



**Quarterly Operations Manager Report  
For the period ending December 31, 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	\$141,417,133
FIIP	<u>\$80,202,656</u>
<b>Total Assets</b>	<b>\$221,619,789</b>

<b>FL SAFE</b>	
30 Day Yield	0.10%
7 Day Yield	0.10%
Expense Ratio *	0.18%
Weighted Average Maturity (days)	46
Weighted Average Life (days)	83
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	\$0	
U.S. Government Agencies	30,243,272	28,184,777	18,013,173	18,003,581	
Bankers Acceptances	7,336,538	6,721,394	5,974,853	2,343,710	
Certificates of Deposits	-	-	11,961,588	16,406,159	
Commercial Paper	18,588,587	11,597,291	6,996,389	10,995,864	
Corporate Notes	1,075,336	8,062,939	5,848,197	4,291,852	
Repurchase Agreement	2,000,000	2,000,000	-	-	
Total investment in securities	59,243,733	56,566,401	48,794,201	52,041,166	
Cash and cash equivalents	75,084,594	76,001,624	82,796,428	89,312,349	
Other assets					
Accrued interest	88,743	188,555	51,970	54,677	
<b>Total Assets</b>	<b>\$134,417,070</b>	<b>\$132,756,579</b>	<b>\$131,642,599</b>	<b>141,408,191</b>	
<b>Liabilities</b>					
Accrued expenses	46,656	33,571	22,669	36,711	
<b>Net assets applicable to shares outstanding</b>	<b>\$134,370,414</b>	<b>\$132,723,009</b>	<b>\$131,619,930</b>	<b>141,371,481</b>	

## STATEMENT OF OPERATIONS

<b>Gross Investment Income</b>	\$90,585	\$85,307	\$91,164	\$97,882	\$364,938
<b>Expenses</b>					
Administration Fees	22,500	22,541	22,459	22,500	90,000
Audit Fees	6,709	5,700	5,520	4,720	22,649
Board of Trustees Expense	-	-	-	-	-
Cash Management Fees	2,824	2,426	1,560	3,380	10,190
Custody Fees	-	1,125	830	1,920	3,875
Investment Advisory Fees	24,197	23,587	23,403	24,593	95,780
Waiver -- Investment Advisory Fees	(7,467)	(8,905)	(629)	(266)	(17,266)
Legal Fees	-	-	-	-	-
Liability Insurance Expense	6,750	4,575	3,996	4,968	20,289
Operations Manager Fees	44,937	43,805	43,462	45,672	177,876
Waiver -- Operations Manager Fees	(44,937)	(43,805)	(43,462)	(45,088)	(177,292)
Ratings Expense	1,890	1,911	1,932	1,932	7,665
Miscellaneous Expenses	-	-	-	-	-
Miscellaneous Credits	-	-	-	-	-
<b>Total Expenses</b>	<b>57,403</b>	<b>52,961</b>	<b>59,071</b>	<b>64,331</b>	<b>233,766</b>
<b>Net Investment Income</b>	<b>\$33,182</b>	<b>\$32,347</b>	<b>\$32,093</b>	<b>\$33,551</b>	<b>\$131,172</b>

## STATEMENT OF CHANGES IN NET ASSETS

Shares Purchased	\$37,727,080	\$15,002,645	\$11,576,244	\$40,898,075	\$105,204,044
Shares Redeemed	(53,641,915)	(16,690,079)	(12,719,603)	(31,187,845)	(114,239,442)
Net Change in Share Transactions	(15,914,836)	(1,687,433)	(1,143,360)	9,710,230	(9,035,398)
Investment activities:					
Net Investment Income	33,182	32,347	32,093	33,551	131,172
Net increase in net assets from share operations	33,182	32,347	32,093	33,551	131,172
Distributions to participants from net investment income	(33,182)	(32,347)	(32,093)	(33,551)	(131,172)
Revenue Recognition / FIIP Royalty	7,606	7,682	8,187	7,770	31,245
Net Change in Assets	(15,874,048)	(1,647,405)	(1,103,079)	9,751,551	(8,872,981)
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>\$141,371,481</b>	<b>\$141,371,481</b>



