

2005	2006	2007	2008	2009	2010
3.90%	5.18%	9.84%	12.15%	3.18%	5.70%
3.62%	5.07%	8.86%	11.33%	2.76%	5.22%
3.07%	4.65%	8.24%	9.01%	2.17%	4.87%
1.77%	4.56%	7.32%	7.05%	1.36%	2.82%
1.75%	4.56%	6.98%	6.61%	1.04%	2.35%
1.67%	4.22%	6.74%	5.17%	0.79%	2.32%
1.58%	3.96%	5.14%	4.33%	0.21%	0.77%
1.14%	3.57%	5.00%	2.79%	(0.87%)	0.36%
0.88%	3.55%	4.99%	2.06%	(1.41%)	0.13%



The PFM Group

Public Financial Management, Inc.
PFM Asset Management LLC
PFM Advisors

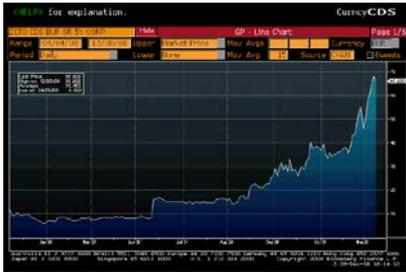


City of Colorado Springs Review of Investment Performance Quarter Ended June 30, 2013

August 22, 2013

Bob Cheddar, Managing Director ♦ Chris Blackwood, Director ♦ Allison Kaune, Senior Analyst

1400 16th Street, Suite 400
Denver, CO 80202
303-467-1114

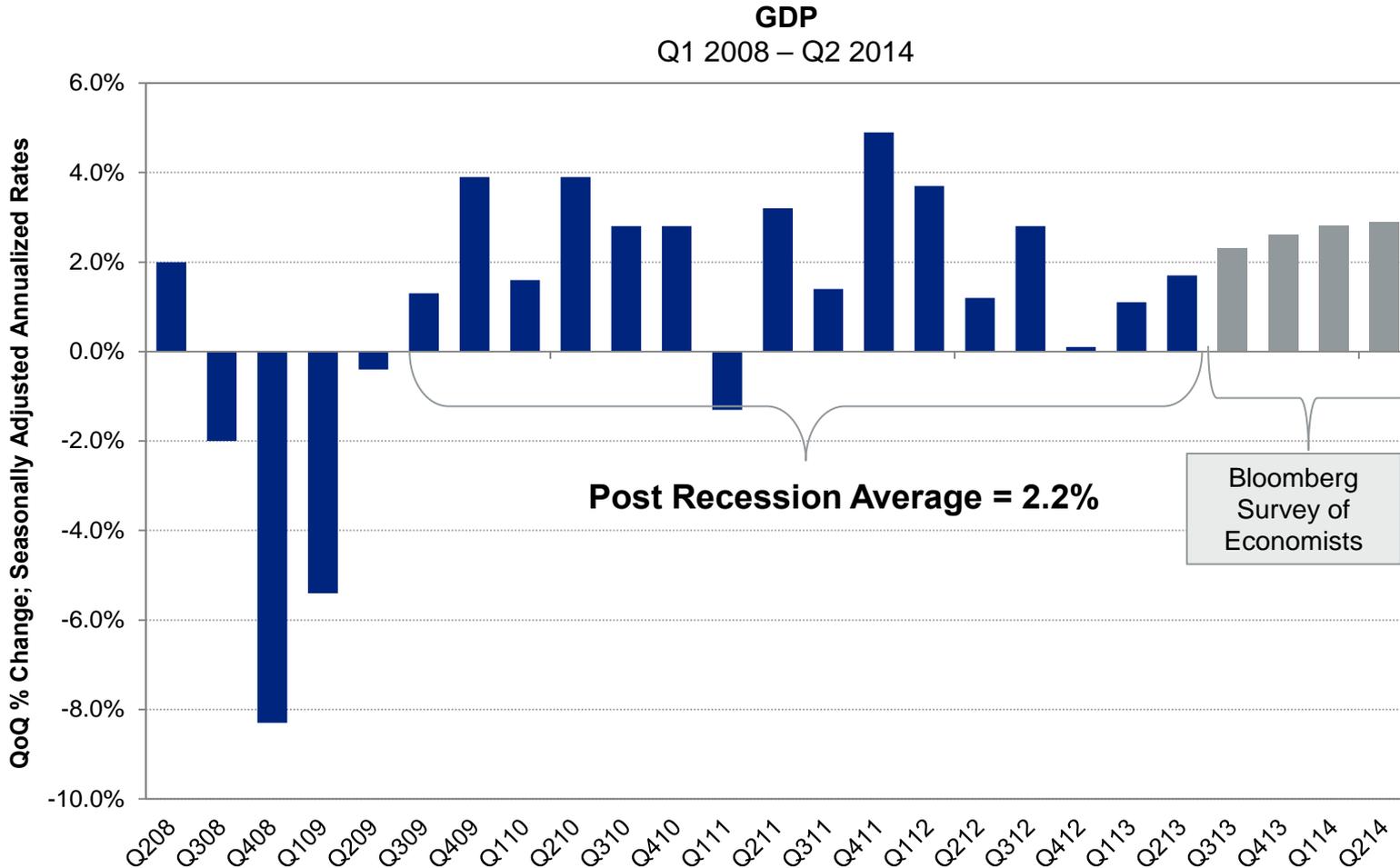




Economic Update

Economic Growth Remains Moderate

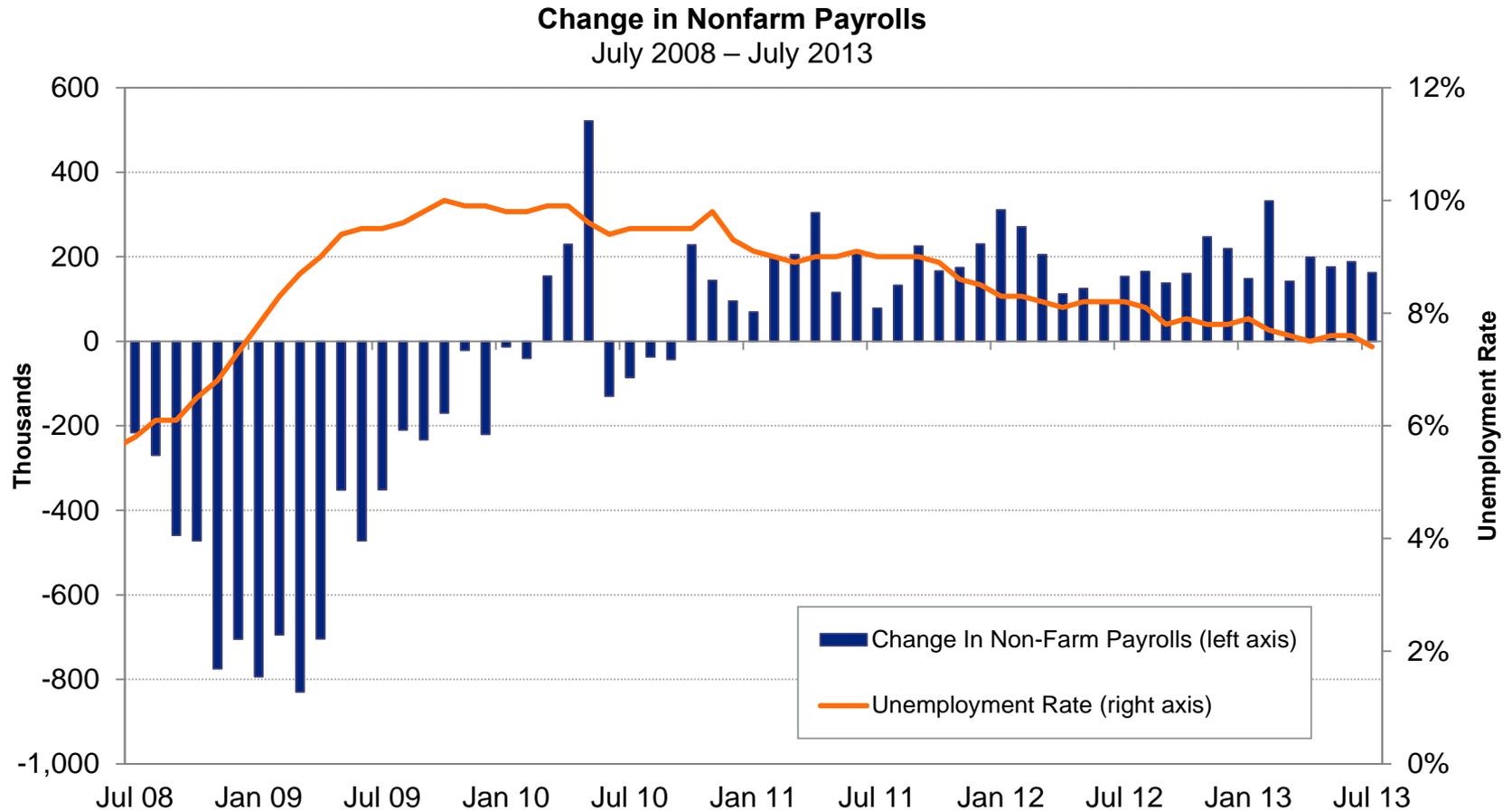
- Q2 GDP showed growth of 1.7%; the three most recent quarters have seen growth under 2%.



Source: Bureau of Economic Analysis

Job Growth Remains Consistent

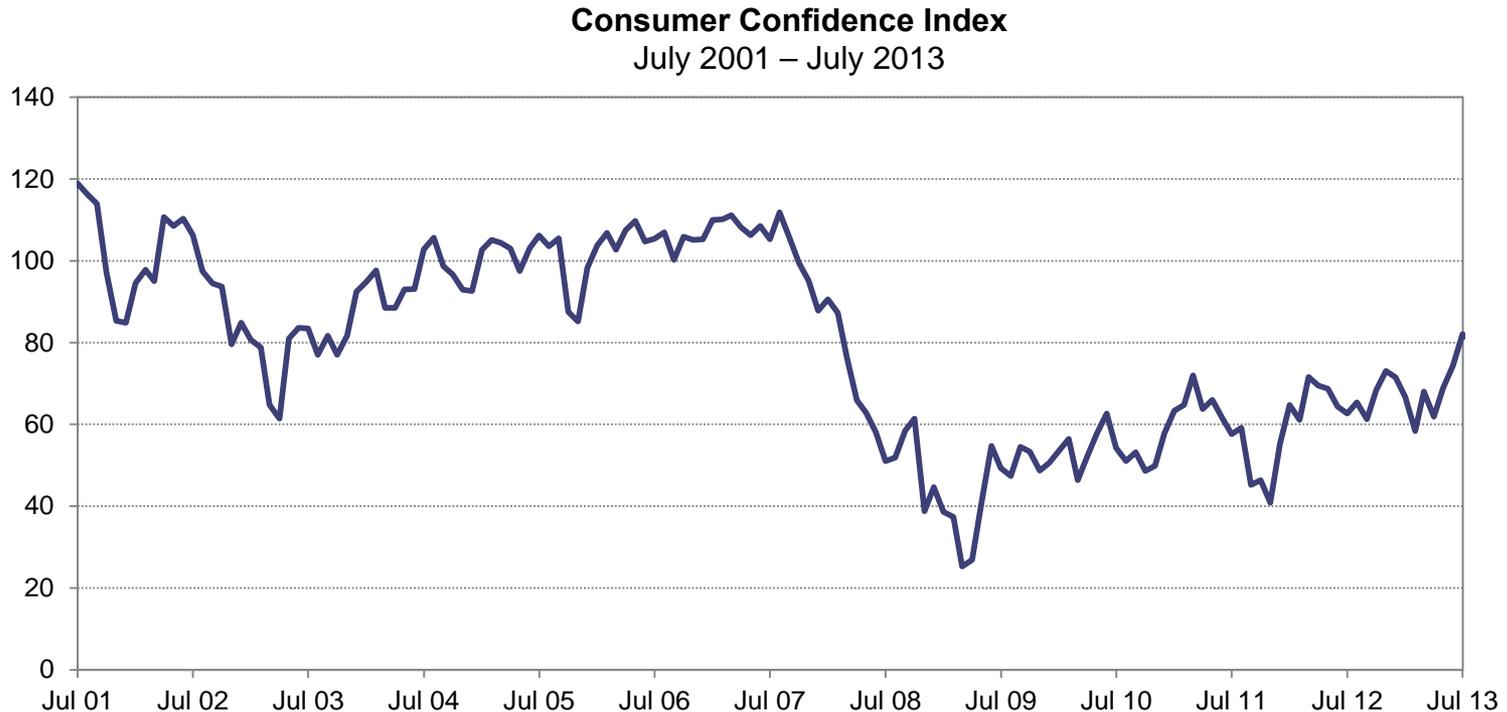
- U.S. job creation accelerated, averaging 190,000 new jobs a month over past 12 months.



