



# Monthly Summary Report for January 2012

Including Fund B

**State Board of Administration**

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**FLORIDA PRIME**

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**FUND B**

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**Past performance is no guarantee of future results.**

Views are as of the issue date and are subject to change based on market conditions and other factors. These views should not be construed as a recommendation for any specific security.

An investment in money market funds is neither insured nor guaranteed by the Federal Deposit Insurance Corporation or any other government agency.

Although money market funds seek to preserve the value of your investment at \$1.00 per share, it is possible to lose money by investing in this fund.

**INTRODUCTION**

This report is prepared for stakeholders in Florida PRIME and Fund B in accordance with Section 218.409(6)(a), Florida Statutes. The statute requires:

- (1) Reporting of any material impacts on the funds and any actions or escalations taken by staff to address such impacts;
- (2) Presentation of a management summary that provides an analysis of the status of the current investment portfolio and the individual transactions executed over the last month; and
- (3) Preparation of the management summary “in a manner that will allow anyone to ascertain whether the investment activities during the reporting period have conformed to investment policies.”

This report, which covers the period from January 1, 2012 through January 31, 2012, has been prepared by the SBA with input from Federated Investment Counseling (“Federated”), investment advisor for Florida PRIME and Stone Tower Debt Advisors LLC, the collateral manager for Fund B, in a format intended to comply with the statute.

During the reporting period, Florida PRIME and Fund B were in material compliance with investment policy. Details are available in the PRIME policy compliance table and the Fund B compliance narrative in the body of this report. This report also includes details on market conditions; fees; fund holdings, transactions and performance; and client composition.

**DISCLOSURE OF MATERIAL IMPACTS**

There were no developments during January 2012 that had a material impact on the liquidity or operation of Florida PRIME.

**New Enhancement to the PRIME Website!**

**Fewer clicks to print your monthly statements**

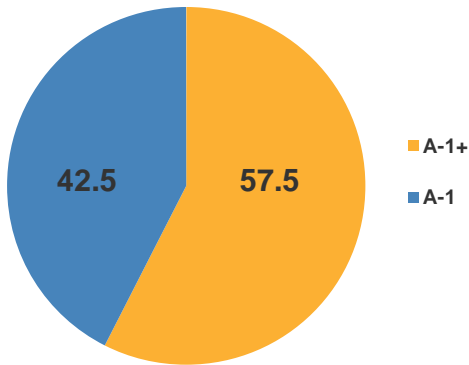
Take this as an opportunity to opt out of receiving paper statements each month. Click on your account statement tab to make this selection.

**PORTFOLIO COMPOSITION  
JANUARY 31, 2012**

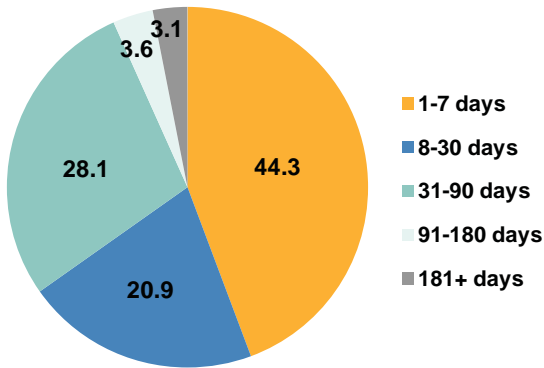
**Florida PRIME Assets**

\$ 7,771,584,214

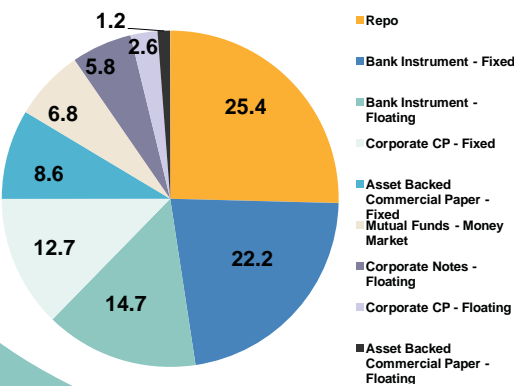
**Credit Quality Composition (%)**



**Effective Maturity Schedule (%)**



**Portfolio Composition (%)**



**PORTFOLIO MANAGER COMMENTARY**

**JANUARY 2012 MARKET CONDITIONS**

The cash curve flattened in January as longer-dated securities fell slightly while yields on overnight paper rose, with the bulk of the move occurring the last half of the month, when a jump in Treasury supply hit the cash market. Market participants, however, were mostly focused on the Federal Reserve’s regularly scheduled policy meeting in late January, after which the central bank revealed for the first time specific forecasts for benchmark interest rates from each (unnamed) participant.

Besides enhanced transparency—an oft-stated goal of Chairman Ben Bernanke—the Fed’s new policy of openness revealed a stunning change of plans, potentially extending the era of virtually free money for another 18 months, to at least late 2014. With the date of the first rate hike pushed much farther into the future, investors felt emboldened to venture farther out the yield curve, pushing longer-dated yields lower even as overnight repo rates reached 20 basis points. Overall, the one-month London interbank offered rate (LIBOR) fell 3 basis points to 0.26%, three-month LIBOR declined 4 basis points to 0.54%, six-month LIBOR shed 3 basis points to 0.78%, and one-year LIBOR dipped 3 basis points to 1.1%. Meanwhile, the yield on the U.S. Treasury’s two-year note, often viewed as a leading indicator of benchmark interest rates, closed the month down another three basis points to 0.22%.

The drop in longer-term cash yields was especially notable given that the United States economy continued to gain traction and the European Central Bank took decisive measures to stem potential liquidity shortfalls among euro-zone banks. There also was evidence that China would avoid a “hard landing” and soon begin easing monetary policy. Absent the Fed’s suggestion that U.S. rates could remain on the floor for longer than was previously anticipated, these events and the easing of economic concerns worldwide could have been expected to push all cash yields higher. And we may still see these forces eventually do their work despite the Fed’s decision to extend its “exceptionally low levels” policy for the target funds rate by another 1½ years.

That’s because it is important to note that the extraordinary low benchmark rates “promised” by the Fed do not necessarily translate into the zero to 25 basis points target range that has been in effect for over three years. With inflation running at around 2%, fed funds could rise by 100 basis points from current levels and still be in negative territory on a real basis. Also, there was a notable range of opinion among policymakers, with three members of the policy-setting Federal Open Market Committee (FOMC) forecasting that benchmark rates could rise yet this year and six members projecting an increase of up to 200 basis points by year-end 2013. These projections were depicted as dots on the official FOMC statement, and we recognize that not all dots are created equal. Over the longer term, though, the committee projected fed funds to eventually normalize at just over 4%. Clearly, the precise timetable for cash yields

JANUARY 31, 2012

**Top Holdings (%) and Average Maturity**

1. Mizuho Financial Group, Inc.	5.0%
2. Deutsche Bank AG	4.9%
3. ING Groep N.V.	4.8%
4. Barclays Bank PLC	4.8%
5. Royal Bank of Canada, Montreal	4.2%
6. Mitsubishi UFJ Financial Group, Inc.	4.1%
7. Rabobank Nederland NV, Utrecht	4.1%
8. Bank of Montreal	4.0%
9. Credit Suisse Group AG	3.9%
10. Federated Prime Obligations Fund	3.6%

**Average Effective Maturity (WAM)**

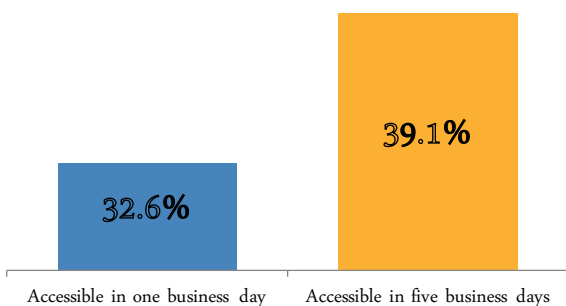
31.7 Days

**Weighted Average Life (Spread WAM)**

62.3 Days

Percentages based on total value of investments

**Highly Liquid Holdings (% at month end)**



**PORTFOLIO MANAGER COMMENTARY (CON'T.)**

rising to that level will depend on economic growth and inflation; still, cash investors can be encouraged by the apparent emergence of a significant number of policy “hawks” to counter the more dovish views of Chairman Bernanke.

Some money fund investors understandably let out a collective gasp at the surprising FOMC decision to potentially retain its “exceptionally low” benchmark rate another 18 months. Since the announcement, the late 2014 target date for possible initial tightening seems to be the main takeaway. But accompanying data aimed at offering insight into committee thinking indicates that, like so many newspaper stories, the headlines may be more sensational than the substance.

Of the 17 FOMC participants, three foresee the first rate increases occurring this year, another three see tightening starting in 2013 and five see it coming in 2014. In addition, once tightening begins, several members think it could happen at a faster pace than expected.

Of course, only 10 FOMC members currently vote, led by Chairman Bernanke, whose influence is substantial and whose bias when it comes to tightening appears to be one of delay. But for money fund investors hoping for a little something more sooner than headlines suggest, it’s worth noting that a fair number of Fed officials are more hawkish than their boss and that “exceptionally low” doesn’t necessarily mean zero to 0.25%.

**PORTFOLIO INVESTMENT STRATEGY**

Seasonal cash flows—a trend that began in late November 2011 and will peak in February 2012—continued to move into Florida PRIME during December and January, pushing assets from \$5.5 billion at October 2011 month-end to \$7.8 billion at the end of January 2012.

The pool finished January with a weighted average maturity of 32 days, compared to a 37-day weighted average maturity at the end of December. Its weighted average life came in from 68 days at December month end to 62 days. Primarily because of LIBOR rates that had continued to climb throughout the course of 2011, the gross yield for Florida PRIME increased from 31 basis points at the end of December to 37 basis points at the end of January.

Our investment management team will continue to seek value in its purchases and remains dedicated to providing competitive yields while also preserving capital and liquidity. While Chairman Ben Bernanke and the majority of Federal Open Market Committee members are likely to keep policy rates within the zero to 0.25% target range for some time, the U.S. economy recently has shown signs of regaining traction, and market interest rates along the cash yield curve could begin to inch higher if economic growth is sustained.

## CASH FLOWS

Summary of Cash Flows	
January 2012	Florida PRIME
Opening Balance (1/1/12)	\$ 7,783,094,067
Participant Deposits	1,147,433,537
Transfers from Fund B	4,325,000
Gross Earnings	2,190,822
Participant Withdrawals	(1,165,293,306)
Fees	(165,907)
Closing Balance (1/31/12)	\$ 7,771,584,214
Net Change over Month	(11,509,853)

Valuations based on amortized cost

As shown in the table above, Florida PRIME experienced a net outflow of \$11.5 million during January 2012.

This change in value consisted of positive flows of \$1.15 billion in participant deposits, \$4.3 million in transfers from Fund B and \$2.2 million in earnings. Negative flows consisted of \$1.16 billion in participant withdrawals and about \$166,000 in fees.

Overall, the fund ended the month with a closing balance of \$7.77 billion.

