



Review of Investment Performance

Quarter ended March 31, 2013



The PFM Group

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

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



Summary

- In the first quarter of 2013, investors flocked to relatively riskier assets (such as corporate bonds and equities) as loose global monetary policy fueled a search for additional yield.
- The U.S. housing market continued to strengthen, and the unemployment rate fell to 7.6%.
- The domestic economy has continued to experience moderate growth, but some economists believe that the federal budget cuts that went into effect March 1 (also known as the sequestration) may lead to slower growth for the second half of the year.

Economic Snapshot

- Housing starts have averaged more than 900,000 a year in the first quarter, up more than 25% over 2012 but still much lower than in the boom years. Home sales and housing prices are also significantly above recession levels.
- According to the U.S. Commerce Department, consumer spending rose 0.7% in February—a fourth straight increase that was due in part to higher gas prices. Meanwhile, personal income grew by 1.1% in February after a big downturn in the prior month. Both numbers were slightly above expectations.
- U.S. gross domestic product (GDP) grew by 0.4% in the fourth quarter of 2012, while forecasts for first-quarter growth are in the 2%-3% range.
- Euro-zone economies struggled with recession and political uncertainty. The banking crisis in Cyprus, Italy's difficulties creating a new government, and weakness in many European economies pushed the euro lower against the U.S. dollar and supported U.S. Treasury prices. Once again, heightened concerns about the euro zone caused a flight to quality late in the quarter.

Interest Rates

- Interest rates rose modestly during the quarter across longer-term maturities, while the flight to quality stemming from euro-zone fears counteracted the move higher.
- The markets shrugged off the start of the federal budget sequestration as they did the “fiscal cliff” in December, but if the economy feels growing stress from budget cuts in the coming months, interest rates may be pushed toward recent lows.
- The Federal Reserve (Fed) remained committed to keeping short-term rates at record-low levels, pegging short-term rates near zero. The Fed also continued to buy \$45 billion in Treasuries each month in addition to its monthly purchases of \$40 billion in Agency mortgage-backed securities (MBS).

Sector Performance

- High-quality corporate bonds continued to perform well for the quarter, as spreads narrowed to post-credit-crisis lows. Security selection has been important, as certain corporate sectors (such as Financials) performed particularly well.
- After incurring losses in the fourth quarter of 2012 due to concerns that their tax-exempt status might be curtailed, municipal bonds roared back to life in the first quarter of 2013. These securities, along with corporate bonds, were the top performers for the quarter.
- Supply scarcity and historically tight spreads resulted in Agencies contributing little or no additional performance when compared with similar-maturity Treasuries.
- MBS recovered somewhat after their fourth-quarter underperformance, bolstered by the upturn in housing values and expectations that the Fed's buying program would continue for the foreseeable future.

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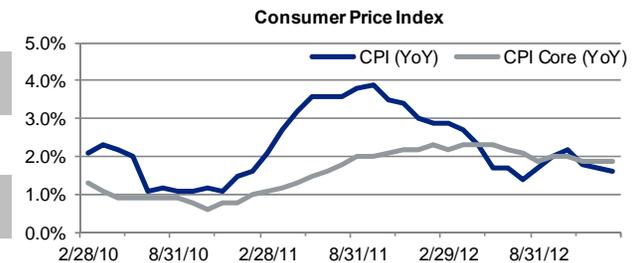
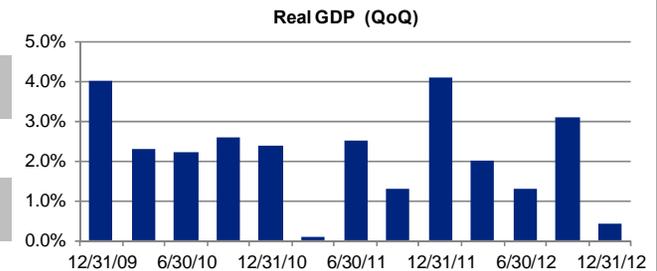
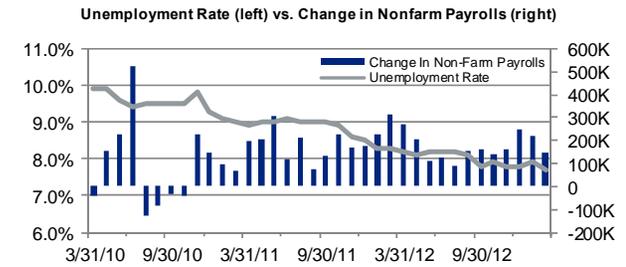


Economic Snapshot

Labor Market		Latest	Dec 2012	Mar 2012
Unemployment Rate	Mar'13	7.6%	7.8%	8.2%
Change In Non-Farm Payrolls	Mar'13	88,000	219,000	205,000
Average Hourly Earnings (YoY)	Mar'13	1.8%	2.1%	2.1%
Personal Income (YoY)	Feb'13	2.6%	7.1%	3.2%
Initial Jobless Claims (week)	Mar 29	385,000	372,000	368,000

Growth				
Real GDP (QoQ SAAR)	2012Q4	0.4%	3.1% ¹	2.0% ²
GDP Personal Consumption (QoQ SAAR)	2012Q4	1.8%	1.6% ¹	2.4% ²
Retail Sales (YoY)	Feb'13	4.6%	4.8%	6.3%
ISM Manufacturing Survey (month)	Mar'13	51.3	50.2	53.3
Existing Home Sales (month)	Feb'13	4.98 mil.	4.90 mil.	4.46 mil.

Inflation / Prices				
Personal Consumption Expenditures (YoY)	Feb'13	1.3%	1.5%	2.2%
Consumer Price Index (YoY)	Feb'13	2.0%	1.7%	2.7%
Consumer Price Index Core (YoY)	Feb'13	1.7%	1.3%	2.8%
Crude Oil Futures (WTI, per barrel)	Mar 31	\$97.23	\$91.82	\$103.02
Gold Futures (oz)	Mar 31	\$1,595	\$1,676	\$1,669



1. Data as of Third Quarter 2012

2. Data as of First Quarter 2012

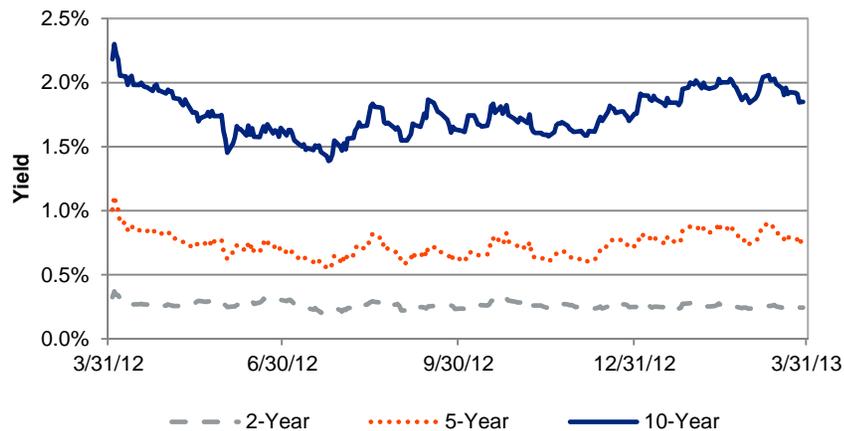
Note: YoY = year over year, QoQ = quarter over quarter, SAAR = seasonally adjusted annual rate, WTI = West Texas Intermediate crude oil

