



**Quarterly Operations Manager Report
For the period ending June 30, 2016**

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Credit Rating

Standard & Poors -- AAAm

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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	\$144,675,652
FIIP	<u>\$155,355,713</u>
Total Assets	\$300,031,365

FL SAFE	
30 Day Yield	0.45%
7 Day Yield	0.46%
Expense Ratio *	0.23%
Weighted Average Maturity (days)	41
Weighted Average Life (days)	73
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
	03/31/16	06/30/16	09/30/16	12/31/16	
Assets					
Investments in securities					
U.S. Government Agencies	\$6,626,076	\$4,985,296	\$0	\$0	
Bank Notes	3,301,847	5,049,657			
Certificates of Deposits	17,510,266	23,569,762			
Commercial Paper	12,479,257	11,964,714			
Corporate Notes	31,079,117	38,904,033			
Municipal Bonds	3,252,727	1,500,000			
Total investment in securities	\$74,249,290	\$85,973,462	\$0	\$0	
Cash and cash equivalents	78,233,816	58,504,000			
Other assets					
Accrued interest	174,952	234,599			
Total Assets	\$152,658,058	\$144,712,061	\$0	\$0	
Liabilities					
Accrued expenses	1,059,329	36,409			
Net assets applicable to shares outstanding	\$151,598,729	\$144,675,652	\$0	\$0	

STATEMENT OF OPERATIONS

Gross Investment Income	\$175,266	\$248,563	\$0	\$0	\$423,829
Expenses					
Administration Fees	22,500	22,500			45,000
Waiver -- Administration Fees	(3,296)	(3,839)			(7,135)
Audit Fees	5,555	7,280			12,835
Board of Trustees Expense	-	-			-
Cash Management Fees	1,499	1,821			3,320
Custody Fees	1,820	2,030			3,850
Investment Advisory Fees	23,070	26,794			49,864
Waiver -- Investment Advisory Fees	(8,109)	(10,747)			(18,856)
Legal Fees	-	2,442			2,442
Liability Insurance Expense	4,550	4,550			9,100
Operations Manager Fees	42,843	49,762			92,605
Waiver -- Operations Manager Fees	(15,059)	(19,960)			(35,019)
Ratings Expense	1,911	1,911			3,822
Miscellaneous Expenses	-	526			526
Miscellaneous Credits	-	-			-
Total Expenses	\$77,284	\$85,070	\$0	\$0	\$162,354
Net Investment Income	\$97,982	\$163,493	\$0	\$0	\$261,475

STATEMENT OF CHANGES IN NET ASSETS

Shares Purchased	\$99,744,016	\$62,887,758	\$0	\$0	\$162,631,774
Shares Redeemed	(73,624,927)	(69,978,169)			(143,603,096)
Net Change in Share Transactions	26,119,089	(7,090,411)			19,028,678
Investment activities:					
Net Investment Income	97,982	163,493			261,475
Net increase in net assets from share operations	97,982	163,493			261,475
Distributions to participants from net investment income	(97,982)	(163,493)			(261,475)
Revenue Recognition / FIIP Royalty	14,769	3,841			18,610
Net Change in Assets	26,231,840	(6,923,077)			19,308,763
Net Assets at Beginning of Period	\$125,366,889	\$151,598,729	\$0	\$0	\$125,366,889
Net Assets at End of Period	\$151,598,729	\$144,675,652	\$0	\$0	\$144,675,652



