S&P Global
Ratings

Local Government Investment Pool Profile

Florida PRIME

Sept. 25, 2025

This report does not constitute a rating action

About the pool	AAAm
Last affirmation date	Nov. 18, 2024
Pool type	Stable NAV Government Investment Pool
Investment advisor	Federated Hermes Inc.
Custodian/administrator	Bank of New York Mellon Corp.
Pool inception date	Oct. 1, 1977
Pool rated since	Dec. 21, 2007

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Rationale

S&P Global Ratings rates Florida Prime 'AAAm'. This principal stability fund rating (PSFR) signifies our forward-looking opinion about the fixed-income fund's ability to maintain stable net asset value (NAV), which it accomplishes through conservative investment practices and strict internal controls.

The rating is based on our analysis of the fund's underlying holdings and market price exposure. It also encompasses our forward-looking views on the strength, experience, and capabilities of Federated Hermes Inc., which provides day-to-day management oversight.

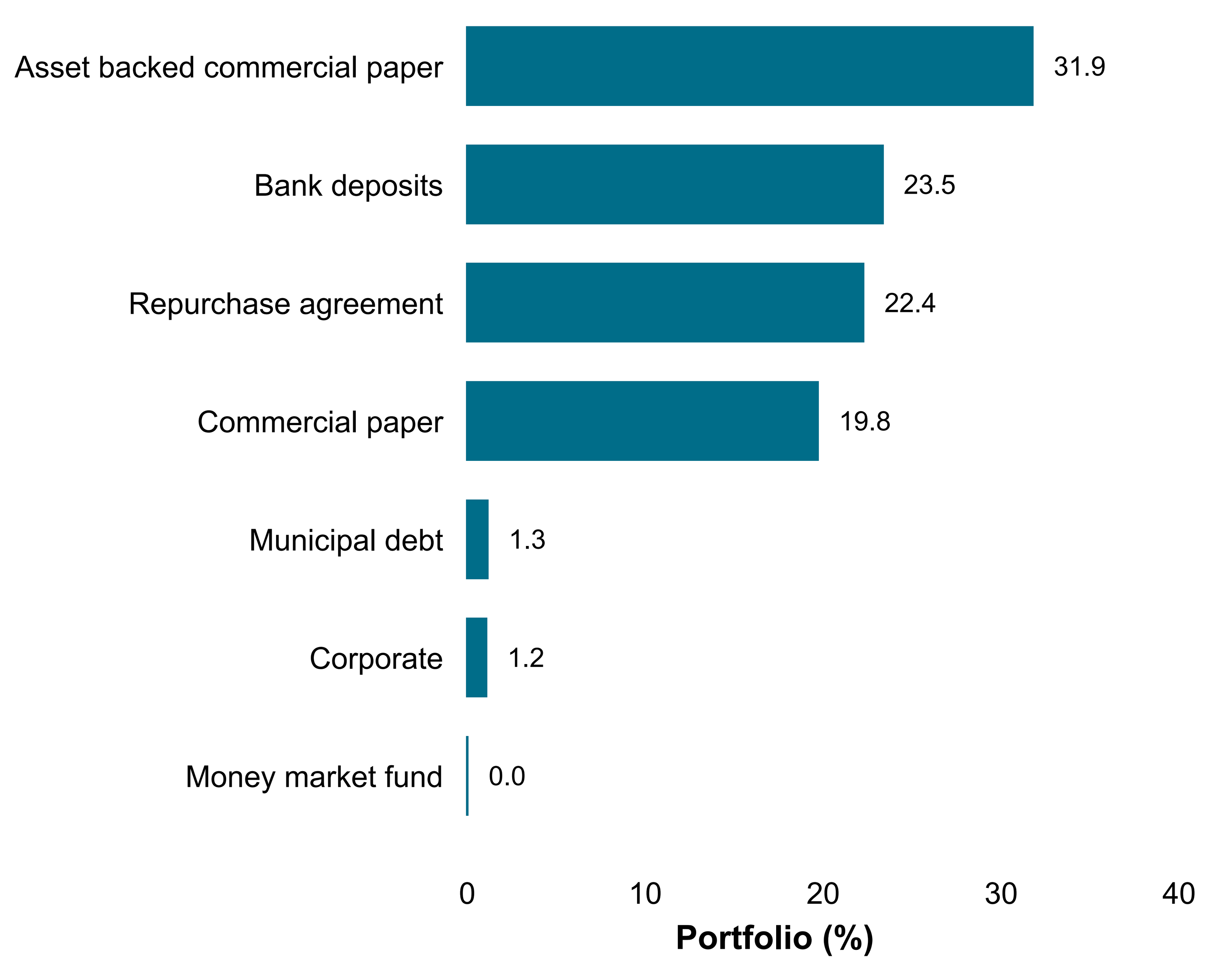
Fund statistics as of Sept. 25, 2025

Net asset value per share ($)	Net assets (mil. $)	Weighted average maturity (reset) - (days)	Weighted average maturity (final) - (days)	Seven-day yield (%)	30-day yield (%)
1.0000	**24,923.87**	**48**	**73**	**4.32**	**4.42**

