

FEDERATED PREMIER MUNICIPAL INCOME FUND  
Form N-Q  
April 28, 2006

United States  
Securities and Exchange Commission  
Washington, D.C. 20549

Form N-Q  
Quarterly Schedule of Portfolio Holdings of Registered Management  
Investment Companies

811-21235

(Investment Company Act File Number)

Federated Premier Municipal Income Fund

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(Exact Name of Registrant as Specified in Charter)

Federated Investors Funds  
5800 Corporate Drive  
Pittsburgh, Pennsylvania 15237-7000

(412) 288-1900  
(Registrant's Telephone Number)

John W. McGonigle, Esquire  
Federated Investors Tower  
1001 Liberty Avenue  
Pittsburgh, Pennsylvania 15222-3779  
(Name and Address of Agent for Service)  
(Notices should be sent to the Agent for Service)

Date of Fiscal Year End: 11/30/06

Date of Reporting Period: Quarter ended 2/28/06  
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Item 1. Schedule of Investments

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FEDERATED PREMIER MUNICIPAL INCOME FUND  
 PORTFOLIO OF INVESTMENTS  
 February 28, 2006 (unaudited)

Principal Amount		Value
	MUNICIPAL BONDS--99.8%	
	Alabama--1.9%	
\$ 550,000	Courtland, AL IDB, PCR Refunding Bonds (Series 2005A), 5.00% (International Paper Co.), 6/1/2025	\$ 556,462
2,000,000	Jefferson County, AL Sewer System, Capital Improvement Warrants (Series 2002D), 5.25% (U.S. Treasury PRF 8/1/2012 @100) (FGIC INS), 2/1/2026	2,183,780
	TOTAL	2,740,242
	Arizona--2.2%	
500,000	Arizona Tourism & Sports Authority, Multipurpose Stadium Facilities Tax Revenue Bonds (Series A), 5.00% (MBIA Insurance Corp. INS), 7/1/2024	527,755
1,000,000	Arizona Tourism & Sports Authority, Multipurpose Stadium Facility Tax Revenue Bonds (Series A), 5.375% (MBIA Insurance Corp. INS), 7/1/2022	1,086,010
750,000	Tempe, AZ IDA, Senior Living Revenue Bonds (Series A), 6.75% (Friendship Village of Tempe), 12/1/2030	798,255
750,000	Verrado Community Facilities District No. 1, AZ, Revenue Bonds, 6.50%, 7/15/2027	824,985
	TOTAL	3,237,005
	Arkansas--0.8%	
1,000,000	Arkansas Development Finance Authority, Hospital Revenue Bonds (Series 2000), 7.375% (Washington Regional Medical Center)/(U.S. Treasury PRF 2/1/2010 @100)/ (Original Issue Yield: 7.50%), 2/1/2029	1,131,010
	California--5.3%	
1,000,000	California State Department of Water Resources Power Supply Program, Power Supply Revenue Bonds (Series A), 5.375% (U.S. Treasury PRF 5/1/2012 @101)/(Original Issue Yield: 5.48%), 5/1/2022	1,107,050
2,000,000	California State, Refunding UT GO Bonds, 5.25%, 2/1/2020	2,152,360
1,000,000	California State, UT GO Bonds, 5.25%, 10/1/2020	1,078,970
250,000	Golden State Tobacco Securitization Corp., CA, Tobacco Settlement Asset-Backed Revenue Bonds (Series 2003A-1), 6.75% (Original Issue Yield: 7.00%), 6/1/2039	281,678
750,000	Golden State Tobacco Securitization Corp., CA, Tobacco Settlement Revenue Bonds (Series 2003A-2), 7.90%, 6/1/2042	903,758
500,000	La Verne, CA, Revenue COP (Series 2003B), 6.625% (Brethren Hillcrest Homes)/(Original Issue Yield: 6.70%), 2/15/2025	550,200
1,500,000	Upland, CA Public Financing Authority, Water System Improvement Lease Revenue Bonds (Issue of 2003), 5.00% (AMBAC INS), 10/1/2027	1,577,265
	TOTAL	7,651,281
	Colorado--4.1%	
725,000	Antelope Heights Metropolitan District, CO, LT GO Bonds, 8.00%, 12/1/2023	797,536

