

Fixed Income Investment Oversight Group Meeting – Florida PRIME
Meeting Minutes
April 28, 2020 11:00 a.m. Conference Call

Attending Members: Karen Chandler – *Director, Enterprise Risk Management*; Mike McCauley – *Senior Officer, Investment Programs & Governance*; Sooni Raymaker – *Chief Risk & Compliance Officer*; Katy Wojciechowski – *Senior Investment Officer, Fixed Income*

Other Attendees: Jennifer Barrett – *Senior Policy & Compliance Analyst*; John Benton – *Senior Investment Policy Officer*; Annette Bullock – *Administrative Assistant (RMC)*; Lisa Collins – *Manager, Public Market Compliance*; Cherie Jeffries – *Director of Fixed Income Trading*; Mykel Kenton – *Manager, Public Market Compliance*; Richard Smith – *Senior Portfolio Manager, Short Term*

Minutes: Lisa Collins – *Manager, Public Market Compliance*

Agenda Topics

1. The Federated Portfolio Manager, Paige Wilhelm, reviewed the stress test results for the quarter ended 03/31/20.

Conclusions:

In combination with various levels of increases in shareholder redemptions, the portfolio was tested against the following hypothetical events: a) an increase in the general level of short-term interest rates, b) a credit event representing various portions of the fund's portfolio, c) the widening of spreads, in various sectors, compared to the indexes to which portfolio securities are tied, and d) a combination of a, b, and c. See attached *Stress Testing Board Summary Report for Florida Local Government Investment Pool A 1Q2020*.

2. No Follow-up items.
3. Compliance Review of March 2020 Data:

Conclusions:

- A. No new exceptions were reported.
 - B. No open/ongoing exceptions were reported.
 - C. No Affected Securities were reported.
4. No other topics were presented for discussion.
 5. No action items.

EXHIBIT A

Stress Testing Board Summary Report for Florida Local Government Investment Pool A 1Q2020

Date of Stress Tests:	31-Jan	28-Feb	31-Mar
Shadow NAV at Time of Tests:	1.00018	1.00023	0.99953

STRESS TESTING RESULTS DURING THE PERIOD

Pct of Shares Redeemed	Redemptions Only					
	Stress NAV			Weekly Liquidity		
	Jan	Feb	Mar	Jan	Feb	Mar
0%	1.00018	1.00023	0.99953	39.46%	38.05%	37.73%
10%	1.00020	1.00025	0.99948	32.74%	31.24%	30.81%
20%	1.00022	1.00028	0.99942	30.00%	30.00%	30.00%
30%	1.00025	1.00032	0.99934	30.00%	30.00%	30.00%
40%	1.00030	1.00038	0.99923	30.00%	30.00%	30.00%

Pct of Shares Redeemed	Change in Interest Rates						Credit Event						Floater Spread Widening					
	Stress NAV			Weekly Liquidity			Stress NAV			Weekly Liquidity			Stress NAV			Weekly Liquidity		
	Jan	Feb	Mar	Jan	Feb	Mar	Jan	Feb	Mar	Jan	Feb	Mar	Jan	Feb	Mar	Jan	Feb	Mar
0%	0.99982	0.99968	0.99901	39.46%	38.05%	37.73%	1.00015	0.99958	0.99883	39.46%	38.05%	37.73%	0.99993	0.99975	0.99898	39.46%	38.05%	37.73%
10%	0.99980	0.99965	0.99890	32.74%	31.24%	30.81%	1.00017	0.99953	0.99871	32.74%	31.24%	30.81%	0.99992	0.99973	0.99887	32.74%	31.24%	30.81%
20%	0.99977	0.99960	0.99876	30.00%	30.00%	30.00%	1.00019	0.99947	0.99854	30.00%	30.00%	30.00%	0.99991	0.99969	0.99872	30.00%	30.00%	30.00%
30%	0.99974	0.99955	0.99858	30.00%	30.00%	30.00%	1.00022	0.99939	0.99834	30.00%	30.00%	30.00%	0.99990	0.99965	0.99854	30.00%	30.00%	30.00%
40%	0.99969	0.99947	0.99835	30.00%	30.00%	30.00%	1.00025	0.99930	0.99806	30.00%	30.00%	30.00%	0.99988	0.99959	0.99830	30.00%	30.00%	30.00%

Test	% of Orig. Portfolio Stressed			Pct of Shares Redeemed	Combination					
	Jan	Feb	Mar		Stress NAV			Weekly Liquidity		
	Jan	Feb	Mar		Jan	Feb	Mar	Jan	Feb	Mar
Redemptions Only	0.0%	0.0%	0.0%	0%	0.99954	0.99856	0.99775	39.46%	38.05%	37.73%
Change in Int. Rates	85.5%	87.1%	94.1%	10%	0.99949	0.99840	0.99751	32.74%	31.24%	30.81%
Credit Event	16.4%	56.2%	57.5%	20%	0.99943	0.99820	0.99719	30.00%	30.00%	30.00%
Floater Spread Widening	30.9%	26.2%	29.5%	30%	0.99935	0.99795	0.99680	30.00%	30.00%	30.00%
Combination	85.5%	87.6%	94.1%	40%	0.99924	0.99761	0.99626	30.00%	30.00%	30.00%

B. Escalation Procedures:

Based on Federated's procedures, as of 6/30/2016, Counsel to the Independent Directors or Trustees will receive notification from the Adviser upon the occurrence of the following events in a Rule 2a-7 money market fund: (1) any deviation between the NAV and the market based NAV in excess of \$0.0040 per share or (2) Weekly Liquid assets drop below 30%.

C. Assessment of Fund's Ability to Withstand Events Reasonably Likely to Occur During the Following Year:

Unless highlighted above for further discussion, the Adviser has determined that each fund is structured in such a way that the occurrence of the events, described more fully above, which the Adviser believes are reasonably likely to occur during the next 12 months would not result in a Fund's Weekly Liquid Assets falling below 10% or a fund failing to minimize principal volatility.

D. Test Descriptions:

- Unusual Redemption Activity: Resulting NAV & liquidity levels following redemptions equal to 40% in 10% increments
- Change in Interest Rates: Resulting NAV & liquidity levels following a change in rates of 0.50%.
- Credit Event: Banks, Oil companies, Travel and Leisure spreads all widen by 0.50% (UK and Euro bank spreads widen by 0.50% for 1/31)
- Floater Spread Widening: Resulting NAV & liquidity levels following a widening of floater spreads off of the applicable index of 0.50% (0.25% for 1/31)
- Combination: Change in Interest Rates, Credit Event, and Floater Spread Widening combined.

E. Redemption Funding Method:

Redemptions - Sell Daily Liquidity down to 0 percent then Weekly Liquidity down to 30 percent then based on Final Maturity Date