



**Quarterly Operations Manager Report
For the period ending June 30, 2014**

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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	\$139,126,109
FIIP	<u>\$87,145,506</u>
Total Assets	\$226,271,615

FL SAFE	
30 Day Yield	0.10%
7 Day Yield	0.10%
Expense Ratio *	0.19%
Weighted Average Maturity (days)	31
Weighted Average Life (days)	48
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
	03/31/14	06/30/14	09/30/14	12/31/14	
Assets					
Investments in securities					
U.S. Government Agencies	\$13,009,072	\$13,006,072			
Bankers Acceptances	3,613,311	6,055,967			
Certificates of Deposits	15,162,007	13,166,483			
Commercial Paper	16,986,530	21,978,252			
Corporate Notes	4,053,223	825,161			
Total investment in securities	52,824,143	55,031,934	\$0	\$0	
Cash and cash equivalents	76,182,167	84,054,452			
Other assets					
Accrued interest	57,250	64,430			
Total Assets	\$129,063,560	\$139,150,816	\$0	\$0	
Liabilities					
Accrued expenses	38,753	53,108			
Net assets applicable to shares outstanding	\$129,024,807	\$139,097,708	\$0	\$0	

STATEMENT OF OPERATIONS

Gross Investment Income	92,972	95,777			\$188,749
Expenses					
Administration Fees	22,500	22,500			45,000
Audit Fees	5,070	6,825			11,895
Board of Trustees Expense	-	-			-
Cash Management Fees	4,044	2,002			6,046
Custody Fees	2,268	1,274			3,542
Investment Advisory Fees	22,580	23,660			46,240
Waiver -- Investment Advisory Fees	(15,161)	(15,293)			(30,453)
Legal Fees	-	-			-
Liability Insurance Expense	4,860	4,914			9,774
Operations Manager Fees	41,935	43,939			85,874
Waiver -- Operations Manager Fees	(28,156)	(28,401)			(56,556)
Ratings Expense	1,890	1,911			3,801
Miscellaneous Expenses	-	-			-
Miscellaneous Credits	-	-			-
Total Expenses	61,831	63,331	\$0	\$0	125,163
Net Investment Income	\$31,141	\$32,446	\$0	\$0	\$63,586

STATEMENT OF CHANGES IN NET ASSETS

Shares Purchased	\$24,705,538	\$55,896,853			\$80,602,391
Shares Redeemed	(37,092,448)	(45,864,375)			(82,956,823)
Net Change in Share Transactions	(12,386,910)	10,032,478	\$0	\$0	(2,354,432)
Investment activities:					
Net Investment Income	31,141	32,446	\$0	\$0	63,586
Net increase in net assets from share operations	31,141	32,446	\$0	\$0	63,586
Distributions to participants from net investment income	(31,141)	(32,446)	\$0	\$0	(63,586)
Revenue Recognition / FIIP Royalty	9,096	7,977	\$0	\$0	17,073
Net Change in Assets	(12,346,674)	10,072,901	\$0	\$0	(2,273,773)
Net Assets at Beginning of Period	\$141,371,481	\$129,024,807	\$0	\$0	\$141,371,481
Net Assets at End of Period	\$129,024,807	\$139,097,708	\$0	\$0	\$139,097,708