Source: Bureau of Labor Statistics

Improvement in Confidence Continues

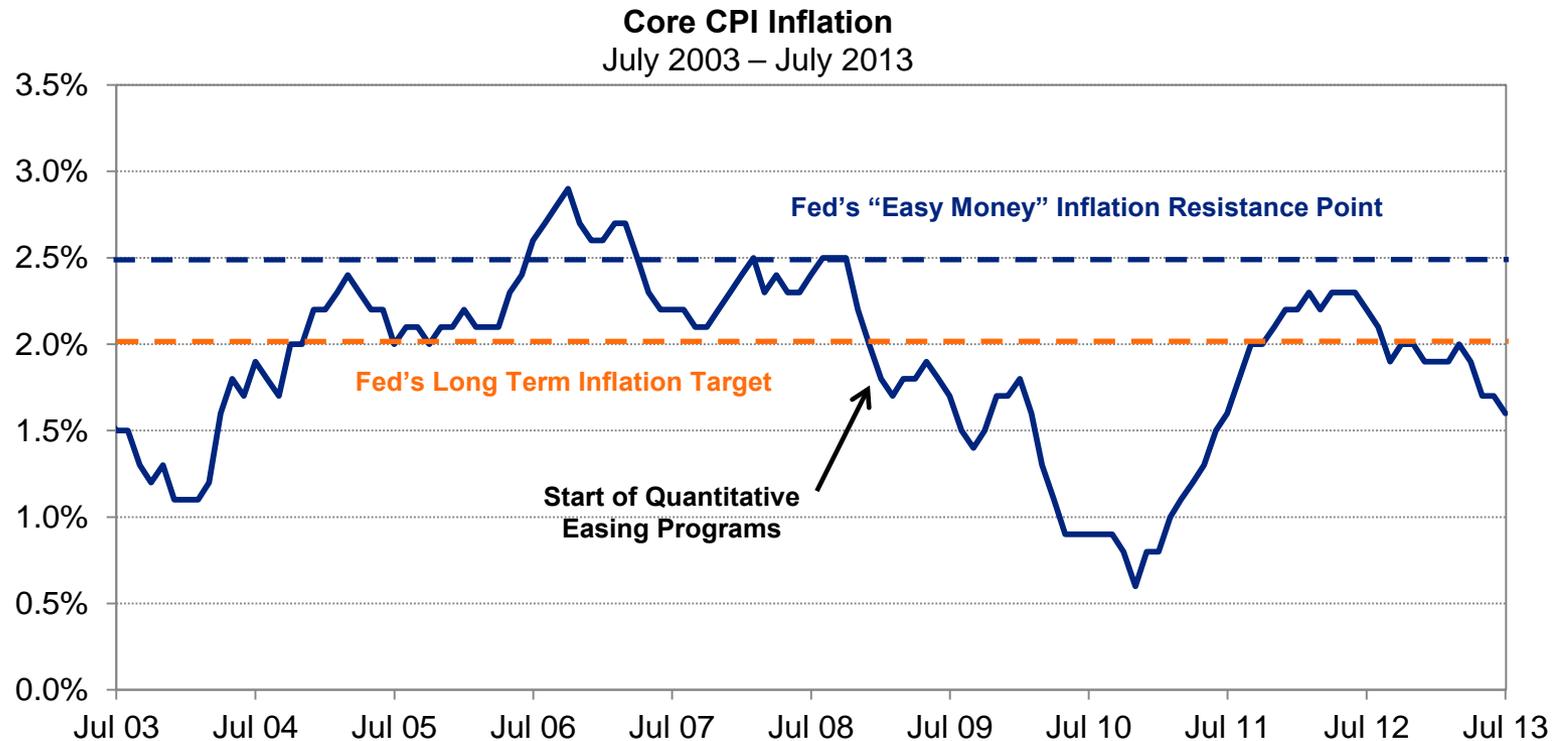
- The level of confidence among consumers has steadily increased at a modest pace and the index recently returned to its historical level, four years after the official end of the recession.
- This is considered a positive indicator of the direction of the economy as approximately 70% of GDP growth is attributed to Consumer Spending.



Source: Consumer Confidence Board

Inflation Remains Under Fed's Target Rate

- Personal Consumption Expenditures (PCE) and Consumer Price Index (CPI) are the two most commonly utilized measures of inflation. Both readings seems to confirm that inflation is not an imminent concern.

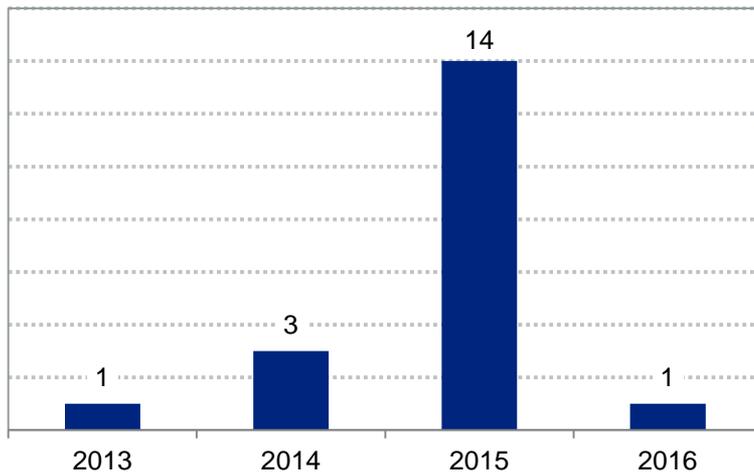


Source: Bureau of Economic analysis, Bureau of Labor Statistics, Bloomberg.
The core number excludes energy and food prices because they're more volatile

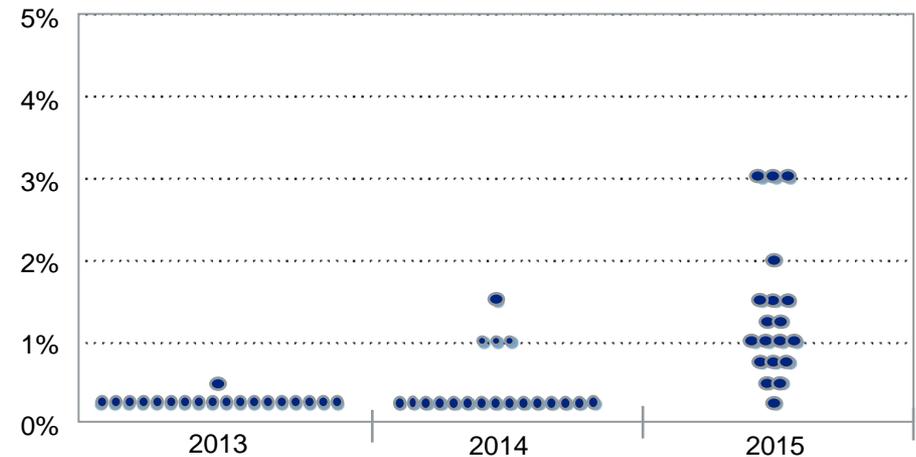
Fed Rate Guidance Indicates Continued Low Rates into 2015

- Since unemployment remains at high levels, and inflation remains at low levels, the Federal Reserve is still expected to keep interest rates low until 2015. However, in the Fed's June release they indicated that bond purchases are likely to taper near the end of 2013.

FOMC Participant Votes on Appropriate Timing of Policy Firming
as of June 19, 2013



Targeted Federal Funds Rate at Year-End
FOMC Participant Forecasts
as of June 19, 2013



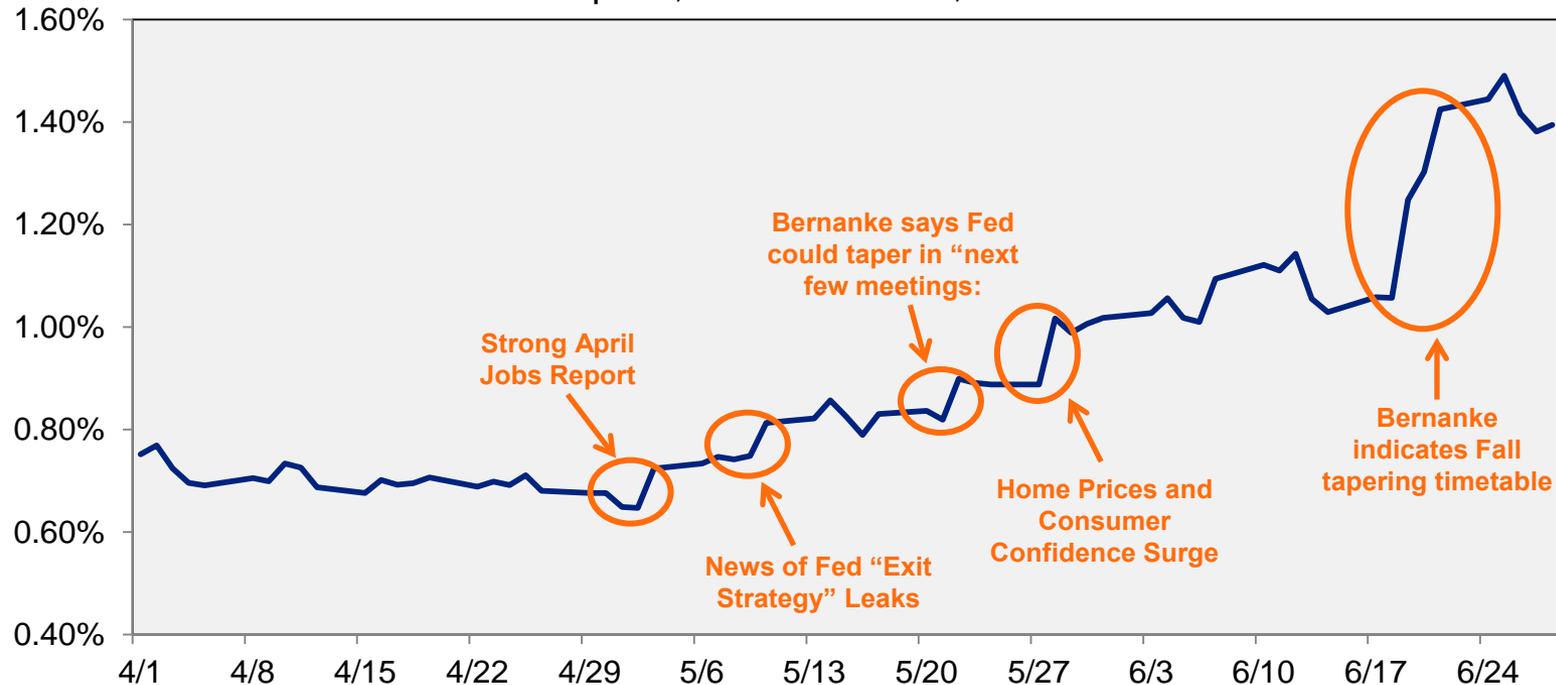
- Individual FOMC participant's judgment of the appropriate level of the target federal funds rate at the end of the specified calendar year.

Source: Federal Reserve Open Market Committee.

Second Quarter Market Movers

- Interest rates rose significantly during the quarter, driven by positive economic news and FOMC indications that a reduction, and eventual end, to their asset purchase program was likely to occur earlier than the market had originally anticipated.

