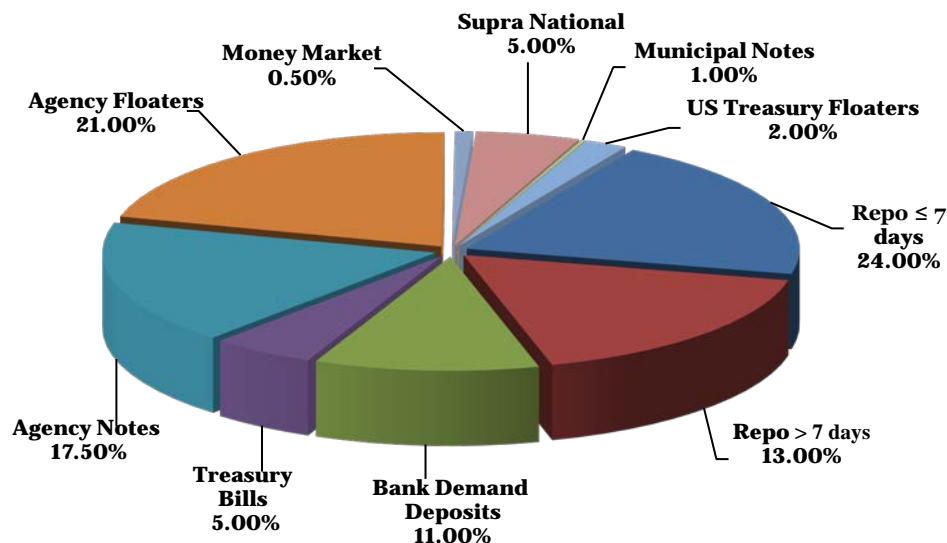


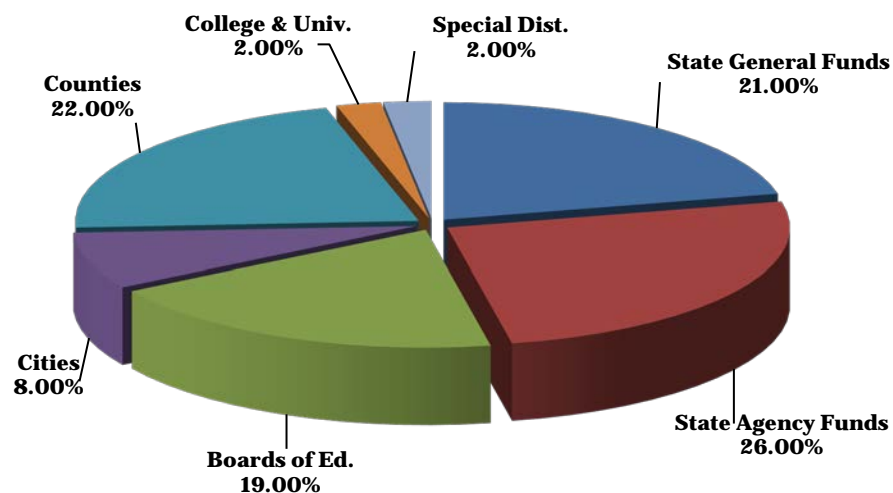
# Georgia Fund 1 (GF1)

- O.C.G.A. § 36-83-1 to § 36-83-8 authorizes Georgia local governments and other eligible entities to invest funds in Georgia Fund 1 (“GF1”). GF1 is managed in trust by the Office of the State Treasurer.
- Eligible participants must complete a resolution authorizing investment to participate in the pool. The resolution and other documents can be found on our website at [www.ost.georgia.gov](http://www.ost.georgia.gov)
- GF1 is managed to maintain a constant net asset value (NAV) of \$1.00.
- Yield calculated on an actual/365-day basis net of administrative fee<sup>(1)</sup>.
- GF1 is rated AA Af/S1 by Fitch.
- For the month of August 2022, GF1 participants earned 2.13%<sup>(2)</sup>.
- As of August 31, 2022, GF1 assets were \$23.9 billion.
- As of August 31, 2022, the weighted average maturity (WAM) was 41 days.