Source: Bloomberg

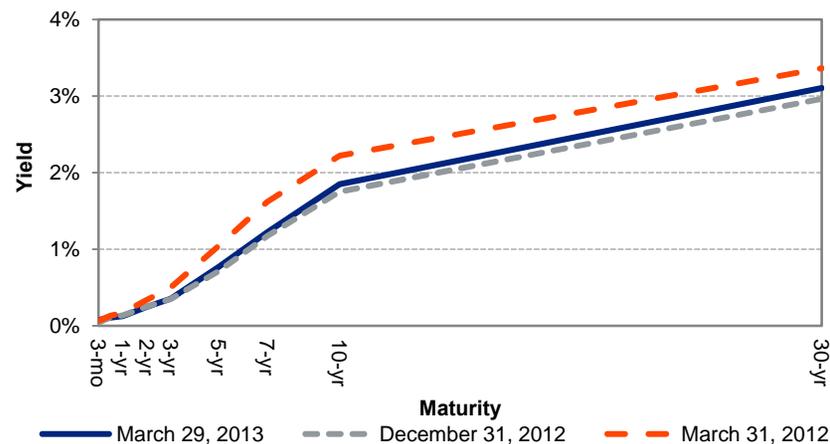


Interest Rate Overview

U.S. Treasury Note Yields



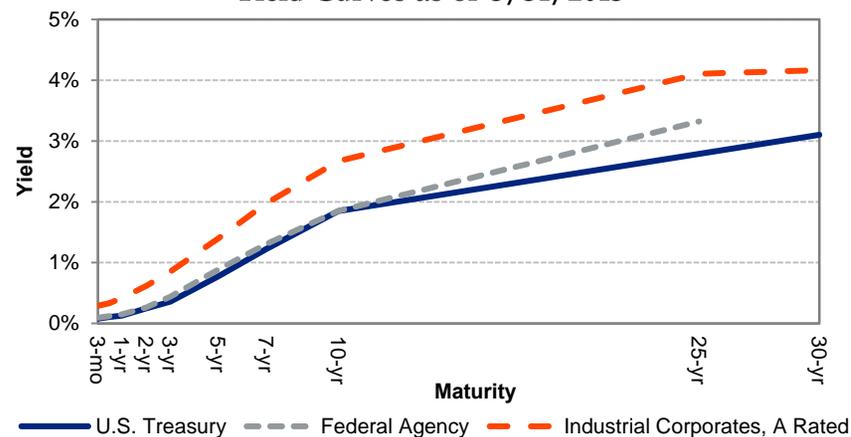
U.S. Treasury Note Yield Curve



U.S. Treasury Yields

Maturity	3/31/13	12/31/12	Change over Quarter	3/31/12	Change over Year
3-month	0.07%	0.09%	(0.02%)	0.11%	(0.04%)
1-year	0.13%	0.14%	(0.01%)	0.22%	(0.09%)
2-year	0.28%	0.27%	0.00%	0.35%	(0.07%)
5-year	0.79%	0.74%	0.05%	1.07%	(0.28%)
10-year	1.93%	1.81%	0.12%	2.28%	(0.35%)
30-year	3.10%	2.94%	0.16%	3.33%	(0.23%)

Yield Curves as of 3/31/2013



Source: Bloomberg



B of A Merrill Lynch Index Returns

	As of 3/31/2013		Returns for Periods ended 3/31/2013		
	Duration	Yield	3 Month	1 Year	3 Years
1-3 Year Indices					
U.S. Treasury	1.87	0.25%	0.12%	0.64%	1.24%
Federal Agency	1.71	0.32%	0.11%	0.67%	1.37%
U.S. Corporates, A-AAA rated	1.99	0.90%	0.44%	2.75%	2.93%
Agency MBS (0 to 3 years)	1.81	1.29%	0.01%	1.19%	2.84%
Municipals	1.82	0.51%	0.45%	1.05%	1.63%
1-5 Year Indices					
U.S. Treasury	2.73	0.39%	0.15%	1.26%	2.36%
Federal Agency	2.38	0.47%	0.14%	1.19%	2.04%
U.S. Corporates, A-AAA rated	2.86	1.18%	0.58%	4.05%	4.23%
Agency MBS (0 to 5 years)	2.81	1.96%	(0.03%)	1.88%	3.82%
Municipals	2.55	0.71%	0.65%	1.68%	2.48%
Master Indices					
U.S. Treasury	5.95	1.01%	(0.26%)	3.23%	5.41%
Federal Agency	3.82	0.89%	0.05%	2.51%	3.72%
U.S. Corporates, A-AAA rated	6.79	2.39%	(0.18%)	6.88%	7.45%
Agency MBS	3.23	2.02%	(0.07%)	1.91%	4.17%
Municipals	7.51	2.62%	0.52%	5.61%	6.56%

Returns for periods greater than one year are annualized

Source: Bloomberg

Portfolio Summary

Reserve Portfolio Summary

Airport Reserve Portfolio Summary

Total Portfolio Value

March 31, 2013

December 31, 2012

March 31, 2013

December 31, 2012

Market Value

\$62,187,128.78

\$62,074,423.75

\$5,355,968.91

\$5,402,832.54

Amortized Cost

\$61,655,930.27

\$61,474,602.01

\$5,301,103.51

\$5,340,708.28

PORTFOLIO RECAP

- The portfolios comply with the Colorado Revised Statutes and the City’s investment policy. The portfolios are diversified among U.S. Treasury, Federal Agency, high-quality corporate securities, and municipal securities.
- Interest rates for short-maturity Treasuries (3 years or less) barely budged during the quarter as the Federal Reserve’s near-zero interest rate policy on overnight lending continued to anchor the front end of the yield curve. Yields on 2-year Treasury Notes started the quarter at 0.25%, fluctuated no higher than 0.29% and no lower than 0.23%, before ending the quarter at 0.24% for a net change of -1 basis point (-0.01%).
- Strong retail sales and housing data initially led to a rise in rates of 20-25 basis points for 5- to 10-year Treasury notes. The 10-year Treasury note breached 2% for the first time in a year. By late March, however, unfolding developments in Europe triggered demand for safe assets and reversed the trend toward higher rates. Five-year Treasury notes, which began the year at 0.72%, climbed as high as 0.91%, but fell back to 0.78% by the end of the quarter.
- Index returns for the first quarter for various 1- to 3-year sectors were as follows: Treasuries 0.12%, Agencies 0.11%, Corporates (AA or better) 0.35%, Municipals 0.40%, and MBS 0.01%.
- Index returns for the first quarter for various 1- to 5-year sectors were as follows: Treasuries 0.15%, Agencies 0.14%, Corporates (AA or better) 0.44%, Municipals 0.65%, and MBS 0.03%.
- Municipal bonds were the best performing sector this quarter. They generated particularly strong gains for the first two months of the year when investors, relieved that munis did not lose their tax-exempt status as part of the “fiscal cliff” deal, as many had feared, began investing in munis again, which led to a rise in their prices.
- Corporate notes also had a strong quarter, especially those in the single-A rated category. Superior performance came from both higher income and capital appreciation. Since corporate note yields are higher than those of similar maturity Treasuries and Agencies, they produced higher income. At the same time, strong investor demand caused corporate yield spreads to continue to narrow, which led to capital appreciation.