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1,000,000	Buckhorn Valley Metropolitan District No. 2, CO, LT GO Bonds, 7.00%, 12/1/2023	1,006,970
500,000	Colorado Educational & Cultural Facilities Authority, Revenue Refunding Bonds (Series A), 7.00% (Denver Academy)/(Original Issue Yield: 7.25%), 11/1/2023	549,675
1,000,000	Colorado Health Facilities Authority, Revenue Bonds (Series 2002A), 6.125% (Covenant Retirement Communities, Inc.)/(Original Issue Yield: 6.40%), 12/1/2033	1,083,180
250,000	Conservatory Metropolitan District, CO, LT GO Bonds, 6.75%, 12/1/2034	260,480
500,000	Conservatory Metropolitan District, CO, LT GO Bonds, 7.55%, 12/1/2032	548,535
1,000,000	Denver, CO Health & Hospital Authority, Revenue Bonds, 6.25% (Original Issue Yield: 6.28%), 12/1/2033	1,108,630
500,000	Southlands, CO Metropolitan District No. 1, LT GO Bonds (Series 2004), 7.00% (Original Issue Yield: 7.05%), 12/1/2024	547,155
	TOTAL	5,902,161
	Connecticut--2.4%	
1,250,000	Connecticut State Development Authority, First Mortgage Gross Revenue Health Care Project Bonds (Series 2003), 5.85% (Elim Park Baptist Home, Inc.)/(Original Issue Yield: 5.98%), 12/1/2033	1,327,100
2,000,000	Connecticut State Transportation Infrastructure Authority, Transportation Infrastructure Special Tax Revenue Bonds (Series 2002B), 5.00% (AMBAC INS), 12/1/2022	2,126,380
	TOTAL	3,453,480
	District Of Columbia--2.0%	
2,500,000	District of Columbia Tobacco Settlement Financing Corp., Asset Backed Revenue Bonds, 6.50% (Original Issue Yield: 6.67%), 5/15/2033	2,909,400
	Florida--6.8%	
600,000	Broward County, FL Educational Facilities Authority, Educational Facilities Revenue Bonds (Series 2004B), 5.60% (Nova Southeastern University)/(Original Issue Yield: 5.625%), 4/1/2029	632,010
400,000	(1) Capital Trust Agency, FL, Revenue Bonds (Series 2003A), 8.95% (Seminole Tribe of Florida Convention and Resort Hotel Facilities)/(U.S. Treasury PRF 10/1/2012 @102), 10/1/2033	500,204
1,490,000	Citrus County, FL Hospital Board, Revenue Refunding Bonds, 6.375% (Citrus Memorial Hospital)/(Original Issue Yield: 6.50%), 8/15/2032	1,628,898
1,305,000	Harbor Bay, FL Community Development District, Special Assessment Revenue Bonds, 6.75%, 5/1/2034	1,419,866
2,000,000	Jacksonville, FL Sales Tax, Revenue Bonds (Series 2003), 5.00% (MBIA Insurance Corp. INS), 10/1/2024	2,122,380
400,000	Midtown Miami, FL Community Development District, Special Assessment Bonds (Series 2004A), 6.00%, 5/1/2024	426,540
400,000	Orlando, FL Urban Community Development District, Capital Improvement Revenue Bonds, 6.25%, 5/1/2034	427,892
1,000,000	South Lake County, FL Hospital District, Revenue Bonds, 6.625% (South Lake Hospital, Inc.), 10/1/2023	1,106,870
500,000	Tuscany Reserve Community Development District, FL, Capital Improvement Revenue Bonds (Series 2005A), 5.55%, 5/1/2036	504,600
1,075,000	Verandah West, FL Community Development District, Capital Improvement Revenue Bonds (Series 2003A),	