5-Year U.S. Treasury Yields
April 1, 2013 – June 30, 2013

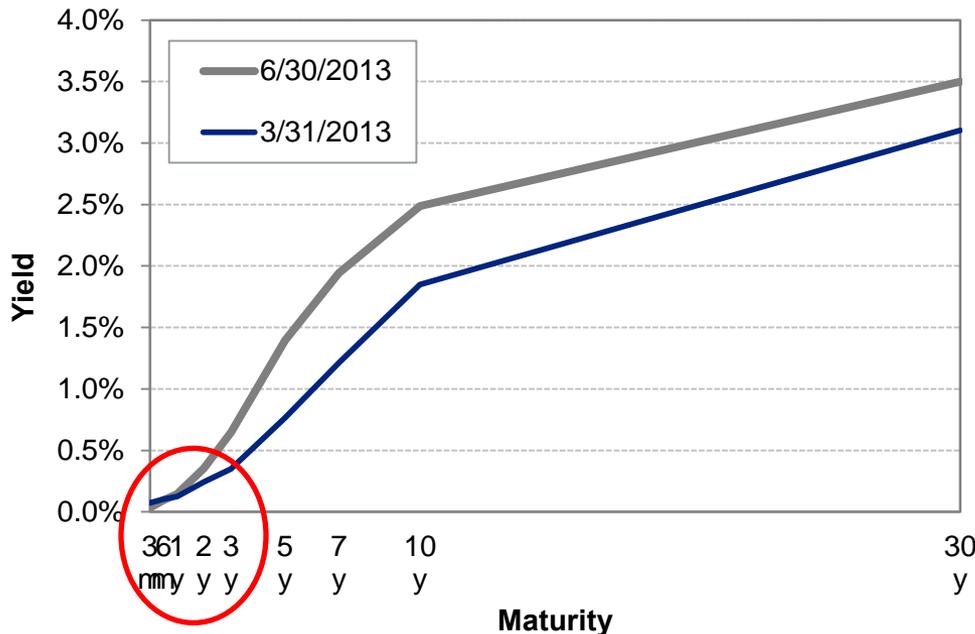


Source: Bloomberg

Yield Curve Steepened

- Yields on maturities two years and shorter moved only modestly, as they remain anchored to the Fed's near-zero short-term rate policy, which is not expected to change for another year or two.
 - A 1-year Treasury changed by only a few basis points, while the 5-year Treasury ended the quarter at 1.39%, up 62 basis points (0.62%) for the quarter.

Quarterly Changes to Treasury Yield Curve

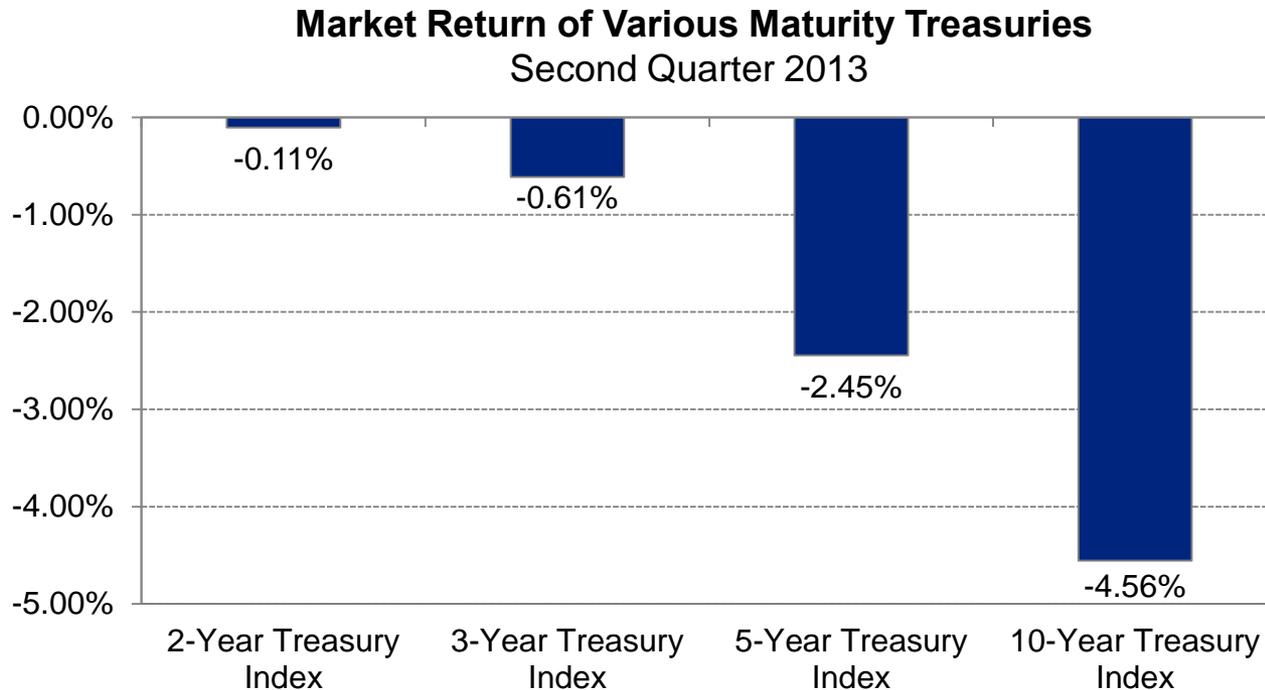


Maturity	March 31, 2013	June 30, 2013	Yield Change
1M	0.03	0.01	(0.02)
3M	0.07	0.03	(0.04)
6M	0.10	0.09	(0.01)
1Y	0.12	0.15	0.02
2Y	0.24	0.36	0.12
3Y	0.35	0.65	0.30
5Y	0.77	1.39	0.62
7Y	1.22	1.94	0.72
10Y	1.85	2.48	0.64
30Y	3.10	3.49	0.39

Source: Bloomberg

Large Rate Increase Led to Negative Market Returns

- The sharp rise in interest rates depressed market returns
 - Yields and prices of fixed-income instruments are inversely related.
 - Magnitude of rate increases led to negative market returns.
 - Longer-term investments were impacted more than shorter-term investments.

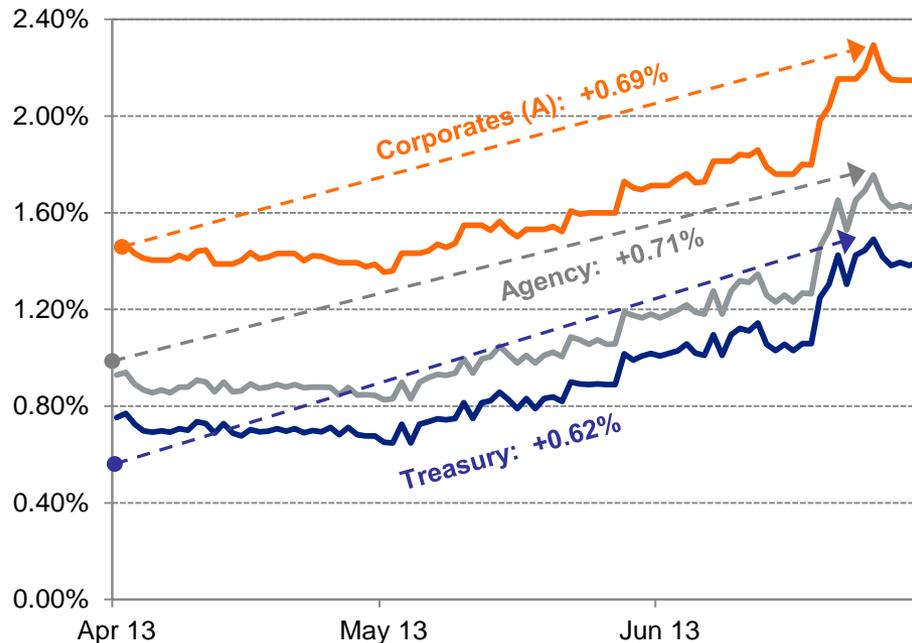


Source: BofA Merrill Lynch Bond Indices

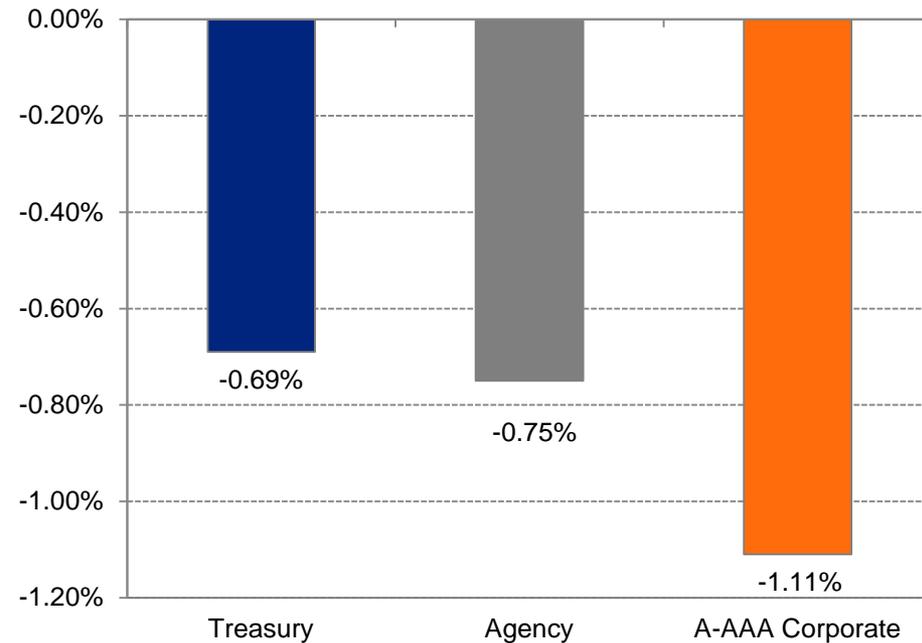
Spreads also Widened, Causing Treasuries to Outperform

- As interest rates rose, yield spreads also widened on agencies, corporates and mortgage-backed securities.
 - As a result, Treasuries out-performed other sectors.
 - Spreads are reversing in early Q3.

Comparison of 5-year Yields
March 31, 2013 – June 30, 2013



1-5 Year Index Total Returns (Sector)
March 31, 2013 – June 30, 2013



Source: Bloomberg, BofA Merrill Lynch Bond Indices

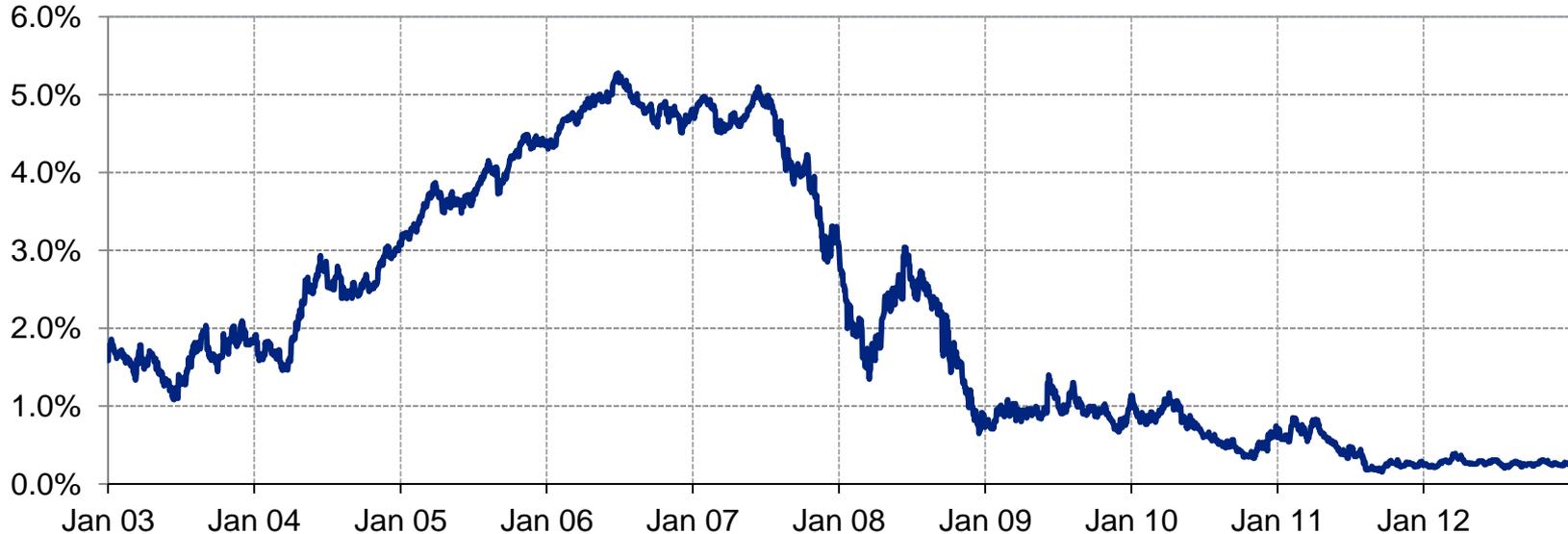
Returns Were Depressed Across all Sectors and Maturities