Portfolio Summary - continued

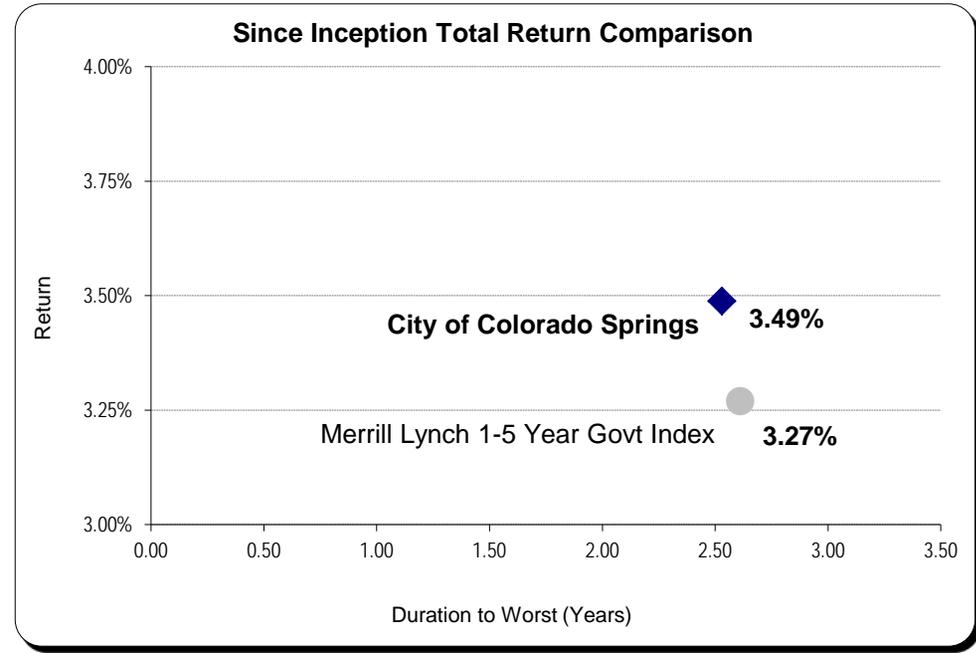
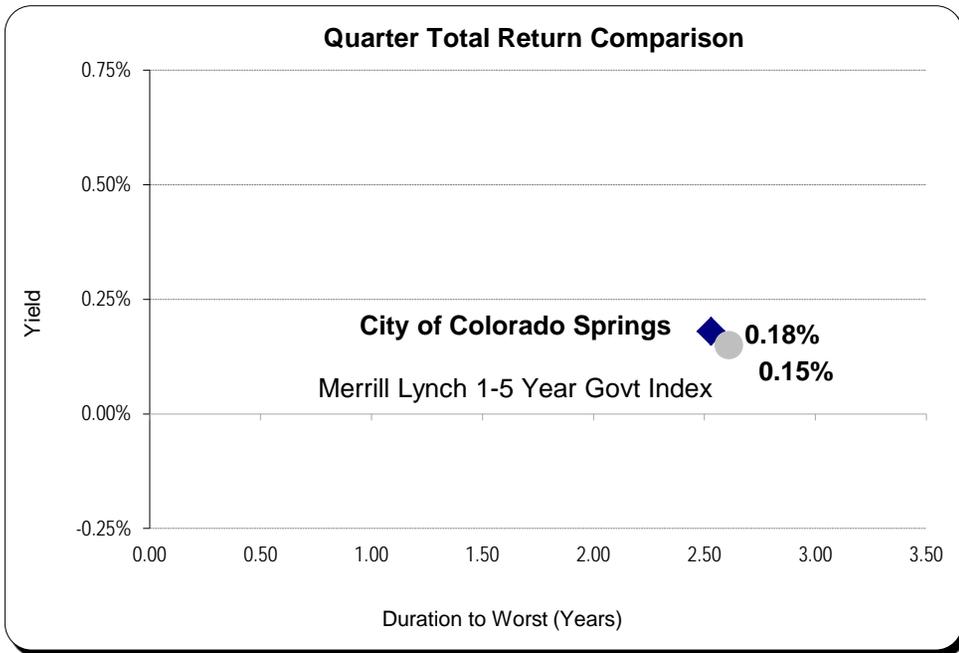
PORTFOLIO STRATEGY

- Since U.S. GDP continues to track below its potential, employment gains are at a level that barely keeps pace with population growth, and inflation remains tame, the Federal Reserve is expected to continue its current posture of accommodative monetary policy, including a continuation of monthly purchases of Treasuries and Federal Agency MBS through 2013.
- U.S. Treasuries are expected to remain in their current yield ranges in the second quarter as they continue to benefit from strong demand from three sources: (1) the Fed's ongoing \$45 billion monthly purchase program of longer-term maturities, (2) investors seeking safety from the economic and fiscal problems across much of Europe, and (3) export-oriented countries, particularly those in Asia, that invest foreign-exchange reserves accumulated from their positive balances of trade with the U.S. into U.S. dollar-denominated assets.
- Both Treasuries and Federal Agency securities will continue to benefit from "roll-down" in a stable, range-bound market. (Roll-down is the natural tendency of bonds to appreciate as time passes and their maturity shortens.) Shorter maturities are tethered by the Fed's near-zero interest rate policy, which is expected to remain in place for the foreseeable future. At current, very narrow yield spreads, Federal Agencies offer little value over Treasuries, especially in maturities under 3 years.
- We will continue to add value to the portfolios by combining a bottom-up approach of analyzing the credit characteristics and value of individual issuers and securities, with a top-down approach of capitalizing on macro-level trends in the market and through sector selection that seeks to capture value in corporates, commercial paper, negotiable CD's, and municipals.
- Corporate bonds are likely to continue to be the investment of choice for fixed-income investors seeking enhanced return. In particular, yield spreads on the debt of financial companies are still well above their pre-credit-crisis levels and have further room for spread narrowing, which would add to return. Although bank holding companies remain exposed to potential ratings downgrades, increased capital levels, several years of deleveraging, and high cash balances have led to stronger balance sheet fundamentals across much of the corporate landscape.
- With a strengthening economy will come higher tax receipts that should improve the fiscal situation for state and local governments. Governments at all levels are benefiting from today's very low borrowing rates, which has resulted in reduced debt service burdens. Municipal bonds added value in the past quarter, and we intend to continue with our proven strategy of increasing our allocations to the sector through careful issue selection.
- We will continue to focus on safety of principal and appropriate liquidity while maximizing value through careful, prudent active management. Our strategy will remain flexible and may change in response to changes in interest rates, economic data, market outlook or specific opportunities that arise.