## FLORIDA PRIME DETAILED FEE DISCLOSURE

### Florida PRIME Detailed Fee Disclosure

Charges for January 2012	Amount	Basis Point Equivalent*
SBA Client Service, Account Mgt. & Fiduciary Oversight Fee	\$ 39,169.99	0.60
Federated Investment Management Fee	112,554.66	1.74
BNY Mellon Custodial Fee	116.67	0.00
Bank of America Transfer Agent Fee	5,294.92	0.08
S&P Rating Maintenance Fee	3,303.28	0.05
Audit/External Review Fees	5,467.43	0.08
<b>Total Fees</b>	<b>\$ 165,906.95</b>	<b>2.56</b>

\*The basis point equivalent is an annualized rate based on the dollar amount of fees charged for the month times 12, divided by an average of the fund's beginning and ending total value (amortized cost) for the month which was \$7,777,339,140.

## COMING SOON! - THE NEW FLORIDA PRIME EDUCATION CENTER

OVER THE NEXT FEW WEEKS, THE SBA WILL OPEN A NEW TRAINING PORTAL WITHIN THE FLORIDA PRIME WEBSITE THAT WILL ALLOW POOL INVESTORS TO ENROLL IN HUNDREDS OF ONLINE COURSES AT SIGNIFICANTLY DISCOUNTED PRICES COVERING ACCOUNTING, AUDITING, FINANCIAL AND INVESTMENT TOPICS. MANY OF THE COURSES OFFER CPE AND CEU CREDIT.

STAY TUNED FOR FUTURE ANNOUNCEMENTS ABOUT THIS NEW SERVICE FROM FLORIDA PRIME.



**FUND PERFORMANCE  
THROUGH JANUARY 31, 2012**

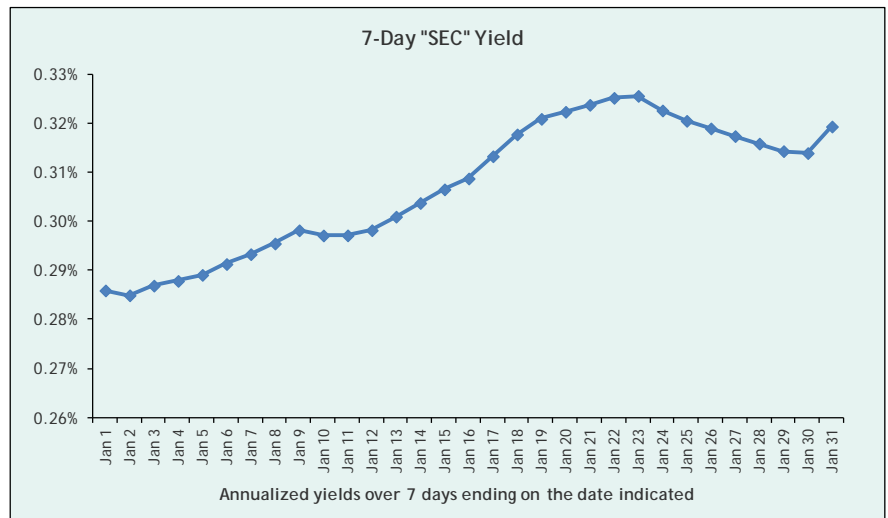
**Florida PRIME Participant Performance Data**

**Florida PRIME Performance Data**

	Net Participant Yield <sup>1</sup>	Net-of-Fee Benchmark <sup>2</sup>	Above (Below) Benchmark
1 mo	0.29%	0.08%	0.21%
3 mos	0.28%	0.08%	0.20%
12 mos	0.25%	0.09%	0.17%
3 yrs	0.35%	0.21%	0.14%
5 yrs	1.65%	1.57%	0.08%
10 yrs	2.18%	1.97%	0.21%
Since 1.96	3.40%	3.18%	0.22%

Net asset value at month end: \$7,771.8 m

**Florida PRIME 7-Day "SEC" Yields During the Month**



For performance comparisons to other short-term investment options, see [www.sbafla.com/prime](http://www.sbafla.com/prime) and click on "Pool Performance."

**NOTES TO PERFORMANCE TABLE**

<sup>1</sup>Net of fees. Participant yield is calculated on a 365-day basis and includes adjustments for expenses and other accounting items to reflect realized earnings by participants.

<sup>2</sup>The net-of-fee benchmark is the S&P AAA/AA Rated GIP All 30-Day Net Index for all time periods.

Net asset value includes investments at market value, plus all cash, accrued interest receivable and payables.

**NOTES TO CHART**

The 7-Day "SEC" Yield in the chart is calculated in accordance with the yield methodology set forth by SEC rule 2a-7 for money market funds.

The 7-day yield = net income earned over a 7-day period / average units outstanding over the period / 7 times 365.

Note that unlike other performance measures, the SEC yield does not include realized gains and losses from sales of securities.

**ABOUT ANNUALIZED YIELDS**

Performance data in the table and chart is annualized, meaning that the amounts are based on yields for the periods indicated, converted to their equivalent if obtained for a 12-month period.

For example, ignoring the effects of compounding,

an investment that earns 0.10% over a 1-month period yields 1.20% on an annualized basis. Likewise, an investment that earns a total of 3.60% over three years yields 1.20% on an annualized basis, ignoring compounding.



**INVENTORY OF HOLDINGS  
JANUARY 31, 2012**

Security Name	Security Classification	Cpn/ Disc	Maturity	Rate Reset	Par	Current Yield	Amort Cost <sup>2</sup>	Mkt Value <sup>1</sup>	Unrealized Gain (Loss)
							\$	\$	\$
Amsterdam Funding Corp. CPABS4-2	COMMERCIAL PAPER - ABS- 4(2)		02/02/12		81,300,000	0.27	81,298,781	81,299,138	358
Amsterdam Funding Corp. CPABS4-2	COMMERCIAL PAPER - ABS- 4(2)		02/14/12		152,200,000	0.20	152,188,162	152,188,752	590
Australia & New Zealand Banking Group, Melbourne, Jul 03, 2012	VARIABLE RATE COMMERCIAL PAPER - 4-2	0.45	07/03/12	02/06/12	100,000,000	0.45	100,000,000	99,999,800	(200)
Australia & New Zealand Banking Group, Melbourne, Jun 07, 2012	VARIABLE RATE COMMERCIAL PAPER - 4-2	0.53	06/07/12	03/07/12	100,000,000	0.54	100,000,000	99,989,100	(10,900)
Bank of America N.A. Triparty Repo Overnight Fixed	REPO TRIPARTY OVERNIGHT FIXED	0.22	02/01/12		1,475,000,000	0.22	1,475,000,000	1,475,000,000	0
Bank of Montreal, Jun 06, 2012	VARIABLE RATE CERTIFICATE OF DEPOSIT	0.32	06/06/12	02/06/12	50,000,000	0.32	50,000,000	49,994,900	(5,100)
Bank of Montreal, Sep 14, 2012	VARIABLE RATE CERTIFICATE OF DEPOSIT	0.44	09/14/12	02/14/12	250,000,000	0.45	250,000,000	249,920,500	(79,500)
Bank of Nova Scotia, Toronto, May 08, 2012	VARIABLE RATE CERTIFICATE OF DEPOSIT	0.45	05/08/12	02/08/12	50,000,000	0.45	50,000,000	50,014,600	14,600
Bank of Tokyo-Mitsubishi Ltd. CDYAN	CERTIFICATE OF DEPOSIT - YANKEE	0.45	03/02/12		150,000,000	0.46	150,000,000	150,023,220	23,220
Bank of Tokyo-Mitsubishi Ltd. CDYAN	CERTIFICATE OF DEPOSIT - YANKEE	0.47	03/08/12		170,000,000	0.48	170,000,000	170,034,901	34,901
Barclays Bank PLC CDYAN	CERTIFICATE OF DEPOSIT - YANKEE	0.60	04/05/12		60,000,000	0.61	60,000,000	60,006,468	6,468
Barclays Bank PLC CDYAN	CERTIFICATE OF DEPOSIT - YANKEE	0.55	04/30/12		200,000,000	0.56	200,000,000	200,004,980	4,980
Barclays US Funding Corp. CP	COMMERCIAL PAPER		04/25/12		100,000,000	0.55	99,872,500	99,891,860	19,360
Commonwealth Bank of Australia CP4-2	COMMERCIAL PAPER - 4-2		06/04/12		150,000,000	0.61	149,687,500	149,719,785	32,285
Credit Suisse, Zurich CDYAN	CERTIFICATE OF DEPOSIT - YANKEE	0.38	02/10/12		50,000,000	0.39	50,000,000	50,002,075	2,075
Credit Suisse, Zurich CDYAN	CERTIFICATE OF DEPOSIT - YANKEE	0.50	03/01/12		50,000,000	0.51	50,000,000	50,002,485	2,485
Credit Suisse, Zurich, Jun 08, 2012	VARIABLE RATE CERTIFICATE OF DEPOSIT	0.39	06/08/12	02/08/12	200,000,000	0.36	200,000,000	199,999,000	(1,000)

See notes at end of table.

**INVENTORY OF HOLDINGS (CONTINUED)**  
**JANUARY 31, 2012**

Security Name	Security Classification	Cpn/ Disc	Maturity	Rate Reset	Par	Current Yield	Amort Cost <sup>2</sup>	Mkt Value <sup>1</sup>	Unrealized Gain (Loss)
							\$	\$	\$
Deutsche Bank AG CDYAN	CERTIFICATE OF DEPOSIT - YANKEE	0.59	04/03/12		80,000,000	0.60	80,000,000	80,013,960	13,960
Deutsche Bank AG CDYAN	CERTIFICATE OF DEPOSIT - YANKEE	0.53	04/12/12		100,000,000	0.54	100,000,000	100,007,970	7,970
Deutsche Bank AG CDYAN	CERTIFICATE OF DEPOSIT - YANKEE	0.50	04/23/12		200,000,000	0.51	200,000,000	200,004,580	4,580
Deutsche Bank Securities, Inc. REP3P	REPO TR PARTY OVERNIGHT FIXED	0.24	02/01/12		500,000,000	0.24	500,000,000	500,000,000	0
Dreyfus Government Cash Management Fund OVNMF	OVERNIGHT MUTUAL FUND	0.01	02/01/12		3,345,853	0.01	3,345,853	3,345,853	0
FCAR Owner Trust, A1+/P1 Series CPABS3A3	COMMERCIAL PAPER - ABS 3A3		04/02/12		7,000,000	0.43	6,994,937	6,997,408	2,471
FCAR Owner Trust, A1/P1 Series CPABS3A3	COMMERCIAL PAPER - ABS 3A3		02/06/12		113,000,000	0.30	112,994,350	112,996,983	2,633
FCAR Owner Trust, A1/P1 Series CPABS3A3	COMMERCIAL PAPER - ABS 3A3		02/10/12		75,000,000	0.36	74,992,708	74,996,670	3,962
FCAR Owner Trust, A1/P1 Series CPABS3A3	COMMERCIAL PAPER - ABS 3A3		03/15/12		13,000,000	0.25	12,996,028	12,997,013	985
Fairway Finance Co. LLC, Jul 11, 2012	VARIABLE RATE COMMERCIAL PAPER-ABS-4(2)	0.34	07/11/12	02/13/12	20,000,000	0.34	20,000,000	19,996,600	(3,400)
Fairway Finance Co. LLC, Jun 08, 2012	VARIABLE RATE COMMERCIAL PAPER-ABS-4(2)	0.34	06/08/12	02/08/12	25,000,000	0.34	25,000,000	24,996,575	(3,425)
Fairway Finance Co. LLC, Jun 15, 2012	VARIABLE RATE COMMERCIAL PAPER-ABS-4(2)	0.33	06/15/12	02/15/12	50,000,000	0.33	50,000,000	49,917,361	(82,639)
Federated Prime Cash Obligations Fund, Class IS	MUTUAL FUND MONEY MARKET	0.22	02/01/12	02/01/12	251,043,455	0.21	251,043,455	251,043,455	0
Federated Prime Obligations Fund, Class IS	MUTUAL FUND MONEY MARKET	0.22	02/01/12	02/01/12	276,383,489	0.21	276,383,489	276,383,489	0
General Electric Capital Corp. CP	COMMERCIAL PAPER		02/15/12		10,000,000	0.20	9,999,167	9,999,792	625
General Electric Capital Corp. CP	COMMERCIAL PAPER		03/05/12		100,000,000	0.18	99,983,000	99,994,810	11,810
General Electric Capital Corp., Jul 27, 2012	VARIABLE MEDIUM TERM NOTE	0.73	07/27/12	04/27/12	10,000,000	0.74	9,999,292	10,005,220	5,928

