



**Quarterly Operations Manager Report  
For the period ending September 30, 2013**

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Prudent Man Advisors, Inc.

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PMA Financial Network, Inc.

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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

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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	\$131,673,175
FIIP	<u>\$58,848,193</u>
<b>Total Assets</b>	<b>\$190,521,367</b>

<b>FL SAFE</b>	
30 Day Yield	0.10%
7 Day Yield	0.10%
Expense Ratio *	0.18%
Weighted Average Maturity (days)	35
Weighted Average Life (days)	77
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
	03/31/13	06/30/13	09/30/13	12/31/13	
<b>Assets</b>					
Investments in securities					
U.S. Treasuries	\$0	\$0	\$0		
U.S. Government Agencies	30,243,272	28,184,777	18,013,173		
Bankers Acceptances	7,336,538	6,721,394	5,974,853		
Certificates of Deposits	-	-	11,961,588		
Commercial Paper	18,588,587	11,597,291	6,996,389		
Corporate Notes	1,075,336	8,062,939	5,848,197		
Repurchase Agreement	2,000,000	2,000,000	-		
Total investment in securities	59,243,733	56,566,401	48,794,201	\$0	
Cash and cash equivalents	75,084,594	76,001,624	82,796,428		
Other assets					
Accrued interest	88,743	188,555	51,970		
<b>Total Assets</b>	<b>\$134,417,070</b>	<b>\$132,756,579</b>	<b>\$131,642,599</b>	<b>\$0</b>	
<b>Liabilities</b>					
Accrued expenses	46,656	33,571	\$22,669		
<b>Net assets applicable to shares outstanding</b>	<b>\$134,370,414</b>	<b>\$132,723,009</b>	<b>\$131,619,930</b>	<b>\$0</b>	

## STATEMENT OF OPERATIONS

<b>Gross Investment Income</b>	\$90,585	\$85,307	\$91,164		\$267,056
<b>Expenses</b>					
Administration Fees	22,500	22,541	22,459		67,500
Audit Fees	6,709	5,700	5,520		17,929
Board of Trustees Expense	-	-	-		-
Cash Management Fees	2,824	2,426	1,560		6,810
Custody Fees	-	1,125	830		1,955
Investment Advisory Fees	24,197	23,587	23,403		71,187
Waiver -- Investment Advisory Fees	(7,467)	(8,905)	(629)		(17,001)
Legal Fees	-	-	-		-
Liability Insurance Expense	6,750	4,575	3,996		15,321
Operations Manager Fees	44,937	43,805	43,462		132,203
Waiver -- Operations Manager Fees	(44,937)	(43,805)	(43,462)		(132,203)
Ratings Expense	1,890	1,911	1,932		5,733
Miscellaneous Expenses	-	-	-		-
Miscellaneous Credits	-	-	-		-
<b>Total Expenses</b>	<b>57,403</b>	<b>52,961</b>	<b>\$59,071</b>	<b>\$0</b>	<b>169,435</b>
<b>Net Investment Income</b>	<b>\$33,182</b>	<b>\$32,347</b>	<b>\$32,093</b>	<b>\$0</b>	<b>\$97,622</b>

## STATEMENT OF CHANGES IN NET ASSETS

Shares Purchased	\$37,727,080	\$15,002,645	\$11,576,244		\$64,305,969
Shares Redeemed	(53,641,915)	(16,690,079)	(12,719,603)		(83,051,597)
Net Change in Share Transactions	(15,914,836)	(1,687,433)	(1,143,360)	-	(18,745,629)
Investment activities:					
Net Investment Income	33,182	32,347	32,093	-	97,622
Net increase in net assets from share operations	33,182	32,347	32,093	-	97,622
Distributions to participants from net investment income	(33,182)	(32,347)	(32,093)	-	(97,622)
Revenue Recognition / FIIP Royalty	7,606	7,682	8,187		23,475
Net Change in Assets	(15,874,048)	(1,647,405)	(1,103,079)	-	(18,624,532)
Net Assets at Beginning of Period	\$150,244,462	\$134,370,414	\$132,723,009	\$131,619,930	\$150,244,462
Net Assets at End of Period	<b>\$134,370,414</b>	<b>\$132,723,009</b>	<b>\$131,619,930</b>	<b>\$131,619,930</b>	<b>\$131,619,930</b>