**PORTFOLIO ASSETS**  
As of December 31, 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>								
FFCB	3133EAXQ6	A-1+ / P-1	AA+ / Aaa	0.294%	07/16/14	3,000,000.00	3,001,299.43	3,001,188.00
FHLMC	313397T35	A-1+ / P-1	AA+ / Aaa	0.175%	12/15/14	5,000,000.00	4,991,541.69	4,993,260.00
FFCB	3133EASZ7	A-1+ / P-1	AA+ / Aaa	0.230%	01/26/15	7,000,000.00	7,008,344.84	7,009,653.00
FFCB	3133EAPJ4	A-1+ / P-1	AA+ / Aaa	0.180%	04/27/15	3,000,000.00	3,002,405.00	3,001,422.00
Total						18,000,000.00	18,003,580.96	18,005,523.00
<b>Bankers Acceptances</b>								
US Bank	9033A1AT5	A-1+ / P-1	(2)	0.335%	10/08/13	500,000.00	499,880.35	499,925.00
US Bank	9033A1C30	A-1+ / P-1	(2)	0.305%	10/11/13	400,000.00	399,796.31	399,738.92
US Bank	9033A1CA4	A-1+ / P-1	(2)	0.315%	10/16/13	764,307.00	763,859.30	763,707.86
US Bank	9033A1CM8	A-1+ / P-1	(2)	0.315%	10/17/13	300,000.00	299,795.61	299,695.32
US Bank	9033A1CR7	A-1+ / P-1	(2)	0.305%	03/10/14	380,642.00	380,378.58	380,221.01
Total						2,344,949.00	2,343,710.15	2,343,288.11
<b>Certificates of Deposit</b>								
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	07370V2L1	A-1+ / P-1	(3)	0.400%	01/22/14	249,000.00	248,984.98	248,978.09
Oriental Bank & Trust	686184TV4	A-1+ / P-1	(3)	0.351%	02/05/14	249,000.00	248,988.50	248,958.92
Cole Taylor Bank (N)	FDIC	A-1+ / P-1	(3)	0.380%	02/11/14	249,000.00	249,000.00	249,000.00
Bank of India	06278CJG1	A-1+ / P-1	(3)	0.353%	02/12/14	249,000.00	248,941.74	248,911.61
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	248,947.50	248,812.25
IDB Bank NY	FDIC	A-1+ / P-1	(3)	0.450%	05/05/14	249,200.00	249,200.00	249,400.00
Sterling National Bank	FDIC	A-1+ / P-1	(3)	0.300%	05/05/14	249,400.00	249,400.00	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
First Niagara Bank NY	33683CEY1	A-1+ / P-1	(3)	0.351%	05/08/14	249,000.00	248,956.11	248,830.18
GE Capital Bank	36161TPZ2	A-1+ / P-1	(3)	0.454%	05/09/14	249,000.00	248,865.90	248,827.94
GE Capital Retail Bank	36830KAE5	A-1+ / P-1	(3)	0.454%	05/09/14	249,000.00	248,865.90	248,827.94
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	249,400.00
Orstown Bank	FDIC	A-1+ / P-1	(3)	0.300%	05/16/14	249,400.00	249,400.00	249,300.00
Banco Popular North America	FDIC	A-1+ / P-1	(3)	0.420%	07/16/14	84,000.00	84,000.00	84,000.00
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	81,900.00	81,900.00	81,900.00
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	248,722.32	249,134.71
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	248,790.72	248,958.42
Discover Bank (N)	254671SR2	A-1+ / P-1	(3)	0.450%	07/24/14	249,000.00	248,860.48	249,162.10
Mizuho Corp Bank	60688MAM6	A-1+ / P-1	(3)	0.450%	07/24/14	249,000.00	248,930.24	249,183.36
State Bank of India (CA)	856284M35	A-1+ / P-1	(3)	0.651%	07/29/14	248,000.00	247,716.16	247,998.76
First Commercial Bank MS	31984QCS6	A-1+ / P-1	(3)	0.300%	07/30/14	249,000.00	248,928.20	249,000.00
Key Bank NA	49306SSD9	A-1+ / P-1	(3)	0.300%	07/31/14	249,000.00	248,927.86	249,154.13
Safra National Bank	78658AKA5	A-1+ / P-1	(3)	0.451%	07/31/14	249,000.00	248,711.44	248,803.04
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	248,800.00