Portfolio Snapshot

Chart 1

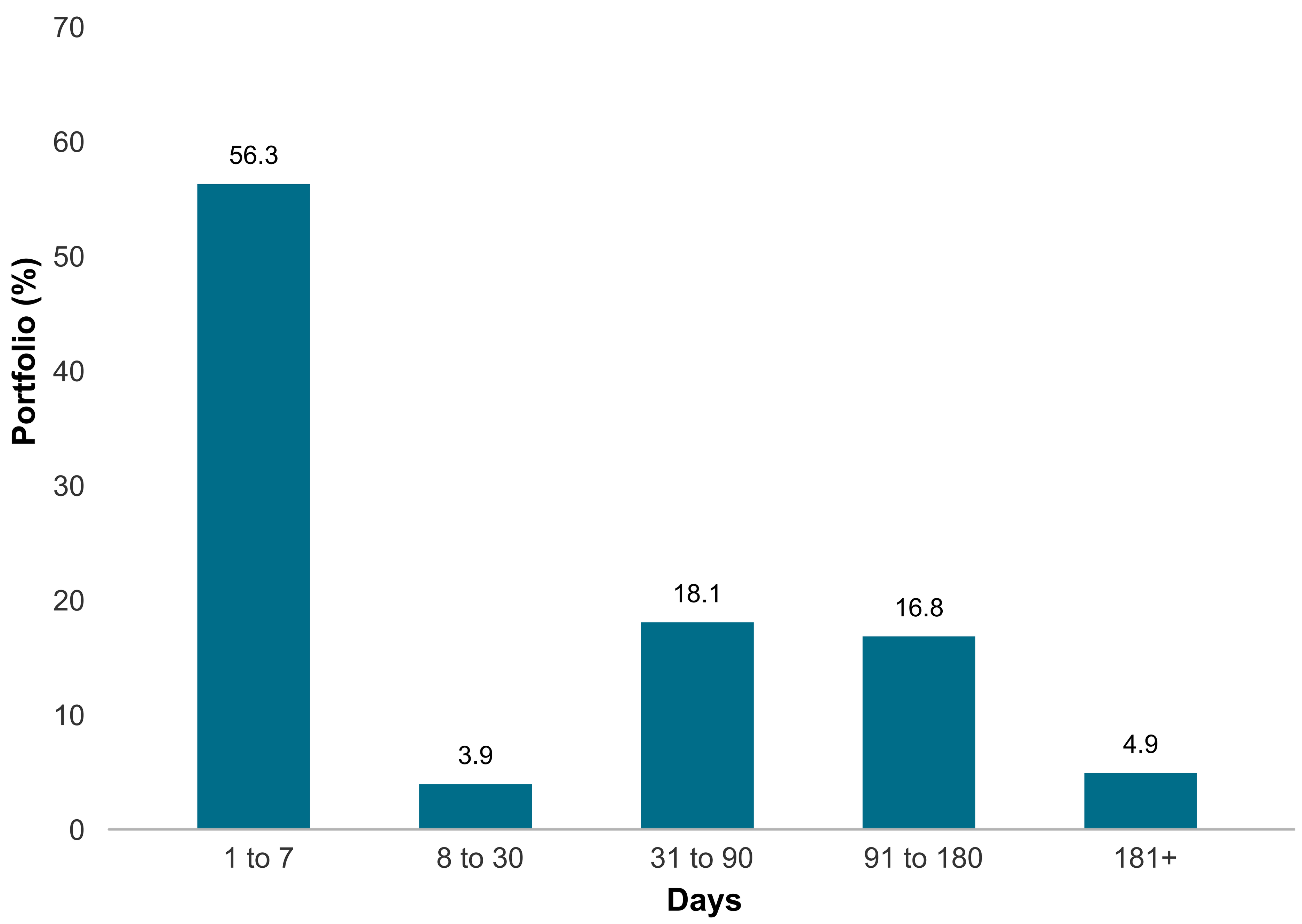
Portfolio composition



As of: September 2025

Chart 2

Average portfolio maturity distribution



As of: September 2025

Portfolio Assets

Florida Prime is an open-pool investment fund operated by the State Board of Administration (SBA) of Florida. The fund operates in a manner consistent with the Governmental Accounting Standards Board, statements 31 and 79. The primary investment objectives for Florida Prime, in order of priority, are safety, liquidity, and competitive returns with minimization of risks.

SBA of Florida states that the fund serves Floridian government organizations by providing a cost-effective investment vehicle for their surplus funds. Also known as the Local Government Surplus Funds Trust Fund, the fund is utilized by hundreds of government investors, including state agencies, state universities and colleges, counties, cities, special districts, school boards, and other direct support organizations of the State of Florida.

Federated Hermes Inc., one of the largest asset managers globally, is the investment manager for Florida Prime. As of Sept. 30, 2025, Federated Hermes was responsible for $871.2 billion in total assets under management. Of that amount, $652.8 billion was in money market assets.

In our view, the fixed-income management team at Federated Hermes benefits from investment operations infrastructure commensurate with an asset management firm with a long-standing track record in mutual fund management, supplemented by conservative investment practices and strict internal controls. As part of our surveillance process, we monitor portfolio statistics and investment holdings of Florida Prime on a weekly basis.

History/Trends

To mitigate Florida PRIME's sensitivity to interest rate fluctuations, the pool's weighted average maturity to reset (WAM R) is actively managed within a 60-day limit. The pool's guidelines allow for the purchase of money market assets consistent with the highest quality. We expect 'AAAm' rated funds to maintain at least 50% of total portfolio assets in securities rated 'A-1+' by S&P Global Ratings. The pool typically invests in U.S. Treasury and U.S. agency obligations; corporate obligations (including commercial paper and asset-backed commercial paper); municipal securities; bank obligations (such as certificates of deposit, bankers' acceptances, and time deposits); repurchase agreements; and money market mutual funds.

Over the past 12 months the pool maintained an average WAM(R) of 41 days (see chart 3), aligning with its conservative approach. Reflecting its money market like investment strategy, the pool's return profile closely tracks the S&P Rated Government Investment Pool Index and generally varies in response to interest rate movements.

As of Sept. 30, 2025, Florida PRIME reported assets under management of $24.9 billion up approximately $1.1 billion year over year. Despite seasonal redemption cycles, the pool's assets have consistently grown over the past 12 months. In our view, its strong credit quality supports NAV stability, with an average of 54% of holdings rated 'A-1+' over the same period.