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	6.625% (Original Issue Yield: 6.75%), 5/1/2033	1,133,405
	TOTAL	9,902,665
	Hawaii--1.1%	
1,400,000	Hawaii State Department of Budget & Finance, Special Purpose Revenue Bonds (Series A), 8.00% (Kahala Nui)/(Original Issue Yield: 8.175%), 11/15/2033	1,625,288
	Illinois--4.4%	
1,000,000	Antioch Village, IL Special Service Area No. 1, Special Tax Revenue Bonds, 6.625% (Deercrest Project), 3/1/2033	1,065,190
2,500,000	Chicago, IL Sales Tax, Revenue Bonds, 5.25% (FGIC INS)/(Original Issue Yield: 5.385%), 1/1/2028	2,626,725
1,000,000	Chicago, IL Special Assessment, Improvement Revenue Bonds, 6.75% (Lakeshore East Project)/(Original Issue Yield: 6.769%), 12/1/2032	1,085,760
1,000,000	Illinois Educational Facilities Authority, Revenue Refunding Bonds (Series A), 5.70% (Augustana College)/(Original Issue Yield: 5.90%), 10/1/2032	1,044,320
625,000	Illinois Finance Authority, Revenue Bonds (Series 2005A), 6.00% (Landing at Plymouth Place)/(Original Issue Yield: 6.04%), 5/15/2037	629,106
	TOTAL	6,451,101
	Indiana--1.3%	
1,930,000	Indiana Health & Educational Facility Financing Authority, Revenue Bonds (Series 2005), 5.25% (Baptist Homes of Indiana), 11/15/2035	1,959,336
	Kansas--2.2%	
3,000,000	Wichita, KS Water & Sewer Utility, Revenue Bonds (Series 2003), 5.00% (FGIC INS), 10/1/2021	3,192,630
	Kentucky--1.1%	
1,500,000	Kentucky EDFFA, Revenue Bonds (Series 2000A), 6.625% (Norton Healthcare, Inc.)/(Original Issue Yield: 6.97%), 10/1/2028	1,637,505
	Massachusetts--2.2%	
1,000,000	Massachusetts HEFA, Revenue Bonds (Series 2003E), 6.75% (Jordan Hospital)/(Original Issue Yield: 7.00%), 10/1/2033	1,098,110
2,000,000	Massachusetts State Development Finance Agency, Revenue Bonds, 5.75% (Massachusetts College of Pharmacy & Allied Health Sciences), 7/1/2033	2,127,780
	TOTAL	3,225,890
	Michigan--3.7%	
2,000,000	Cornell Township MI, Economic Development Corp., Refunding Revenue Bonds, 5.875% (MeadWestvaco Corp.)/(U.S. Treasury PRF 5/1/2012 @100), 5/1/2018	2,243,560
1,000,000	Detroit, MI Sewage Disposal System, Refunding Senior Lien Revenue Bonds (Series 2003A), 5.00% (FSA INS), 7/1/2024	1,060,640
1,000,000	Melvindale-Northern Allen Park, MI School District, Building & Site LT GO Bonds, 5.00% (U. S. Treasury PRF 11/1/2012 @100), (FSA INS) 5/1/2028	1,078,060
900,000	West Bloomfield, MI School District, School Building & Site UT GO Bonds, 5.125% (U.S. Treasury PRF 5/1/2011 @100)/(Original Issue Yield: 5.35%), (MBIA INS) 5/1/2021	963,657
	TOTAL	5,345,917
	Minnesota--0.6%	
900,000	St. Paul, MN Port Authority, Hotel Facility Revenue Bonds (Series 2), 7.375% (Radisson Kellogg Project)/(Original Issue Yield: 7.50%), 8/1/2029	940,464
	Mississippi--1.6%	
2,000,000	Lowndes County, MS Solid Waste Disposal, Refunding	