**PORTFOLIO ASSETS**  
As of September 30, 2013

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					
<b>U.S. Agencies</b>								
FHLB FRN	313379W96	A-1+ / P-1	AA+ / Aaa	0.200%	12/27/13	8,000,000.00	8,000,965.88	8,002,248.00
FFCB	3133EAXQ6	A-1+ / P-1	AA+ / Aaa	0.140%	07/16/14	3,000,000.00	3,001,893.87	3,001,959.00
FFCB	3133EASZ7	A-1+ / P-1	AA+ / Aaa	0.100%	01/26/15	7,000,000.00	7,010,313.64	7,008,981.00
Total						18,000,000.00	18,013,173.39	18,013,188.00
<b>Bankers Acceptances</b>								
US Bank	9033A0X88	A-1+ / P-1	(2)	0.294%	10/08/13	1,119,805.00	1,119,741.87	1,119,786.86
US Bank	9033A0XB1	A-1+ / P-1	(2)	0.305%	10/11/13	426,492.00	426,455.92	426,481.59
US Bank	9033A0XG0	A-1+ / P-1	(2)	0.325%	10/16/13	175,000.00	174,977.37	174,992.72
US Bank	9033A0XH8	A-1+ / P-1	(2)	0.315%	10/17/13	233,598.00	233,565.58	233,587.37
US Bank	9033A0XP0	A-1+ / P-1	(2)	0.274%	10/23/13	1,000,000.00	999,835.00	999,921.50
US Bank	9033A0XQ8	A-1+ / P-1	(2)	0.305%	10/24/13	250,000.00	249,951.64	249,978.28
US Bank	9033A0XX3	A-1+ / P-1	(2)	0.300%	10/31/13	217,125.00	217,070.80	217,092.91
US Bank	9033A0Y46	A-1+ / P-1	(2)	0.305%	11/04/13	208,703.00	208,643.97	208,667.23
US Bank	9033A0Y61	A-1+ / P-1	(2)	0.305%	11/06/13	148,959.00	148,914.14	148,931.49
US Bank	9033A0YR5	A-1+ / P-1	(2)	0.315%	11/25/13	533,746.00	533,493.67	533,581.87
US Bank	9033A1AT5	A-1+ / P-1	(2)	0.335%	01/27/14	500,000.00	499,458.99	499,013.30
US Bank	9033A1C30	A-1+ / P-1	(2)	0.305%	03/03/14	400,000.00	399,489.95	399,549.26
US Bank	9033A1CA4	A-1+ / P-1	(2)	0.315%	03/10/14	764,307.00	763,253.94	763,168.39
Total						5,977,735.00	5,974,852.84	5,974,752.77
<b>Certificates of Deposit</b>								
Bank of India	06278CCV5	A-1+ / P-1	(3)	0.351%	10/23/13	249,000.00	248,970.03	248,972.61
Susquehanna Bank	86910RBP2	A-1+ / P-1	(3)	0.290%	10/25/13	249,000.00	248,993.19	248,962.40
Far East National Bank	FDIC	A-1+ / P-1	(3)	0.400%	01/13/14	249,500.00	249,500.00	249,500.00
Beal Bank	07370VZL1	A-1+ / P-1	(3)	0.400%	01/22/14	249,000.00	248,922.42	248,848.61
Oriental Bank & Trust	686184TV4	A-1+ / P-1	(3)	0.351%	02/05/14	249,000.00	248,956.30	248,825.95
Cole Taylor Bank (N)	FDIC	A-1+ / P-1	(3)	0.380%	02/11/14	249,000.00	249,000.00	249,000.00
Landmark Community Bank	FDIC	A-1+ / P-1	(3)	0.400%	04/14/14	249,300.00	249,300.00	249,300.00
Comenity Capital Bank	20033ABT2	A-1+ / P-1	(3)	0.317%	04/25/14	249,000.00	248,906.10	248,582.18
Sterling National Bank	FDIC	A-1+ / P-1	(3)	0.300%	05/05/14	249,400.00	249,400.00	249,400.00
IDB Bank NY	FDIC	A-1+ / P-1	(3)	0.450%	05/05/14	249,200.00	249,200.00	249,200.00
The First, NA	FDIC	A-1+ / P-1	(3)	0.301%	05/05/14	249,400.00	249,400.00	249,400.00
GE Capital Bank	36161TPZ2	A-1+ / P-1	(3)	0.454%	05/09/14	249,000.00	248,769.30	248,621.27
GE Capital Retail Bank	36830KAE5	A-1+ / P-1	(3)	0.454%	05/09/14	249,000.00	248,769.30	248,621.27
Bank of New England	FDIC	A-1+ / P-1	(3)	0.401%	05/16/14	249,200.00	249,200.00	249,200.00
Financial Federal Bank	FDIC	A-1+ / P-1	(3)	0.343%	05/16/14	249,300.00	249,300.00	249,300.00
Orstown Bank	FDIC	A-1+ / P-1	(3)	0.300%	05/16/14	249,400.00	249,400.00	249,400.00
Banco Popular North America	FDIC	A-1+ / P-1	(3)	0.420%	07/16/14	81,900.00	81,900.00	81,900.00
Onewest Bank	FDIC	A-1+ / P-1	(3)	0.600%	07/16/14	248,500.00	248,500.00	248,500.00
United Texas Bank	FDIC	A-1+ / P-1	(3)	0.560%	07/16/14	248,700.00	248,700.00	248,700.00
Private Bank - MI	FDIC	A-1+ / P-1	(3)	0.450%	07/16/14	248,800.00	248,800.00	248,800.00
Plainscapital Bank	FDIC	A-1+ / P-1	(3)	0.450%	07/16/14	248,800.00	248,800.00	248,800.00
Banco Popular North America	FDIC	A-1+ / P-1	(3)	0.420%	07/16/14	83,000.00	83,000.00	83,000.00