	As of 6/30/2013		Returns for Periods ended 6/30/2013		
	Duration	Yield	3 Month	1 Year	3 Years
1-3 Year Indices					
U.S. Treasury	1.89	0.37%	(0.10%)	0.33%	0.82%
Federal Agency	1.80	0.48%	(0.13%)	0.34%	0.97%
U.S. Corporates, A-AAA rated	1.99	1.20%	(0.22%)	2.16%	2.63%
Agency MBS (0 to 3 years)	1.69	1.67%	(1.00%)	(0.40%)	1.75%
Municipals	1.77	0.70%	(0.16%)	0.62%	1.27%
1-5 Year Indices					
U.S. Treasury	2.72	0.66%	(0.67%)	(0.03%)	1.44%
Federal Agency	2.61	0.81%	(0.74%)	0.01%	1.28%
U.S. Corporates, A-AAA rated	2.91	1.70%	(1.09%)	2.19%	3.40%
Agency MBS (0 to 5 years)	3.06	2.66%	(1.37%)	(0.60%)	2.46%
Municipals	2.51	1.04%	(0.61%)	0.53%	1.86%
Master Indices (Maturities 1 Year or Greater)					
U.S. Treasury	5.78	1.40%	(2.21%)	(2.00%)	3.03%
Federal Agency	4.01	1.34%	(1.97%)	(0.90%)	2.12%
U.S. Corporates, A-AAA rated	6.57	2.96%	(3.12%)	0.89%	5.08%
Agency MBS	4.61	2.96%	(1.92%)	(1.15%)	2.52%
Municipals	7.81	3.21%	(3.33%)	0.10%	4.66%

Source: BofA Merrill Lynch Bond Indices

Impact of Changes in Interest Rates on Returns

2-Year U.S. Treasury Note Yield History
January 1, 2003 – December 31, 2012



Merrill Lynch Treasury Index Annual Returns

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012	Past 10 Years
1-3 Year	1.90%	0.91%	1.67%	3.96%	7.32%	6.61%	0.78%	2.35%	1.55%	0.43%	2.72%
1-5 Year	2.06%	1.31%	1.39%	3.81%	8.16%	8.73%	0.23%	3.61%	3.36%	0.91%	3.32%
3-5 Year	2.47%	2.11%	0.86%	3.55%	9.84%	12.15%	-0.67%	5.70%	6.23%	1.58%	4.31%

Source: Bloomberg, Bank of America Merrill Lynch

Impact of Changes in Interest Rates on Returns

2-Year U.S. Treasury Note Yield History

July 1, 2010 – June 30, 2013



Merrill Lynch Treasury Index Quarterly Returns

	Q3 2010	Q4 2010	Q1 2011	Q2 2011	Q3 2011	Q4 2011	Q1 2012	Q2 2012	Q3 2012	Q4 2012	Q1 2013	Q2 2013
1-3 Year	0.62%	-0.15%	0.03%	0.83%	0.49%	0.20%	-0.08%	0.19%	0.26%	0.07%	0.12%	-0.11%
1-5 Year	1.32%	-0.67%	0.02%	1.49%	1.39%	0.42%	-0.19%	0.59%	0.47%	0.04%	0.15%	-0.69%
3-5 Year	2.46%	-1.55%	0.01%	2.58%	2.78%	0.75%	-0.35%	1.16%	0.76%	0.01%	0.20%	-1.44%

Source: Bloomberg, Bank of America Merrill Lynch

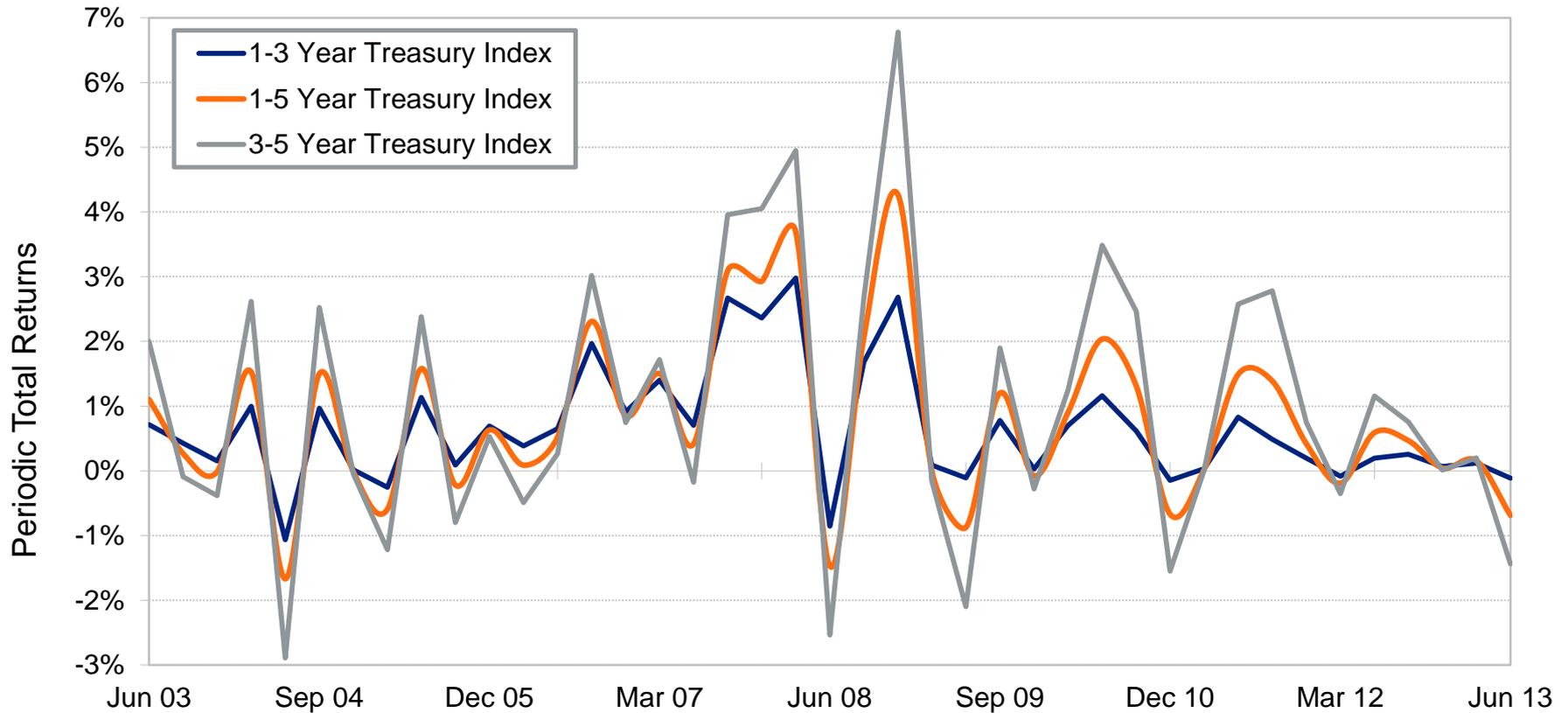
Longer Duration Strategies Offer More Risk/Reward

Risk/Return of Various Investment Strategies 5 Years Ended June 30, 2013				
Bank of America Merrill Lynch Treasury Index	Duration (years)	Annualized Total Return	Cumulative Value of \$100 Million	Quarters With Negative Return
1-Year	1.00	1.06%	\$105,397,387	2 out of 20
1-3 Year	1.89	1.90%	\$109,859,912	4 out of 20
1-5 Year	2.72	2.77%	\$114,654,502	6 out of 20
3-5 Year	3.81	4.17%	\$122,670,156	6 out of 20

Source: Bloomberg, Bank of America Merrill Lynch

Quarterly Annualized Total Returns—10 Years

Bank of America Merrill Lynch Indices
Comparison of Unannualized Quarterly Total Returns
June 2003 – June 2013



Source: Bloomberg, Bank of America Merrill Lynch

Colorado Springs Portfolio Performance



Colorado Springs Portfolio Performance

- Like the indices, the portfolios generated negative returns for the second quarter.
- Although Treasuries were a top performer for the quarter ended June 30, the portfolio's allocation to Agencies, corporates, and municipals continue to benefit the portfolio through diversification and higher yields.
- Historically, the portfolio continues to generate solid performance in excess of the index.

Total Return Performance^{1,2,3,4}

	Duration	Portfolio yield at Cost	Quarter Ending 6/30/13	Past 12 Months	Past 5 Years	Since Inception
Colorado Springs Reserve	2.58	0.83%	(0.69%)	0.12%	3.09%	3.33%
<i>Portfolio Return Net of Fees</i>	-	-	<i>(0.78%)</i>	<i>0.04%</i>	<i>3.01%</i>	<i>3.25%</i>
Merrill Lynch 1-5 Year U.S. Gov't Index	2.63	-	(0.69%)	(0.02%)	2.80%	3.12%

	Duration	Portfolio yield at Cost	Quarter Ending 6/30/13	Past 12 Months	Since Inception
Colorado Springs Airport Reserve	2.55	0.98%	(0.55%)	0.38%	0.74%
<i>Portfolio Return Net of Fees</i>	-	-	<i>(0.64%)</i>	<i>0.29%</i>	<i>0.66%</i>
Merrill Lynch 1-5 Year U.S. Gov't Index	2.63	-	(0.69%)	(0.02%)	0.29%

1. Performance on trade date basis, gross (i.e., before fees), in accordance with the CFA Institute's Global Investment Performance Standards (GIPS).

2. The net return is for reference only, based on an average fee of 8.5 basis points, assuming an average portfolio of \$66 million.

3. Merrill Lynch Indices provided by Bloomberg Financial Markets.

4. Inception date of Reserve is January 2003. Inception Date of Airport Reserve is December 2011.

Portfolio Complies with the City's Investment Policy

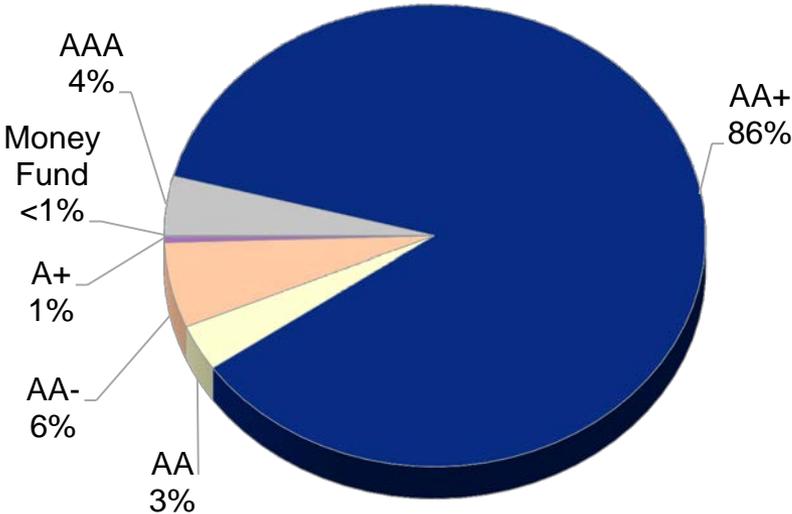
Security Type	Reserve			Airport Reserve			In Compliance
	June 30, 2013 Market Values	6/30/13 % of Portfolio	3/31/13 % of Portfolio	June 30, 2013 Market Values	6/30/13 % of Portfolio	3/31/13 % of Portfolio	
U.S. Treasuries	\$20,802,837	29%	37%	\$1,509,053	29%	27%	√
Federal Agencies	\$36,157,665	51%	43%	\$2,918,722	55%	61%	√
Municipal Obligations	\$4,559,984	6%	7%	\$256,056	5%	5%	√
Corporate Notes	\$10,169,287	14%	13%	\$583,293	11%	7%	√
Money Market Fund	\$77,830	<1%	<1%	\$0	0%	0%	√
Totals	\$71,767,603	100%		\$5,267,124	100%		

