

Date: September 28, 2016
TO: Susan Smith, Finance Director
Investment Advisory / Finance Committee
FROM: Mel Hamilton, Relationship Manager
SUBJECT: Florida Local Government Investment Pools

On September 19, 2016 I contacted each of the Florida LGIPs that offer a stable net asset value. I asked each to provide the following information:

- 1) 7 day effective yield as of Sept 16, 2016
- 2) Assets under management
- 3) Current fund expenses
- 4) Approximate number of participants in the fund at the present time
- 5) Board of Trustees
- 6) Any additional information that you would like the investment committee to consider.

I received responses from the four LGIPS highlighted on the attached matrix.

It is my opinion that both the Florida Prime Fund and the Florida Class Fund are viable options for the Town of Longboat Key's excess cash. Current yields are comparable and both funds are large enough to offer diversification among participants. Investment strategies are comparable. Both firms have external oversight provided by appointed Boards or Advisory committees consisting of public officials.

The key distinctions I see between the two funds are:

Florida Prime offers a considerable expense advantage without the benefit of expense waivers.

Florida Prime offers an investment advisor independent of the sponsor with a long performance history.

With 775 participants, Florida Prime has an extremely diversified client base and publishes Participant data monthly in its Monthly Summary report.

Florida Prime Fund offers a high degree of transparency through its website, which includes:

Portfolio Composition	Liquidity within 1 and 5 days	Effective Maturity Schedule
Portfolio Composition	Participant Concentration Data	Holdings

Florida Prime also has a "Best Practice Review" annually by an external consultant, Aon Hewitt

Recommendation

Florida Prime Fund