



**First Quarter Report 2011
For the period ending March 31, 2011**

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Credit Rating



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For the period ending March 31, 2011

SUMMARY

- ◆ Florida Surplus Asset Fund Trust ("FLSAFE") is a local government investment pool that serves the cash management needs of governments in Florida. FLSAFE seeks to provide competitive yields consistent with the preservation of capital and daily liquidity. FLSAFE 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.
- ◆ FLSAFE is authorized to invest in securities of the United States Treasury, United States Agencies, Primary Dealer Repurchase Agreements, highly rated Commercial Paper, AAAM rated Money Market funds, highly rated corporate bonds and Florida Depositories in which the deposits are collateralized under Florida Statutes 280.
- ◆ FLSAFE's investments conform to the Permitted Investments as listed in its Indenture of Trust. FLSAFE meets Standard & Poor's investment guidelines to achieve a AAAM rating, the highest attainable for a local government investment pool.
- ◆ FLSAFE 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 average maturity of the portfolio shall not exceed 60 days; the weighted average life shall not exceed 120 days.
- ◆ FLSAFE 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 objectives of FLSAFE.
- ◆ The Investment Advisor and Administrator is Davidson Fixed Income Management, Inc.

QUARTERLY SUMMARY

Total Assets	\$192,735,048
30 Day Yield	0.19%
7 Day Yield	0.17%
Expense Ratio	0.188%
Weighted Average Maturity (days)	50
Weighted Average Life (days)	89
Net Asset Value Per Share	\$1.00

Note: The information contained herein is unaudited. Audited financial statements will be released within 90 days of the end of the calendar year.



For the period ending March 31, 2011

STATEMENT OF OPERATIONS

	For the Period Ending				Year-to-Date
	3/31/2011	6/30/2011	9/30/2011	12/31/2011	
Gross Investment Income	\$171,219				\$171,219
Expenses					
Activity & Transaction	2,034				\$2,034
Admin/Advisory	67,757				\$67,757
Association Dues	-				\$0
Audit	1,000				\$1,000
Board Expenses	1,014				\$1,014
Client Recording Fees	-				\$0
Custodian	5,928				\$5,928
Insurance	-				\$0
Internet/website	1,685				\$1,685
Interest	(1)				(\$1)
Legal fees	-				\$0
Rating Agency	8,500				\$8,500
Tax Filing	-				\$0
Miscellaneous Expenses	-				\$0
Miscellaneous Credits	-				\$0
Total	\$87,918				\$87,918
Net Investment Income	\$83,301				\$83,301

STATEMENT OF CHANGES IN NET ASSETS

Shares Purchased	\$18,290,000	\$18,290,000
Shares Redeemed	(\$9,071,985)	(\$9,071,985)
Net Change in Share Transactions	\$9,218,015	\$9,218,015
Investment activities:		
Net Investment Income	\$83,301	\$83,301
Net increase in net assets from share operations	\$83,301	\$202,763
Distributions to participants from net investment income	(\$83,301)	(\$83,301)
Net Change in Assets	\$9,301,316	\$9,301,316
Net Assets at Beginning of Period	\$183,353,221	
Net Assets at End of Period	\$192,654,537	

STATEMENT OF NET ASSETS

Assets	
Investments in securities	
U.S. treasuries	\$0
U.S. government agencies	\$29,994,591
Commercial paper	\$74,733,142
Total investment in securities	\$104,727,733
Corporate Floating Rate Note	\$7,018,509
Cash and cash equivalents	\$80,909,948
Other assets	
Accrued interest	\$159,431
Total Assets	\$192,815,621
Liabilities	
Accrued expenses	\$29,810
Deposit by Investment Advisor	\$131,275
Net assets applicable to shares outstanding	\$192,654,536
Total Liabilities	\$192,815,621