PORTFOLIO ASSETS

As of June 30, 2016

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								
FNMA	3135G0YQ0	A-1+ / P-1	AA+ / Aaa	0.424%	08/26/16	3,485,000.00	3,485,295.60	3,485,425.17
FHLB	3130A6R74	A-1+ / P-1	AA+ / Aaa	0.550%	11/25/16	1,500,000.00	1,500,000.00	1,500,133.50
Total						4,985,000.00	4,985,295.60	4,985,558.67
Bank Notes								
PNC Bank, N.A.	69349LAN8	A-1 / P-1	A / Aa2	0.960%	10/03/16	1,000,000.00	1,000,662.80	1,001,034.00
PNC Bank, N.A.	69349LAN8	A-1 / P-1	A / Aa2	0.950%	10/03/16	1,295,000.00	1,295,927.57	1,296,339.03
PNC Bank, N.A.	69349LAN8	A-1 / P-1	A / Aa2	0.800%	10/03/16	1,500,000.00	1,501,460.04	1,501,551.00
Bank of America NA	06050TLR1	A-1 / P-1	A / Aa2	0.960%	11/14/16	1,250,000.00	1,251,606.70	1,250,752.50
Total						5,045,000.00	5,049,657.11	5,049,676.53
Certificates of Deposit								
Mizuho Bank LTD NY	60689DUV3	A-1+ / P-1	A / A1	0.640%	07/21/16	1,000,000.00	1,000,011.34	1,000,169.90
Onewest Bank	FDIC	A-1+ / P-1	(3)	0.860%	07/27/16	247,800.00	247,800.00	247,800.00
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
Stearns Bank NA	FDIC	A-1+ / P-1	(3)	0.640%	07/27/16	248,400.00	248,400.00	248,400.00
Private Bank - MI	FDIC	A-1+ / P-1	(3)	0.600%	07/27/16	248,480.00	248,480.00	248,480.00
Westpac Banking Corp NY	96121TL48	A-1+ / P-1	AA- / Aa2	0.780%	08/01/16	2,000,000.00	2,000,000.00	2,000,646.40
TCF National Bank	872278NU6	A-1+ / P-1	(3)	0.600%	08/05/16	248,000.00	247,988.54	248,019.10
Santander Bank NA	80280JHC8	A-1+ / P-1	(3)	0.700%	08/12/16	248,000.00	247,986.16	248,024.80
Royal Bank of Canada NY	78009NVJ2	A-1+ / P-1	AA- / Aa3	0.877%	08/31/16	2,000,000.00	1,999,730.20	2,000,874.00
Westpac Banking Corp NY	96121TE95	A-1+ / P-1	AA- / Aa2	0.780%	10/21/16	2,000,000.00	2,000,716.00	2,001,368.00
Westpac Banking Corp NY	96121TQ84	A-1+ / P-1	AA- / Aa2	0.920%	10/24/16	1,000,000.00	1,000,031.26	1,000,853.00
Canadian Imperial Bank of Commerce	13606ANR5	A-1+ / P-1	A+ / Aa3	0.850%	10/31/16	2,000,000.00	2,000,527.93	2,001,781.80
Credit Suisse New York	22549VU84	A-1+ / P-1	A / A1	0.930%	11/01/16	2,000,000.00	2,000,476.64	2,001,467.40
Nordea Bank Finland NY	65558LEG3	A-1+ / P-1	AA- / Aa3	0.809%	11/14/16	1,331,000.00	1,331,089.09	1,331,367.36
Canadian Imperial Bank of Commerce	13606AYL6	A-1+ / P-1	A+ / Aa3	0.950%	11/28/16	1,000,000.00	1,000,000.00	1,000,946.30
Bank of America NA	06050FBN1	A-1+ / P-1	A / A1	0.856%	01/19/17	1,500,000.00	1,500,000.00	1,499,815.50
Nordea Bank Finland NY	65558LAQ5	A-1+ / P-1	AA- / Aa3	0.851%	02/13/17	2,000,000.00	2,000,842.09	2,000,072.00
Wells Fargo Bank NA	94988ERM2	A-1+ / P-1	AA- / Aa1	0.984%	02/24/17	2,000,000.00	1,999,882.54	2,000,512.00
Wells Fargo Bank NA	94988ETX6	A-1+ / P-1	AA- / Aa1	1.030%	04/13/17	2,000,000.00	2,000,000.00	2,001,026.00
Total						23,567,480.00	23,569,761.79	23,577,423.56
Commercial Paper								
MUFG Union Bank NA	06538BG64	A-1 / P-1	(2)	0.620%	07/06/16	1,000,000.00	999,913.70	999,934.30
Toyota Motor Credit Corp.	89233GJE7	A-1+ / P-1	(2)	0.750%	09/14/16	2,000,000.00	1,996,875.48	1,997,475.00
ING (US) Funding LLC	4497WQKE7	A-1 / P-1	(2)	0.880%	10/14/16	2,500,000.00	2,493,583.24	2,495,222.50