Reserve Portfolio Performance

Total Return ^{1,2,3}	Quarter Ended March 31, 2013	Annualized Quarter	Past 1 Year	Past 3 Years	Past 5 Years	Since Inception ⁴
City of Colorado Springs	0.18%	0.72%	1.35%	2.14%	3.05%	3.49%
Merrill Lynch 1-5 Year Govt Index	0.15%	0.60%	1.25%	2.29%	2.68%	3.27%

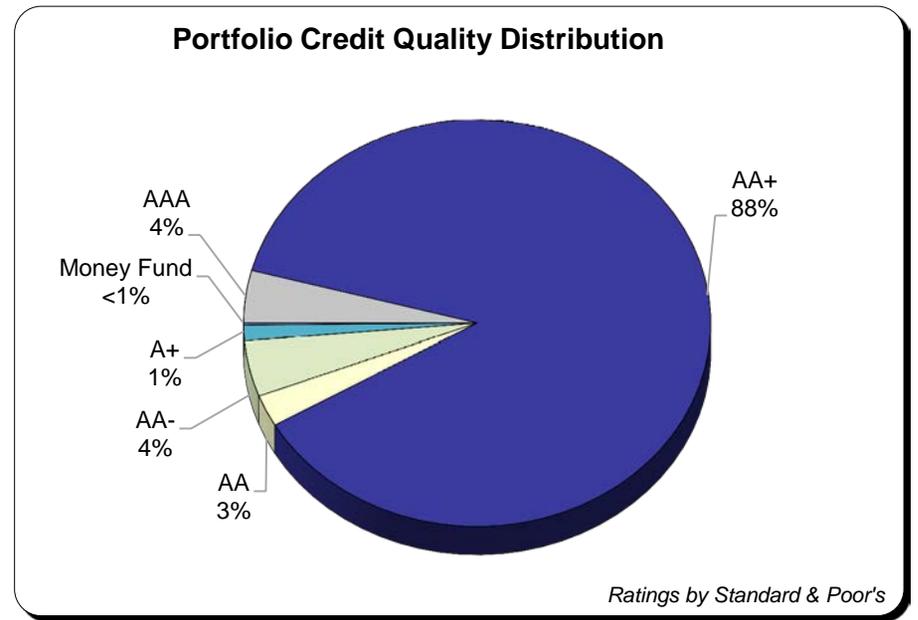
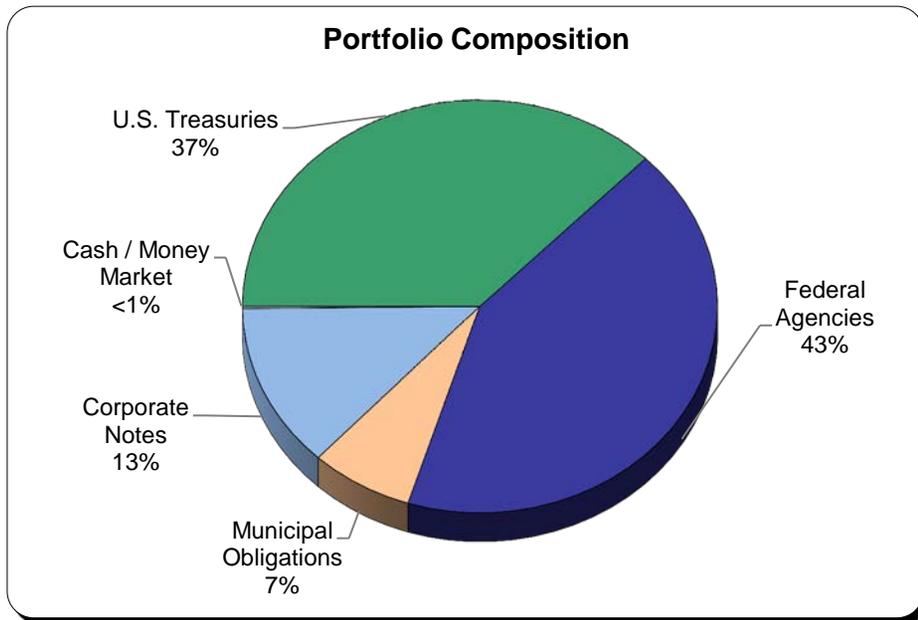
<u>Effective Duration⁵</u>	<u>March 31, 2013</u>	<u>December 31, 2012</u>	<u>Yields</u>	<u>March 31, 2013</u>	<u>December 31, 2012</u>
City of Colorado Springs	2.53	2.59	Yield at Market	0.45%	0.44%
Merrill Lynch 1-5 Year Govt Index	2.61	2.60	Yield at Cost	0.85%	0.84%



- Notes:
1. Performance on trade-date basis, gross (i.e., before fees) in accordance with the CFA Institute's Global Investment Performance Standards (GIPS).
 2. Merrill Lynch Indices provided by Bloomberg Financial Markets.
 3. Quarterly returns are presented on both an unannualized and annualized basis. The annualized return assumes the quarterly return is compounded at the same rate for four quarters and is presented for reference only. The actual annual return will be the result of chaining the most recent four quarterly returns.
 4. Inception date is second quarter 2003.
 5. Excludes CSIP in the performance, yield and duration calculations.

Reserve Portfolio Composition and Credit Quality Characteristics

<u>Security Type</u> ^{1,2}	<u>March 31, 2013</u>	<u>% of Portfolio</u>	<u>December 31, 2012</u>	<u>% of Portfolio</u>	<u>Purchase Restrictions</u>
U.S. Treasuries	\$23,187,940.70	37.3%	\$29,860,985.42	48.1%	100%
Federal Agencies	\$26,497,449.60	42.6%	\$21,823,442.35	35.2%	85%
Municipal Obligations	\$4,368,870.24	7.0%	\$3,613,883.67	5.8%	20%
Medium-Term Corporate Notes	\$8,036,560.07	12.9%	\$6,610,618.18	10.6%	35%
Cash / Money Market	\$96,308.17	0.2%	\$165,494.13	0.3%	100%
Totals	\$62,187,128.78	100.0%	\$62,074,423.75	100.0%	