Chart 3

WAM (R) & WAM (F)

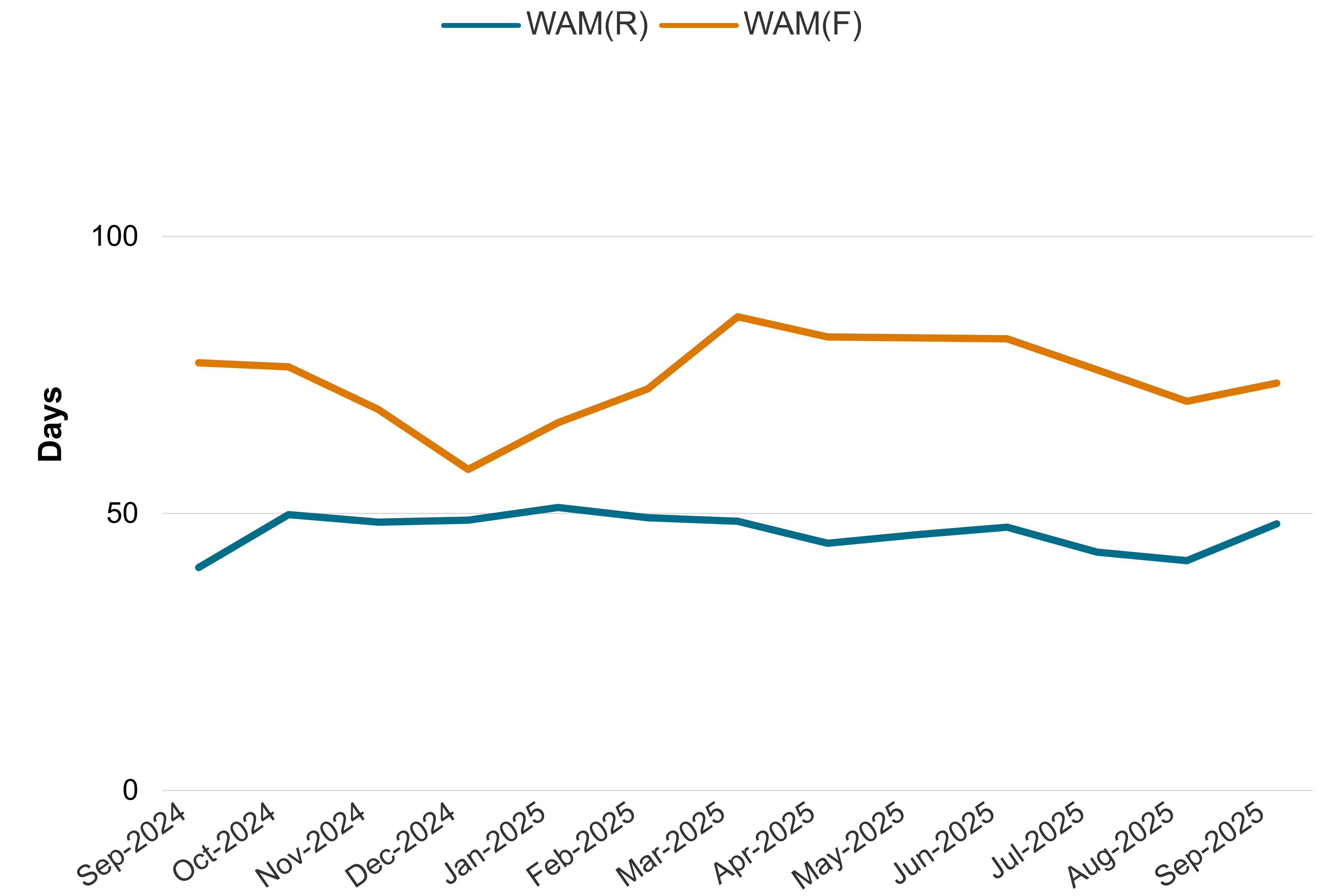


Chart 4

Portfolio seven-day net yield comparison