See notes at end of table.



**INVENTORY OF HOLDINGS (CONTINUED)  
JANUARY 31, 2012**

Security Name	Security Classification	Cpn/ Disc	Maturity	Rate Reset	Par	Current Yield	Amort Cost <sup>2</sup>	Mkt Value <sup>1</sup>	Unrealized Gain (Loss)
							\$	\$	\$
General Electric Capital Corp., Jul 27, 2012	VARIABLE MEDIUM TERM NOTE	0.73	07/27/12	04/27/12	2,100,000	0.75	2,099,868	2,101,096	1,228
General Electric Capital Corp., Note, 3.500%, 08/13/2012	CORPORATE BOND	3.50	08/13/12		50,000,000	0.56	50,778,423	50,767,250	(11,173)
General Electric Capital Corp., Series GMTN, 5.250%, 10/19/2012	CORPORATE BOND	5.25	10/19/12		4,913,000	0.81	5,068,274	5,076,583	8,309
General Electric Capital, Series MTNA, 6%, 6/15/2012	CORPORATE BOND	6.00	06/15/12		2,750,000	0.48	2,806,525	2,802,137	(4,388)
General Electric Capital, Series MTNA, 6%, 6/15/2012	CORPORATE BOND	6.00	06/15/12		11,250,000	0.51	11,478,685	11,463,289	(15,396)
General Electric Capital, Series MTNA, 6%, 6/15/2012	CORPORATE BOND	6.00	06/15/12		3,760,000	0.51	3,836,262	3,831,286	(4,976)
General Electric Capital, Series MTNA, 6%, 6/15/2012	CORPORATE BOND	6.00	06/15/12		3,000,000	0.66	3,059,284	3,056,877	(2,407)
General Electric Capital, Series MTNA, 6%, 6/15/2012	CORPORATE BOND	6.00	06/15/12		10,000,000	0.66	10,197,537	10,189,590	(7,947)
General Electric Capital, Sr. Unsecd. Note, Series EMTN, 4.25%, 1/31/2013	EURO MEDIUM TERM NOTE	4.25	01/31/13		7,307,000	0.92	7,547,832	7,519,093	(28,739)
ING (U.S.) Funding LLC CP	COMMERCIAL PAPER		02/29/12		125,000,000	0.53	124,947,639	124,973,413	25,774
ING (U.S.) Funding LLC CP	COMMERCIAL PAPER		03/05/12		150,000,000	0.54	149,924,917	149,960,190	35,273
ING (U.S.) Funding LLC CP	COMMERCIAL PAPER		03/06/12		50,000,000	0.54	49,974,236	49,986,245	12,009
ING (U.S.) Funding LLC CP	COMMERCIAL PAPER		03/20/12		50,000,000	0.58	49,961,208	49,977,610	16,402
JPMorgan Chase & Co., Floating Rate Note, Series MTN, 2/22/2012	CORPORATE BOND	0.58	02/22/12	02/22/12	1,000,000	0.51	1,000,044	1,000,136	92
Market Street Funding LLC CPABS4-2	COMMERCIAL PAPER - ABS- 4(2)		02/15/12		25,000,000	0.23	24,997,604	24,998,855	1,251
Michigan Finance Authority, Unemployment Obligation Assessment Variable Rate Demand Revenue Bonds (Series 2011), 07/01/2014	MUNICIPAL VARIABLE RATE DEMAND NOTE	0.10	07/01/14	02/01/12	50,000,000	0.11	50,000,000	50,000,000	0
Michigan State Hospital Finance Authority, (Henry Ford Health System, MI), (Series 2007), 11/15/2042	MUNICIPAL VARIABLE RATE DEMAND NOTE	0.08	11/15/42	02/01/12	53,900,000	0.08	53,900,000	53,900,000	0

See notes at end of table.

**INVENTORY OF HOLDINGS (CONTINUED)**  
**JANUARY 31, 2012**

Security Name	Security Classification	Cpn/ Disc	Maturity	Rate Reset	Par	Current Yield	Amort Cost <sup>2</sup>	Mkt Value <sup>1</sup>	Unrealized Gain (Loss)
							\$	\$	\$
Mizuho Corporate Bank Ltd. CDYAN	CERTIFICATE OF DEPOSIT - YANKEE	0.42	02/01/12		25,000,000	0.41	25,000,014	25,000,153	139
Mizuho Corporate Bank Ltd. CDYAN	CERTIFICATE OF DEPOSIT - YANKEE	0.50	03/01/12		50,000,000	0.51	50,000,000	50,009,990	9,990
Mizuho Corporate Bank Ltd. CDYAN	CERTIFICATE OF DEPOSIT - YANKEE	0.48	03/09/12		10,000,000	0.49	10,000,000	10,002,320	2,320
Mizuho Corporate Bank Ltd. CDYAN	CERTIFICATE OF DEPOSIT - YANKEE	0.42	04/19/12		100,000,000	0.43	100,000,000	99,995,600	(4,400)
Mizuho Funding LLC CP4-2	COMMERCIAL PAPER - 4-2		02/13/12		200,000,000	0.45	199,968,222	199,987,000	18,778
Mullenix-St. Charles Properties, L.P., Times Centre Apartments Project Series 2004, Jan 01, 2028	VARIABLE RATE DEMAND NOTE	0.21	01/01/28	02/02/12	13,500,000	0.21	13,500,000	13,500,000	0
National Australia Bank Ltd., Melbourne, Apr 13, 2012	VARIABLE RATE CERTIFICATE OF DEPOSIT	0.44	04/13/12	02/13/12	20,000,000	0.45	20,000,000	19,999,900	(100)
National Australia Bank Ltd., Melbourne, Jun 08, 2012	VARIABLE RATE CERTIFICATE OF DEPOSIT	0.54	06/08/12	03/07/12	100,000,000	0.55	100,000,000	100,000,000	0
Rabobank Nederland NV, Utrecht, Apr 02, 2012	VARIABLE RATE CERTIFICATE OF DEPOSIT	0.40	04/02/12	02/02/12	200,000,000	0.40	200,000,000	199,967,200	(32,800)
Rabobank Nederland NV, Utrecht, May 08, 2012	VARIABLE RATE CERTIFICATE OF DEPOSIT	0.39	05/08/12	02/08/12	20,000,000	0.39	20,000,000	19,998,760	(1,240)
Rabobank Nederland, Utrecht CDYAN	CERTIFICATE OF DEPOSIT - YANKEE	0.49	03/14/12		100,000,000	0.50	100,000,000	100,017,830	17,830
Royal Bank of Canada, Montreal CDYAN	CERTIFICATE OF DEPOSIT - YANKEE	0.50	09/26/12		80,000,000	0.51	80,000,000	80,100,416	100,416
Royal Bank of Canada, Montreal CDYAN	CERTIFICATE OF DEPOSIT - YANKEE	0.55	11/07/12		100,000,000	0.56	100,000,000	100,053,950	53,950
Royal Bank of Canada, Montreal, Dec 21, 2012	VARIABLE RATE CERTIFICATE OF DEPOSIT	0.64	12/21/12	03/21/12	100,000,000	0.65	100,000,000	99,983,300	(16,700)
Royal Bank of Canada, Montreal, Feb 06, 2013	VARIABLE RATE CERTIFICATE OF DEPOSIT	0.65	02/06/13	02/06/12	50,000,000	0.66	50,000,000	50,028,300	28,300
Salisbury Receivables Company LLC CPABS4-2	COMMERCIAL PAPER - ABS- 4(2)		02/09/12		20,000,000	0.39	19,998,100	19,999,050	950
Sheffield Receivables Corp. CPABS4-2	COMMERCIAL PAPER - ABS- 4(2)		02/08/12		30,000,000	0.39	29,997,467	29,998,866	1,399

See notes at end of table.