Bank of the West	FDIC	A-1+ / P-1	(3)	0.400%	07/16/14	248,900.00	248,900.00	248,900.00
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 Baroda	060624W41	A-1+ / P-1	(3)	0.451%	07/23/14	249,000.00	248,597.20	249,056.27
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
Bank of China	06426N4B5	A-1+ / P-1	(3)	0.551%	07/24/14	249,000.00	248,696.88	248,794.08
Discover Bank (N)	254671SR2	A-1+ / P-1	(3)	0.450%	07/24/14	249,000.00	248,797.92	249,094.12
Mizuho Corp Bank	60688MAM6	A-1+ / P-1	(3)	0.450%	07/24/14	249,000.00	248,898.96	249,245.51
State Bank of India (CA)	855284M35	A-1+ / P-1	(3)	0.651%	07/29/14	248,000.00	247,591.04	247,842.02
First Commercial Bank MS	31984GCS6	A-1+ / P-1	(3)	0.300%	07/30/14	249,000.00	248,896.92	248,838.90
Key Bank NA	49306SSD9	A-1+ / P-1	(3)	0.300%	07/31/14	249,000.00	248,896.68	249,062.00
Safra National Bank	78658AKA5	A-1+ / P-1	(3)	0.451%	07/31/14	249,000.00	248,586.32	248,550.31
Sonabank NA	FDIC	A-1+ / P-1	(3)	0.450%	09/10/14	248,800.00	248,800.00	248,800.00
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
QBC International Bank	FDIC	A-1+ / P-1	(3)	0.343%	09/10/14	249,100.00	249,100.00	249,100.00
Enterprise Bank	29367RF9X	A-1+ / P-1	(3)	0.375%	09/19/14	249,000.00	248,939.62	248,381.73
Affiliated Bank	FDIC	A-1+ / P-1	(3)	0.343%	09/30/14	249,100.00	249,100.00	249,100.00
Total						11,964,400.00	11,961,588.08	11,961,699.23
<b>Commercial Paper</b>								
JPMorgan Chase	4662J0Y14	A-1 / P-1	(2)	0.254%	11/01/13	1,000,000.00	999,784.05	999,928.00
Bank of Nova Scotia	06416KA67	A-1 / P-1	(2)	0.213%	01/06/14	6,000,000.00	5,996,605.00	5,996,973.00
Total						7,000,000.00	6,996,389.05	6,996,901.00
<b>Corporate Notes</b>								
Westpac Banking Corp NY	961214BQ5	A-1+ / P-1	AA- / Aa2	0.330%	12/09/13	1,882,000.00	1,884,624.11	1,884,689.38
General Electric Capital Corp	3696ZG2Z2	A-1+ / P-1	AA+ / A1	0.330%	12/20/13	495,000.00	495,161.30	495,170.28
General Electric Capital Corp	3696ZG4W1	A-1+ / P-1	AA+ / A1	0.260%	01/07/14	237,000.00	237,567.17	237,527.09
General Electric Capital Corp	3696ZG5B6	A-1+ / P-1	AA+ / A1	0.290%	04/07/14	288,000.00	288,934.80	288,913.25
General Electric Capital Corp	3696ZG2Q6	A-1+ / P-1	AA+ / A1	0.290%	06/20/14	2,939,000.00	2,941,909.78	2,941,983.09
Total						5,841,000.00	5,848,197.16	5,848,283.09
<b>Unsecured Bank Deposits</b>								
BMO Harris Bank NA		A-1 / P-1	A+ / A2	0.400%	10/01/13	5,430,686.03	5,430,686.03	5,430,686.03
BMO Harris Bank NA - Earnings Credit		A-1 / P-1	A+ / A2	0.450%	10/01/13	3,024,802.87	3,024,802.87	3,024,802.87
TD Bank NA		A-1+ / P-1	AA- / Aa1	0.000%	10/01/13	50,003.14	50,003.14	50,003.14
TD Bank NA		A-1+ / P-1	AA- / Aa1	0.300%	10/01/13	12,023,902.28	12,023,902.28	12,023,902.28
BMO Harris Bank NA - Capital Support - PMA		A-1 / P-1	A+ / A2	0.000%	10/01/13	200,000.00	200,000.00	200,000.00
Branch Banking & Trust		A-1 / P-1	A / A2	0.250%	10/01/13	9,001,596.03	9,001,596.03	9,001,596.03
Total						29,730,990.35	29,730,990.35	29,730,990.35
<b>Secured Bank Deposits</b>								
Citibank NA		A-1 / P-2	A / A3	0.250%	10/01/13	9,185,585.26	9,185,585.26	9,185,585.26
BMO Harris Bank NA		A-1 / P-1	A+ / A2	0.400%	10/01/13	23,879,852.61	23,879,852.61	23,879,852.61
Citibank NA		A-1 / P-2	A / A3	0.330%	10/01/13	20,000,000.00	20,000,000.00	20,000,000.00
Total						53,065,437.87	53,065,437.87	53,065,437.87
<b>TOTAL INVESTMENTS (4)</b>						<b>131,579,563.22</b>	<b>131,590,628.74</b>	<b>131,591,252.31</b>

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 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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