CSIP **\$15,997,526**

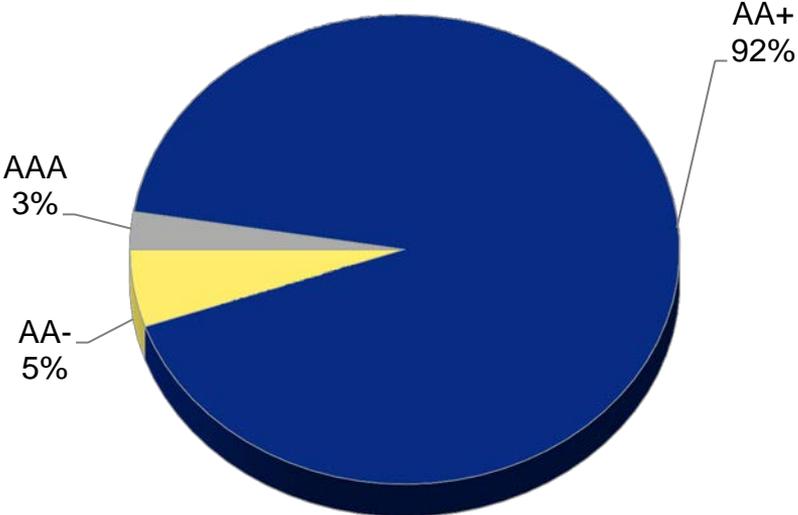
Market Value including accrued interest

Portfolios Are of High Credit Quality

Reserve Portfolio Credit Quality Distribution

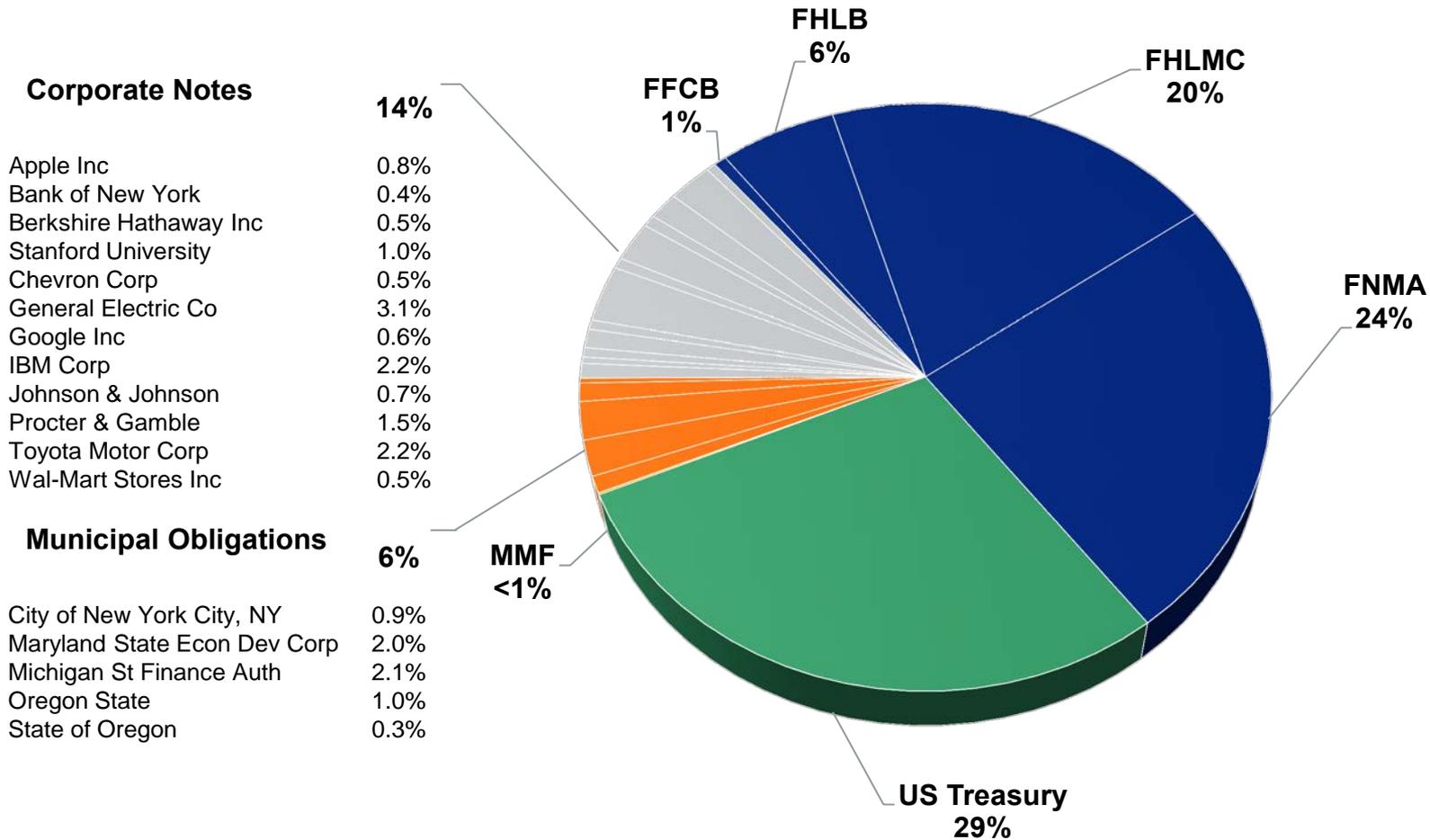


Airport Reserve Portfolio Credit Quality Distribution



As of 6/30/13
Ratings by Standard & Poor's

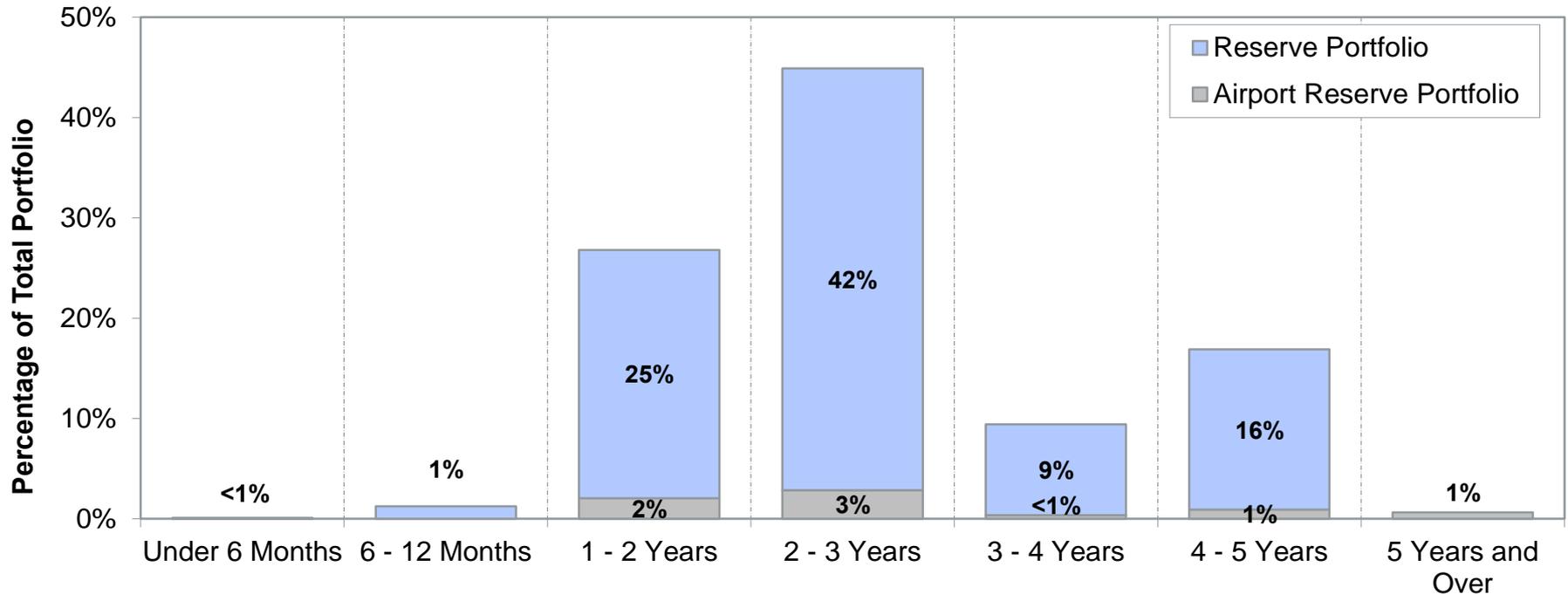
Aggregate Portfolio Issuer Distribution



Maturity Structure Takes Advantage of Steep Yield Curve

- The yield curve is steep thereby benefiting investments in maturities 2 years and out.
- A steep yield curve benefits a portfolio through higher initial yields and the potential for price appreciation through roll down.

Aggregate Portfolio Maturity Distribution



Callable securities and mortgage-back securities, if any, in portfolio are included in the maturity distribution analysis to their legally stated final maturity date (includes cash/money market). Excludes funds invested in CSIP

Portfolio Strategies During the Second Quarter

- Over the past quarter, we executed the following strategies for the City's portfolios:
 - Held the portfolios' durations near to, but short of, the benchmark
 - Capitalized on value offered in new issue corporates
 - Increased allocation to the Agency and Corporate sectors
 - Took advantage of “roll down” appreciation when executing strategic swaps

Strategy Execution

- The value of roll down.

Trade Date	Trade Type	Security	Par	Maturity Date	Yield	Original Term to Maturity	Gain on sale
4/30/13	Sell	U.S. Treasury Notes	\$550,000	12/31/15	0.27%	3 years	\$1,379
5/2/13	Buy	Apple Inc Notes	\$575,000	5/3/13	0.51%	3 years	-

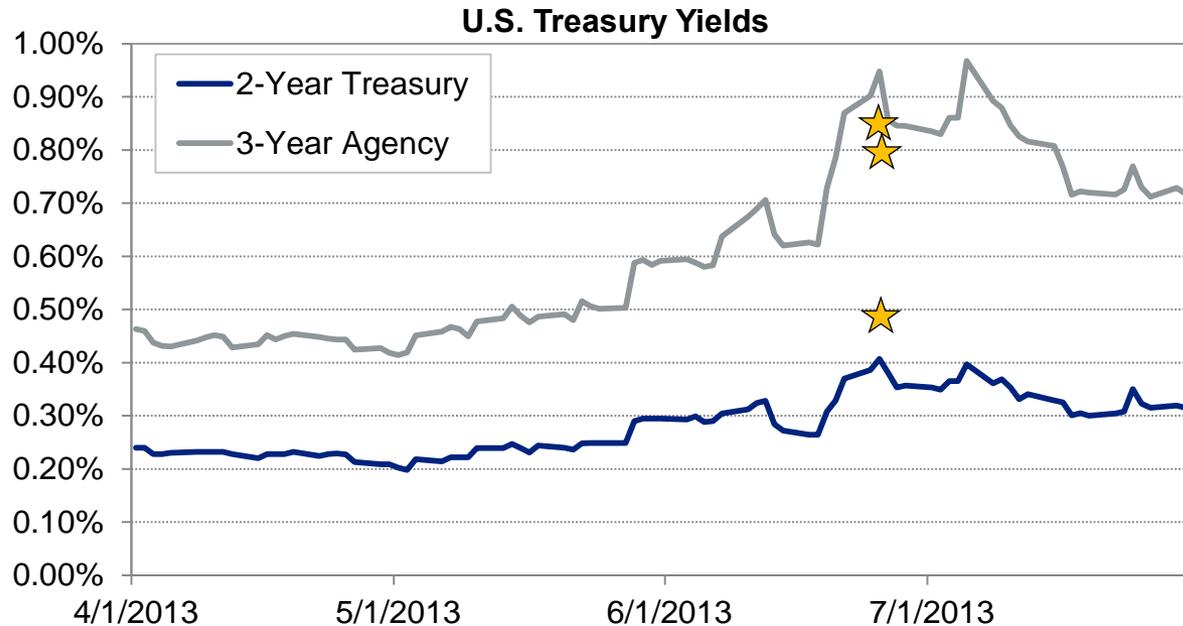
- New issues benefit the portfolio with increased liquidity due to high demand and a yield concession. New issues purchased during second quarter:

Trade Date	Security	Par	Maturity Date	Yield	Portfolio
4/4/13	Wal-Mart Stores Inc Notes	\$375,000	4/11/16	0.62%	City
4/29/13	FHLMC (callable) Note	\$1,400,000	4/29/15	0.32%	City
4/30/13	Apple Inc Notes	\$625,000	5/3/16	0.51%	City and Airport
5/2/13	IBM Corp Notes	\$1,700,000	5/6/16	0.55%	City and Airport
6/17/13	Chevron Corp Notes	\$400,000	6/24/16	0.89%	City

Contribution of New Funds

- In June the City funded an additional \$10 million to the portfolio.
- New investments, comprising a 2-year Treasury and two 3-year Agencies, took advantage of the recent increase in interest rates.