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		PCR Bonds (Series 1992B), 6.70% (Weyerhaeuser Co.), 4/1/2022	2,394,960
500,000		Missouri--0.4% Missouri Development Finance Board, Infrastructure Facilities Revenue Bonds (Series 2003A), 5.50% (Branson, MO)/(Original Issue Yield: 5.56%), 12/1/2032	522,305
650,000	(1)	Nevada--2.4% Director of the State of Nevada Department of Business and Industry, Revenue Bonds (Series 2004A), 7.00% (Las Ventanas Retirement Community)/(Original Issue Yield: 7.125%), 11/15/2034	675,213
645,000		North Las Vegas, NV, Local Improvement Special Assessment Bonds (Series 2002), 6.40% (Aliante SID No. 60), 12/1/2022	667,872
2,000,000		Truckee Meadows, NV Water Authority, Water Revenue Bonds (Series 2001A), 5.00% (FSA INS)/(Original Issue Yield: 5.36%), 7/1/2025	2,110,980
		TOTAL	3,454,065
3,000,000		New Hampshire--2.3% Manchester, NH School Facilities, Revenue Bonds, 5.50% (U.S. Treasury PRF 6/1/2013 @100) (MBIA INS), 6/1/2028	3,323,280
500,000		New Jersey--1.8% New Jersey EDA, Revenue Bonds, (Series 2004), 5.75% (NJ Dedicated Cigarette Excise Tax)/(Original Issue Yield: 5.89%), 6/15/2029	533,210
300,000		New Jersey EDA, Revenue Refunding Bonds (Series A), 5.80% (Winchester Gardens at Ward Homestead)/(Original Issue Yield: 5.82%), 11/1/2031	320,532
600,000		New Jersey Health Care Facilities Financing Authority, Revenue Bonds, 6.50% (Pascack Valley Hospital Association)/(Original Issue Yield: 6.72%), 7/1/2023	612,906
1,000,000		New Jersey State Educational Facilities Authority, Revenue Bonds, Project C, 6.50% (Georgian Court College), 7/1/2033	1,124,460
		TOTAL	2,591,108
750,000	(1)	New Mexico--0.6% Jicarilla, NM Apache Nation, Revenue Bonds, 5.50%, 9/1/2023	804,173
750,000		New York--5.4% Dutchess County, NY IDA, Civic Facility Revenue Bonds (Series 2004B), 7.50% (St. Francis Hospital and Health Centers), 3/1/2029	820,522
750,000		Dutchess County, NY IDA, Revenue Bonds, 5.00% (Marist College)/(Original Issue Yield: 5.25%), 7/1/2022	779,835
3,000,000		Metropolitan Transportation Authority, NY, Service Contract Revenue Refunding Bonds, (Series A), 5.00% (FGIC INS)/(Original Issue Yield: 5.14%), 7/1/2022	3,181,950
800,000	(1)	New York City, NY IDA, Liberty Revenue Bonds (Series A), 6.50% (7 World Trade Center LLC), 3/1/2035	842,128
2,000,000		New York State Dormitory Authority, Revenue Bonds (Series 2003A), 5.50% (Brooklyn Law School)/(Radian Asset Assurance INS), 7/1/2019	2,178,500
		TOTAL	7,802,935
1,000,000		North Carolina--3.5% Appalachian State University, NC, Revenue Bonds, (Series 2003 A), 5.125% (FGIC INS), 5/1/2021	1,071,900
1,000,000		Haywood County, NC Industrial Facilities & Pollution Control Financing Authority, Refunding Revenue	