Premier Bank	FDIC	A-1+ / P-1	(3)	0.363%	09/10/14	249,000.00	249,000.00	249,100.00
Sonabank NA	FDIC	A-1+ / P-1	(3)	0.450%	09/10/14	248,800.00	248,800.00	249,000.00
Enterprise Bank	29367RF9X	A-1+ / P-1	(3)	0.375%	09/19/14	249,000.00	248,955.26	248,723.11
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	248,808.12	248,627.99
Bridgewater Bank	FDIC	A-1+ / P-1	(3)	0.405%	11/05/14	248,980.00	248,980.00	249,000.00
Capital Bank NA	FDIC	A-1+ / P-1	(3)	0.350%	11/05/14	249,100.00	249,100.00	203,940.00
East Boston Savings Bank Boston	FDIC	A-1+ / P-1	(3)	0.350%	11/05/14	203,940.00	203,940.00	248,980.00
Granite Community Bank / First NB	FDIC	A-1+ / P-1	(3)	0.390%	11/05/14	249,000.00	249,000.00	249,100.00
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	248,784.32	248,414.60
Wex Bank	92937CBQ0	A-1+ / P-1	(3)	0.502%	11/14/14	249,000.00	248,566.39	248,389.70
Bank of North Carolina	06414QSE0	A-1+ / P-1	(3)	0.300%	11/21/14	249,000.00	248,889.10	248,397.17
Compass Bank	20451PGU4	A-1+ / P-1	(3)	0.562%	12/15/14	249,000.00	248,618.15	248,434.27
Total						16,409,400.00	16,406,159.39	16,405,928.29
<b>Commercial Paper</b>								
Bank of Nova Scotia	06416KA67	A-1 / P-1	(2)	0.213%	01/06/14	6,000,000.00	5,999,825.00	5,999,970.00
Union Bank NA	90526NE50	A-1 / P-1	(2)	0.233%	05/05/14	5,000,000.00	4,996,038.64	4,995,712.00
Total						11,000,000.00	10,995,863.64	10,995,682.00
<b>Corporate Notes</b>								
General Elec Capital Corp	36962G4W1	A-1+ / P-1	AA- / Aa2	0.260%	01/07/14	237,000.00	237,035.41	237,023.70
General Elec Capital Corp	36962GSB6	A-1+ / P-1	AA+ / A1	0.290%	04/07/14	288,000.00	288,476.64	288,459.94
General Elec Capital Corp	36962G2Q6	A-1+ / P-1	AA+ / A1	0.290%	06/20/14	2,939,000.00	2,940,887.66	2,940,769.28
John Deere Capital Corp	24422ERX9	A-1 / P-1	AA+ / A1	0.276%	10/08/14	825,000.00	825,451.92	825,459.53
Total						4,289,000.00	4,291,851.63	4,291,712.45
<b>Unsecured Bank Deposits</b>								
BMO Harris Bank NA		A-1 / P-1	A+ / A2	0.400%	01/02/14	7,420,021.30	7,420,021.30	7,420,021.30
BMO Harris Bank NA - Earnings Credit		A-1 / P-1	A+ / A2	0.450%	01/02/14	3,000,000.00	3,000,000.00	3,000,000.00
TD Bank NA		A-1+ / P-1	AA- / Aa1	0.000%	01/02/14	50,003.14	50,003.14	50,003.14
TD Bank NA		A-1+ / P-1	AA- / Aa1	0.300%	01/02/14	12,036,642.36	12,036,642.36	12,036,642.36
BMO Harris Bank NA - Capital Support - PMA		A-1 / P-1	A+ / A2	0.000%	01/02/14	200,000.00	200,000.00	200,000.00
Branch Banking & Trust		A-1 / P-1	A / A2	0.250%	01/02/14	11,507,304.28	11,507,304.28	11,507,304.28
Total						34,213,971.08	34,213,971.08	34,213,971.08
<b>Secured Bank Deposits</b>								
Citibank NA		A-1 / P-2	A / A3	0.250%	01/02/14	10,919,000.08	10,919,000.08	10,919,000.08
BMO Harris Bank NA		A-1 / P-1	A+ / A2	0.400%	01/02/14	24,154,852.99	24,154,852.99	24,154,852.99
Citibank NA		A-1 / P-2	A / A3	0.330%	01/02/14	20,024,524.55	20,024,524.55	20,024,524.55
Total						55,098,377.62	55,098,377.62	55,098,377.62
<b>TOTAL INVESTMENTS (4)</b>						<b>141,355,697.70</b>	<b>141,353,514.47</b>	<b>141,354,482.55</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 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.

# Disclaimer



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