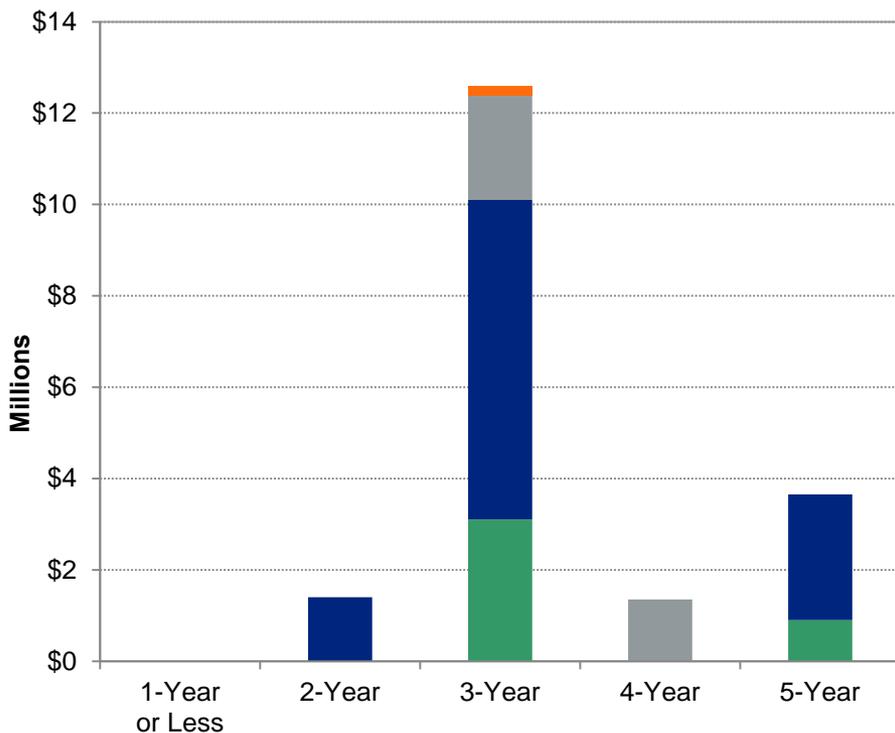
Purchase Date	Security	Par Value	Maturity Date	Yield
6/25/13	U.S. Treasury Notes	\$3,100,000	8/31/15	0.48%
6/25/13	FNMA Notes	\$3,500,000	3/30/16	0.80%
6/25/13	FHLB Notes	\$3,500,000	6/24/16	0.85%



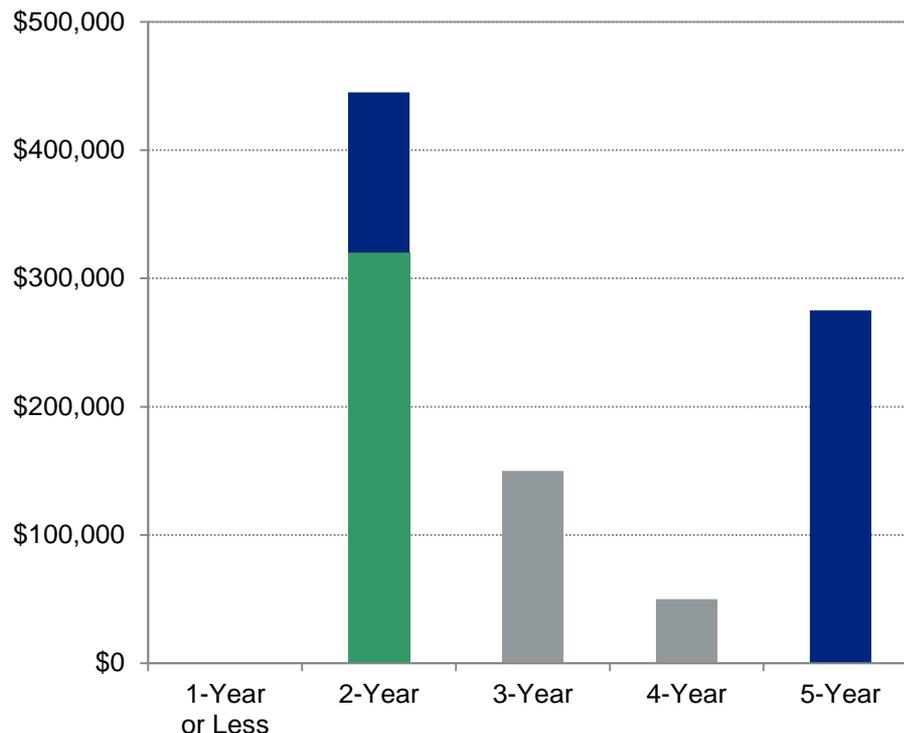
Summary of Second Quarter Purchases

- Purchases well diversified among sectors and maturities.
- Spreads between U.S. Treasuries and other sectors, including corporate notes and federal agencies, remained attractive in maturities over 2 years.

Reserve Portfolio Second Quarter Purchases



Airport Reserve Portfolio Second Quarter Purchases



Third Quarter 2013 Strategy

- The economic outlook continues to strengthen; however, headwinds to recovery, such as the ongoing European crisis, sequester and debt ceiling issues, and manufacturing weakness still remain.
- PFM's view is that Q2 was a necessary repricing of artificially inflated long-term prices, but was exacerbated by large unwinding and deleveraging trades, significant mutual fund withdrawals (bonds and stocks), and poor liquidity.
- Spreads have already begun to ratchet in from last quarter's liquidity-driven widening. Quality is recovering quickly.
- Yield curve is now quite steep, so there is a trade-off depending on how much and how fast rates might move.
- With generally improving economic fundamentals, we continue to favor the corporates and municipal sectors, and will look to add both new and secondary issues that have value. We believe corporate debt issued by strong banks and finance companies still offer one of the best ways to generate excess return.
- Risk management will remain a key aspect of our overall approach under volatile market conditions. In particular, ensuring adequate liquidity will be an important element of the strategy, so as not to have to sell into adverse market conditions. We will likely carry more Treasuries than usual to provide additional flexibility to adjust the portfolios' composition or duration as opportunities arise.
- As always, we seek to maximize value through careful and prudent active management. Our strategy will remain flexible and may change in response to changes in interest rates, economic data, or our market outlook.

Market Beginning to Settle Down in Q3

	As of 8/8/13		Returns for Periods ended 8/8/13		
	Duration	Yield	2013 Q3 QTD	1 Year	3 Years
1-3 Year Indices					
U.S. Treasury	1.86	0.32%	0.18%	0.38%	0.76%
Federal Agency	1.73	0.42%	0.19%	0.42%	0.91%
U.S. Corporates, A-AAA rated	1.95	1.03%	0.48%	1.92%	2.41%
Municipals	1.82	0.66%	0.25%	0.67%	1.19%
1-5 Year Indices					
U.S. Treasury	2.68	0.60%	0.29%	0.08%	1.21%
Federal Agency	2.50	0.73%	0.36%	0.17%	1.31%
U.S. Corporates, A-AAA rated	2.87	1.51%	0.81%	1.98%	3.07%
Municipals	2.55	1.00%	0.36%	0.52%	1.69%

Source: BofA Merrill Lynch Indices

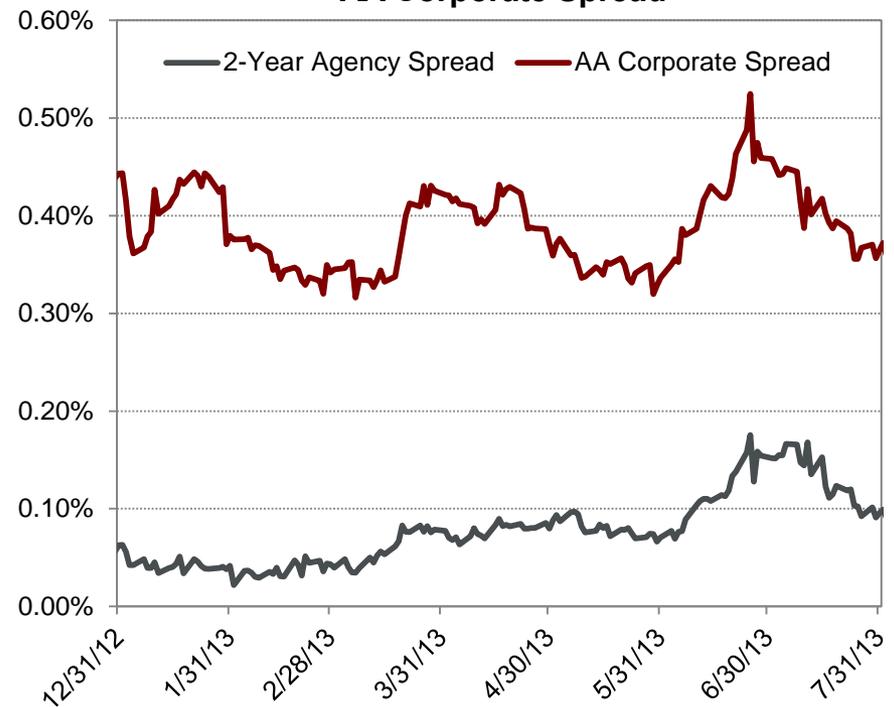
Yields Have Come Down and Spreads Have Narrowed

- After the second quarter's quantum leap in yields, and the associated widening in yield spreads, there is reason to believe that the adjustment process has run its course for now. After one more surge following the July 5th release of June's strong payroll gains, Treasury yields seem to have found a base at current levels.
- Yield spreads have also begun to retrace some of their Q2 widening.

5-Year Treasury Yield



2-Year Agency Spread and AA Corporate Spread



Source: Bloomberg

Portfolio Holdings



Managed Account Detail of Securities Held

For the Month Ending **June 30, 2013**

CITY OF COLORADO SPRINGS

Security Type/Description Dated Date/Coupon/Maturity	CUSIP	Par	S&P Rating	Moody's Rating	Trade Date	Settle Date	Original Cost	YTM at Cost	Accrued Interest	Amortized Cost	Market Value
U.S. Treasury Bond / Note											
US TREASURY NOTES DTD 07/15/2011 0.625% 07/15/2014	912828QU7	1,600,000.00	AA+	Aaa	01/04/12	01/06/12	1,611,437.50	0.34	4,613.26	1,604,717.73	1,607,000.00
US TREASURY NOTES DTD 11/30/2009 2.125% 11/30/2014	912828LZ1	1,000,000.00	AA+	Aaa	12/28/09	12/30/09	979,726.56	2.57	1,799.86	993,907.14	1,026,602.00
US TREASURY NOTES DTD 11/30/2009 2.125% 11/30/2014	912828LZ1	1,500,000.00	AA+	Aaa	11/23/11	11/23/11	1,576,523.44	0.42	2,699.80	1,535,992.41	1,539,903.00
US TREASURY NOTES DTD 12/31/2009 2.625% 12/31/2014	912828ME7	1,500,000.00	AA+	Aaa	11/30/11	11/30/11	1,600,664.06	0.43	107.00	1,549,037.40	1,553,203.50
US TREASURY NOTES DTD 03/01/2010 2.375% 02/28/2015	912828MR8	65,000.00	AA+	Aaa	02/28/12	02/29/12	68,750.20	0.44	515.98	67,088.22	67,247.05
US TREASURY NOTES DTD 03/01/2010 2.375% 02/28/2015	912828MR8	440,000.00	AA+	Aaa	02/28/12	02/29/12	465,454.69	0.43	3,492.80	454,173.47	455,210.80
US TREASURY NOTES DTD 03/01/2010 2.375% 02/28/2015	912828MR8	700,000.00	AA+	Aaa	03/07/12	03/07/12	740,277.34	0.43	5,556.73	722,569.02	724,199.00
US TREASURY NOTES DTD 03/01/2010 2.375% 02/28/2015	912828MR8	725,000.00	AA+	Aaa	03/27/12	03/29/12	764,110.35	0.51	5,755.18	747,372.50	750,063.25
US TREASURY NOTES DTD 08/31/2010 1.250% 08/31/2015	912828NV8	3,100,000.00	AA+	Aaa	06/25/13	06/25/13	3,151,949.22	0.48	12,951.77	3,151,563.35	3,155,217.20
US TREASURY NOTES DTD 11/01/2010 1.250% 10/31/2015	912828PE4	300,000.00	AA+	Aaa	11/18/10	11/23/10	295,886.72	1.54	631.79	298,019.19	305,531.40
US TREASURY NOTES DTD 11/01/2010 1.250% 10/31/2015	912828PE4	1,700,000.00	AA+	Aaa	11/01/10	11/03/10	1,706,972.66	1.17	3,580.16	1,703,306.93	1,731,344.60
US TREASURY NOTES DTD 12/31/2010 2.125% 12/31/2015	912828PM6	375,000.00	AA+	Aaa	11/29/12	12/05/12	395,170.90	0.36	21.65	391,421.80	390,029.25
US TREASURY NOTES DTD 08/01/2011 1.500% 07/31/2016	912828OX1	485,000.00	AA+	Aaa	01/25/12	01/27/12	500,345.70	0.78	3,034.60	495,545.91	496,556.58
US TREASURY NOTES DTD 08/01/2011 1.500% 07/31/2016	912828OX1	1,000,000.00	AA+	Aaa	10/27/11	10/31/11	1,020,117.19	1.06	6,256.91	1,013,174.31	1,023,828.00



