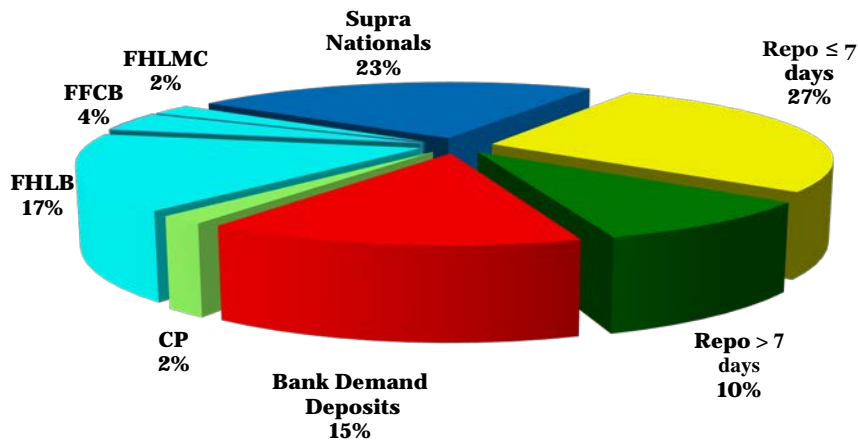


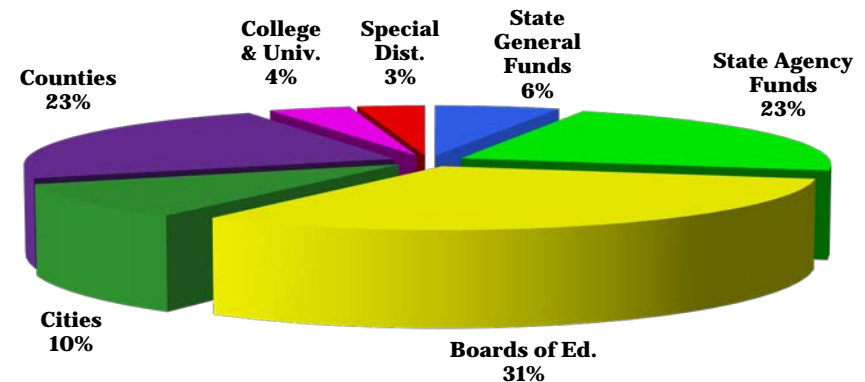
# Georgia Fund 1 (GF1)

- O.C.G.A. § 36-83-1 to § 36-83-8 authorizes Georgia local governments and other authorized 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 5 basis points (bps) administrative fee.
- GF1 is rated AA Af by Standard & Poor’s.
- For the month of January 2020, GF1 participants earned 1.60%\*.
- As of January 31, 2020, GF1 assets were \$17 billion. The weighted average maturity (WAM) was 47 days.

## Portfolio Composition

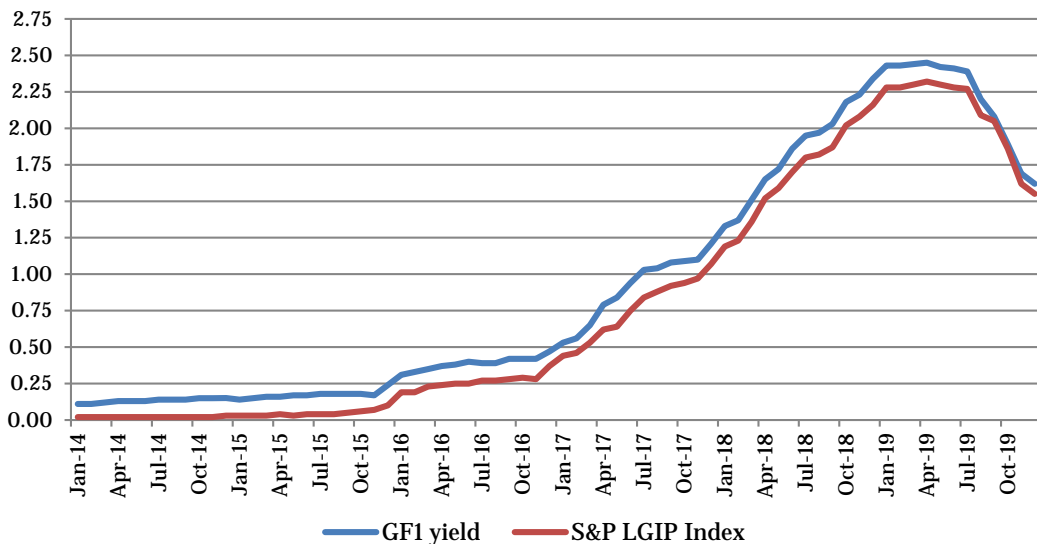


## Account Holder Distribution



\*Georgia Fund 1 yield is on an annualized basis.

## Monthly Yield



## In The News:

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

Looking for an opportunity to network with your peers and to gain a greater understanding of investments? Consider the Government Investment Officers Association (GIOA) webinars and annual conference held each March. For more information, visit the GIOA website at <https://www.gioa.us/>

For Georgia Fund 1 investment related questions, please direct inquiries to **Laura Glenn** at **(404) 656-2995** or by email at [laura.glenn@treasury.ga.gov](mailto:laura.glenn@treasury.ga.gov)

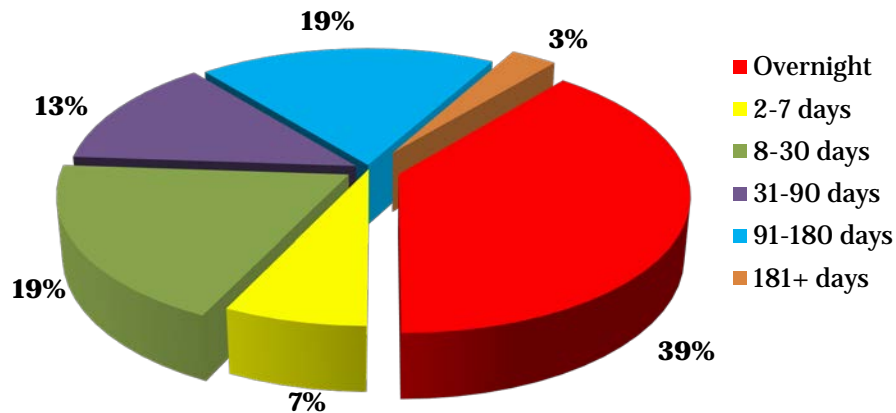
## Portfolio Strategy:

The year 2020 started off with President Trump ordering an airstrike that killed the powerful Iranian military leader. Tehran vowed to avenge the death of Soleimani and fired more than a dozen ballistic missiles at U.S. forces in Iraq. As tensions rose in the Middle East, gold futures surged to their highest settlement since April 2013, hitting \$1,574.37.

As the month went on, tensions cooled after the Iranian military mistakenly shot down an airliner. The FOMC met and left rates unchanged as expected; Coronavirus became the next issue to spook the markets. As news trickled in regarding the outbreak in China, stocks sold off and the bond market rallied pushing yields out the curve lower.

The outlook for 2020 is for the Fed to cut rates at least one time, maybe two. The first significant chance of a Fed move is priced in for the June meeting with a 51.5% chance of the fed funds target moving lower. A Fed on hold should keep the Georgia Fund 1 net yield paid to participants between 1.55% and 1.60% for the first half of 2020.

## Maturity Distribution



**Georgia Fund 1 deposits are not guaranteed or insured by any bank, the FDIC, the Federal Reserve Board, the State of Georgia or any other agency.**