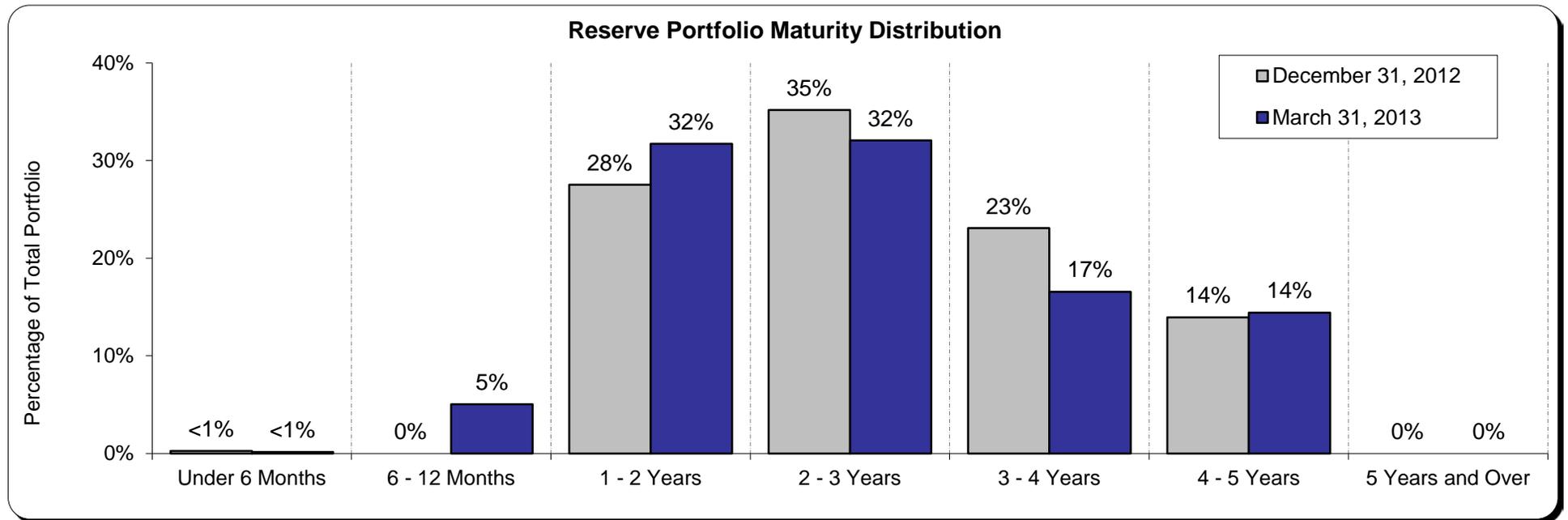


Notes:

1. End of quarter trade-date market values of portfolio holdings, including accrued interest.
2. Excludes funds invested in CSIP.

Reserve Portfolio Maturity Distribution

<u>Maturity Distribution</u> ^{1,2}	<u>March 31, 2013</u>	<u>December 31, 2012</u>
Under 6 Months	\$96,308.17	\$165,494.13
6 - 12 Months	\$3,134,056.08	\$0.00
1 - 2 Years	\$19,730,241.50	\$17,082,625.22
2 - 3 Years	\$19,945,640.90	\$21,843,284.50
3 - 4 Years	\$10,305,609.99	\$14,325,798.79
4 - 5 Years	\$8,975,272.14	\$8,657,221.11
5 Years and Over	\$0.00	\$0.00
Totals	\$62,187,128.78	\$62,074,423.75



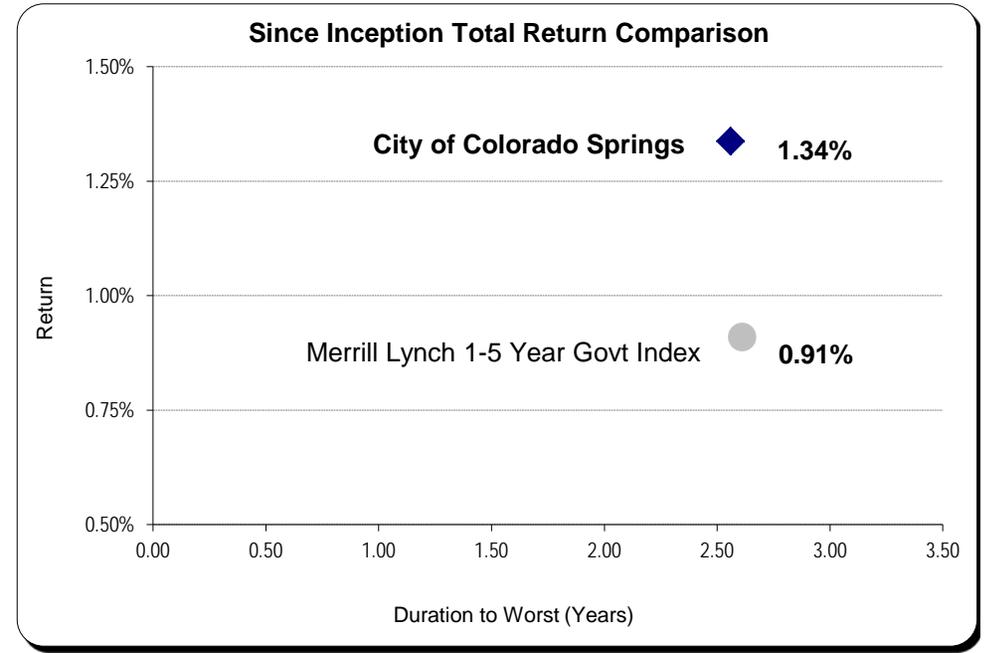
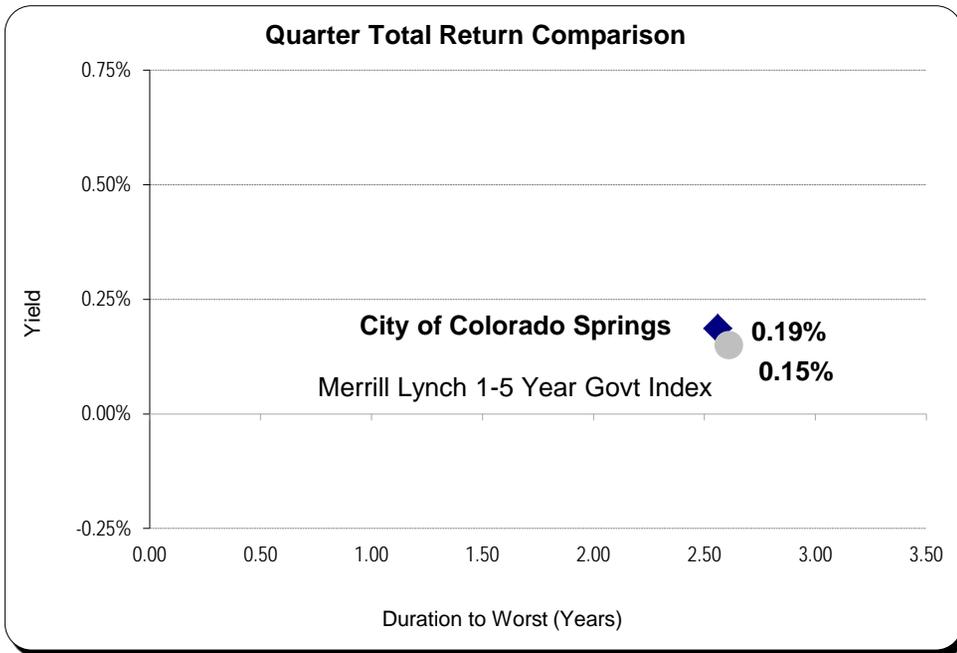
Notes:

1. 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).
2. Excludes funds invested in CSIP.

