

July 29, 2014

eNotice

SEC APPROVES MONEY MARKET FUND REFORMS

On July 23rd, the US Securities and Exchange Commission (SEC) adopted new amendments to its comprehensive rules governing the operation of registered money market funds.

Among other reforms, the SEC has mandated a fluctuating net-asset-value (NAV) for prime and municipal money funds held by institutional investors, as well as a variety of other diversification and reporting requirements. The new rules represent the biggest changes to the money market fund segment since their inception. Under certain conditional circumstances, the SEC also introduced redemption gates and liquidity fees.

Because Florida PRIME™ is not a registered money market fund (rather, a “2a-7 like” fund), strict adherence to the complete SEC money market fund framework is not legally required. However, the Participant Local Government Advisory Council, and other appropriate oversight bodies, will consider the scope of the new rules for any application to the investment management framework currently in place for Florida PRIME™. Over the next several months and quarters, the SBA will fully communicate specific amendments affecting pool participants, if any.

Please check the Florida PRIME™ website for the most current information regarding the pool’s investments and operations.



PLEASE CONTACT US IF YOU HAVE ANY QUESTIONS / (850) 488-7311
BETWEEN 7:30 a.m. and 4:30 p.m. ET, Monday through Friday.

Learn more about Florida PRIME at: <https://www.sbafla.com/PRIME>