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CITY OF COLORADO SPRINGS

Security Type/Description Dated Date/Coupon/Maturity	CUSIP	Par	S&P Rating	Moody's Rating	Trade Date	Settle Date	Original Cost	YTM at Cost	Accrued Interest	Amortized Cost	Market Value
U.S. Treasury Bond / Note											
US TREASURY NOTES DTD 01/03/2012 0.875% 12/31/2016	912828RX0	675,000.00	AA+	Aaa	01/23/12	01/26/12	673,787.11	0.91	16.05	674,134.34	674,578.13
US TREASURY NOTES DTD 01/31/2012 0.875% 01/31/2017	912828SC5	1,300,000.00	AA+	Aaa	02/22/12	02/27/12	1,299,746.09	0.88	4,744.82	1,299,815.39	1,297,969.40
US TREASURY NOTES DTD 02/29/2012 0.875% 02/28/2017	912828SJ0	500,000.00	AA+	Aaa	03/13/12	03/15/12	498,457.03	0.94	1,462.30	498,852.95	498,750.00
US TREASURY NOTES DTD 07/31/2012 0.500% 07/31/2017	912828TG5	875,000.00	AA+	Aaa	08/14/12	08/15/12	864,916.99	0.74	1,824.93	866,672.65	854,014.00
US TREASURY NOTES DTD 10/01/2012 0.625% 09/30/2017	912828TS9	755,000.00	AA+	Aaa	10/26/12	10/31/12	750,487.70	0.75	1,186.13	751,090.42	738,189.17
US TREASURY NOTES DTD 10/31/2012 0.750% 10/31/2017	912828TW0	1,000,000.00	AA+	Aaa	11/01/12	11/05/12	1,000,585.94	0.74	1,263.59	1,000,510.37	981,171.88
US TREASURY NOTES DTD 04/30/2013 0.625% 04/30/2018	912828UZ1	900,000.00	AA+	Aaa	05/10/13	05/15/13	891,808.59	0.81	947.69	892,015.83	869,765.40
Security Type Sub-Total		20,495,000.00					20,857,175.98	0.77	62,463.00	20,710,981.33	20,740,373.61

Municipal Bond / Note											
NYC, NY TXBL GO BONDS DTD 10/13/2011 1.200% 10/01/2014	64966JOU3	700,000.00	AA	Aa2	03/22/12	03/23/12	706,972.00	0.80	2,100.00	703,472.31	705,719.00
MI ST FIN AUTH UNEMPLOY T/E REV BONDS DTD 06/27/2012 5.000% 01/01/2015	59447PMY4	1,350,000.00	AAA	Aaa	06/13/12	06/27/12	1,494,949.50	0.68	33,750.00	1,436,881.28	1,440,963.00
MD ST ECON DEV CORP TXBL REV BONDS DTD 10/31/2012 0.750% 06/01/2015	57420PGF7	1,400,000.00	AA+	Aa1	10/17/12	10/31/12	1,400,700.00	0.73	875.00	1,400,521.46	1,393,392.00
OR ST TXBL GO BONDS DTD 02/13/2013 0.497% 08/01/2015	68608USL1	775,000.00	AA+	Aa1	01/17/13	02/13/13	775,000.00	0.50	1,476.50	775,000.00	773,674.75
OR ST DEPT ADMIN LOTTERY TXBL REV BONDS DTD 04/16/2013 0.782% 04/01/2016	68607VA70	210,000.00	AAA	Aa2	04/04/13	04/16/13	210,000.00	0.78	342.13	210,000.00	207,692.10



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For the Month Ending **June 30, 2013**

CITY OF COLORADO SPRINGS

Security Type/Description Dated Date/Coupon/Maturity	CUSIP	Par	S&P Rating	Moody's Rating	Trade Date	Settle Date	Original Cost	YTM at Cost	Accrued Interest	Amortized Cost	Market Value
Security Type Sub-Total		4,435,000.00					4,587,621.50	0.69	38,543.63	4,525,875.05	4,521,440.85
Federal Agency Bond / Note											
FREDDIE MAC GLOBAL NOTES DTD 07/26/2011 1.000% 08/20/2014	3134G2UA8	675,000.00	AA+	Aaa	12/16/11	12/19/11	681,151.95	0.65	2,456.25	677,631.55	680,539.05
FHLMC NOTES DTD 07/05/2011 1.000% 08/27/2014	3137EACV9	1,250,000.00	AA+	Aaa	08/24/11	08/26/11	1,264,112.50	0.62	4,305.56	1,255,461.18	1,261,398.75
FEDERAL HOME LOAN BANK BONDS DTD 06/22/2011 1.000% 09/22/2014	313374CZ1	500,000.00	AA+	Aaa	07/28/11	07/29/11	499,985.00	1.00	1,375.00	499,993.90	504,475.50
FREDDIE MAC GLOBAL NOTES DTD 10/06/2011 0.750% 11/25/2014	3137EACY3	1,435,000.00	AA+	Aaa	05/31/12	06/01/12	1,443,739.15	0.50	1,076.25	1,439,939.94	1,444,340.42
FREDDIE MAC (CALLABLE) GLOBAL NOTES DTD 04/29/2013 0.320% 04/29/2015	3134G42V9	1,400,000.00	AA+	Aaa	04/29/13	04/30/13	1,400,000.00	0.32	771.56	1,400,000.00	1,397,585.00
FNMA NOTES DTD 06/14/2010 2.375% 07/28/2015	31398AU34	1,400,000.00	AA+	Aaa	09/01/10	09/07/10	1,445,164.00	1.69	14,131.25	1,419,614.42	1,455,328.00
FNMA NOTES (CALLABLE) DTD 08/07/2012 0.500% 08/07/2015	3135GONG4	3,000,000.00	AA+	Aaa	08/02/12	08/07/12	2,999,700.00	0.50	6,000.00	2,999,789.55	2,994,795.00
FHLMC NOTES DTD 09/10/2010 1.750% 09/10/2015	3137EACM9	350,000.00	AA+	Aaa	10/01/10	10/05/10	352,660.00	1.59	1,888.54	351,208.46	359,581.95
FHLB NOTES DTD 11/19/2010 1.625% 12/11/2015	313371VF0	520,000.00	AA+	Aaa	12/30/10	12/31/10	502,611.20	2.35	469.44	511,155.02	532,526.28
FANNIE MAE GLOBAL NOTES DTD 11/16/2012 0.375% 12/21/2015	3135G0SB0	1,550,000.00	AA+	Aaa	11/14/12	11/16/12	1,546,388.50	0.45	161.46	1,547,112.85	1,541,341.70
FNMA GLOBAL BENCHMARK NOTES DTD 02/16/2006 5.000% 03/15/2016	31359MH89	1,750,000.00	AA+	Aaa	01/04/12	01/06/12	2,033,815.00	1.04	25,763.89	1,934,591.19	1,951,612.25
FANNIE MAE GLOBAL NOTES DTD 02/15/2013 0.500% 03/30/2016	3135G0VA8	3,500,000.00	AA+	Aaa	06/25/13	06/25/13	3,471,825.00	0.80	4,423.61	3,471,993.46	3,480,386.00
FREDDIE MAC GLOBAL NOTES DTD 03/07/2013 0.500% 05/13/2016	3137EADQ9	1,915,000.00	AA+	Aaa	03/06/13	03/07/13	1,914,885.10	0.50	1,276.67	1,914,895.19	1,902,935.50



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Federal Agency Bond / Note											
FHLMC NOTES DTD 04/08/2011 2.500% 05/27/2016	3137EACT4	1,250,000.00	AA+	Aaa	01/04/12	01/06/12	1,325,312.50	1.09	2,951.39	1,300,230.31	1,312,606.25
FEDERAL HOME LOAN BANK GLOBAL NOTES DTD 05/10/2013 0.375% 06/24/2016	3133834R9	3,500,000.00	AA+	Aaa	06/25/13	06/25/13	3,450,685.00	0.85	255.21	3,450,956.32	3,460,677.50
FREDDIE MAC GLOBAL NOTES DTD 07/08/2011 2.000% 08/25/2016	3137EACW7	1,250,000.00	AA+	Aaa	12/08/11	12/09/11	1,298,987.50	1.14	8,750.00	1,283,047.90	1,294,987.50
FANNIE MAE NOTES DTD 10/20/2011 1.375% 11/15/2016	3135G0ES8	1,625,000.00	AA+	Aaa	12/08/11	12/09/11	1,637,090.00	1.22	2,855.03	1,633,344.34	1,647,337.25
FREDDIE MAC GLOBAL NOTES DTD 06/25/2012 1.000% 07/28/2017	3137EADJ5	1,300,000.00	AA+	Aaa	07/30/12	07/31/12	1,308,697.00	0.86	5,525.00	1,307,127.73	1,281,737.60
FANNIE MAE GLOBAL NOTES DTD 07/20/2012 0.875% 08/28/2017	3135G0MZ3	1,575,000.00	AA+	Aaa	09/06/12	09/10/12	1,578,906.00	0.82	4,632.03	1,578,283.06	1,543,789.80
FREDDIE MAC GLOBAL NOTES DTD 08/10/2012 1.000% 09/29/2017	3137EADL0	600,000.00	AA+	Aaa	10/04/12	10/05/12	606,402.00	0.78	1,533.33	605,468.25	592,859.40
FREDDIE MAC GLOBAL NOTES DTD 01/17/2013 0.875% 03/07/2018	3137EADP1	2,850,000.00	AA+	Aaa	03/26/13	03/27/13	2,842,476.00	0.93	7,896.88	2,842,866.62	2,757,882.30
FANNIE MAE GLOBAL NOTES DTD 04/15/2013 0.875% 05/21/2018	3135G0WJ8	1,000,000.00	AA+	Aaa	05/24/13	05/31/13	984,850.00	1.19	972.22	985,104.05	966,462.00
FANNIE MAE GLOBAL NOTES DTD 04/15/2013 0.875% 05/21/2018	3135G0WJ8	1,750,000.00	AA+	Aaa	05/22/13	05/24/13	1,735,212.50	1.05	1,701.39	1,735,509.91	1,691,308.50
Security Type Sub-Total		35,945,000.00					36,324,655.90	0.87	101,171.96	36,145,325.20	36,056,493.50
Corporate Note											
JOHNSON & JOHNSON GLOBAL NOTE DTD 05/20/2011 1.200% 05/15/2014	478160AX2	500,000.00	AAA	Aaa	05/18/11	05/20/11	499,415.00	1.24	766.67	499,826.87	503,795.00
GOOGLE INC GLOBAL NOTES DTD 05/19/2011 1.250% 05/19/2014	38259PAA0	450,000.00	AA	Aa2	05/18/11	05/23/11	449,671.50	1.28	656.25	449,901.70	453,299.40
PROCTER & GAMBLE CO CORP NOTES DTD 08/15/2011 0.700% 08/15/2014	742718DU0	400,000.00	AA-	Aa3	08/10/11	08/15/11	398,356.00	0.84	1,057.78	399,380.29	401,147.20



