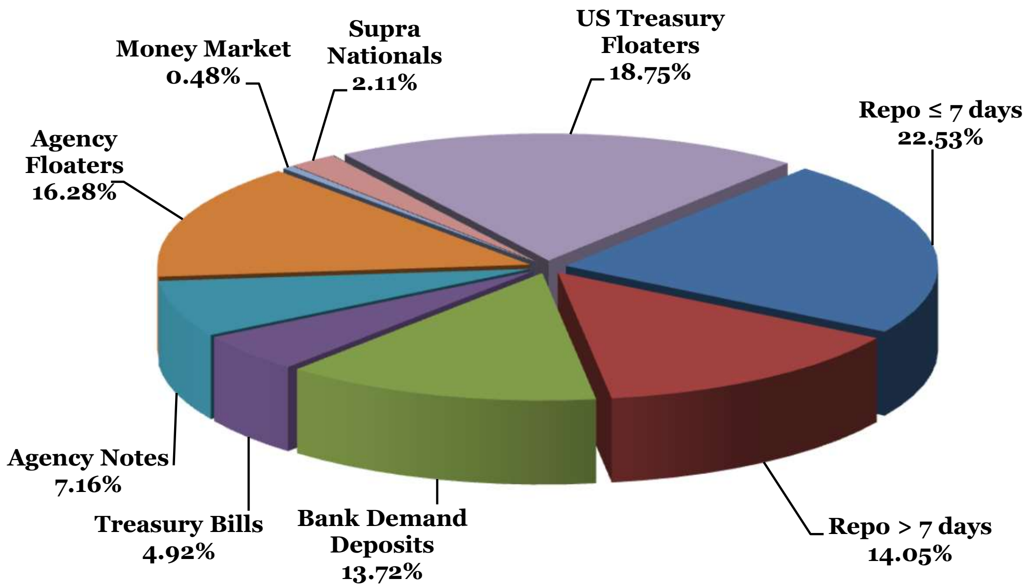
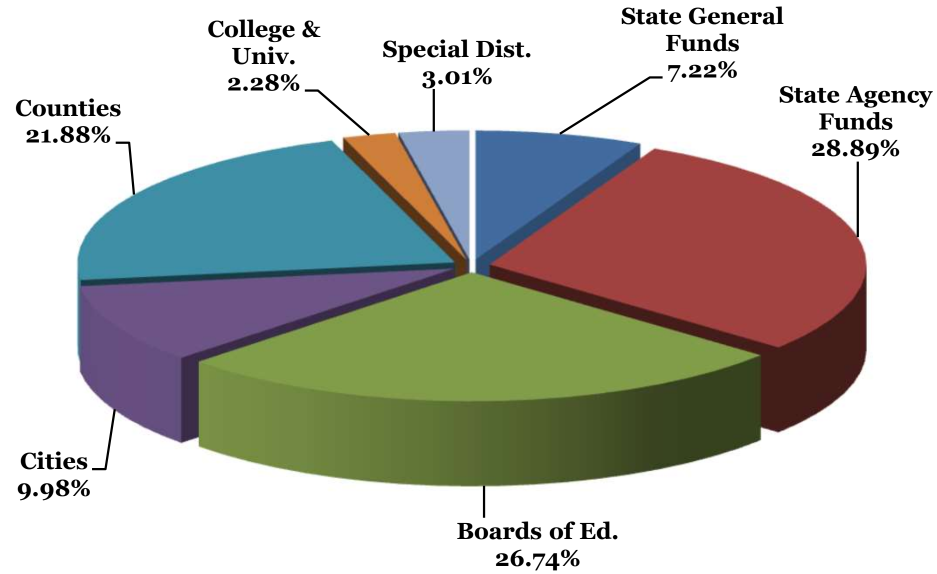
Georgia Fund 1 (GF1)

- 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 investments to participate in the pool. The resolution and other documents can be found on our website at www.ost.georgia.gov
- GF1 is managed to maintain a constant net asset value (NAV) of $1.00.
- Yield is calculated on an actual/365-day basis net of administrative fee(1).
- GF1 is rated AAAf/S1 by Fitch.
- For the month of August 31, 2024, GF1 participants earned 5.36%(2).
- As of August 31, 2024, GF1 assets were $28.5 billion.
- As of August 31, 2024, the weighted average maturity (WAM) was 22 days.