For the period ending March 31, 2011

PORTFOLIO ASSETS

Security Description	S&P Credit Rating		CUSIP	Yield	Maturity Date	Cost	Book Value	Market Value (1)
	Short-Term	Long-Term						
US Agencies								
FFCB FRN	A-1+	AAA	31331JMU4	0.270%	05/03/11	4,000,400.00	4,001,666.49	4,001,631.42
FHLB FRN	A-1+	AAA	3133XYM28	0.360%	06/13/11	6,000,000.00	6,001,006.03	6,002,206.03
FHLB FRN	A-1+	AAA	3133XYJ22	0.280%	05/27/11	5,000,000.00	5,001,316.44	5,001,316.44
FHLMC FRN	A-1+	AAA	3134G1QD9	0.261%	04/03/12	<u>14,994,190.50</u>	<u>14,999,181.38</u>	<u>15,005,239.79</u>
Total						29,994,590.50	30,003,170.34	30,010,393.68
Commercial Paper								
FCAR A-1+	A-1+/P-1	(4)	3024A1U84	0.613%	07/08/11	1,771,886.66	1,777,044.21	1,778,220.00
Toyota Motor Credit	A-1+/P-1	(4)	89233HTE4	0.410%	06/14/11	6,981,663.89	6,994,100.56	6,995,100.00
FCAR A-1+	A-1+/P-1	(4)	3024A1V18	0.450%	08/01/11	2,763,732.88	2,765,775.75	2,765,845.00
FCAR A-1+	A-1+/P-1	(4)	3024A1V18	0.451%	08/01/11	2,993,250.00	2,995,425.00	2,995,500.00
Credit Agricole North America	A-1+/P-1	(4)	22532CST2	0.588%	05/27/11	1,991,257.50	1,998,180.00	1,999,000.00
Societe General North America	A-1/P-1	(4)	83365STD5	0.505%	06/13/11	5,977,275.00	5,993,855.83	5,995,800.00
National Bank of Canada NY	A-1/P-1	(4)	63306UTH5	0.452%	06/17/11	5,979,750.00	5,994,225.00	5,995,800.00
Credit Agricole North America	A-1+/P-1	(4)	22532CTQ7	0.643%	06/24/11	5,473,795.56	5,491,786.67	5,495,600.00
General Electric Capital Corp	A-1+/P-1	(4)	36959JUF8	0.400%	07/15/11	6,979,000.00	6,991,833.33	6,992,300.00
Societe General North America	A-1/P-1	(4)	83365SUF8	0.502%	07/15/11	2,988,750.00	2,995,625.00	2,996,700.00
FCAR A-1+	A-1+/P-1	(4)	3024A1V18	0.603%	08/01/11	1,394,026.67	1,397,153.33	1,397,900.00
Toyota Motor Credit	A-1+/P-1	(4)	89233HS21	0.351%	05/02/11	2,995,625.00	2,999,095.83	2,999,100.00
Natl Australia Fdg DE	A-1+/P-1	(4)	63253KU13	0.326%	07/01/11	6,988,940.98	6,994,249.31	6,993,700.00
Credit Agricole North America	A-1+/P-1	(4)	22532CYP3	0.658%	11/23/11	1,492,685.83	1,493,559.16	1,493,550.00
WestPac Banking Corp	A-1+/P-1	(4)	9612C1XH5	0.331%	10/17/11	8,982,427.50	8,983,582.50	8,970,300.00
Toronto Dominion Holdings USA	A-1+/P-1	(4)	89116FZK9	0.311%	12/19/11	<u>8,979,075.00</u>	<u>8,979,695.00</u>	<u>8,957,700.00</u>
Total						74,733,142.47	74,845,186.48	74,822,115.00
Total Investments in Securities						104,727,732.97	104,848,356.82	104,832,508.68
Corporate Bond								
Australia New Zealand Bank FRN	A-1+/Aa1	n/a	05252AAJ0	0.603%	10/21/11	5,011,905.00	5,017,311.49	5,008,500.00
Australia New Zealand Bank FRN	A-1+/Aa1	n/a	05252AAG6	0.603%	08/04/11	<u>2,006,604.00</u>	<u>2,005,012.42</u>	<u>2,004,200.00</u>
						7,018,509.00	7,022,323.91	7,012,700.00
Collateralized Bank Deposits (QPD) (2)								
Bank of America	A-1/P-1	A+/Aa3		0.350%		38,856,710.50	38,879,871.16	38,879,871.16
Regions Bank - Escrow Account (3)	B/NP	BB+/Ba3		0.000%		200,000.00	200,000.00	200,000.00
Regions Bank - Checking Account	B/NP	BB+/Ba3		0.000%		95.13	95.13	95.13
Branch Banking & Trust	A-1/P-1	AA/Aa2		0.350%		<u>38,943,352.40</u>	<u>38,954,007.63</u>	<u>38,954,007.63</u>
Total						78,000,158.03	78,033,973.92	78,033,973.92
Cash and Cash Equivalents								
Fidelity 2014	AAAm/Aaa	n/a	FIPXX	0.220%		1,370,821.32	1,371,817.32	1,371,817.32
FFI Select Fund 285	AAAm/Aaa	n/a	MLIXX	0.200%		<u>1,538,968.89</u>	<u>1,539,149.26</u>	<u>1,539,149.26</u>
Total						2,909,790.21	2,910,966.58	2,910,966.58
Expenses								
Accrued Amount						(28,804.84)	(28,804.84)	(28,804.84)
Daily Expense						<u>(1,005.24)</u>	<u>(1,005.24)</u>	<u>(1,005.24)</u>
Total						(29,810.08)	(29,810.08)	(29,810.08)
TOTAL ASSETS (5)						192,626,380.13	192,785,811.15	192,760,339.10
						NET ASSET VALUE		\$1.00

- 1) All of the securities held in the portfolio are valued each week using a third party pricing service (U.S. Bank N.A and/or Bloomberg). Other assets in the portfolio such as repurchase agreements, money market funds and bank deposits are valued at cost.
- 2) All bank deposits in amounts greater than \$250,000 are collateralized according Chapter 280 Florida Statutes.
- 3) On December 11, 2008, FLSAFE entered into a Standby Capital Agreement with Davidson Fixed Income Management, Inc. (DFIM) under which DFIM agreed to contribute an amount necessary to bring the FLSAFE NAV to \$0.9975 per share, subject to a maximum of \$200,000. DFIM established an escrow account at Regions Bank for the benefit of FLSAFE.
- 4) Commercial paper and money market funds are not assigned long-term credit ratings.
- 5) The information contained in this statement is unaudited. Audited financial statements will be completed annually.