PORTFOLIO ASSETS
As of June 30, 2014

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	3133EAXQ6	A-1+ / P-1	AA+ / Aaa	0.221%	07/16/14	3,000,000.00	3,000,100.26	3,000,099.00
FFCB	3133EA5Z7	A-1+ / P-1	AA+ / Aaa	0.210%	01/26/15	7,000,000.00	7,004,471.44	7,004,025.00
FFCB	3133EAJP4	A-1+ / P-1	AA+ / Aaa	0.169%	04/27/15	3,000,000.00	3,001,500.00	3,001,620.00
Total						13,000,000.00	13,006,071.70	13,005,744.00
Bankers Acceptances								
US Bank NA	9033A1J25	A-1+ / P-1	(2)	0.283%	09/02/14	549,000.00	548,730.99	548,622.29
US Bank NA	9033A1JB5	A-1+ / P-1	(2)	0.270%	09/11/14	500,897.00	500,626.83	500,464.33
US Bank NA	9033A1J82	A-1+ / P-1	(2)	0.270%	09/08/14	341,012.00	340,835.76	340,738.13
US Bank NA	9033A1HT8	A-1+ / P-1	(2)	0.270%	08/27/14	532,029.00	531,801.54	531,721.27
US Bank NA	9033A1HR2	A-1+ / P-1	(2)	0.270%	08/25/14	343,863.00	343,721.26	343,677.38
US Bank NA	9033A1HJ0	A-1+ / P-1	(2)	0.270%	08/18/14	427,948.00	427,793.98	427,768.60
US Bank NA	9033A1JN9	A-1+ / P-1	(2)	0.270%	09/22/14	375,087.00	374,853.21	374,672.15
US Bank NA	9033A1J82	A-1+ / P-1	(2)	0.270%	09/08/14	203,367.00	203,262.21	203,203.68
US Bank NA	9033A1K64	A-1+ / P-1	(2)	0.270%	10/06/14	1,947,718.00	1,946,301.21	1,944,923.80
US Bank NA	9033A1MF2	A-1+ / P-1	(2)	0.270%	12/15/14	329,166.00	328,753.73	327,998.55
US Bank NA	9033A1MC9	A-1+ / P-1	(2)	0.270%	12/12/14	509,913.00	509,285.79	508,160.17
Total						6,060,000.00	6,055,966.51	6,051,950.35
Certificates of Deposit								
Banco Popular North America	FDIC	A-1+ / P-1	(3)	0.420%	07/16/14	81,900.00	81,900.00	81,900.00
Banco Popular North America	FDIC	A-1+ / P-1	(3)	0.420%	07/16/14	83,000.00	83,000.00	83,000.00
Banco Popular North America	FDIC	A-1+ / P-1	(3)	0.420%	07/16/14	84,000.00	84,000.00	84,000.00
Bank of the West	FDIC	A-1+ / P-1	(3)	0.400%	07/16/14	248,900.00	248,900.00	248,900.00
Onewest Bank	FDIC	A-1+ / P-1	(3)	0.600%	07/16/14	248,500.00	248,500.00	248,500.00
Plainscapital Bank	FDIC	A-1+ / P-1	(3)	0.450%	07/16/14	248,800.00	248,800.00	248,800.00
Private Bank - MI	FDIC	A-1+ / P-1	(3)	0.450%	07/16/14	248,800.00	248,800.00	248,800.00
United Texas Bank	FDIC	A-1+ / P-1	(3)	0.560%	07/16/14	248,700.00	248,700.00	248,700.00
Bank of Baroda	060624W41	A-1+ / P-1	(3)	0.451%	07/23/14	249,000.00	248,968.48	249,027.39
Bank of China	06426N4B5	A-1+ / P-1	(3)	0.551%	07/24/14	249,000.00	248,975.34	249,009.96
Bank of China	FDIC	A-1+ / P-1	(3)	0.400%	07/24/14	3,000,000.00	3,000,000.00	3,000,000.00
Discover Bank (N)	254671SR2	A-1+ / P-1	(3)	0.450%	07/24/14	249,000.00	248,983.56	249,031.37
Mizuho Corp Bank	60688MAM6	A-1+ / P-1	(3)	0.450%	07/24/14	249,000.00	248,991.78	249,036.40
State Bank of India (CA)	856284M35	A-1+ / P-1	(3)	0.651%	07/29/14	248,000.00	247,962.32	247,999.75
First Commercial Bank MS	31984GCS6	A-1+ / P-1	(3)	0.300%	07/30/14	249,000.00	248,989.74	249,018.43
Key Bank NA	49306SSD9	A-1+ / P-1	(3)	0.300%	07/31/14	249,000.00	248,989.40	249,040.09
Safra National Bank	78658AKA5	A-1+ / P-1	(3)	0.451%	07/31/14	249,000.00	248,957.60	248,992.28
GBC International Bank	FDIC	A-1+ / P-1	(3)	0.343%	09/10/14	249,100.00	249,100.00	249,100.00
Luana Savings Bank	FDIC	A-1+ / P-1	(3)	0.350%	09/10/14	249,100.00	249,100.00	249,100.00
Premier Bank	FDIC	A-1+ / P-1	(3)	0.363%	09/10/14	249,000.00	249,000.00	249,000.00
Sonabank NA	FDIC	A-1+ / P-1	(3)	0.450%	09/10/14	248,800.00	248,800.00	248,800.00
Enterprise Bank	29367RFX9	A-1+ / P-1	(3)	0.375%	09/19/14	249,000.00	248,986.03	248,989.54
Affiliated Bank	FDIC	A-1+ / P-1	(3)	0.343%	09/30/14	249,100.00	249,100.00	249,100.00
Bank of China	FDIC	A-1+ / P-1	(3)	0.351%	10/09/14	2,000,000.00	2,000,000.00	2,000,000.00
Southern First Bank NA	84287PDR0	A-1+ / P-1	(3)	0.400%	10/09/14	249,000.00	248,931.20	248,972.86
Bridgewater Bank	FDIC	A-1+ / P-1	(3)	0.405%	11/05/14	248,980.00	248,980.00	248,980.00
Capital Bank NA	FDIC	A-1+ / P-1	(3)	0.350%	11/05/14	249,100.00	249,100.00	249,100.00
East Boston Savings Bank Boston,	FDIC	A-1+ / P-1	(3)	0.350%	11/05/14	203,940.00	203,940.00	203,940.00
Granite Community Bank / First NE	FDIC	A-1+ / P-1	(3)	0.390%	11/05/14	249,000.00	249,000.00	249,000.00
ONB Bank and Trust Company	FDIC	A-1+ / P-1	(3)	0.402%	11/05/14	248,980.00	248,980.00	248,980.00
Enerbank USA	29266NYG6	A-1+ / P-1	(3)	0.450%	11/13/14	249,000.00	248,907.40	248,919.82
Wex Bank	92937CBQ0	A-1+ / P-1	(3)	0.502%	11/14/14	249,000.00	248,814.36	248,908.12
Bank of North Carolina	06414QSE0	A-1+ / P-1	(3)	0.300%	11/21/14	249,000.00	248,950.64	248,919.08
Compass Bank	20451PGU4	A-1+ / P-1	(3)	0.562%	12/15/14	249,000.00	248,817.25	248,948.71
Bank of India	06278CRV9	A-1+ / P-1	(3)	0.451%	05/20/15	249,000.00	248,558.17	248,224.61
Far East National Bank	FDIC	A-1+ / P-1	(3)	0.600%	05/20/15	247,600.00	247,600.00	247,600.00
IDB Bank NY	FDIC	A-1+ / P-1	(3)	0.443%	05/20/15	248,400.00	248,400.00	248,400.00
Total						13,167,700.00	13,166,483.27	13,166,738.41
Commercial Paper								
Bank of Nova Scotia	06416KG79	A-1 / P-1	(2)	0.200%	07/07/14	6,000,000.00	5,999,799.41	5,999,941.80
BNP Paribas Finance Inc.	0556N1P64	A-1 / P-1	(2)	0.401%	02/06/15	5,000,000.00	4,987,777.96	4,989,533.00
HSBC Bank USA	40427SMA4	A-1 / P-1	(2)	0.210%	12/10/14	5,000,000.00	4,995,275.04	4,995,185.50
JP Morgan Securities LLC	46640QK18	A-1 / P-1	(2)	0.301%	10/01/14	6,000,000.00	5,995,400.00	5,997,194.40
Total						22,000,000.00	21,978,252.41	21,981,854.70