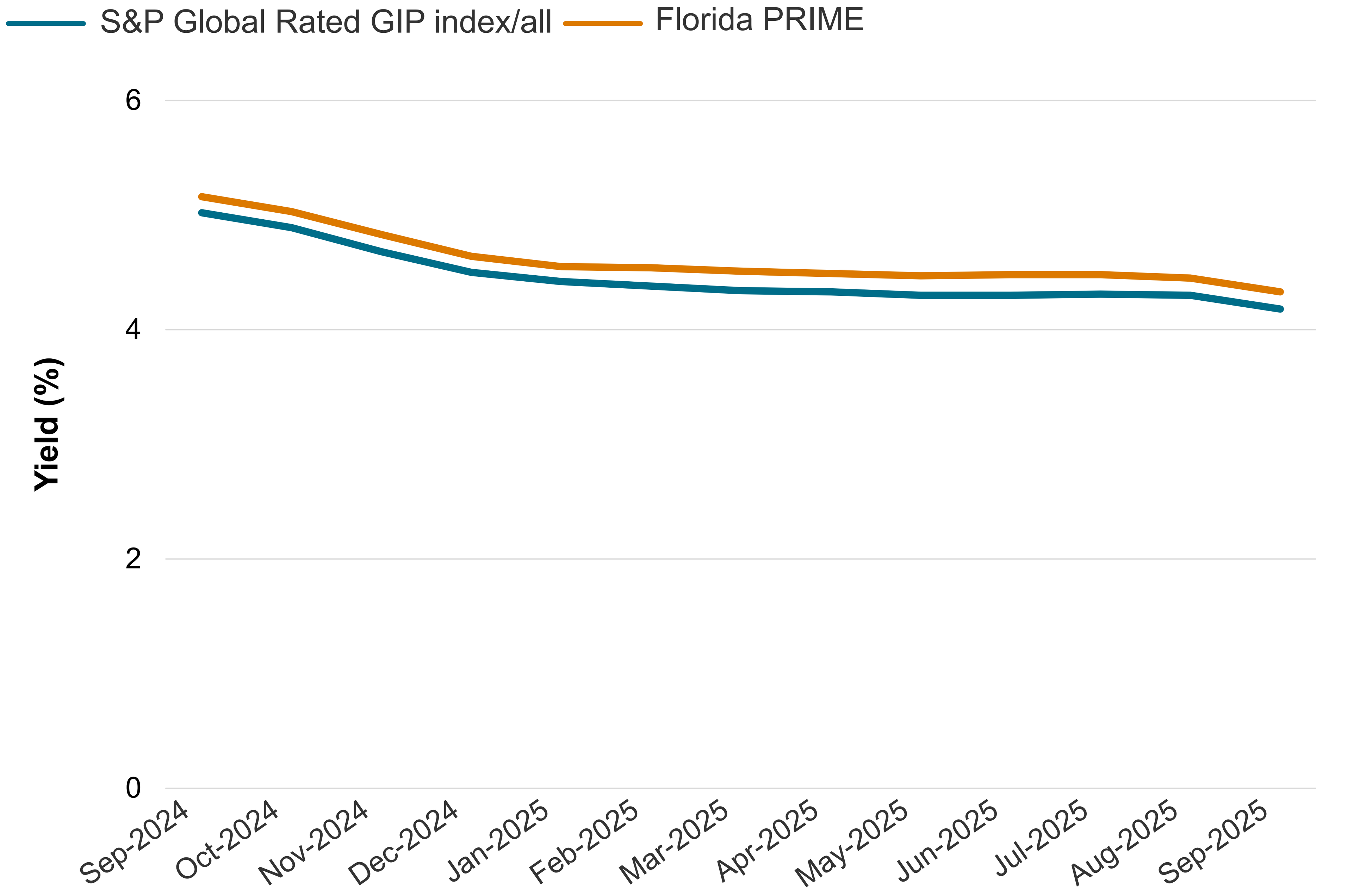


Chart 5

Net assets

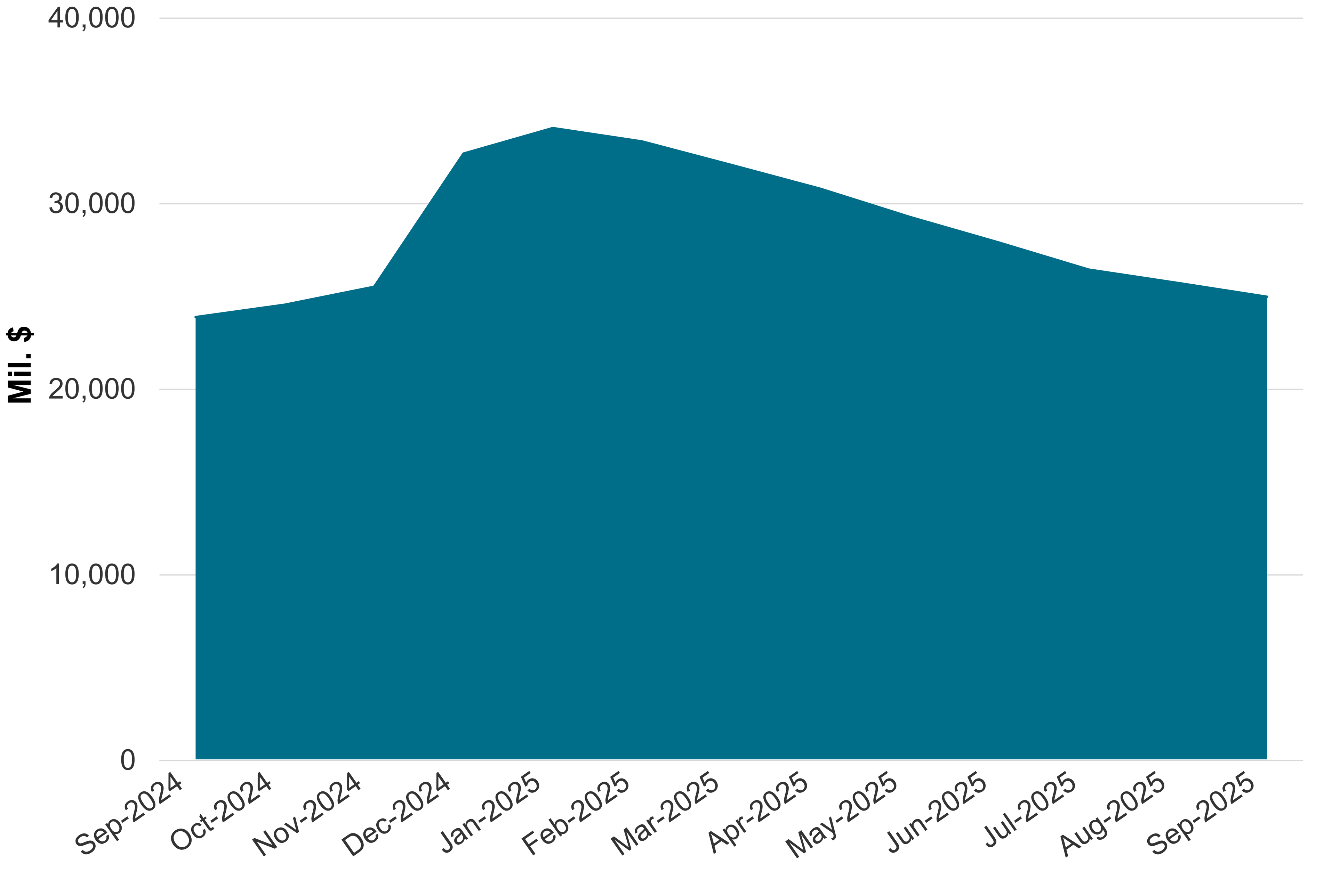