Airport Reserve Portfolio Performance

Total Return ^{1,2,3}	Quarter Ended March 31, 2013	Annualized Quarter	Past 6 Months	Past 1 Year	Since Inception
City of Colorado Springs	0.19%	0.75%	0.34%	1.53%	1.34%
Merrill Lynch 1-5 Year Govt Index	0.15%	0.60%	0.21%	1.25%	0.91%

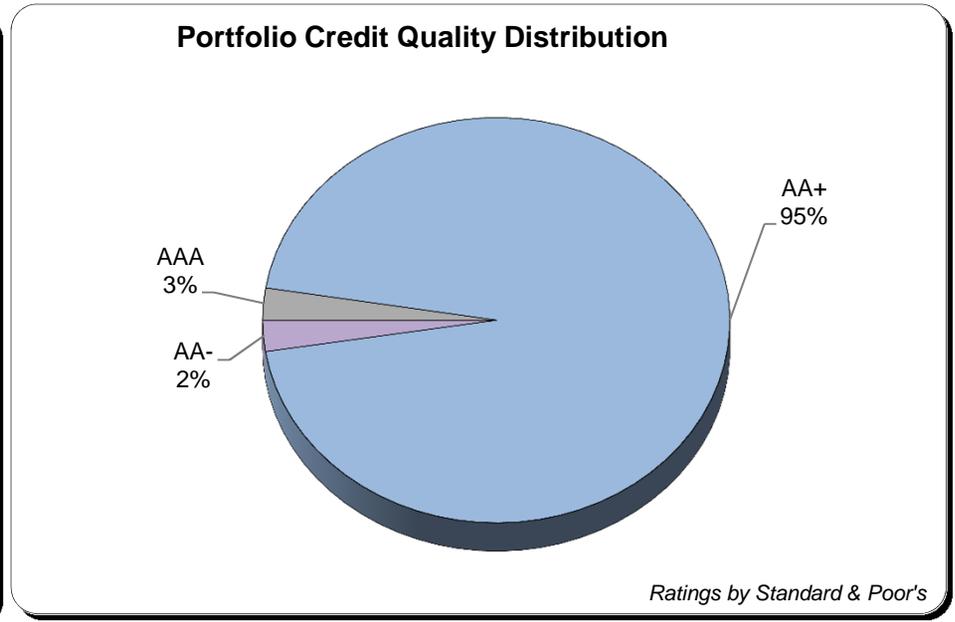
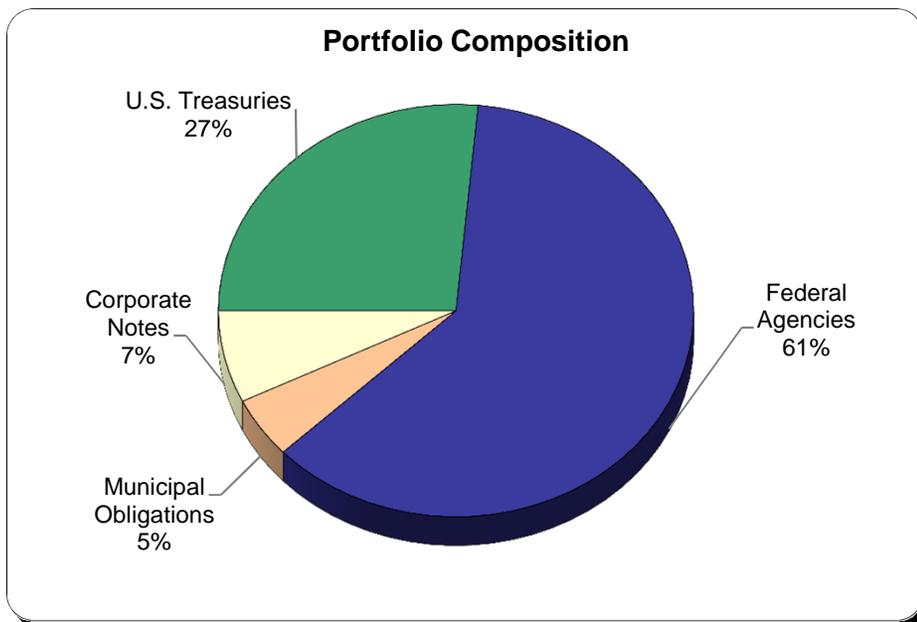
Effective Duration ⁵	March 31, 2013	December 31, 2012	Yields	March 31, 2013	December 31, 2012
City of Colorado Springs	2.56	2.58	Yield at Market	0.83%	0.96%
Merrill Lynch 1-5 Year Govt Index	2.61	2.60	Yield at Cost	1.07%	1.20%



- Notes:
1. Performance on trade-date basis, gross (i.e., before fees) in accordance with the CFA Institute's Global Investment Performance Standards (GIPS).
 2. Merrill Lynch Indices provided by Bloomberg Financial Markets.
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 4. Inception date is second quarter 2003.
 5. Excludes CSIP in the performance, yield and duration calculations.

Airport Reserve Portfolio Composition and Credit Quality Characteristics

<u>Security Type¹</u>	<u>March 31, 2013</u>	<u>% of Portfolio</u>	<u>December 31, 2012</u>	<u>% of Portfolio</u>	<u>Purchase Restrictions</u>
U.S. Treasuries	\$1,419,204.97	26.5%	\$1,709,757.64	31.7%	100%
Federal Agencies	\$3,292,191.74	61.5%	\$3,178,523.16	58.8%	85%
Municipal Obligations	\$257,140.75	4.8%	\$259,193.19	4.8%	20%
Medium-Term Corporate Notes	\$387,431.45	7.2%	\$255,358.55	4.7%	35%
Cash / Money Market	\$0.00	0.0%	\$0.00	0.0%	100%
Totals	\$5,355,968.91	100.0%	\$5,402,832.54	100.0%	