PORTFOLIO ASSETS
As of June 30, 2014

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								
John Deere Capital Corp	24422ERX9	A-1 / P-1	A / A2	0.343%	10/08/14	825,000.00	825,160.51	825,217.80
Total						825,000.00	825,160.51	825,217.80
Unsecured Bank Deposits								
BMO Harris Bank NA		A-1 / P-1	A+ / A2	0.400%	07/01/14	6,676,047.66	6,676,047.66	6,676,047.66
BMO Harris Bank NA - Earnings Credit		A-1 / P-1	A+ / A2	0.450%	07/01/14	3,000,000.00	3,000,000.00	3,000,000.00
TD Bank NA		A-1+ / P-1	AA- / Aa3	0.000%	07/01/14	50,003.14	50,003.14	50,003.14
TD Bank NA		A-1+ / P-1	AA- / Aa3	0.300%	07/01/14	13,526,542.01	13,526,542.01	13,526,542.01
BMO Harris Bank NA - Capital Support - PMA		A-1 / P-1	A+ / A2	0.000%	04/01/14	200,000.00	200,000.00	200,000.00
Branch Banking & Trust		A-1 / P-1	A / A1	0.250%	07/01/14	13,212,268.05	13,212,268.05	13,212,268.05
Total						36,664,860.86	36,664,860.86	36,664,860.86
Secured Bank Deposits								
Citibank NA		A-1 / P-1	A / A2	0.220%	07/01/14	3,119,534.24	3,119,534.24	3,119,534.24
BMO Harris Bank NA		A-1 / P-1	A+ / A2	0.400%	07/01/14	24,212,271.57	24,212,271.57	24,212,271.57
Citibank NA		A-1 / P-1	A / A2	0.330%	07/01/14	20,057,501.46	20,057,501.46	20,057,501.46
Total						47,389,307.27	47,389,307.27	47,389,307.27
TOTAL INVESTMENTS (4)						139,106,868.13	139,086,102.53	139,085,673.39

- 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) Bankers acceptances, commercial paper and money market funds 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.

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