**INVENTORY OF HOLDINGS (CONTINUED)**  
**JANUARY 31, 2012**

Security Name	Security Classification	Cpn/ Disc	Maturity	Rate Reset	Par	Current Yield	Amort Cost <sup>2</sup>	Mkt Value <sup>1</sup>	Unrealized Gain (Loss)
							\$	\$	\$
Sheffield Receivables Corp. CPABS4-2	COMMERCIAL PAPER - ABS- 4(2)		04/03/12		34,000,000	0.46	33,973,225	33,986,495	13,270
St. Andrew United Methodist Church, Series 2004, Jul 01, 2029	VARIABLE RATE DEMAND NOTE	0.18	07/01/29	02/02/12	9,475,000	0.18	9,475,000	9,475,000	0
Straight A Funding , LLC GOVTAGYX	GOVERNMENT AGENCY EXTENDBLE NOTE		02/06/12		100,000,000	0.19	99,996,833	99,999,500	2,667
Svenska Handelsbanken, Stockholm CDYAN	CERT FICATE OF DEPOSIT - YANKEE	0.49	03/08/12		100,000,000	0.49	100,000,000	100,009,730	9,730
Svenska Handelsbanken, Stockholm CDYAN	CERT FICATE OF DEPOSIT - YANKEE	0.50	03/12/12		100,000,000	0.50	100,000,569	100,012,490	11,921
Svenska Handelsbanken, Stockholm, Oct 16, 2012	VARIABLE MEDIUM TERM NOTE	0.52	10/16/12	02/17/12	45,000,000	0.52	45,000,000	44,997,930	(2,070)
Toyota Motor Credit Corp. CP	COMMERCIAL PAPER		05/07/12		50,000,000	0.55	49,927,250	49,976,560	49,310
Vermont State Student Assistance Corp., (Series 2008C-1), 12/15/2040	MUNICIPAL VARIABLE RATE DEMAND NOTE	0.08	12/15/40	02/02/12	67,685,000	0.08	67,685,000	67,685,000	0
Westpac Banking Corp. Ltd., Sydney, Jul 13, 2012	VARIABLE RATE CERT FICATE OF DEPOSIT	0.44	07/13/12	02/13/12	25,000,000	0.45	25,000,000	25,000,150	150
Westpac Banking Corp. Ltd., Sydney, Jul 17, 2012	VARIABLE RATE CERT FICATE OF DEPOSIT	0.39	07/17/12	02/17/12	25,000,000	0.39	25,000,000	24,987,600	(12,400)
Westpac Banking Corp. Ltd., Sydney, Jun 15, 2012	VARIABLE RATE CERT FICATE OF DEPOSIT	0.38	06/15/12	02/16/12	50,000,000	0.39	49,998,157	49,980,400	(17,757)
Windmill Funding Corp. CPABS4-2	COMMERCIAL PAPER - ABS- 4(2)		02/02/12		14,700,000	0.27	14,699,780	14,699,869	90
Windmill Funding Corp. CPABS4-2	COMMERCIAL PAPER - ABS- 4(2)		02/14/12		72,500,000	0.20	72,494,361	72,494,505	143
Windmill Funding Corp. CPABS4-2	COMMERCIAL PAPER - ABS- 4(2)		02/16/12		29,763,000	0.23	29,759,958	29,760,315	358
Wisconsin Health & Educational Facilities Authority, (Aspirus Wausau Hospital, Inc.), (Series 2000), 08/15/2036	MUNICIPAL VARIABLE RATE DEMAND NOTE	0.08	08/15/36	02/01/12	4,300,000	0.08	4,300,000	4,300,000	0
<b>Total Value of Investments</b>					<b><u>7,768,175,797</u></b>		<b><u>\$7,769,131,495</u></b>	<b><u>\$7,769,401,132</u></b>	<b><u>\$269,637</u></b>

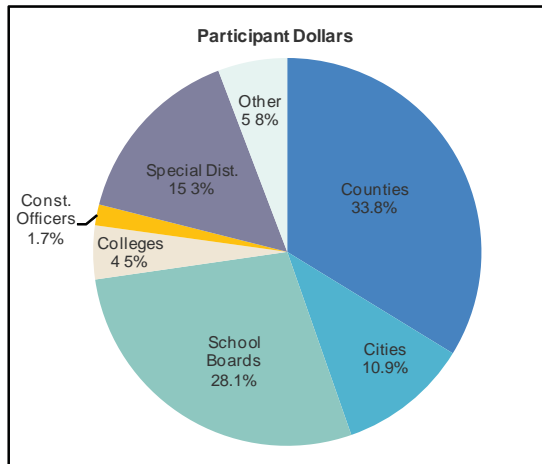
**Notes:** The data included in this report is unaudited. Amounts above are the value of investments. Income accruals, payables and uninvested cash are not included. Amortizations/accretions are reported with a one-day lag in the above valuations.

<sup>1</sup> Market values of the portfolio securities are provided by the custodian, BNY Mellon. The portfolio manager, Federated Investment Counseling, is the source for other data shown above.

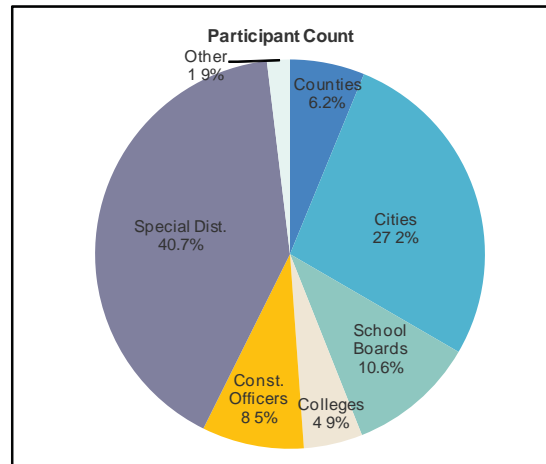
<sup>2</sup> Amortized cost is calculated using a straight line method.

### PARTICIPANT CONCENTRATION DATA - JANUARY 31, 2012

Participant Balance	Share of Total Fund	Share of Participant Count	Participant Balance	Share of Total Fund	Share of Participant Count
<b>All Participants</b>	<b>100.0%</b>	<b>100.0%</b>	<b>Colleges &amp; Universities</b>	<b>4.5%</b>	<b>4.9%</b>
Top 10	43.0%	1.2%	Top 10	4.1%	1.2%
\$100 million or more	58.1%	2.3%	\$100 million or more	1.7%	0.1%
\$10 million up to \$100 million	34.2%	10.1%	\$10 million up to \$100 million	2.0%	0.7%
\$1 million up to \$10 million	7.0%	17.5%	\$1 million up to \$10 million	0.7%	1.4%
Under \$1 million	0.7%	70.1%	Under \$1 million	0.01%	2.6%
<b>Counties</b>	<b>33.8%</b>	<b>6.2%</b>	<b>Constitutional Officers</b>	<b>1.7%</b>	<b>8.5%</b>
Top 10	28.4%	1.2%	Top 10	0.8%	1.2%
\$100 million or more	27.2%	1.1%	\$100 million or more	0.0%	0.0%
\$10 million up to \$100 million	5.7%	1.1%	\$10 million up to \$100 million	0.9%	0.5%
\$1 million up to \$10 million	0.8%	1.3%	\$1 million up to \$10 million	0.8%	1.8%
Under \$1 million	0.0%	2.7%	Under \$1 million	0.0%	6.2%
<b>Municipalities</b>	<b>10.9%</b>	<b>27.2%</b>	<b>Special Districts</b>	<b>15.3%</b>	<b>40.7%</b>
Top 10	6.3%	1.2%	Top 10	10.1%	1.2%
\$100 million or more	0.0%	0.0%	\$100 million or more	6.5%	0.5%
\$10 million up to \$100 million	8.8%	2.6%	\$10 million up to \$100 million	6.6%	2.1%
\$1 million up to \$10 million	1.8%	5.2%	\$1 million up to \$10 million	1.8%	5.1%
Under \$1 million	0.3%	19.4%	Under \$1 million	0.3%	33.0%
<b>School Boards</b>	<b>28.1%</b>	<b>10.6%</b>	<b>Other</b>	<b>5.8%</b>	<b>1.9%</b>
Top 10	23.7%	1.2%	Top 10	5.8%	1.2%
\$100 million or more	18.7%	0.4%	\$100 million or more	3.9%	0.2%
\$10 million up to \$100 million	8.5%	2.6%	\$10 million up to \$100 million	1.7%	0.5%
\$1 million up to \$10 million	0.8%	2.1%	\$1 million up to \$10 million	0.2%	0.5%
Under \$1 million	0.1%	5.5%	Under \$1 million	0.0%	0.7%



Total Fund Value: \$7,771,584,214



Total Participant Count: 840

## INVESTMENT POLICY COMPLIANCE - JANUARY 2012

Test by Source	Pass/Fail
<b>Florida PRIME's Investment Policy</b>	
Securities must be USD denominated.	Pass
<b><u>Ratings requirements</u></b>	
The Pool must purchase exclusively first-tier securities. Securities purchased with short-term ratings by an NRSRO, or comparable in quality and security to other obligations of the issuer that have received short-term ratings from an NRSRO, are eligible if they are in one of the two highest rating categories.	Pass
Securities purchased that do not have short-term ratings must have a long-term rating in one of the three highest long-term rating categories.	Pass
Commercial Paper must be rated by at least one short-term NRSRO.	Pass
Repurchase Agreement Counterparties must be rated by S&P	Pass
S&P Weighted Average Life - maximum 90 days <sup>1</sup>	Pass
<b><u>Maturity</u></b>	
Securities, excluding Government floating rate notes/variable rate notes, purchased did not have a maturity in excess of 397 days.	Pass
Government floating rate notes/variable rate notes purchased did not have a maturity in excess of 762 days.	Pass
The Pool must maintain a Spread WAM of 120 days or less.	Pass
<b><u>Issuer Diversification</u></b>	
First-tier issuers (limit does not apply to cash, cash items, U.S. Government securities refunded securities and repo collateralized by these securities) are limited, at the time of purchase, to 5% of the Pool's total assets. <sup>2</sup>	Pass
<b><u>Demand Feature and Guarantor Diversification</u></b>	
First-tier securities issued by or subject to demand features and guarantees of a non-controlled person, at time of purchase, are limited to 10% with respect to 75% of the Pool's total assets.	Pass
First-tier securities issued by or subject to demand features and guarantees of a control person, at time of purchase, are limited to 10% with respect to the Pool's total assets.	Pass
<b><u>Money Market Mutual Funds</u></b>	
The account, at time of purchase, will not have exposure to any one Money Market Mutual Fund in excess of 10% of the Pool's total assets.	Pass
<b><u>Concentration Tests</u></b>	
The account, at time of purchase, will not have exposure to an industry sector, excluding the financial services industry, in excess of 25% of the Pool's total assets.	Pass
The account, at time of purchase, will not have exposure to any single Government Agency in excess of 33.33% of the Pool's total assets.	Pass
The account, at time of purchase, will not have exposure to illiquid securities in excess of 5% of the Pool's total assets.	Pass
The account, at time of purchase, will invest at least 10% of the Pool's total assets in securities accessible within one business day.	Pass
The account, at time of purchase, will invest at least 30% of the Pool's total assets in securities accessible within five business days. <sup>3</sup>	Pass
<b><u>S&amp;P Requirements</u></b>	
The Pool must maintain a Dollar Weighted Average Maturity of 60 days or less.	Pass
The account, at time of purchase, will invest at least 50% of the Pool's total assets in Securities in Highest Rating Category (A-1+ or equivalent) .	Pass

<sup>1</sup> The fund may use floating rate government securities to extend the limit up to 120 days

<sup>2</sup> This limitation applies at time of trade. Under Rule 2a-7, a fund is not required to liquidate positions if the exposure in excess of the specified percentage is caused by account movements.

<sup>3</sup> This limitation applies at time of trade. Under Rule 2a-7, a fund is not required to take immediate corrective measures if asset movements cause the exposure to be below the specified percentage.