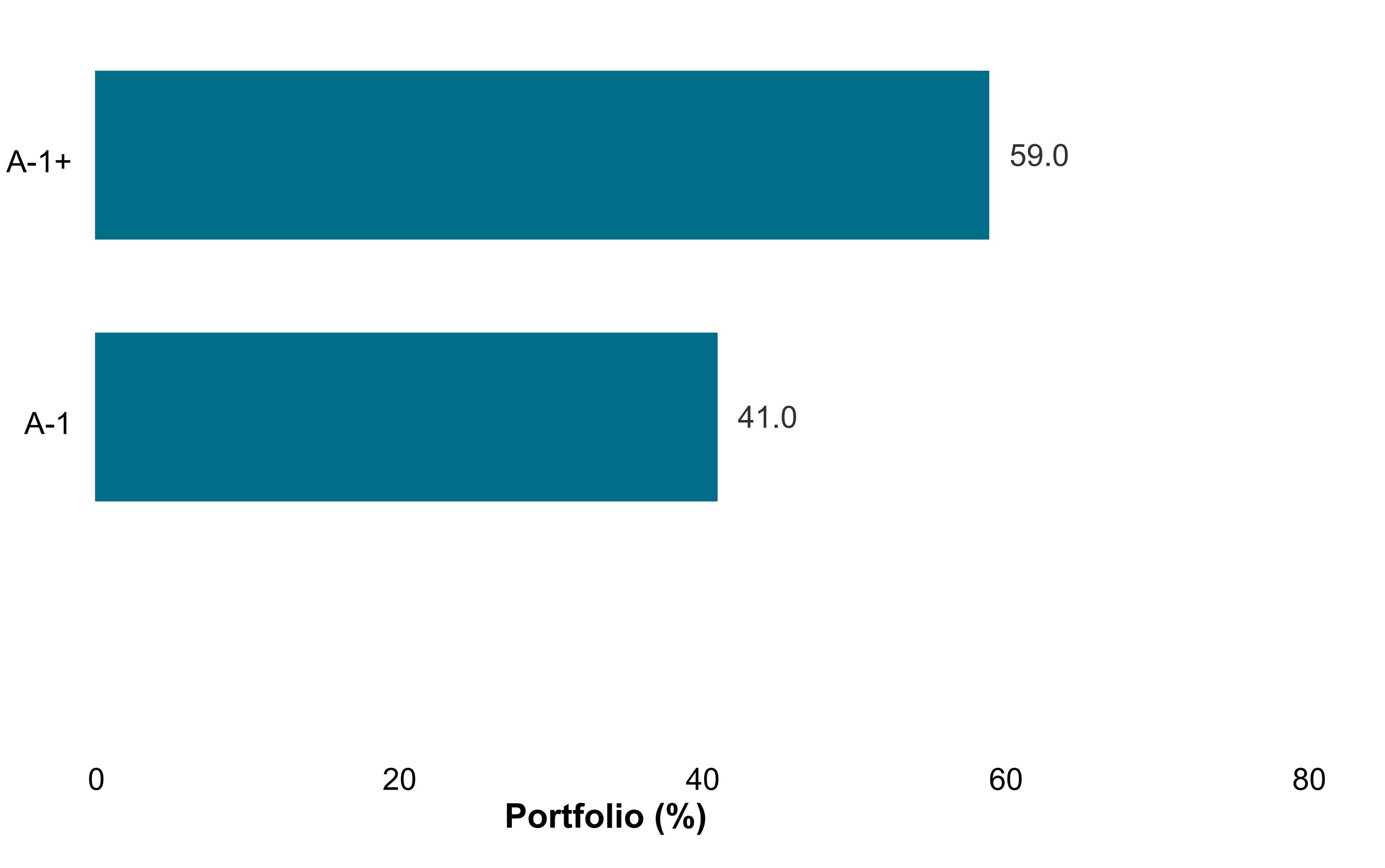


Chart 6

Credit quality



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Related Criteria

- Criteria | Financial Institutions | Fixed-Income Funds: Principal Stability Fund Rating Methodology, July 26, 2024