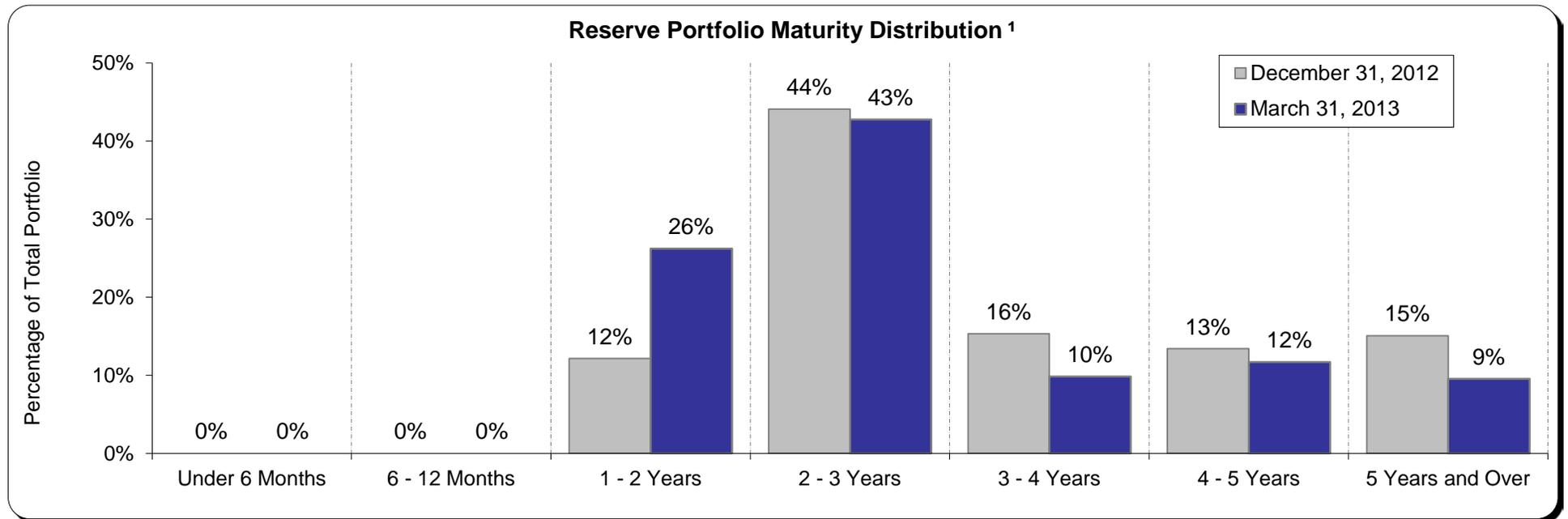


Notes:

1. End of quarter trade-date market values of portfolio holdings, including accrued interest.

Airport Reserve Portfolio Maturity Distribution

<u>Maturity Distribution</u> ¹	<u>March 31, 2013</u>	<u>December 31, 2012</u>
Under 6 Months	\$0.00	\$0.00
6 - 12 Months	\$0.00	\$0.00
1 - 2 Years	\$1,404,063.34	\$655,554.98
2 - 3 Years	\$2,290,016.06	\$2,381,795.20
3 - 4 Years	\$525,844.54	\$828,191.57
4 - 5 Years	\$625,557.83	\$723,173.04
5 Years and Over	\$510,487.14	\$814,117.75
Totals	\$5,355,968.91	\$5,402,832.54



Notes:

1. 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).



Managed Account Detail of Securities Held

For the Month Ending **March 31, 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 N/B DTD 01/03/2012 0.125% 12/31/2013	912828RW2	1,250,000.00	AA+	Aaa	01/04/12	01/06/12	1,246,630.86	0.26	392.78	1,248,726.51	1,249,805.00
US TREASURY NOTES DTD 03/02/2009 1.875% 02/28/2014	912828KF6	300,000.00	AA+	Aaa	03/10/09	03/11/09	298,429.69	1.99	489.13	299,700.11	304,675.78
US TREASURY NOTES DTD 07/15/2011 0.625% 07/15/2014	912828QU7	3,000,000.00	AA+	Aaa	01/04/12	01/06/12	3,021,445.31	0.34	3,936.46	3,010,981.35	3,016,290.00
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	7,122.25	992,856.24	1,031,328.00
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	10,683.38	1,542,315.29	1,546,992.00
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	9,898.14	1,557,233.58	1,562,403.00
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	134.24	67,397.01	67,633.02
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	908.70	456,269.37	457,823.52
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	1,445.65	725,906.45	728,355.60
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	1,497.28	750,678.43	754,368.30
US TREASURY NOTES DTD 11/01/2010 1.250% 10/31/2015	912828PE4	175,000.00	AA+	Aaa	08/22/11	08/24/11	178,923.83	0.71	918.51	177,433.04	179,169.90
US TREASURY NOTES DTD 11/01/2010 1.250% 10/31/2015	912828PE4	900,000.00	AA+	Aaa	11/18/10	11/23/10	887,660.16	1.54	4,723.76	893,435.88	921,445.20
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	8,922.65	1,703,654.47	1,740,507.60
US TREASURY N/B DTD 12/31/2010 2.125% 12/31/2015	912828PM6	1,450,000.00	AA+	Aaa	11/29/12	12/05/12	1,527,994.14	0.36	7,745.68	1,519,853.78	1,520,800.60



Managed Account Detail of Securities Held

For the Month Ending **March 31, 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 01/31/2011 2.000% 01/31/2016	912828PS3	1,300,000.00	AA+	Aaa	09/23/11	09/26/11	1,373,937.50	0.67	4,309.39	1,348,471.51	1,360,429.20
US TREASURY NOTES DTD 08/01/2011 1.500% 07/31/2016	912828QX1	485,000.00	AA+	Aaa	01/25/12	01/27/12	500,345.70	0.78	1,205.80	496,394.42	502,126.32
US TREASURY NOTES DTD 08/01/2011 1.500% 07/31/2016	912828QX1	1,000,000.00	AA+	Aaa	10/27/11	10/31/11	1,020,117.19	1.06	2,486.19	1,014,229.27	1,035,312.00
US TREASURY N/B 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	1,484.72	674,073.25	684,123.30
US TREASURY N/B 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	1,885.36	1,299,802.66	1,317,062.50
US TREASURY N/B 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	380.43	498,776.95	506,406.00
US TREASURY N/B 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	725.14	866,168.21	870,009.77
US TREASURY N/B 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	12.89	750,865.23	753,525.39
US TREASURY N/B 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	3,149.17	1,000,539.15	1,002,891.00

Security Type Sub-Total		22,595,000.00					23,045,944.54	0.76	74,457.70	22,895,762.16	23,113,483.00
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Municipal Bond / Note											
NYC, NY 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	4,200.00	704,163.45	707,497.00
MI ST FIN AUTH 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	16,875.00	1,451,263.42	1,459,066.50
MD ST ECON DEV CORP 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	4,404.17	1,400,588.36	1,401,190.00
OR ST 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	513.57	775,000.00	775,124.00



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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
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Municipal Bond / Note

Security Type Sub-Total		4,225,000.00					4,377,621.50	0.68	25,992.74	4,331,015.23	4,342,877.50
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Federal Agency Bond / Note