**TRADING ACTIVITY FOR JANUARY 2012**

Security Description	Maturity Date	Trade Date	Settlement Date	Par or Shares	Principal	Traded Interest	Settlement Amount	Realized Gain (Loss)
<b>Buys</b>					\$	\$	\$	\$
AMSTERDAM FUNDING CCPABS4	01/10/12	01/09/12	01/09/12	30,000,000	29,999,950	-	29,999,950	-
AMSTERDAM FUNDING CCPABS4	01/11/12	01/04/12	01/04/12	5,000,000	4,999,874	-	4,999,874	-
AMSTERDAM FUNDING CCPABS4	01/12/12	01/11/12	01/11/12	26,492,000	26,491,963	-	26,491,963	-
AMSTERDAM FUNDING CCPABS4	01/12/12	01/11/12	01/11/12	50,000,000	49,999,931	-	49,999,931	-
AMSTERDAM FUNDING CCPABS4	01/25/12	01/24/12	01/24/12	33,900,000	33,899,934	-	33,899,934	-
AMSTERDAM FUNDING CCPABS4	01/27/12	01/26/12	01/26/12	25,000,000	24,999,952	-	24,999,952	-
AMSTERDAM FUNDING CCPABS4	02/02/12	01/05/12	01/05/12	31,300,000	31,293,427	-	31,293,427	-
AMSTERDAM FUNDING CCPABS4	02/02/12	01/05/12	01/05/12	50,000,000	49,989,500	-	49,989,500	-
AMSTERDAM FUNDING CCPABS4	02/14/12	01/19/12	01/19/12	50,000,000	49,992,778	-	49,992,778	-
AMSTERDAM FUNDING CCPABS4	02/14/12	01/19/12	01/19/12	50,000,000	49,992,778	-	49,992,778	-
AMSTERDAM FUNDING CCPABS4	02/14/12	01/19/12	01/19/12	50,000,000	49,992,778	-	49,992,778	-
AMSTERDAM FUNDING CCPABS4	02/14/12	01/19/12	01/19/12	2,200,000	2,199,682	-	2,199,682	-
BNP PARIBAS FINANCE INC	01/09/12	01/06/12	01/06/12	29,114,000	29,113,685	-	29,113,685	-
BARCLAYS US FUNDINGCP	04/25/12	01/26/12	01/26/12	50,000,000	49,932,500	-	49,932,500	-
BARCLAYS US FUNDINGCP	04/25/12	01/26/12	01/26/12	50,000,000	49,932,500	-	49,932,500	-
BARCLAYS BANK PLCCDYAN	04/05/12	01/06/12	01/06/12	10,000,000	10,000,000	-	10,000,000	-
BARCLAYS BANK PLCCDYAN	04/05/12	01/06/12	01/06/12	50,000,000	50,000,000	-	50,000,000	-
BARCLAYS BANK PLCCDYAN	04/30/12	01/27/12	01/27/12	50,000,000	50,000,000	-	50,000,000	-
BARCLAYS BANK PLCCDYAN	04/30/12	01/27/12	01/27/12	50,000,000	50,000,000	-	50,000,000	-
BARCLAYS BANK PLCCDYAN	04/30/12	01/27/12	01/27/12	50,000,000	50,000,000	-	50,000,000	-
BARCLAYS BANK PLCCDYAN	04/30/12	01/27/12	01/27/12	50,000,000	50,000,000	-	50,000,000	-
BARTON CAPITAL LLCPPABS4	01/10/12	01/09/12	01/09/12	17,000,000	16,999,599	-	16,999,599	-
CREDIT AGRICOLE NORCP	01/09/12	01/06/12	01/06/12	45,886,000	45,885,426	-	45,885,426	-
DEUTSCHE BANK AGCDYAN	04/03/12	01/04/12	01/04/12	30,000,000	30,000,000	-	30,000,000	-
DEUTSCHE BANK AGCDYAN	04/03/12	01/04/12	01/04/12	50,000,000	50,000,000	-	50,000,000	-
DEUTSCHE BANK AGCDYAN	04/12/12	01/13/12	01/13/12	50,000,000	50,000,000	-	50,000,000	-
DEUTSCHE BANK AGCDYAN	04/12/12	01/13/12	01/13/12	50,000,000	50,000,000	-	50,000,000	-
DEUTSCHE BANK AGCDYAN	04/23/12	01/23/12	01/23/12	50,000,000	50,000,000	-	50,000,000	-
DEUTSCHE BANK AGCDYAN	04/23/12	01/23/12	01/23/12	50,000,000	50,000,000	-	50,000,000	-
DEUTSCHE BANK AGCDYAN	04/23/12	01/23/12	01/23/12	50,000,000	50,000,000	-	50,000,000	-
DEUTSCHE BANK AGCDYAN	04/23/12	01/23/12	01/23/12	50,000,000	50,000,000	-	50,000,000	-
FCAR OWNER TRUST, ACPABS3	03/15/12	01/20/12	01/20/12	13,000,000	12,995,035	-	12,995,035	-
FAIRWAY FINANCE LLC	07/11/12	01/09/12	01/11/12	20,000,000	20,000,000	-	20,000,000	-
GENERAL ELECTRIC CAPITAL CORP	06/15/12	01/04/12	01/09/12	2,750,000	2,815,669	11,000	2,826,669	-
MIZUHO CORPORATE BACDYAN	04/19/12	01/20/12	01/20/12	50,000,000	50,000,000	-	50,000,000	-



TRADING ACTIVITY FOR JANUARY 2012 (CONTINUED)

Security Description	Maturity Date	Trade Date	Settlement Date	Par or Shares	Principal	Traded Interest	Settlement Amount	Realized Gain (Loss)
<b>Buys (continued)</b>					\$	\$	\$	\$
MIZUHO CORPORATE BACDYAN	04/19/12	01/20/12	01/20/12	50,000,000	50,000,000	-	50,000,000	-
ROYAL BANK OF CANADA/NEW YORK NY	02/06/13	01/06/12	01/10/12	50,000,000	50,000,000	-	50,000,000	-
SHEFFIELD RECEIVABLE PABS4	04/03/12	01/06/12	01/06/12	34,000,000	33,962,600	-	33,962,600	-
STARBIRD FUNDING COCPABS4	01/24/12	01/23/12	01/23/12	50,000,000	49,999,375	-	49,999,375	-
STRAIGHT A FUNDING GOVTAG	01/05/12	01/03/12	01/03/12	23,800,000	23,799,947	-	23,799,947	-
STRAIGHT A FUNDING GOVTAG	01/05/12	01/03/12	01/03/12	50,000,000	49,999,889	-	49,999,889	-
SURREY FUNDING CORPCPABS4	01/11/12	01/06/12	01/06/12	8,000,000	7,999,722	-	7,999,722	-
UBS FINANCE (DELAWACP)	01/04/12	01/03/12	01/03/12	30,000,000	29,999,942	-	29,999,942	-
UBS FINANCE (DELAWACP)	01/04/12	01/03/12	01/03/12	50,000,000	49,999,903	-	49,999,903	-
VARIABLE FUNDING CACPABS4	01/10/12	01/09/12	01/09/12	15,549,000	15,548,978	-	15,548,978	-
VARIABLE FUNDING CACPABS4	01/11/12	01/10/12	01/10/12	40,579,000	40,578,944	-	40,578,944	-
WESTPAC BANKING CORP/NY	07/13/12	01/11/12	01/13/12	25,000,000	25,000,000	-	25,000,000	-
WINDMILL FUNDING COCPABS4	01/04/12	01/03/12	01/03/12	23,503,000	23,502,941	-	23,502,941	-
WINDMILL FUNDING COCPABS4	01/09/12	01/06/12	01/06/12	13,000,000	12,999,924	-	12,999,924	-
WINDMILL FUNDING COCPABS4	01/09/12	01/06/12	01/06/12	50,000,000	49,999,709	-	49,999,709	-
WINDMILL FUNDING COCPABS4	01/23/12	01/20/12	01/20/12	14,154,000	14,153,906	-	14,153,906	-
WINDMILL FUNDING COCPABS4	02/02/12	01/05/12	01/05/12	14,700,000	14,696,913	-	14,696,913	-
WINDMILL FUNDING COCPABS4	02/14/12	01/19/12	01/19/12	50,000,000	49,992,778	-	49,992,778	-
WINDMILL FUNDING COCPABS4	02/14/12	01/19/12	01/19/12	22,500,000	22,496,750	-	22,496,750	-
WINDMILL FUNDING COCPABS4	02/16/12	01/17/12	01/17/12	29,763,000	29,757,295	-	29,757,295	-
DREYFUS GOVT CASH MGMT FUND	10/01/12	01/06/12	01/06/12	2,878,590	2,878,590	-	2,878,590	-
DREYFUS GOVT CASH MGMT FUND	10/01/12	01/11/12	01/11/12	1,836,104	1,836,104	-	1,836,104	-
DREYFUS GOVT CASH MGMT FUND	10/01/12	01/17/12	01/17/12	974,089	974,089	-	974,089	-
DREYFUS GOVT CASH MGMT FUND	10/01/12	01/18/12	01/18/12	2,854,167	2,854,167	-	2,854,167	-
DREYFUS GOVT CASH MGMT FUND	10/01/12	01/20/12	01/20/12	2,864,260	2,864,260	-	2,864,260	-
DREYFUS GOVT CASH MGMT FUND	10/01/12	01/24/12	01/24/12	4,241,013	4,241,013	-	4,241,013	-
DREYFUS GOVT CASH MGMT FUND	10/01/12	01/26/12	01/26/12	861,820	861,820	-	861,820	-
DREYFUS GOVT CASH MGMT FUND	10/01/12	01/27/12	01/27/12	1,612,421	1,612,421	-	1,612,421	-
GENERAL ELECTRIC CAPITAL CORP	01/31/13	01/09/12	01/12/12	7,307,000	7,560,334	295,020	7,855,354	-
FEDERATED PRIME CASH OBLIGATIONS FUND	10/01/40	01/01/12	01/01/12	41,214	41,214	-	41,214	-
FEDERATED PRIME OBLIGATIONS FUND	10/01/40	01/01/12	01/01/12	44,320	44,320	-	44,320	-
DEUTSCHE BANK	01/04/12	01/03/12	01/03/12	700,000,000	700,000,000	-	700,000,000	-
BANK OF AMERICA TRIPARTY	01/04/12	01/03/12	01/03/12	970,000,000	970,000,000	-	970,000,000	-
DEUTSCHE BANK	01/05/12	01/04/12	01/04/12	700,000,000	700,000,000	-	700,000,000	-
BANK OF AMERICA TRIPARTY	01/05/12	01/04/12	01/04/12	1,025,000,000	1,025,000,000	-	1,025,000,000	-
DEUTSCHE BANK	01/06/12	01/05/12	01/05/12	700,000,000	700,000,000	-	700,000,000	-

TRADING ACTIVITY FOR JANUARY 2012 (CONTINUED)

