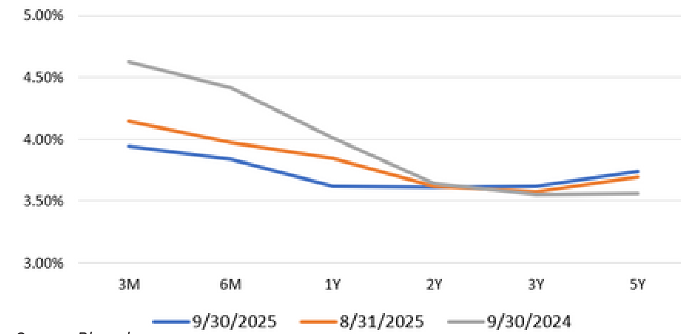
FL SAFE NEWSLETTER

Monthly Market Update | **October 2025** | *Data as of 09/30/2025*

Market and Economic Highlights

- **Government Shutdown Delays** Key September Economic Data Reports
- **Fed Funds Rate Cut 0.25%** at the September FOMC Meeting
- **Yield Curve and Futures Market Forecast** Additional Rate Cuts
- **Inflation** Remains Elevated

U.S. Treasury Yields



Source: Bloomberg

Market Returns

Market Index	1-Month	3-Month	YTD	1-Year
Bloomberg 9-12 Month T-Bill	0.43%	1.20%	3.29%	4.27%
Bloomberg 1-5 Year Government	0.23%	1.14%	4.63%	3.78%
Bloomberg Intermediate U.S. Gov/ Credit A or Better	0.36%	1.39%	5.50%	3.76%
Bloomberg Intermediate U.S. Agg	0.66%	1.79%	6.02%	3.82%
S&P 500	3.65%	8.12%	14.83%	17.60%
Russell 2000	3.11%	12.39%	10.39%	10.76%

Source: Bloomberg

U.S. Economic Indicators

Indicator	Period	Survey	Actual	Prior/ Revised (R)
Nonfarm Payrolls (monthly change)	AUG	75K	22K	79K
Unemployment Rate (%)	AUG	4.30%	4.30%	4.20%
Consumer Price Index (YoY %)	AUG	2.90%	2.90%	2.70%
Core PCE (YoY %)	AUG	2.90%	2.90%	2.80%
Consumer Confidence	SEP	96.0	94.2	97.8

Source: Bloomberg

Featured Market Commentary

Gauging economic data for September has been inhibited by the Federal Government shutdown. Government agencies such as the Bureau of Labor Statistics (BLS) and Bureau of Economic Analysis (BEA) were shuttered, which halted the release of key economic data. At the same time, heightened trade policy uncertainty has added to market volatility. Core levels of inflation remain above the Federal Reserve's target, while tariffs continue to cloud forecasts. Signs of a softer labor market are emerging, prompting expectations that the Fed will move cautiously toward policy normalization. Given the economic outlook, we expect gradual normalization of monetary policy and a steepening yield curve.

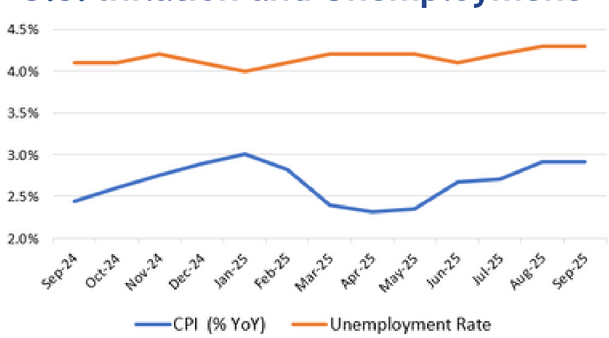
The Federal Reserve lowered the Federal Funds Rate a quarter percentage point to the range of 4.00 – 4.25% upon conclusion of the September Federal Open Market Committee meeting. The move was telegraphed by the Fed and in line with market expectations. Stephen Miran was the only opposing vote in the 11-1 decision as Governor Miran called for a larger 50 basis point rate cut. Chair Powell said concerns over signs of a softening labor market prompted the policy shift. Policymakers also updated their economic forecasts penciling in two additional quarter-point cuts through year-end.

Florida State Economic Indicators

Indicator	Period	Actual	Prior	Year Ago
Nonfarm Payrolls (monthly change in 000s)	AUG	10.0	10.1	10.0
Unemployment Rate (%)	AUG	3.8%	3.7%	3.4%
Consumer Sentiment (1966=100)	SEP	78.7	80.2	78.3
Personal Financial Situation	SEP	71.3	71.7	58.5

Sources: Federal Reserve Bank of St. Louis
University of Florida, Bureau of Economic and Business Research

U.S. Inflation and Unemployment



Source: Bloomberg

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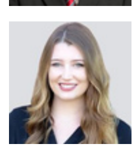

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Become a FL SAFE participant today!

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Upcoming Holiday Closures

November 11
Veteran's Day

November 27
Thanksgiving Day

December 24
Christmas Day

FL SAFE SNAV 7-Day Yield

Source: Florida Surplus Asset Fund Trust

FL SAFE Offers Same-Day Credit for Wire Transfers

For incoming wire transfers, Participants must initiate the wire transfer directly with their financial institution and **notify the Fund of the deposit** by 1:00 PM EST to receive same-day credit.

There are two options available to notify the Fund:
1. Secure online platform
2. Speak directly with a team member

IMPORTANT: A FL SAFE team member **must confirm the request and provide a confirmation number prior to 1:00 PM EST** for the Participant to receive same-day credit.

If there is a failure to transfer funds to FL SAFE on the date indicated, the Participant may be assessed a fee. This fee is assessed by the Custodian of the Fund based on the number of days the wire failure is outstanding. If you need additional information, please contact flsafe@chandlerasset.com.

*While our conservative investment approach promotes safety, investing in securities carries varying degrees of risk and we cannot guarantee safety of principal.