Portfolio Composition

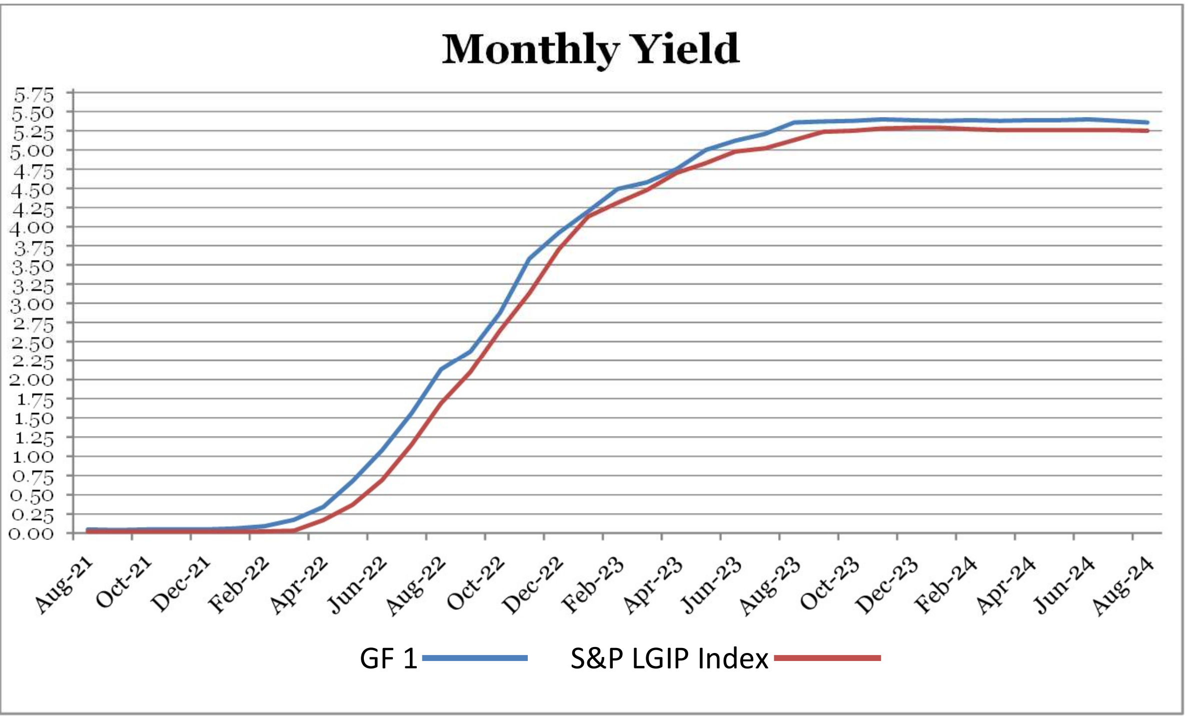


Account Holder Distribution



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

September 13, 2024



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.

Portfolio Strategy:

The Federal Open Market Committee (FOMC) has not altered monetary policy since July 26, 2023, when they raised the Federal Funds Target Rate 25 basis-points to a range of 5.25% to 5.50. In recent months, a higher interest rate environment has slowed the economy bringing down inflation and softening the labor market. Consensus is that the FOMC will begin implementing rate cuts at the next FOMC meeting on September 18, 2024. There is a lot of speculation whether the FOMC will start with a 25 or 50 basis-point cut. We believe they will be measured in their approach starting with a 25 basis-point cut to the Federal Funds Target Rate.

Nonfarm payrolls came in lower than expectations at +142k for August versus expectations of +165k. The Unemployment Rate decreased to 4.2% versus 4.3% in July. The Consumer Price Index (CPI) decreased to +2.5% YoY in August versus +2.9% YoY in July. The Producer Price Index (PPI) came in at +1.7% YoY versus +2.1% YoY in July. Softer employment and lower trending inflation data is providing the FOMC added confidence to begin easing monetary policy.

Overnight General Collateral (GC) Repurchase Agreements averaged a yield of 5.32% for August. Treasury Bill yields averaged 5.26% for 1-month maturities, 5.10% for 3-month maturities, 4.85% for 6-month maturities and 4.43% for 12-month maturities.

Jon Perregaux – Senior Portfolio Manager

Maturity Distribution