Security Description	Maturity Date	Trade Date	Settlement Date	Par or Shares	Principal	Traded Interest	Settlement Amount	Realized Gain (Loss)
<i>Buys (continued)</i>								
BANK OF AMERICA TRIPARTY	01/06/12	01/05/12	01/05/12	995,000,000	\$ 995,000,000	\$ -	\$ 995,000,000	\$ -
DEUTSCHE BANK	01/09/12	01/06/12	01/06/12	700,000,000	700,000,000	-	700,000,000	-
BANK OF AMERICA TRIPARTY	01/09/12	01/06/12	01/06/12	850,000,000	850,000,000	-	850,000,000	-
DEUTSCHE BANK	01/10/12	01/09/12	01/09/12	700,000,000	700,000,000	-	700,000,000	-
BANK OF AMERICA TRIPARTY	01/10/12	01/09/12	01/09/12	910,000,000	910,000,000	-	910,000,000	-
DEUTSCHE BANK	01/11/12	01/10/12	01/10/12	700,000,000	700,000,000	-	700,000,000	-
BANK OF AMERICA TRIPARTY	01/11/12	01/10/12	01/10/12	970,000,000	970,000,000	-	970,000,000	-
DEUTSCHE BANK	01/12/12	01/11/12	01/11/12	700,000,000	700,000,000	-	700,000,000	-
BANK OF AMERICA TRIPARTY	01/12/12	01/11/12	01/11/12	1,105,000,000	1,105,000,000	-	1,105,000,000	-
DEUTSCHE BANK	01/13/12	01/12/12	01/12/12	700,000,000	700,000,000	-	700,000,000	-
BANK OF AMERICA TRIPARTY	01/13/12	01/12/12	01/12/12	1,350,000,000	1,350,000,000	-	1,350,000,000	-
DEUTSCHE BANK	01/17/12	01/13/12	01/13/12	700,000,000	700,000,000	-	700,000,000	-
BANK OF AMERICA TRIPARTY	01/17/12	01/13/12	01/13/12	1,390,000,000	1,390,000,000	-	1,390,000,000	-
DEUTSCHE BANK	01/18/12	01/17/12	01/17/12	500,000,000	500,000,000	-	500,000,000	-
BANK OF AMERICA TRIPARTY	01/18/12	01/17/12	01/17/12	1,580,000,000	1,580,000,000	-	1,580,000,000	-
DEUTSCHE BANK	01/19/12	01/18/12	01/18/12	500,000,000	500,000,000	-	500,000,000	-
BANK OF AMERICA TRIPARTY	01/19/12	01/18/12	01/18/12	1,660,000,000	1,660,000,000	-	1,660,000,000	-
DEUTSCHE BANK	01/20/12	01/19/12	01/19/12	600,000,000	600,000,000	-	600,000,000	-
BANK OF AMERICA TRIPARTY	01/20/12	01/19/12	01/19/12	1,365,000,000	1,365,000,000	-	1,365,000,000	-
DEUTSCHE BANK	01/23/12	01/20/12	01/20/12	500,000,000	500,000,000	-	500,000,000	-
BANK OF AMERICA TRIPARTY	01/23/12	01/20/12	01/20/12	1,400,000,000	1,400,000,000	-	1,400,000,000	-
DEUTSCHE BANK	01/24/12	01/23/12	01/23/12	1,000,000,000	1,000,000,000	-	1,000,000,000	-
BANK OF AMERICA TRIPARTY	01/24/12	01/23/12	01/23/12	895,000,000	895,000,000	-	895,000,000	-
DEUTSCHE BANK	01/25/12	01/24/12	01/24/12	1,000,000,000	1,000,000,000	-	1,000,000,000	-
BANK OF AMERICA TRIPARTY	01/25/12	01/24/12	01/24/12	1,010,000,000	1,010,000,000	-	1,010,000,000	-
DEUTSCHE BANK	01/26/12	01/25/12	01/25/12	1,000,000,000	1,000,000,000	-	1,000,000,000	-
BANK OF AMERICA TRIPARTY	01/26/12	01/25/12	01/25/12	1,140,000,000	1,140,000,000	-	1,140,000,000	-
DEUTSCHE BANK	01/27/12	01/26/12	01/26/12	1,000,000,000	1,000,000,000	-	1,000,000,000	-
BANK OF AMERICA TRIPARTY	01/27/12	01/26/12	01/26/12	1,065,000,000	1,065,000,000	-	1,065,000,000	-
DEUTSCHE BANK	01/30/12	01/27/12	01/27/12	700,000,000	700,000,000	-	700,000,000	-
BANK OF AMERICA TRIPARTY	01/30/12	01/27/12	01/27/12	1,290,000,000	1,290,000,000	-	1,290,000,000	-
DEUTSCHE BANK	01/31/12	01/30/12	01/30/12	500,000,000	500,000,000	-	500,000,000	-
DEUTSCHE BANK	02/01/12	01/31/12	01/31/12	500,000,000	500,000,000	-	500,000,000	-
BANK OF AMERICA TRIPARTY	01/31/12	01/30/12	01/30/12	1,440,000,000	1,440,000,000	-	1,440,000,000	-
BANK OF AMERICA TRIPARTY	02/01/12	01/31/12	01/31/12	1,475,000,000	1,475,000,000	-	1,475,000,000	-
<b>Total Buys</b>				<b>39,976,704,997</b>	<b>39,976,784,807</b>	<b>306,020</b>	<b>39,977,090,827</b>	-

TRADING ACTIVITY FOR JANUARY 2012 (CONTINUED)

Security Description	Maturity Date	Trade Date	Settlement Date	Par or Shares	Principal	Traded Interest	Settlement Amount	Realized Gain (Loss)
<b>Maturities</b>					\$	\$	\$	\$
AMSTERDAM FUNDING CCPABS4	01/10/12	01/10/12	01/10/12	30,000,000	30,000,000	-	30,000,000	-
AMSTERDAM FUNDING CCPABS4	01/11/12	01/11/12	01/11/12	5,000,000	5,000,000	-	5,000,000	-
AMSTERDAM FUNDING CCPABS4	01/12/12	01/12/12	01/12/12	76,492,000	76,492,000	-	76,492,000	-
AMSTERDAM FUNDING CCPABS4	01/25/12	01/25/12	01/25/12	33,900,000	33,900,000	-	33,900,000	-
AMSTERDAM FUNDING CCPABS4	01/27/12	01/27/12	01/27/12	25,000,000	25,000,000	-	25,000,000	-
BNP PARIBAS FINANCE INC	01/09/12	01/09/12	01/09/12	29,114,000	29,114,000	-	29,114,000	-
BANK OF MONTREAL/CHICAGO IL	01/10/12	01/10/12	01/10/12	20,000,000	20,000,000	-	20,000,000	-
BANK OF TOKYO-MITSUCDYAN	01/11/12	01/11/12	01/11/12	12,000,000	12,000,000	-	12,000,000	-
BARCLAYS BANK PLC/DYAN	01/06/12	01/06/12	01/06/12	75,000,000	75,000,000	-	75,000,000	-
BARCLAYS BANK PLC/NY	01/27/12	01/27/12	01/27/12	150,000,000	150,000,000	-	150,000,000	-
BARTON CAPITAL LLC/CPABS4	01/10/12	01/10/12	01/10/12	17,000,000	17,000,000	-	17,000,000	-
CREDIT AGRICOLE NORCP	01/09/12	01/09/12	01/09/12	45,886,000	45,886,000	-	45,886,000	-
DEUTSCHE BANK FINANCIAL LLC	01/03/12	01/03/12	01/03/12	185,000,000	185,000,000	-	185,000,000	-
DEUTSCHE BANK AG/DYAN	01/23/12	01/23/12	01/23/12	200,000,000	200,000,000	-	200,000,000	-
FCAR OWNER TRUST, ACPABS3	01/03/12	01/03/12	01/03/12	5,000,000	5,000,000	-	5,000,000	-
FCAR OWNER TRUST, ACPABS3	01/20/12	01/20/12	01/20/12	1,700,000	1,700,000	-	1,700,000	-
FAIRWAY FINANCE LLC	01/11/12	01/11/12	01/11/12	40,000,000	40,000,000	-	40,000,000	-
SALISBURY RECEIVABLE/CPABS4	01/10/12	01/10/12	01/10/12	17,000,000	17,000,000	-	17,000,000	-
SALISBURY RECEIVABLE/CPABS4	01/23/12	01/23/12	01/23/12	23,500,000	23,500,000	-	23,500,000	-
SHEFFIELD RECEIVABLE/CPABS4	01/11/12	01/11/12	01/11/12	50,000,000	50,000,000	-	50,000,000	-
STARBIRD FUNDING CO/CPABS4	01/24/12	01/24/12	01/24/12	50,000,000	50,000,000	-	50,000,000	-
STRAIGHT A FUNDING GOVTAG	01/05/12	01/05/12	01/05/12	73,800,000	73,800,000	-	73,800,000	-
STRAIGHT A FUNDING GOVTAG	01/26/12	01/26/12	01/26/12	25,058,000	25,058,000	-	25,058,000	-
SURREY FUNDING CORP/CPABS4	01/04/12	01/04/12	01/04/12	28,800,000	28,800,000	-	28,800,000	-
SURREY FUNDING CORP/CPABS4	01/11/12	01/11/12	01/11/12	8,000,000	8,000,000	-	8,000,000	-
SURREY FUNDING CORP/CPABS4	01/20/12	01/20/12	01/20/12	30,850,000	30,850,000	-	30,850,000	-
UBS FINANCE (DELAWAC/P	01/04/12	01/04/12	01/04/12	80,000,000	80,000,000	-	80,000,000	-
UBS FINANCE (DELAWAC/P	01/12/12	01/12/12	01/12/12	150,000,000	150,000,000	-	150,000,000	-
VARIABLE FUNDING CAC/CPABS4	01/03/12	01/03/12	01/03/12	58,153,000	58,153,000	-	58,153,000	-
VARIABLE FUNDING CAC/CPABS4	01/10/12	01/10/12	01/10/12	15,549,000	15,549,000	-	15,549,000	-
VARIABLE FUNDING CAC/CPABS4	01/11/12	01/11/12	01/11/12	40,579,000	40,579,000	-	40,579,000	-
WELLS FARGO & CO	01/24/12	01/24/12	01/24/12	100,000,000	100,000,000	-	100,000,000	-
WINDMILL FUNDING CO/CPABS4	01/04/12	01/04/12	01/04/12	23,503,000	23,503,000	-	23,503,000	-
WINDMILL FUNDING CO/CPABS4	01/09/12	01/09/12	01/09/12	63,000,000	63,000,000	-	63,000,000	-
WINDMILL FUNDING CO/CPABS4	01/11/12	01/11/12	01/11/12	50,000,000	50,000,000	-	50,000,000	-