Abbey Natl Treasury Serv	00280NKM1	A-1+ / P-1	(2)	0.930%	10/21/16	1,500,000.00	1,495,706.27	1,496,732.40
Credit Agricole NY	22533TL79	A-1 / P-1	(2)	0.910%	11/07/16	2,000,000.00	1,993,478.58	1,994,489.40
JP Morgan Securities LLC	46640PMM2	A-1 / P-1	(2)	0.850%	12/21/16	1,000,000.00	995,915.27	996,191.30
JP Morgan Securities LLC	46640PMN0	A-1 / P-1	(2)	0.850%	12/22/16	1,000,000.00	995,891.66	996,150.00
MUFG Union Bank NA	06538BPE7	A-1 / P-1	(2)	1.060%	02/14/17	1,000,000.00	993,350.05	993,952.00
Total						12,000,000.00	11,964,714.25	11,970,146.90
Corporate Notes								
TD Bank	89114QAB4	AA- / Aa1	A / A2	0.860%	07/14/16	2,000,000.00	2,001,165.90	2,000,880.00
Bank of Nova Scotia	064159CR5	AA- / Aa1	AA- / Aa1	0.933%	07/15/16	750,000.00	750,037.80	750,127.50
Bank of Nova Scotia	064159CR5	AA- / Aa1	AA- / Aa1	0.706%	07/15/16	1,000,000.00	1,000,176.28	1,000,170.00
Canadian Imperial Bank of Commerce	136069FU0	AA- / Aa1	AA- / Aa1	0.700%	07/18/16	600,000.00	600,176.95	600,157.20
Air Products & Chemicals	009158AQ9	A / A2	AA- / Aa1	0.700%	08/02/16	3,000,000.00	3,003,341.05	3,002,634.00
PACCAR Financial Corp	69371RL61	A+ / A1	A / A2	0.670%	08/16/16	1,500,000.00	1,500,902.00	1,500,774.00
Coca-Cola Co.	191216AU4	AA- / Aa3	A+ / A1	0.670%	09/01/16	1,425,000.00	1,427,666.73	1,427,619.15
Toronto Dominion Bank NY	89114QAL2	AA- / Aa1	AA- / Aa3	0.819%	09/09/16	2,000,000.00	2,001,197.60	2,001,580.00
Toronto Dominion Bank NY	89114QAL2	AA- / Aa1	AA- / Aa3	0.884%	09/09/16	1,635,000.00	1,635,776.57	1,636,291.65
Royal Bank of Canada	78010UBY2	AA- / Aa3	AA- / Aa1	0.660%	09/09/16	1,000,000.00	1,001,502.08	1,001,339.00
American Honda Finance	02665WAA9	A-1 / P-1	AA- / Aa1	0.741%	10/07/16	1,000,000.00	1,001,075.54	1,001,111.00
American Honda Finance	02665WAA9	A-1 / P-1	AA- / Aa1	0.731%	10/07/16	1,000,000.00	1,001,101.20	1,001,111.00
Procter & Gamble Co	742718EF2	A-1+ / P-1	AA- / Aa3	0.690%	11/04/16	3,200,000.00	3,200,403.20	3,200,688.00
Bank of America NA	06050TSL9	A-1 / P-1	A+ / A1	1.173%	11/14/16	2,000,000.00	1,999,481.01	2,001,760.00
BNP Paribas	05574LTV0	A-1 / P-1	A+ / A1	0.817%	12/12/16	1,500,000.00	1,502,837.30	1,502,530.50
Bank of Nova Scotia	064159DC7	A-1 / P-1	A+ / Aa3	1.033%	12/23/16	3,250,000.00	3,249,577.48	3,247,939.50
General Electric Co	36967FAB7	A-1+ / P-1	AA+ / A1	0.637%	01/09/17	800,000.00	801,191.82	800,902.40
General Electric Co	36967FAB7	A-1+ / P-1	AA+ / A1	0.638%	01/09/17	1,000,000.00	1,001,485.88	1,001,128.00
General Electric Co	36967FAB7	A-1+ / P-1	AA+ / A1	0.631%	01/09/17	800,000.00	801,220.20	800,902.40
General Elec Capital Corp	36962G5N0	A-1+ / P-1	AA+ / A1	0.870%	01/09/17	500,000.00	505,223.20	505,503.50
Berkshire Hathaway Financial	084664CA7	A-1+ / P-1	AA / Aa2	0.764%	01/10/17	2,860,000.00	2,860,205.46	2,859,668.24
ANZ Banking Group	05253JAE1	A-1+ / P-1	AA- / Aa2	0.930%	01/10/17	1,200,000.00	1,202,006.40	1,201,963.20
ANZ Banking Group	05253JAE1	A-1+ / P-1	AA- / Aa2	0.980%	01/10/17	1,500,000.00	1,501,982.17	1,502,454.00
ANZ Banking Group	05253JAE1	A-1+ / P-1	AA- / Aa2	0.900%	01/10/17	550,000.00	550,953.18	550,899.80