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CITY OF COLORADO SPRINGS

Security Type/Description Dated Date/Coupon/Maturity	CUSIP	Par	S&P Rating	Moody's Rating	Trade Date	Settle Date	Original Cost	YTM at Cost	Accrued Interest	Amortized Cost	Market Value
Corporate Note											
PROCTER & GAMBLE CO CORP NOTES DTD 08/15/2011 0.700% 08/15/2014	742718DU0	750,000.00	AA-	Aa3	05/21/12	05/24/12	750,982.50	0.64	1,983.33	750,497.75	752,151.00
GENERAL ELEC CAP CORP GLOBAL NOTES DTD 01/09/2012 2.150% 01/09/2015	36962G5M2	1,000,000.00	AA+	A1	01/04/12	01/09/12	998,960.00	2.19	10,272.22	999,463.86	1,019,668.00
BANK OF NEW YORK MELLON (CALLABLE) NOTES DTD 02/21/2012 1.200% 02/20/2015	06406HCC1	270,000.00	A+	Aa3	02/13/12	02/21/12	269,754.30	1.23	1,179.00	269,864.77	272,189.97
GENERAL ELECTRIC CO NOTES DTD 10/09/2012 0.850% 10/09/2015	369604BE2	500,000.00	AA+	Aa3	10/02/12	10/09/12	501,390.00	0.76	968.06	501,055.58	499,527.00
GENERAL ELECTRIC CO NOTES DTD 10/09/2012 0.850% 10/09/2015	369604BE2	600,000.00	AA+	Aa3	10/01/12	10/09/12	599,838.00	0.86	1,161.67	599,876.93	599,432.40
TOYOTA MOTOR CREDIT CORP DTD 01/11/2011 2.800% 01/11/2016	89233P4R4	1,500,000.00	AA-	Aa3	03/05/13	03/08/13	1,586,244.00	0.75	19,833.33	1,576,813.46	1,563,477.00
BERKSHIRE HATHAWAY FIN CORP NOTE DTD 02/11/2013 0.800% 02/11/2016	084670BG2	400,000.00	AA	Aa2	01/29/13	02/11/13	399,964.00	0.80	1,244.44	399,968.62	398,107.60
WAL-MART STORES INC GLOBAL NOTES DTD 04/11/2013 0.600% 04/11/2016	931142DE0	375,000.00	AA	Aa2	04/04/13	04/11/13	374,733.75	0.62	500.00	374,753.32	372,494.63
STANFORD UNIVERSITY NOTES DTD 04/29/2009 4.250% 05/01/2016	854403AB8	725,000.00	AAA	Aaa	06/13/13	06/18/13	796,042.75	0.79	5,135.42	795,157.97	790,222.45
APPLE INC GLOBAL NOTES DTD 05/03/2013 0.450% 05/03/2016	037833AH3	575,000.00	AA+	Aa1	04/30/13	05/03/13	573,959.25	0.51	416.88	574,014.78	568,825.08
IBM CORP GLOBAL NOTES (EX-CALLABLE) DTD 05/07/2013 0.450% 05/06/2016	459200HL8	1,550,000.00	AA-	Aa3	05/02/13	05/07/13	1,545,629.00	0.55	1,046.25	1,545,846.26	1,528,135.70
CHEVRON CORP GLOBAL NOTES DTD 06/24/2013 0.889% 06/24/2016	166764AC4	400,000.00	AA	Aa1	06/17/13	06/24/13	400,000.00	0.89	69.14	400,000.00	400,524.00
Security Type Sub-Total		9,995,000.00					10,144,940.05	0.92	46,290.44	10,136,422.16	10,122,996.43
Managed Account Sub-Total		70,870,000.00					71,914,393.43	0.83	248,469.03	71,518,603.74	71,441,304.39



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CITY OF COLORADO SPRINGS

Securities Sub-Total	\$70,870,000.00	\$71,914,393.43	0.83%	\$248,469.03	\$71,518,603.74	\$71,441,304.39
Accrued Interest						\$248,469.03
Total Investments						\$71,689,773.42



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CITY OF COLORADO SPRINGS AIRPORT RESERVE

Security Type/Description Dated Date/Coupon/Maturity	CUSIP	Par	S&P Rating	Moody's Rating	Trade Date	Settle Date	Original Cost	YTM at Cost	Accrued Interest	Amortized Cost	Market Value
U.S. Treasury Bond / Note											
US TREASURY NOTES DTD 11/30/2009 2.125% 11/30/2014	912828LZ1	320,000.00	AA+	Aaa	04/29/13	04/29/13	329,787.50	0.19	575.96	328,725.03	328,512.64
US TREASURY NOTES DTD 11/01/2010 1.250% 10/31/2015	912828PE4	180,000.00	AA+	Aaa	08/22/11	08/24/11	184,078.12	0.70	379.08	182,286.86	183,318.84
US TREASURY NOTES DTD 12/31/2010 2.125% 12/31/2015	912828PM6	275,000.00	AA+	Aaa	11/29/12	12/05/12	289,792.00	0.36	15.88	287,042.65	286,021.45
US TREASURY NOTES DTD 01/31/2011 2.000% 01/31/2016	912828PS3	110,000.00	AA+	Aaa	08/30/11	08/31/11	116,118.75	0.72	917.68	113,602.46	114,150.74
US TREASURY NOTES DTD 01/31/2011 2.000% 01/31/2016	912828PS3	285,000.00	AA+	Aaa	02/27/13	02/28/13	298,593.16	0.36	2,377.62	297,020.15	295,754.19
US TREASURY NOTES DTD 01/31/2012 0.875% 01/31/2017	912828SC5	150,000.00	AA+	Aaa	02/22/12	02/27/12	149,970.70	0.88	547.48	149,978.70	149,765.70
US TREASURY NOTES DTD 07/31/2012 0.500% 07/31/2017	912828TG5	150,000.00	AA+	Aaa	08/14/12	08/15/12	148,271.48	0.74	312.85	148,572.45	146,402.40
Security Type Sub-Total		1,470,000.00					1,516,611.71	0.48	5,126.55	1,507,228.30	1,503,925.96
Municipal Bond / Note											
MI ST FIN AUTH UNEMPLOY T/E REV BONDS DTD 06/27/2012 5.000% 01/01/2015	59447PMY4	125,000.00	AAA	Aaa	06/13/12	06/27/12	138,421.25	0.68	3,125.00	133,044.56	133,422.50
MD ST ECON DEV CORP TXBL REV BONDS DTD 10/31/2012 0.750% 06/01/2015	57420PGF7	120,000.00	AA+	Aa1	10/17/12	10/31/12	120,060.00	0.73	75.00	120,044.70	119,433.60
Security Type Sub-Total		245,000.00					258,481.25	0.70	3,200.00	253,089.26	252,856.10
Federal Agency Bond / Note											
FHLMC NOTES DTD 12/16/2011 0.625% 12/29/2014	3137EADA4	250,000.00	AA+	Aaa	12/29/11	12/30/11	249,910.00	0.64	8.68	249,954.92	251,133.25
FEDERAL FARM CREDIT BANK BONDS DTD 01/22/2008 3.980% 01/22/2015	31331YPE4	450,000.00	AA+	Aaa	08/03/11	08/08/11	495,355.50	1.00	7,910.25	470,647.45	474,292.80



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CITY OF COLORADO SPRINGS AIRPORT RESERVE

Security Type/Description	CUSIP	Par	S&P Rating	Moody's Rating	Trade Date	Settle Date	Original Cost	YTM at Cost	Accrued Interest	Amortized Cost	Market Value
Federal Agency Bond / Note											
FREDDIE MAC (CALLABLE) GLOBAL NOTES DTD 04/29/2013 0.320% 04/29/2015	3134G42V9	125,000.00	AA+	Aaa	04/29/13	04/30/13	125,000.00	0.32	68.89	125,000.00	124,784.38
FNMA NOTES DTD 06/14/2010 2.375% 07/28/2015	31398AU34	400,000.00	AA+	Aaa	12/29/11	12/30/11	421,652.00	0.84	4,037.50	412,636.10	415,808.00
FANNIE MAE GLOBAL NOTES DTD 11/16/2012 0.375% 12/21/2015	3135G0SB0	215,000.00	AA+	Aaa	11/14/12	11/16/12	214,499.05	0.45	22.40	214,599.52	213,799.01
FREDDIE MAC GLOBAL NOTES DTD 03/07/2013 0.500% 05/13/2016	3137EADQ9	230,000.00	AA+	Aaa	03/06/13	03/07/13	229,986.20	0.50	153.33	229,987.41	228,551.00
FNMA NOTES DTD 01/09/2012 1.250% 01/30/2017	3135G0GY3	140,000.00	AA+	Aaa	09/06/12	09/10/12	143,362.80	0.69	734.03	142,751.22	140,856.80
FREDDIE MAC GLOBAL NOTES DTD 06/25/2012 1.000% 07/28/2017	3137EADJ5	100,000.00	AA+	Aaa	07/30/12	07/31/12	100,669.00	0.86	425.00	100,548.29	98,595.20
FREDDIE MAC GLOBAL NOTES DTD 01/17/2013 0.875% 03/07/2018	3137EADP1	200,000.00	AA+	Aaa	03/26/13	03/27/13	199,472.00	0.93	554.17	199,499.41	193,535.60
FANNIE MAE GLOBAL NOTES DTD 04/15/2013 0.875% 05/21/2018	3135G0WJ8	100,000.00	AA+	Aaa	05/24/13	05/31/13	98,485.00	1.19	97.22	98,510.41	96,646.20
FANNIE MAE GLOBAL NOTES DTD 04/15/2013 0.875% 05/21/2018	3135G0WJ8	175,000.00	AA+	Aaa	05/22/13	05/24/13	173,521.25	1.05	170.14	173,550.99	169,130.85
FNMA (CALLABLE) GLOBAL NOTES DTD 10/18/2006 5.450% 10/18/2021	31359MZ22	430,000.00	AA+	Aaa	07/20/10	07/21/10	493,996.90	3.81	4,752.10	465,205.63	492,655.30
Security Type Sub-Total		2,815,000.00					2,945,909.70	1.30	18,933.71	2,882,891.35	2,899,788.39
Corporate Note											
GENERAL ELEC CAP CORP GLOBAL NOTES DTD 01/09/2012 2.150% 01/09/2015	36962G5M2	125,000.00	AA+	A1	03/05/12	03/06/12	128,547.50	1.13	1,284.03	126,914.84	127,458.50
GENERAL ELECTRIC CO NOTES DTD 10/09/2012 0.850% 10/09/2015	369604BE2	125,000.00	AA+	Aa3	10/02/12	10/09/12	125,347.50	0.76	242.01	125,263.89	124,881.75



Managed Account Detail of Securities Held

For the Month Ending **June 30, 2013**

CITY OF COLORADO SPRINGS AIRPORT RESERVE

Security Type/Description Dated Date/Coupon/Maturity	CUSIP	Par	S&P Rating	Moody's Rating	Trade Date	Settle Date	Original Cost	YTM at Cost	Accrued Interest	Amortized Cost	Market Value
Corporate Note											
TOYOTA MOTOR CREDIT CORP DTD 01/11/2011 2.800% 01/11/2016	89233P4R4	125,000.00	AA-	Aa3	03/05/13	03/08/13	132,187.00	0.75	1,652.78	131,401.12	130,289.75
APPLE INC GLOBAL NOTES DTD 05/03/2013 0.450% 05/03/2016	037833AH3	50,000.00	AA+	Aa1	04/30/13	05/03/13	49,909.50	0.51	36.25	49,914.33	49,463.05
IBM CORP GLOBAL NOTES (EX-CALLABLE) DTD 05/07/2013 0.450% 05/06/2016	459200HL8	150,000.00	AA-	Aa3	05/02/13	05/07/13	149,577.00	0.55	101.25	149,598.03	147,884.10
Security Type Sub-Total		575,000.00					585,568.50	0.76	3,316.32	583,092.21	579,977.15
Managed Account Sub-Total		5,105,000.00					5,306,571.16	0.98	30,576.58	5,226,301.12	5,236,547.60
Securities Sub-Total		\$5,105,000.00					\$5,306,571.16	0.98%	\$30,576.58	\$5,226,301.12	\$5,236,547.60
Accrued Interest											\$30,576.58
Total Investments											\$5,267,124.18

Disclaimer

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