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1,000,000	Bonds, 6.00% (Champion International Corp.), 3/1/2020	1,021,290
	North Carolina Eastern Municipal Power Agency, Power	
	System Refunding Revenue Bonds (Series 2003C),	
800,000	5.375% (Original Issue Yield: 5.57%), 1/1/2017	1,069,800
	North Carolina Medical Care Commission, Health Care	
	Housing Revenue Bonds (Series 2004A), 5.80% (Arc of	
	North Carolina Projects), 10/1/2034	855,168
1,000,000	North Carolina Municipal Power Agency No. 1,	
	Electric Revenue Bonds (Series 2003A), 5.25% (MBIA	
	Insurance Corp. INS), 1/1/2019	1,077,840
	TOTAL	5,095,998
	North Dakota--2.9%	
2,000,000	Fargo, ND, Health System Revenue Bonds (Series	
	2000A), 5.60% (Meritcare Obligated Group)/(FSA	
	INS)/(Original Issue Yield: 5.70%), 6/1/2021	2,150,840
2,000,000	Ward County, ND Health Care Facility, Revenue Bonds	
	(Series A), 6.25% (Trinity Obligated Group,	
	ND)/(Original Issue Yield: 6.375%), 7/1/2026	2,081,800
	TOTAL	4,232,640
	Ohio--0.7%	
1,000,000	Ohio State Air Quality Development Authority, PCR	
	Refunding Bonds (Series 2002A), 6.00% (Cleveland	
	Electric Illuminating Co.), 12/1/2013	1,038,630
	Pennsylvania--3.1%	
1,165,000	Allegheny County, PA HDA, Health System Revenue	
	Bonds (Series 2000B), 9.25% (West Penn Allegheny	
	Health System)/(Original Issue Yield: 9.70%),	
	11/15/2030	1,385,709
360,000	Cumberland County, PA Municipal Authority,	
	Retirement Community Revenue Bonds (Series 2002A),	
	7.25% (Wesley Affiliated Services, Inc. Obligated	
	Group)/(Original Issue Yield: 7.50%), 1/1/2035	394,045
935,000	Cumberland County, PA Municipal Authority,	
	Retirement Community Revenue Bonds (Series 2002A),	
	7.25% (Wesley Affiliated Services, Inc. Obligated	
	Group)/(U.S. Treasury PRF 1/1/2013 @101)/(Original	
	Issue Yield: 7.50%), 1/1/2035	1,134,267
500,000	Pennsylvania State Higher Education Facilities	
	Authority, Revenue Bonds, (Series A), 6.00% (UPMC	
	Health System)/(Original Issue Yield: 6.16%),	
	1/15/2031	546,640
1,000,000	Pennsylvania State Turnpike Commission, Oil	
	Franchise Tax Revenue Bonds (Series 2003A), 5.25%	
	(MBIA Insurance Corp. INS), 12/1/2023	1,083,510
	TOTAL	4,544,171
	South Carolina--5.5%	
1,000,000	Clemson University, SC, University Revenue Bonds,	
	5.00% (XL Capital Assurance Inc. INS), 5/1/2023	1,053,400
1,940,000	Myrtle Beach, SC, Hospitality Fee Revenue Bonds	
	(Series 2004A), 5.375% (FGIC INS), 6/1/2023	2,127,346
2,000,000	South Carolina State Public Service Authority	
	(Santee Cooper), Refunding Revenue Bonds (Series	
	2002D), 5.00% (Santee Cooper)/(FSA INS), 1/1/2020	2,125,960
2,500,000	South Carolina, EDA, Health System Revenue Bonds	
	(Series A), 5.625% (Bon Secours Health	
	System)/(Original Issue Yield: 5.84%), 11/15/2030	2,644,900
	TOTAL	7,951,606
	South Dakota--1.3%	
1,750,000	South Dakota State Health & Educational Authority,	
	Revenue Bonds, 5.65% (Westhills Village Retirement	
	Community)/(Original Issue Yield: 5.75%), 9/1/2023	1,847,125
	Tennessee--3.8%	

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2,000,000	Johnson City, TN Health & Education Facilities Board, Hospital Revenue Refunding Bonds (Series A), 7.50% (Mountain States Health Alliance), 7/1/2025	2,363,740
1,535,000	Knox County, TN Health Education & Housing Facilities Board, Refunding Improvement Revenue Bonds (Series 2003B), 5.75% (East Tennessee Children's Hospital)/(Original Issue Yield: 5.90%), 7/1/2033	1,627,146
1,500,000	Knox County, TN Health Education & Housing Facilities Board, Revenue Bonds, 6.375% (Baptist Health System of East Tennessee)/(Original Issue Yield: 6.50%), 4/15/2022	1,599,090
	TOTAL	5,589,976
	Texas--9.8%	
600,000	Abilene, TX Health Facilities Development Corp., Retirement Facilities Revenue Bonds (Series 2003A), 7.00% (Sears Methodist Retirement)/(Original Issue Yield: 7.25%), 11/15/2033	651,954
700,000	Decatur, TX Hospital Authority, Hospital Revenue Bonds (Series 2004A), 7.125% (Wise Regional Health System), 9/1/2034	761,299
2,500,000	Houston, TX Combined Utility System, First Lien Revenue Refunding Bonds (Series 2004A), 5.25% (FGIC INS), 5/15/2023	2,707,700
200,000	Matagorda County, TX Navigation District No. 1, Collateralized Refunding Revenue Bonds, 5.60% (Centerpoint Energy Houston Electric), 3/1/2027	209,978
4,000,000	North Central Texas HFDC, Hospital Revenue Refunding Bonds (Series 2002), 5.25% (Children's Medical Center of Dallas)/(AMBAC INS)/(Original Issue Yield: 5.35%), 8/15/2022	4,261,360
1,350,000	North Central Texas HFDC, Retirement Facility Revenue Bonds (Series 1999), 7.50% (Northwest Senior Housing Corp. Edgemere Project)/(Original Issue Yield: 7.75%), 11/15/2029	1,451,588
500,000	Sabine River Authority, TX, PCR Refunding Bonds (Series 2001C), 5.20% (TXU Energy Company LLC), 5/1/2028	507,175
1,050,000	Sabine River Authority, TX, PCR Refunding Bonds (Series 2003B), 6.15% (TXU Energy Company LLC), 8/1/2022	1,148,238
335,000	Sabine River Authority, TX, Refunding PCR Bonds (Series 2003A), 5.80% (TXU Energy Company LLC), 7/1/2022	358,939
1,000,000	Texas State University System, Refunding Revenue Bonds, 5.00% (FSA INS), 3/15/2020	1,058,180
1,000,000	Tyler, TX Health Facilities Development Corp., Hospital Revenue Bonds, 5.75% (Mother Frances Hospital)/(Original Issue Yield: 5.84%), 7/1/2027	1,054,330
	TOTAL	14,170,741
	Virginia--3.5%	
1,000,000	Broad Street Community Development Authority, VA, Revenue Bonds, 7.50% (Original Issue Yield: 7.625%), 6/1/2033	1,116,420
1,280,000	Hampton, VA Convention Center, Revenue Bonds, 5.125% (AMBAC INS), 1/15/2028	1,347,238
1,400,000	Peninsula Port Authority, VA, Residential Care Facility Revenue Bonds (Series 2003A), 7.375% (Virginia Baptist Homes Obligated Group)/(Original Issue Yield: 7.625%), 12/1/2032	1,560,160
1,000,000	Virginia Peninsula Port Authority, Coal Terminal Revenue Refunding Bonds (Series 2003), 6.00% (Brinks	