## Portfolio Composition



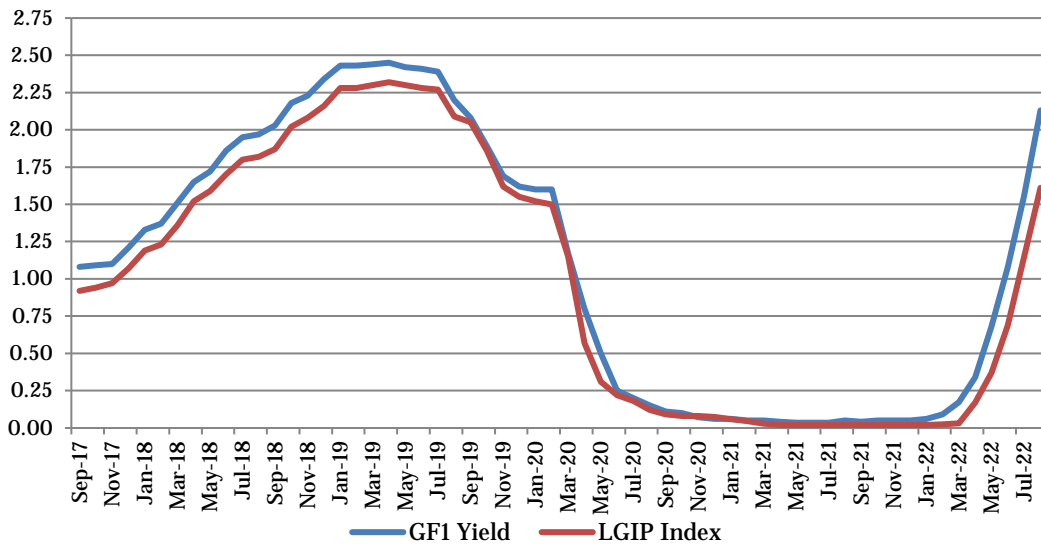
## Account Holder Distribution



September 7, 2022

(1) Current administration fee is 5.5 basis points net. (2) Georgia Fund 1 Yield is calculated on an annualized basis.

## Monthly Yield



## In The News:

Additional information on the Georgia Fund 1 (GF1) holdings can be found on the website at <https://ost.georgia.gov/gf1-holdings-reports>. Holdings are updated quarterly. Other state portfolio holdings are listed on the website, as well.

In order to initiate a deposit or withdrawal from a GF1 account, an authorized user must call our office or log on to the secure Internet Participant Access System (IPAS) before 2:00pm on the business day preceding the day you want funds transferred to or from your account.

For GF1 investment related questions, please direct inquiries to Jon Perregaux, Senior Portfolio Manager, at **404-232-1498** or [Jon.Perregaux@treasury.ga.gov](mailto:Jon.Perregaux@treasury.ga.gov).

## Portfolio Strategy:

The FOMC did not have a scheduled meeting in August. Chairman Powell, of the FOMC, reiterated that the Fed is focused on bringing inflation down and will continue raising interest rates until economic data suggests that inflation is under control. The market is currently pricing in another 75 basis-point rate hike at the next scheduled FOMC meeting on September 21<sup>st</sup>.

August employment data was positive with the headline Nonfarm Payrolls number coming in at +315k versus expectations of +298k. The Unemployment Rate increased slightly to 3.7%, up from 3.5% in July. The employment data will be a key metric to watch as the FOMC continues to raise interest rates. CPI data for August came in higher than expectations confirming that inflation remains a problem and that the FOMC has more work to do.

Rates in the short end of the curve continue to increase. Overnight General Collateral (GC) Repurchase Agreements averaged a yield of 2.28% in August. Treasury Bill yields averaged 2.21% for 1-month maturities, 2.67% for 3-month maturities, 3.12% for 6-month maturities and 3.27% for 12-month maturities. The Treasury Bill curve offered 146 basis-points of steepness as of 8/31/2022.

Jon Perregaux, Senior Portfolio Manager.

## Maturity Distribution