FHLMC NOTES DTD 01/06/2011 1.375% 02/25/2014	3137EACR8	570,000.00	AA+	Aaa	12/09/11	12/14/11	581,097.90	0.48	783.75	574,559.99	576,159.99
FNMA GLOBAL NOTES DTD 02/01/2011 1.250% 02/27/2014	3135G0AP8	500,000.00	AA+	Aaa	02/01/11	02/04/11	499,105.00	1.31	590.28	499,731.49	505,371.00
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	768.75	678,208.12	681,957.23
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	1,180.56	1,256,637.95	1,264,263.75
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	125.00	499,992.66	505,478.00
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	3,766.88	1,440,818.38	1,446,782.79
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	5,818.75	1,421,930.19	1,464,967.00
FNMA NOTES (CALLABLE) DTD 08/07/2012 0.500% 08/07/2015	3135G0NG4	3,000,000.00	AA+	Aaa	08/02/12	08/07/12	2,999,700.00	0.50	2,250.00	2,999,764.65	2,999,886.00
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	357.29	351,343.83	361,646.95
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	2,581.94	510,279.81	536,286.92
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	1,614.58	1,546,822.79	1,548,167.90
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	3,888.89	1,951,404.79	1,984,659.25



Managed Account Detail of Securities Held

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CITY OF COLORADO SPRINGS

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Federal Agency Bond / Note											
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	638.33	1,914,887.02	1,916,905.43
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	10,763.89	1,304,477.40	1,328,456.25
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	2,500.00	1,285,621.26	1,311,910.00
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	8,440.97	1,633,949.51	1,673,522.50
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	2,275.00	1,307,561.13	1,312,143.30
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	1,186.72	1,578,479.03	1,579,106.03
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	33.33	605,785.04	604,189.20
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	1,662.50	2,842,492.62	2,844,362.70
Security Type Sub-Total		25,865,000.00					26,362,286.30	0.89	51,227.41	26,204,747.66	26,446,222.19

Corporate Note

BANK OF NEW YORK MELLON CORP NOTE DTD 02/01/2011 1.500% 01/31/2014	06406HBT5	490,000.00	A+	Aa3	08/26/11	08/31/11	499,221.80	0.70	1,225.00	493,197.42	494,563.37
WAL MART STORES INC. CORP NOTES DTD 04/18/2011 1.625% 04/15/2014	931142DA8	120,000.00	AA	Aa2	04/11/11	04/18/11	119,676.00	1.72	899.17	119,885.60	121,619.16
WAL MART STORES INC. CORP NOTES DTD 04/18/2011 1.625% 04/15/2014	931142DA8	275,000.00	AA	Aa2	09/15/11	09/20/11	281,842.00	0.65	2,060.59	277,780.09	278,710.58
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	2,266.67	499,777.58	505,035.00
JOHNSON & JOHNSON GLOBAL NOTE DTD 05/20/2011 1.200% 05/15/2014	478160AX2	600,000.00	AAA	Aaa	05/17/11	05/20/11	599,298.00	1.24	2,720.00	599,733.09	606,042.00



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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
Corporate Note											
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	2,062.50	449,874.08	454,880.70
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	357.78	399,243.00	402,202.40
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	670.83	750,608.16	754,129.50
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	4,897.22	999,377.68	1,025,481.00
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	369.00	269,844.34	273,056.40
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	2,030.56	501,170.72	501,668.00
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	2,436.67	599,863.52	602,001.60
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	9,333.33	1,584,324.51	1,583,181.00
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	444.44	399,965.65	402,215.60
Security Type Sub-Total		7,855,000.00					7,954,613.10	1.06	31,773.76	7,944,645.44	8,004,786.31
Managed Account Sub-Total		60,540,000.00					61,740,465.44	0.85	183,451.61	61,376,170.49	61,907,369.00
Securities Sub-Total		\$60,540,000.00					\$61,740,465.44	0.85%	\$183,451.61	\$61,376,170.49	\$61,907,369.00
Accrued Interest											\$183,451.61
Total Investments											\$62,090,820.61



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For the Month Ending **March 31, 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
U.S. Treasury Bond / Note											
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	944.75	182,528.60	184,289.04
US TREASURY N/B 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	1,469.01	288,248.13	288,427.70
US TREASURY NOTES DTD 01/31/2011 2.000% 01/31/2016	912828PS3	160,000.00	AA+	Aaa	08/30/11	08/31/11	168,900.00	0.72	530.39	165,744.64	167,437.44
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	944.75	298,183.92	298,247.94
US TREASURY N/B 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	217.54	149,977.23	151,968.75
US TREASURY N/B 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	124.31	148,485.97	149,144.53
US TREASURY N/B DTD 10/01/2012 0.625% 09/30/2017	912828TS9	75,000.00	AA+	Aaa	10/26/12	10/31/12	74,551.76	0.75	1.28	74,589.26	74,853.52
US TREASURY N/B DTD 10/31/2012 0.750% 10/31/2017	912828TW0	100,000.00	AA+	Aaa	11/01/12	11/05/12	100,058.59	0.74	314.92	100,053.91	100,289.10
Security Type Sub-Total		1,375,000.00					1,414,215.81	0.59	4,546.95	1,407,811.66	1,414,658.02
Municipal Bond / Note											
MI ST FIN AUTH 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	1,562.50	134,376.24	135,098.75
MD ST ECON DEV CORP 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	377.50	120,050.43	120,102.00
Security Type Sub-Total		245,000.00					258,481.25	0.70	1,940.00	254,426.67	255,200.75
Federal Agency Bond / Note											
FREDDIE MAC GLOBAL NOTES DTD 10/06/2011 0.750% 11/25/2014	3137EACY3	400,000.00	AA+	Aaa	05/31/12	06/01/12	402,436.00	0.50	1,050.00	401,621.85	403,284.40



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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	399.31	249,947.42	251,479.50
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	3,432.75	473,928.03	478,958.85
FHLB (CALLABLE) BONDS DTD 04/29/2011 2.100% 04/29/2015	313373JK9	330,000.00	AA+	Aaa	04/26/11	04/29/11	330,825.00	2.03	2,926.00	330,032.56	330,491.04
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	1,662.50	414,143.28	418,562.00
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	223.96	214,559.29	214,745.87
FREDDIE MAC GLOBAL NOTES DTD 03/07/2013 0.500% 05/13/2016	3137EADO9	230,000.00	AA+	Aaa	03/06/13	03/07/13	229,986.20	0.50	76.67	229,986.43	230,228.85
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	296.53	142,940.73	143,056.20
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	175.00	100,581.63	100,934.10
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	116.67	199,473.17	199,604.40
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	10,610.85	467,750.47	499,876.29
Security Type Sub-Total		3,145,000.00					3,282,164.45	1.33	20,970.24	3,224,964.86	3,271,221.50
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	612.15	127,225.84	128,185.13
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	507.64	125,292.68	125,417.00
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	777.78	132,027.04	131,931.75



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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
Corporate Note											
Security Type Sub-Total		375,000.00					386,082.00	0.88	1,897.57	384,545.56	385,533.88
Managed Account Sub-Total		5,140,000.00					5,340,943.51	1.07	29,354.76	5,271,748.75	5,326,614.15
Securities Sub-Total		\$5,140,000.00					\$5,340,943.51	1.07%	\$29,354.76	\$5,271,748.75	\$5,326,614.15
Accrued Interest											\$29,354.76
Total Investments											\$5,355,968.91