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	Co. (The)), 4/1/2033	1,079,130
	TOTAL	5,102,948
	Washington--5.0%	
1,000,000	Everett, WA, LT GO Refunding Bonds, 5.00% (MBIA Insurance Corp. INS), 12/1/2020	1,065,350
1,910,000	King County, WA Public Hospital District No. 1, Refunding LT GO Bonds, 5.00% (FSA INS)/(Original Issue Yield: 5.17%), 12/1/2021	2,018,622
2,000,000	Washington State, UT GO Bonds (Series 2002B), 5.00% (FSA INS)/(Original Issue Yield: 5.05%), 1/1/2021	2,108,500
2,000,000	Washington State, Various Purpose UT GO Bonds (Series 2002A), 5.00% (FSA INS)/(Original Issue Yield: 5.09%), 7/1/2022	2,108,020
	TOTAL	7,300,492
	Wisconsin--4.1%	
3,000,000	Wisconsin State HEFA, Health Facilities Revenue Bonds (Series A), 5.25% (Ministry Health Care)/(MBIA Insurance Corp. INS)/(Original Issue Yield: 5.38%), 2/15/2032	3,159,930
160,000	Wisconsin State HEFA, Revenue Bonds (Series 2004), 5.75% (Blood Center of Southeastern Wisconsin, Inc.)/(Original Issue Yield: 5.82%), 6/1/2034	169,555
500,000	Wisconsin State HEFA, Revenue Bonds, 6.50% (Tomah Memorial Hospital, Inc.)/(Original Issue Yield: 6.75%), 7/1/2023	525,815
500,000	Wisconsin State HEFA, Revenue Bonds, 6.625% (Tomah Memorial Hospital, Inc.)/(Original Issue Yield: 6.875%), 7/1/2028	525,090
1,000,000	Wisconsin State HEFA, Revenue Bonds, 7.25% (Community Memorial Hospital)/(Original Issue Yield: 7.45%), 1/15/2033	1,065,600
500,000	Wisconsin State HEFA, Revenue Bonds, (Series 2006A), 5.375% (Marshfield Clinic, WI), 2/15/2034	518,895
	TOTAL	5,964,885
	TOTAL MUNICIPAL BONDS (IDENTIFIED COST \$135,574,405)	145,037,413
	SHORT-TERM MUNICIPALS--0.2%(2)	
	Alabama--0.2%	
300,000	Columbia, AL IDB, PCR (Series 1999C) Daily VRDNs (Alabama Power Co.), 3.000%, 3/1/2006 (AT AMORTIZED COST)	300,000
	TOTAL MUNICIPAL INVESTMENTS -- 100.0%	
	(IDENTIFIED COST \$135,874,405) (3)	145,337,413
	OTHER ASSETS AND LIABILITIES - NET	1,618,444
	LIQUIDATION VALUE OF AUCTION PREFERRED SHARES	(53,675,000)
	TOTAL NET ASSETS APPLICABLE TO COMMON SHAREHOLDERS	\$ 93,280,857

At February 28, 2006, the Fund holds no securities that are subject to the federal alternative minimum tax (AMT).

