1	0.420%	01/15/16	2,837,000.00	2,838,763.25	2,838,463.89
PNC Bank, N.A.	69349LAH1	A-1 / P-1	A / Aa2	0.490%	01/28/16	1,500,000.00	1,500,268.08	1,499,974.50
PNC Bank, N.A.	69349LAH1	A-1 / P-1	A / Aa2	0.510%	01/28/16	3,000,000.00	3,000,469.72	2,999,949.00
Home Depot Inc.	437076AP7	A-1 / P-1	A / A2	0.500%	03/01/16	1,500,000.00	1,511,416.50	1,510,548.00
Credit Suisse USA Inc	225434AG4	A-1 / P-1	A / A1*-	0.740%	03/02/16	3,000,000.00	3,021,964.23	3,020,472.00
Bank of New York Mellon	06406HCG2	A-1 / P-1	A / A1	0.420%	03/04/16	1,000,000.00	1,000,364.91	999,823.00
Wells Fargo Bank NA	92976GAF8	A-1 / P-1	AA- / A2	0.690%	03/15/16	1,277,000.00	1,276,973.01	1,276,676.92
Rabobank Nederland NV NY	74977EPY3	A-1 / P-1	A+ / Aa2*-	0.320%	03/18/16	2,370,000.00	2,372,139.01	2,369,668.20
US Bank NA	90331HMF7	A-1+ / P-1	AA- / A1	0.450%	04/22/16	1,940,000.00	1,940,054.40	1,940,108.64
Wells Fargo & Company	949746QU8	A-1 / P-1	AA- / A2	0.710%	06/15/16	1,000,000.00	1,013,111.62	1,012,499.00
Bank of Nova Scotia	064159CR5	A-1 / P-1	A+ -Aa2*-	0.520%	07/15/16	2,000,000.00	2,004,210.84	2,002,092.00
Bank of Nova Scotia	064159CR5	A-1 / P-1	A+ -Aa2*-	0.830%	07/15/16	2,000,000.00	2,002,310.42	2,002,092.00
Royal Bank of Canada	78010UBY2	A-1+ / P-1	AA- / Aa3	0.660%	09/09/16	1,000,000.00	1,005,343.42	1,002,099.00
Toronto Dominion Bank NY	89114QAL2	A-1+ / P-1	AA- / Aa1	0.520%	09/09/16	2,000,000.00	2,004,262.08	2,001,842.00
Total						30,439,000.00	30,508,102.01	30,492,192.47
FDIC Insured Cash Sweep								
Bank of China	FDIC	A-1+ / P-1	(3)	0.420%	01/04/16	1,500,000.00	1,500,000.00	1,500,000.00
Total						1,500,000.00	1,500,000.00	1,500,000.00
Municipal Bonds								
New York State Dormitory Authority	64990EJD0	A-1+ / P-1	AAA / Aa1	0.450%	02/15/16	375,000.00	375,236.00	375,341.25
Niagara Falls NY City School District	653420LS6	A-1	(2)	0.650%	06/23/16	2,000,000.00	2,004,404.50	2,004,040.00
County of Orange CA	68428LDK7	A-1+	AA	0.480%	06/30/16	750,000.00	751,163.88	750,330.00
Indiana Bond Bank	45462TDX7	A-1+	AA+	0.780%	07/15/16	500,000.00	500,000.00	500,260.00
Total						3,625,000.00	3,630,804.38	3,629,971.25
Letter of Credit Bank Deposits								
East-West Bank		A-1+ / P-1	N/A	0.340%	01/04/16	10,020,073.77	10,020,073.77	10,020,073.77
Total						10,020,073.77	10,020,073.77	10,020,073.77
Unsecured Bank Deposits								
BMO Harris Bank NA		A-1 / P-1	A+ / Aa3	0.270%	01/04/16	1,067,936.65	1,067,936.65	1,067,936.65
BMO Harris Bank NA - Earnings Credit		A-1 / P-1	A+ / Aa3	0.320%	01/04/16	3,000,000.00	3,000,000.00	3,000,000.00
TD Bank NA		A-1+ / P-1	AA- / Aa1	0.000%	01/04/16	50,003.14	50,003.14	50,003.14
TD Bank NA		A-1+ / P-1	AA- / Aa1	0.200%	01/04/16	539,112.10	539,112.10	539,112.10
BMO Harris Bank NA - Capital Support - PMA		A-1 / P-1	A+ / Aa3	0.000%	01/04/16	200,000.00	200,000.00	200,000.00
Branch Banking & Trust		A-1 / P-1	A / Aa1	0.600%	01/04/16	4,010,253.08	4,010,253.08	4,010,253.08
Branch Banking & Trust		A-1 / P-1	A / Aa1	0.250%	01/04/16	4,304,387.20	4,304,387.20	4,304,387.20
Total						13,171,692.17	13,171,692.17	13,171,692.17
Secured Bank Deposits								
BMO Harris Bank NA		A-1 / P-1	A+ / Aa3	0.270%	01/04/16	7,244,099.35	7,244,099.35	7,244,099.35
Citibank NA		A-1 / P-1	A*+ / A1	0.300%	01/04/16	20,825,557.25	20,825,557.25	20,825,557.25
Citibank NA		A-1 / P-1	A*+ / A1	0.000%	01/04/16	3,000,000.00	3,000,000.00	3,000,000.00
Total						31,069,656.60	31,069,656.60	31,069,656.60
TOTAL INVESTMENTS (4)						125,049,357.65	125,115,071.45	125,090,079.47

1) All of the securities held in the portfolio are valued each week using a third party pricing service. Other assets in the portfolio such as repurchase agreements, money market funds, and non-DTC bank deposit products are valued at amortized cost.

2) Certain securities are not assigned a long-term credit rating.

3) FDIC insured CD.

4) The information contained in the statement is unaudited. Audited financial statements are completed annually.

Disclaimer



This document was prepared by Prudent Man Advisors, Inc. for Florida SAFE.

Securities, public finance services and institutional brokerage services are offered through PMA Securities, Inc. PMA Securities, Inc. is a broker-dealer and municipal advisor registered with the SEC and MSRB, and is a member of FINRA and SIPC. Prudent Man Advisors, Inc., an SEC registered investment adviser, provides investment advisory services to local government investment pools. All other products and services are provided by PMA Financial Network, Inc. PMA Financial Network, Inc., PMA Securities, Inc. and Prudent Man Advisors (collectively "PMA") are under common ownership.

Securities and public finance services offered through PMA Securities, Inc. are available in CA, CO, FL, GA, IL, IN, IA, KS, MI, MN, MO, NE, OH, OK, PA, SD, TX and WI. This document is not an offer of services available in any state other than those listed above, has been prepared for informational and educational purposes and does not constitute a solicitation to purchase or sell securities, which may be done only after client suitability is reviewed and determined. All investments mentioned herein may have varying levels of risk, and may not be suitable for every investor. PMA and its employees do not offer tax or legal advice. Individuals and organizations should consult with their own tax and/or legal advisors before making any tax or legal related investment decisions. Additional information is available upon request.

©2014 Prudent Man Advisors, Inc.



Integrity. Commitment. Performance.™