

Fixed Income Investment Oversight Group Meeting – Florida PRIME
Meeting Minutes
January 29, 2021 11:30 a.m. Conference Call

Attending Members: Sooni Raymaker – *Chief Risk & Compliance Officer*; Katy Wojciechowski – *Senior Investment Officer, Fixed Income*

Members Not Present: Karen Chandler – *Director, Enterprise Risk Management*; Mike McCauley – *Senior Officer, Investment Programs & Governance*

Other Attendees: Jennifer Barrett – *Senior Compliance Analyst*; John Benton – *Senior Investment Policy Officer*; Lisa Collins – *Manager, Public Market Compliance*; Cherie Jeffries – *Director of Fixed Income Trading*; Mykel Kenton – *Manager, Public Market Compliance*; Melissa Macilveen – *Financial Specialist (FHCF)*; Joel Meyer – *Manager, Financial Operations (FHCF)*; 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 12/31/2020.

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 - 4Q2020*.

2. No follow-up items.
3. Compliance Review of December 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 - 4Q2020

Date of Stress Tests:	30-Oct	30-Nov	31-Dec
Shadow NAV at Time of Tests:	1.00023	1.00013	1.00007

STRESS TESTING RESULTS DURING THE PERIOD

Pct of Shares Redeemed	Redemptions Only					
	Stress NAV			Weekly Liquidity		
	Oct	Nov	Dec	Oct	Nov	Dec
0%	1.00023	1.00013	1.00007	37.52%	46.38%	37.97%
10%	1.00025	1.00014	1.00008	30.58%	40.61%	31.08%
20%	1.00029	1.00016	1.00009	30.00%	33.45%	30.00%
30%	1.00033	1.00018	1.00010	30.00%	30.00%	30.00%
40%	1.00038	1.00021	1.00012	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		
	Oct	Nov	Dec	Oct	Nov	Dec	Oct	Nov	Dec	Oct	Nov	Dec	Oct	Nov	Dec	Oct	Nov	Dec
0%	0.99957	0.99946	0.99942	37.52%	46.38%	37.97%	0.99979	0.99972	0.99957	37.52%	46.38%	37.97%	1.00000	0.99998	0.99995	37.52%	46.38%	37.97%
10%	0.99952	0.99940	0.99936	30.58%	40.61%	31.08%	0.99977	0.99969	0.99953	30.58%	40.61%	31.08%	0.99999	0.99998	0.99995	30.58%	40.61%	31.08%
20%	0.99946	0.99933	0.99928	30.00%	33.45%	30.00%	0.99974	0.99965	0.99947	30.00%	33.45%	30.00%	0.99999	0.99998	0.99994	30.00%	33.45%	30.00%
30%	0.99938	0.99924	0.99918	30.00%	30.00%	30.00%	0.99971	0.99961	0.99939	30.00%	30.00%	30.00%	0.99999	0.99998	0.99993	30.00%	30.00%	30.00%
40%	0.99928	0.99912	0.99904	30.00%	30.00%	30.00%	0.99966	0.99954	0.99929	30.00%	30.00%	30.00%	0.99999	0.99997	0.99992	30.00%	30.00%	30.00%

Test	% of Orig. Portfolio Stressed			Pct of Shares Redeemed	Combination					
	Oct	Nov	Dec		Stress NAV			Weekly Liquidity		
	Oct	Nov	Dec		Oct	Nov	Dec	Oct	Nov	Dec
Redemptions Only	0.0%	0.0%	0.0%	0%	0.99890	0.99891	0.99881	37.52%	46.38%	37.97%
Change in Int. Rates	92.7%	82.9%	83.9%	10%	0.99878	0.99879	0.99867	30.58%	40.61%	31.08%
Credit Event	46.9%	47.2%	55.8%	20%	0.99862	0.99865	0.99851	30.00%	33.45%	30.00%
Floater Spread Widening	24.2%	19.0%	12.8%	30%	0.99843	0.99847	0.99830	30.00%	30.00%	30.00%
Combination	92.7%	82.9%	83.9%	40%	0.99817	0.99822	0.99801	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%
- Floater Spread Widening: Resulting NAV & liquidity levels following a widening of floater spreads off of the applicable index of 0.50%
- 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