1 Denotes a restricted security, including securities purchased under Rule 144A of the Securities Act of 1933. These securities, all of which have been deemed liquid by criteria approved by the Fund's Board of Trustees (the "Trustees"), unless registered under the Act or exempted from registration, may only be sold to qualified institutional investors. At February 28, 2006, these securities amounted to \$2,821,718 which represents 1.9% of total market value.

2 Current rate and next reset date shown for Variable Rate Demand Notes.



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3 At February 28, 2006, the cost of investments for federal tax purposes amounts to \$135,873,957. The net unrealized appreciation of investments for federal tax purposes was \$9,463,456. This consists of net unrealized appreciation from investments for those securities having an excess of value over cost of \$9,463.

Note: The categories of investments are shown as a percentage of total market value at February 28, 2006.

### Investment Valuation

Municipal bonds are valued by an independent pricing service, taking into consideration yield, liquidity, risk, credit quality, coupon, maturity, type of issue, and any other factors or market data the pricing service deems relevant. The Fund generally values short-term securities according to prices furnished by an independent pricing service, except that short-term securities with remaining maturities of less than 60 days at the time of purchase may be valued at amortized cost. Prices furnished by an independent pricing service for municipal bonds are intended to be indicative of the bid prices currently offered to institutional investors for the securities. Securities for which no quotations are readily available are valued at fair value as determined in accordance with procedures established by and under general supervision of the Trustees.

### Restricted Securities

Additional information on restricted securities, excluding securities purchased under Rule 144A that have been deemed liquid by the Trustees, held at February 28, 2006, is as follows:

Security	Acquisition Date	Acquisition Cost
Capital Trust Agency, FL, Revenue Bonds (Series 2003A), 8.95% (Seminole Tribe of Florida Convention and Resort Hotel Facilities)/(U.S. Treasury PRF 10/1/2012 @102), 10/1/2033	5/9/2003	\$400,000
Director of the State of Nevada Department of Business and Industry, Revenue Bonds (Series 2004A), 7.00% (Las Ventanas Retirement Community)/(Original Issue Yield: 7.125%), 11/15/2034	12/23/2004	\$639,925
New York City, NY IDA, Liberty Revenue Bonds (Series A), 6.50% (7 World Trade Center LLC), 3/1/2035	3/15/2005	\$800,000

The following acronyms are used throughout this portfolio:

AMBAC	--American Municipal Bond Assurance Corporation
COP	--Certificates of Participation
EDA	--Economic Development Authority
EDFA	--Economic Development Finance Authority
FGIC	--Financial Guaranty Insurance Company
FSA	--Financial Security Assurance
GO	--General Obligation

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HDA --Hospital Development Authority  
HEFA --Health and Education Facilities Authority  
HFDC --Health Facility Development Corporation  
IDA --Industrial Development Authority  
IDB --Industrial Development Bond  
INS --Insured  
LT --Limited Tax  
PCR --Pollution Control Revenue  
PRF --Prerefunded  
UT --Unlimited Tax  
VRDNs --Variable Rate Demand Notes

Item 2. Controls and Procedures

(a) The registrant's Principal Executive Officer and Principal Financial Officer have concluded that the registrant's disclosure controls and procedures (as defined in rule 30a-3(c) under the Act) are effective in design and operation and are sufficient to form the basis of the certifications required by Rule 30a-(2) under the Act, based on their evaluation of these disclosure controls and procedures within 90 days of the filing date of this report on Form N-Q.

(b) There were no changes in the registrant's internal control over financial reporting (as defined in rule 30a-3(d) under the Act) during the last fiscal quarter that have materially affected, or are reasonably likely to materially affect, the registrant's internal control over financial reporting.

Item 3. Exhibits

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

Registrant Federated Premier Municipal Income Fund

By /s/ Richard A. Novak  
Richard A. Novak, Principal Financial Officer  
(insert name and title)

Date April 24, 2006

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, this report has been signed below by the following persons on behalf of the registrant and in the capacities and on the dates indicated.

By /s/ J. Christopher Donahue  
J. Christopher Donahue, Principal Executive Officer

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Date April 21, 2006

By /s/ Richard A. Novak  
Richard A. Novak, Principal Financial Officer

Date April 24, 2006