**TRADING ACTIVITY FOR JANUARY 2012 (CONTINUED)**

Security Description	Maturity Date	Trade Date	Settlement Date	Par or Shares	Principal	Traded Interest	Settlement Amount	Realized Gain (Loss)
<b>Maturities (continued)</b>					\$	\$	\$	\$
WINDMILL FUNDING COCPABS4	01/12/12	01/12/12	01/12/12	51,143,000	51,143,000	-	51,143,000	-
WINDMILL FUNDING COCPABS4	01/13/12	01/13/12	01/13/12	159,476,000	159,476,000	-	159,476,000	-
WINDMILL FUNDING COCPABS4	01/23/12	01/23/12	01/23/12	14,154,000	14,154,000	-	14,154,000	-
DEUTSCHE BANK	01/03/12	01/03/12	01/03/12	700,000,000	700,000,000	-	700,000,000	-
BANK OF AMERICA TRIPARTY	01/03/12	01/03/12	01/03/12	900,000,000	900,000,000	-	900,000,000	-
DEUTSCHE BANK	01/04/12	01/04/12	01/04/12	700,000,000	700,000,000	-	700,000,000	-
BANK OF AMERICA TRIPARTY	01/04/12	01/04/12	01/04/12	970,000,000	970,000,000	-	970,000,000	-
DEUTSCHE BANK	01/05/12	01/05/12	01/05/12	700,000,000	700,000,000	-	700,000,000	-
BANK OF AMERICA TRIPARTY	01/05/12	01/05/12	01/05/12	1,025,000,000	1,025,000,000	-	1,025,000,000	-
DEUTSCHE BANK	01/06/12	01/06/12	01/06/12	700,000,000	700,000,000	-	700,000,000	-
BANK OF AMERICA TRIPARTY	01/06/12	01/06/12	01/06/12	995,000,000	995,000,000	-	995,000,000	-
DEUTSCHE BANK	01/09/12	01/09/12	01/09/12	700,000,000	700,000,000	-	700,000,000	-
BANK OF AMERICA TRIPARTY	01/09/12	01/09/12	01/09/12	850,000,000	850,000,000	-	850,000,000	-
DEUTSCHE BANK	01/10/12	01/10/12	01/10/12	700,000,000	700,000,000	-	700,000,000	-
BANK OF AMERICA TRIPARTY	01/10/12	01/10/12	01/10/12	910,000,000	910,000,000	-	910,000,000	-
DEUTSCHE BANK	01/11/12	01/11/12	01/11/12	700,000,000	700,000,000	-	700,000,000	-
BANK OF AMERICA TRIPARTY	01/11/12	01/11/12	01/11/12	970,000,000	970,000,000	-	970,000,000	-
DEUTSCHE BANK	01/12/12	01/12/12	01/12/12	700,000,000	700,000,000	-	700,000,000	-
BANK OF AMERICA TRIPARTY	01/12/12	01/12/12	01/12/12	1,105,000,000	1,105,000,000	-	1,105,000,000	-
DEUTSCHE BANK	01/13/12	01/13/12	01/13/12	700,000,000	700,000,000	-	700,000,000	-
BANK OF AMERICA TRIPARTY	01/13/12	01/13/12	01/13/12	1,350,000,000	1,350,000,000	-	1,350,000,000	-
DEUTSCHE BANK	01/17/12	01/17/12	01/17/12	700,000,000	700,000,000	-	700,000,000	-
BANK OF AMERICA TRIPARTY	01/17/12	01/17/12	01/17/12	1,390,000,000	1,390,000,000	-	1,390,000,000	-
DEUTSCHE BANK	01/18/12	01/18/12	01/18/12	500,000,000	500,000,000	-	500,000,000	-
BANK OF AMERICA TRIPARTY	01/18/12	01/18/12	01/18/12	1,580,000,000	1,580,000,000	-	1,580,000,000	-
DEUTSCHE BANK	01/19/12	01/19/12	01/19/12	500,000,000	500,000,000	-	500,000,000	-
BANK OF AMERICA TRIPARTY	01/19/12	01/19/12	01/19/12	1,660,000,000	1,660,000,000	-	1,660,000,000	-
DEUTSCHE BANK	01/20/12	01/20/12	01/20/12	600,000,000	600,000,000	-	600,000,000	-
BANK OF AMERICA TRIPARTY	01/20/12	01/20/12	01/20/12	1,365,000,000	1,365,000,000	-	1,365,000,000	-
DEUTSCHE BANK	01/23/12	01/23/12	01/23/12	500,000,000	500,000,000	-	500,000,000	-
BANK OF AMERICA TRIPARTY	01/23/12	01/23/12	01/23/12	1,400,000,000	1,400,000,000	-	1,400,000,000	-
DEUTSCHE BANK	01/24/12	01/24/12	01/24/12	1,000,000,000	1,000,000,000	-	1,000,000,000	-
BANK OF AMERICA TRIPARTY	01/24/12	01/24/12	01/24/12	895,000,000	895,000,000	-	895,000,000	-
DEUTSCHE BANK	01/25/12	01/25/12	01/25/12	1,000,000,000	1,000,000,000	-	1,000,000,000	-
BANK OF AMERICA TRIPARTY	01/25/12	01/25/12	01/25/12	1,010,000,000	1,010,000,000	-	1,010,000,000	-

TRADING ACTIVITY FOR JANUARY 2012 (CONTINUED)

Security Description	Maturity Date	Trade Date	Settlement Date	Par or Shares	Principal	Traded Interest	Settlement Amount	Realized Gain (Loss)
<b>Maturities (continued)</b>					\$	\$	\$	\$
DEUTSCHE BANK	01/26/12	01/26/12	01/26/12	1,000,000,000	1,000,000,000	-	1,000,000,000	-
BANK OF AMERICA TRIPARTY	01/26/12	01/26/12	01/26/12	1,140,000,000	1,140,000,000	-	1,140,000,000	-
DEUTSCHE BANK	01/27/12	01/27/12	01/27/12	1,000,000,000	1,000,000,000	-	1,000,000,000	-
BANK OF AMERICA TRIPARTY	01/27/12	01/27/12	01/27/12	1,065,000,000	1,065,000,000	-	1,065,000,000	-
DEUTSCHE BANK	01/30/12	01/30/12	01/30/12	700,000,000	700,000,000	-	700,000,000	-
BANK OF AMERICA TRIPARTY	01/30/12	01/30/12	01/30/12	1,290,000,000	1,290,000,000	-	1,290,000,000	-
DEUTSCHE BANK	01/31/12	01/31/12	01/31/12	500,000,000	500,000,000	-	500,000,000	-
BANK OF AMERICA TRIPARTY	01/31/12	01/31/12	01/31/12	1,440,000,000	1,440,000,000	-	1,440,000,000	-
<b>Total Maturities</b>				<b>39,673,657,000</b>	<b>39,673,657,000</b>	<b>-</b>	<b>39,673,657,000</b>	<b>-</b>
<b>Sells</b>								
ST ANDREW UNITED METHODIST CHURCH	07/01/29	01/12/12	01/12/12	160,000	160,000	8	160,008	-
VERMONT STUDENT ASSISTANCE CORP	12/15/40	01/31/12	01/31/12	800,000	800,000	110	800,110	-
NEW YORK CITY MUNICIPAL WATER FINANCE AUTHORITY	06/15/25	01/25/12	01/25/12	15,260,000	15,260,000	163	15,260,163	-
NEW YORK CITY MUNICIPAL WATER FINANCE AUTHORITY	06/15/25	01/25/12	01/25/12	77,100,000	77,100,000	822	77,100,822	-
DREYFUS GOVT CASH MGMT FUND	10/01/12	01/03/12	01/03/12	175,743,070	175,743,070	-	175,743,070	-
DREYFUS GOVT CASH MGMT FUND	10/01/12	01/03/12	01/03/12	-	-	-	-	-
DREYFUS GOVT CASH MGMT FUND	10/01/12	01/04/12	01/04/12	14,646,306	14,646,306	-	14,646,306	-
DREYFUS GOVT CASH MGMT FUND	10/01/12	01/05/12	01/05/12	8,977,518	8,977,518	-	8,977,518	-
DREYFUS GOVT CASH MGMT FUND	10/01/12	01/09/12	01/09/12	426,596	426,596	-	426,596	-
DREYFUS GOVT CASH MGMT FUND	10/01/12	01/10/12	01/10/12	1,064,206	1,064,206	-	1,064,206	-
DREYFUS GOVT CASH MGMT FUND	10/01/12	01/10/12	01/10/12	3,140,181	3,140,181	-	3,140,181	-
DREYFUS GOVT CASH MGMT FUND	10/01/12	01/10/12	01/10/12	19,474	19,474	-	19,474	-
DREYFUS GOVT CASH MGMT FUND	10/01/12	01/10/12	01/10/12	39,004	39,004	-	39,004	-
DREYFUS GOVT CASH MGMT FUND	10/01/12	01/10/12	01/10/12	173,475	173,475	-	173,475	-
DREYFUS GOVT CASH MGMT FUND	10/01/12	01/12/12	01/12/12	1,665,220	1,665,220	-	1,665,220	-
DREYFUS GOVT CASH MGMT FUND	10/01/12	01/13/12	01/13/12	57,886	57,886	-	57,886	-
DREYFUS GOVT CASH MGMT FUND	10/01/12	01/13/12	01/13/12	2,878,590	2,878,590	-	2,878,590	-
DREYFUS GOVT CASH MGMT FUND	10/01/12	01/19/12	01/19/12	919,270	919,270	-	919,270	-
DREYFUS GOVT CASH MGMT FUND	10/01/12	01/19/12	01/19/12	196,617	196,617	-	196,617	-
DREYFUS GOVT CASH MGMT FUND	10/01/12	01/19/12	01/19/12	974,089	974,089	-	974,089	-
DREYFUS GOVT CASH MGMT FUND	10/01/12	01/19/12	01/19/12	2,854,167	2,854,167	-	2,854,167	-
DREYFUS GOVT CASH MGMT FUND	10/01/12	01/23/12	01/23/12	34,169	34,169	-	34,169	-
DREYFUS GOVT CASH MGMT FUND	10/01/12	01/23/12	01/23/12	93,995	93,995	-	93,995	-
DREYFUS GOVT CASH MGMT FUND	10/01/12	01/23/12	01/23/12	206,952	206,952	-	206,952	-
DREYFUS GOVT CASH MGMT FUND	10/01/12	01/23/12	01/23/12	2,864,260	2,864,260	-	2,864,260	-
DREYFUS GOVT CASH MGMT FUND	10/01/12	01/25/12	01/25/12	1,089,335	1,089,335	-	1,089,335	-
DREYFUS GOVT CASH MGMT FUND	10/01/12	01/30/12	01/30/12	175,166	175,166	-	175,166	-
DREYFUS GOVT CASH MGMT FUND	10/01/12	01/30/12	01/30/12	1,612,421	1,612,421	-	1,612,421	-
DREYFUS GOVT CASH MGMT FUND	10/01/12	01/31/12	01/31/12	2,121,631	2,121,631	-	2,121,631	-
<b>Total Sells</b>				<b>315,293,596</b>	<b>315,293,596</b>	<b>1,102</b>	<b>315,294,698</b>	<b>-</b>

# FUND B

## FUND B FACTS

### INVESTMENT OBJECTIVE

Fund B's primary objective is to maximize the present value of distributions from the Fund.

### COMPOSITION

Fund B principally consists of Segregated Securities, which are securities originally purchased for the LGIP that (1) defaulted in the payment of principal and interest; (2) were extended; (3) were restructured or otherwise subject to workout; (4) experienced elevated market illiquidity; or (5) did not meet the criteria of the nationally recognized statistical rating organization (NRSRO) that provides Florida PRIME's AAAM rating.

### DISTRIBUTIONS

Participants in Fund B will receive periodic distributions to the extent that Fund B receives proceeds deemed material by the SBA from (1) the natural maturities of securities, coupon interest collections, or collateral interest and principal paydowns; or (2) the sale of securities, collateral liquidation, or other restructure and workout activities undertaken.