PORTFOLIO ASSETS

As of June 30, 2016

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					
Corporate Notes (Continued)								
Royal Bank of Canada	78010UNY9	A-1+ / P-1	AA- / Aa3	0.962%	01/23/17	900,000.00	899,997.53	901,123.20
Toyota Motor Credit Corp.	89236TCC7	AA- / Aa3	AA / Aa2	0.692%	02/16/17	1,000,000.00	1,000,851.00	1,000,085.00
Chevron Corporation	166764AS9	A-1+ / P-1	AA- / Aa2	0.932%	02/22/17	400,000.00	399,568.92	399,809.20
PACCAR Financial Corp	69371RK54	A-1 / P-1	A+ / A1	0.760%	03/15/17	500,000.00	502,928.40	503,038.00
Total						38,870,000.00	38,904,032.85	38,904,189.44
Municipal Bonds								
Indiana Bond Bank	45462TDX7	A-1+	AA	0.780%	07/15/16	500,000.00	500,000.00	500,060.00
Kansas City, MO	485106ML9	A-1+ / P-1	AA- / A1	0.820%	10/01/16	1,000,000.00	1,000,000.00	999,830.00
Total						1,500,000.00	1,500,000.00	1,499,890.00
Letter of Credit Bank Deposits								
East-West Bank		A-1+ / P-1	N/A	0.530%	07/01/16	4,907,918.26	4,907,918.26	4,907,918.26
Pentagon Federal Credit Union		A-1+ / P-1	N/A	0.650%	07/01/16	20,143,307.96	20,143,307.96	20,143,307.96
Total						25,051,226.22	25,051,226.22	25,051,226.22
Unsecured Bank Deposits								
BMO Harris Bank NA		A-1 / P-1	A+ / Aa3	0.270%	07/01/16	5,534,777.79	5,534,777.79	5,534,779.79
TD Bank NA		A-1+ / P-1	AA- / Aa1	0.000%	07/01/16	50,003.14	50,003.14	50,003.14
TD Bank NA		A-1+ / P-1	AA- / Aa1	0.200%	07/01/16	89,479.12	89,479.12	89,479.12
BMO Harris Bank NA - Capital Support - PMA		A-1 / P-1	A+ / Aa3	0.000%	07/01/16	75,000.00	75,000.00	75,000.00
Branch Banking & Trust		A-1 / P-1	A / Aa1	0.685%	07/01/16	14,338,306.17	14,338,306.17	14,338,306.17
Total						20,087,566.22	20,087,566.22	20,087,568.22
Secured Bank Deposits								
BMO Harris Bank NA		A-1 / P-1	A+ / Aa3	0.270%	07/01/16	29,322.68	29,322.68	29,322.68
Citibank NA		A-1 / P-1	A*+ / A1	0.550%	07/01/16	4,324,391.57	4,324,391.57	4,324,391.57
Citibank NA		A-1 / P-1	A*+ / A1	0.000%	07/01/16	9,000,000.00	9,000,000.00	9,000,000.00
Total						13,353,714.25	13,353,714.25	13,353,714.25
TOTAL INVESTMENTS (4)						144,459,986.69	144,465,968.29	144,479,393.79

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



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