



REPRESENTING
ALEX SINK
CHIEF FINANCIAL OFFICER
STATE OF FLORIDA

MEMORANDUM

To: Special Purpose Investment Account (SPIA) Participants in the Florida Treasury Investment Pool

From: Bert Wilkerson, Chief, Bureau of Funds Management, Division of Treasury

Date: August 7, 2009

RE: Financial Statement Disclosures for June 30, 2009 – REVISED

If your entity is a SPIA participant and prepares financial statements in accordance with Governmental Accounting Standards Board (GASB) requirements, the following is the Treasury's interpretation of your disclosure responsibilities related to your participation in the Treasury Investment Pool and our responsibilities to provide you information needed to make your disclosure:

General Description

As a SPIA participant, your entity invests in the Florida Treasury Investment Pool that is a pool of investments whereby your entity owns a share of the pool, not the underlying securities.

Pro Rata Share Disclosure

Since your SPIA participation is in a pooled investment, GASB requires disclosure of your pro rata share in the Treasury Investment Pool. The unaudited Fair Value factor for June 30, 2009 was 0.9787. The Fair Value factor is also posted to the Treasury website at www.fltreasury.org.

Investment Policies

GASB 40 requires the description of investment policies that are related to the risks GASB 40 requires to be disclosed. It is our interpretation of GASB 40 that participants in an investment pool should disclose information related to credit risk and interest rate risk. Therefore, your entity should disclose the investment policies that relate to these disclosures.

Credit Risk Disclosure

The Treasury Investment Pool is rated by Standard and Poors. The current rating is A+f.

Interest Rate Risk Disclosure

The effective duration of the Treasury Investment Pool at June 30, 2009 is 1.84 years.

Securities Lending Disclosure

Since your entity owns a share of the Treasury Investment Pool and not the underlying securities, it is our interpretation that your entity does not need to make note disclosures related to GASB 28.

State of Florida Comprehensive Annual Financial Report (CAFR)

The disclosures for the Treasury Investment Pool are made in Note 2 to the CAFR. It is recommended that you refer to this portion of the CAFR in your financial statement disclosures.

As stated previously, the above is an interpretation of GASB by the Treasury as it relates to the Treasury Investment Pool. We strongly encourage you to discuss this with your financial statement authorities.