

T. Rowe Price continues its participation in the U.S. Treasury Department's Temporary Guarantee Program for Money Market Funds



December 4, 2008

T. Rowe Price Associates, Inc. and the Boards of Directors/Trustees of the T. Rowe Price money market funds have decided that its eligible taxable and tax-free money market funds will continue to participate in the U.S. Treasury Department's Temporary Guarantee Program for Money Market Funds ("Program").

The funds that will participate in the Program are as follows:

T. Rowe Price Funds participating in the U.S. Treasury's Temporary Guarantee Program for Money Market Mutual Funds	
T. Rowe Price Fund	Ticker Symbol
Prime Reserve Fund	PRRXX
Summit Cash Reserves Fund	TSCXX
U.S. Treasury Money Fund	PRTXX
California Tax-Free Money Fund	PCTXX
Maryland Tax-Free Money Fund	TMDXX
New York Tax-Free Money Fund	NYTXX
Summit Municipal Money Market Fund	TRSXX
Tax-Exempt Money Fund	PTEXX
T. Rowe Price Variable Annuity Portfolio	Ticker Symbol
Prime Reserve Portfolio	N/A

On November 24, 2008, the U.S. Treasury Department announced that it was extending the Program through April 30, 2009. The Program was originally scheduled to expire on December 18, 2008. While our expectation is that the Program's coverage will not be needed for any of our money market funds, the Boards decided that continued participation would help to provide reassurance to concerned shareholders.

We have always placed the interest of our clients first and will continue to do so in evaluating these ongoing government programs. Should the U.S. Treasury Department extend the Program again beyond April 2009, we will review our continued participation at that time.

An investment in a money market fund is not insured or guaranteed by the FDIC or any other government agency. Although the fund seeks to preserve the value of your investment at \$1.00 per share, it is possible to lose money by investing in the fund.