### ACCOUNTING

Fund B is accounted for as a fluctuating NAV pool, not a 2a-7-like money market fund. That is, accounting valuations reflect estimates of the market value of securities rather than their amortized cost.

### STATUS OF INVESTMENTS

Florida East and West: Restructured from KKR and receiving principal and interest.

Florida Funding I: Restructured from Ottimo (Issuer Entity) and receiving principal and interest.

Florida Funding II: Restructured from Axon and receiving principal and interest.

## COMMENTARY ON PORTFOLIO MANAGEMENT

All cash from paydowns on securities in Fund B are invested in AAAM-rated money market funds pending monthly distribution to participant accounts in Florida PRIME. This month, \$4.3 million in liquid assets were transferred from Fund B to Florida PRIME, consisting of principal paydowns and income from the securities in the Fund.

The investment team continually analyzes the bonds in each portfolio, comparing estimated defaults and estimated cumulative net losses to an historical loss-timing curve. Many different factors in the domestic and global economies can affect both the securities and the underlying bonds. Some of the factors will contribute positively while others may have adverse consequences. The SBA and Stone Tower Capital's investment team will continue to employ prudent risk mitigation strategies in order to maximize the present value of distributions from Fund B with a primary focus on the restoration of principal.

## LEGAL ISSUE

As an ongoing legal matter, the SBA asserts Lehman Brothers (which is now in liquidation) sold the SBA certain unregistered secured notes that were not exempt from registration under the Securities Act of 1933. The Lehman Trustee has not yet responded to the SBA's general creditor claim on behalf of Fund B as to whether the Lehman estate will have any assets available for recovery. The Trustee's latest reports have stated that "returns to general estate creditors will be limited at best." However, the secured notes sold by Lehman Brothers were secured by certain collateral. Fund B has been receiving and is expected to continue receiving monetary distributions of principal and interest from that underlying collateral.

The SBA will promptly disclose any future developments as they become matters of public record.

## DISCLOSURE OF MATERIAL IMPACTS

There were no developments during January 2012 that had a material impact on the liquidity or operation of Fund B.

On December 9, 2011, Fund B assets were transitioned from Deutsche Bank to BNYMellon in order to reduce custody fees and to facilitate management of the collateral.



# FUND B

## FUND B DISTRIBUTIONS

### RETURN OF FUND B PRINCIPAL

The first table below details the SBA's progress in returning principal to investors in Fund B. Through the end of January 2012, investors cumulatively received distributions from Fund B totaling over \$1.7 billion or 85% of their original balances.

The securities remaining in Fund B are legacy items from the four issuers whose financial circumstances gave rise to the November 2007 run (as well as overnight instruments temporarily holding fund earnings). As of January 31, 2012, their remaining amortized cost was \$506.2 million,

or 67.9% more than remaining participant positions in Fund B. Conversely, the current estimated liquidation (market) value of these securities is pegged at \$234.3 million or 77.7% of remaining participant positions.

It is important to note that due to the lack of an actively traded market for Fund B securities, their "market value" is an estimate of current liquidation value that has been determined through a collaborative process among various pricing experts and sources in the marketplace. See footnote 1 on page 22.

### FUND B DISTRIBUTIONS TO PARTICIPANTS

	Distributions to Participants	Cumulative Distributions	Participant Principal	Proportion of Original Principal Returned
12/05/07	\$	\$	\$ 2,009,451,941	0.0%
CY 2008	\$ 1,421,900,000	\$ 1,421,900,000	\$ 587,551,941	70.8%
CY 2009	\$ 89,100,000	\$ 1,511,000,000	\$ 498,451,941	75.2%
CY 2010	\$ 135,100,000	\$ 1,646,100,000	\$ 363,351,941	81.9%
CY 2011	\$ 57,425,000	\$ 1,703,525,000	\$ 305,926,941	84.8%
01/09/12	\$ 4,325,000	\$ 1,707,850,000	\$ 301,601,941	85.0%

### FUND B MONTHLY DISTRIBUTION DETAIL

January 2012 Distribution Detail Including Receipts by Source For the period 12/7/11 - 1/6/12	Fund B	
	Participant Allocation	Expense Allocation
Beginning Balance	\$ -	\$ 31,846.83
Receipts:		
Florida East	\$ 900,513.18	
Florida West	\$ 1,332,119.96	
Florida Funding I	\$ 1,318,869.27	
Florida Funding II	\$ 814,206.93	
Overnight Investments	\$ 0.03	
Total Receipts	\$ 4,365,709.37	
Distributions:		
Allocation to/from Expense Reserve	\$ (40,709.37)	\$ 40,709.37
Expenses Paid		\$ (1,191.11)
Participant Distribution	\$ (4,325,000.00)	
Ending Balance	\$ -	\$ 71,365.09

# FUND B

## INVENTORY OF HOLDINGS - AS OF JANUARY 31, 2012

Security Name	Type	Rate Reset	Par	Current Yield	Amort Cost <sup>2</sup>	Mkt Value <sup>1</sup>	Unrealized Gain (Loss)
Dreyfus Government Cash Management Fund OVNMF	OVERNIGHT MUTUAL FUND		3,219,386	0.00	\$ 3,219,386	\$ 3,219,386	\$ -
Florida East Funding LLC	VARIABLE RATE TERM NOTE	01/26/12	82,038,061	0.62	\$ 82,038,061	\$ 52,113,023	\$ (29,925,038)
Florida West Funding LLC	VARIABLE RATE TERM NOTE	01/26/12	188,422,816	0.62	\$ 188,422,816	\$ 91,505,754	\$ (96,917,062)
Florida Funding I LLC	VARIABLE RATE TERM NOTE	01/29/12	123,715,079	0.51	\$ 123,715,079	\$ 25,774,296	\$ (97,940,783)
Florida Funding II LLC	VARIABLE RATE COMMERCIAL PAPER	01/29/12	108,849,023	0.76	\$ 108,840,343	\$ 61,671,408	\$ (47,168,935)
<b>Total Value of Investments</b>			<b><u>506,244,365</u></b>		<b><u>\$ 506,235,685</u></b>	<b><u>\$ 234,283,867</u></b>	<b><u>\$ (271,951,818)</u></b>

### Notes:

<sup>1</sup> Due to the lack of an actively traded market for Fund B securities, the "market value" is an estimate of current liquidation value that has been determined through a collaborative process among various pricing experts and sources in the marketplace. Although the estimate represents an attempt to reasonably reflect the stressed market conditions that currently exist, the amount actually realized if the securities were liquidated at this time could be more or less than the estimate. Moreover, these estimates of current market value may not be predictive of the ultimate amount likely to be realized from these securities. Fund B's investment objective is to maximize the present value of distributions to participants. If, in the judgment of the portfolio manager, fair value exceeds liquidation value at points in the future, then complete or partial liquidations of securities could be deferred for an extended period of time; e.g., a seven- to nine-year horizon for complete termination or self-liquidation of Fund B.

<sup>2</sup> Amortized cost is calculated using a straight line method.

The securities held in Fund B result from workouts of the LGIP's original holdings from 4 issuers – Axon, KKR Atlantic, KKR Pacific and Ottimo. The purpose of Fund B is to maximize the present value of distributions to participants through a prudent workout with an ultimate goal of liquidation. As a result, the maturity dates of each holding in Fund B will be dependent on the maturity date or earlier liquidation, if prudent, of the collateral securities underlying each of these holdings and will be contingent upon future market conditions and other factors.

The collateral manager, Stone Tower Debt Advisors LLC, is the source for data shown above other than market value. See note 1.

The amounts shown above are the value of investments. Income accruals, payables and uninvested cash are not included. The data is unaudited.

# FUND B

## COMPLIANCE AND TRADING ACTIVITY

### COMPLIANCE WITH INVESTMENT POLICY - JANUARY 2012

Investment Policy Statement Compliance is conducted on Fund B by SBA Risk Management and Compliance and reported on a monthly basis to the Investment Oversight Group. Portfolio activity is reviewed to ensure that transactions and holdings are in compliance with guideline requirements and with those stipulated in the respective Investment Management Agreements with Stone Tower Debt Advisors LLC, the collateral manager for the four special purpose entities held in Fund B (Florida East Funding LLC, Florida West Funding LLC, Florida Funding I LLC, and Florida Funding II LLC). Since the principal holdings in the fund are the notes issued by these special purpose entities, and no deposits or withdrawals are permitted by participants, transactions are typically limited to 1) the receipt cash flows from the underlying note collateral, 2) the investment of these cash flows in AAAM money market funds, and 3) periodic distributions to participants. Stone Tower may also sell, exchange, or restructure the notes, consistent with the objective of maximizing the present value of cash flows from the collateral. For the month of January 2012, Fund B was in compliance with its Investment Policy Statement.

Note: In the Trading Activity table below, the gain reflected on the sales from Florida Funding II is an accounting gain. The original Axon Financial Funding LLC security was purchased at a discount and was deemed "in default" prior to the original maturity date. At the point of becoming "in default," amortization of the discount was terminated thus leaving the cost of the security less than par. Any principal payment received at par will result in recognition of a gain, calculated as Proceeds less Cost Basis of the par value being sold.

### TRADING ACTIVITY - JANUARY 2012

Security Description	Trade Date	Settlement Date	Par or Shares	Principal	Traded Interest	Settlement Amount	Realized Gain (Loss)
<b>Buys</b>				\$	\$	\$	\$
DREYFUS GOVERNMENT CASH MANAGEMENT	01/04/12	01/04/12	0.03	0.03	0	0.03	0
DREYFUS GOVERNMENT CASH MANAGEMENT	01/30/12	01/30/12	3,219,386	3,219,386	0	3,219,386	0
<b>Total Buys</b>			<b><u>3,219,386</u></b>	<b><u>3,219,386</u></b>	<b><u>0</u></b>	<b><u>3,219,386</u></b>	<b><u>0</u></b>
<b>Sells</b>							
FLORIDA EAST FUNDING LLC	01/30/12	01/30/12	919,378	919,378	0	919,378	0
FLORIDA WEST FUNDING LLC	01/30/12	01/30/12	1,274,283	1,274,283	0	1,274,283	0
FLORIDA FUNDING II	01/30/12	01/30/12	810,623	810,623	0	810,623	65
DREYFUS GOVERNMENT CASH MANAGEMENT	01/03/12	01/03/12	370,477	370,477	0	370,477	0
DREYFUS GOVERNMENT CASH MANAGEMENT	01/06/12	01/06/12	4,325,000	4,325,000	0	4,325,000	0
DREYFUS GOVERNMENT CASH MANAGEMENT	01/24/12	01/24/12	71,365	71,365	0	71,365	0
<b>Total Sells</b>			<b><u>7,771,127</u></b>	<b><u>7,771,127</u></b>	<b><u>0</u></b>	<b><u>7,771,127</u></b>	<b><u>65</u></b>

## Our Mission

The SBA is committed to providing superior investment and trust services while adhering to the highest ethical, fiduciary and professional standards.



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