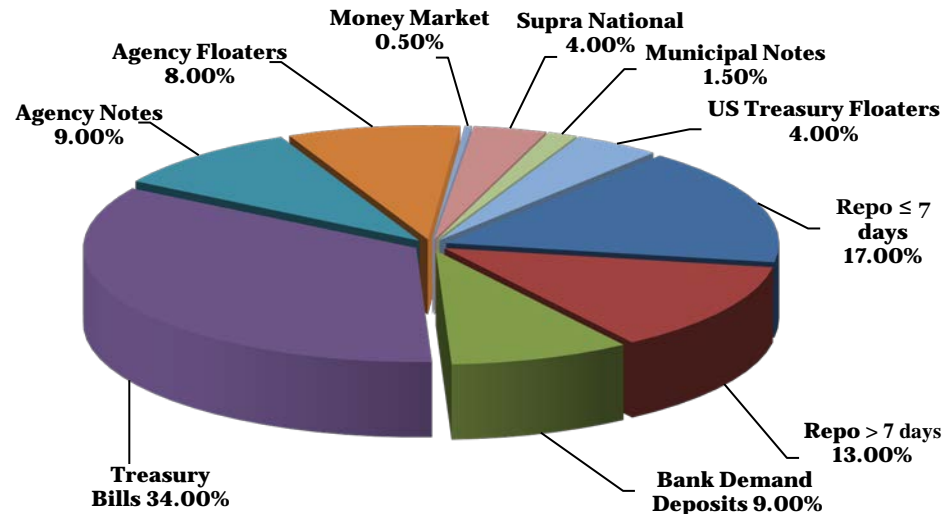


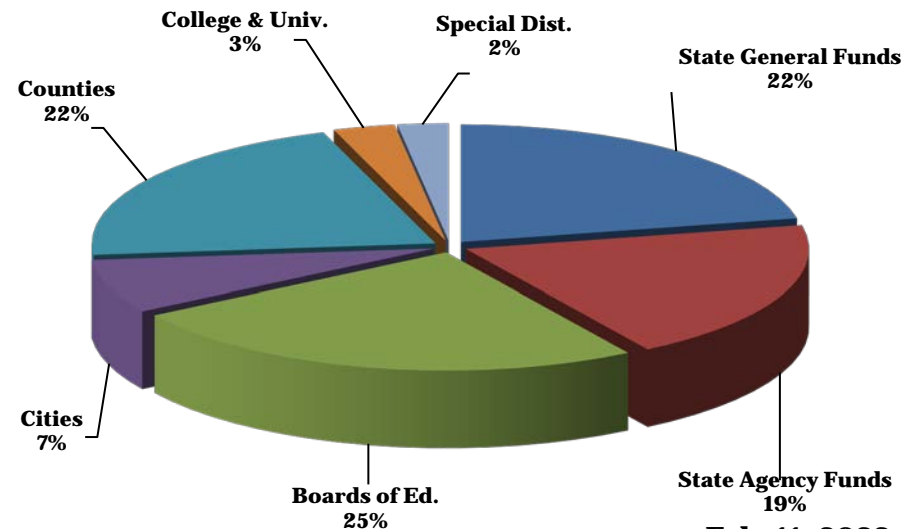
Georgia Fund 1 (GF1)

- 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
- 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.
- GF1 is rated AAAsf/S1 by Fitch.
- For the month of January 2022, GF1 participants earned 6 bps⁽¹⁾.
- As of January 31, 2022, GF1 assets were \$26.4 billion.
- As of January 31, 2022, the weighted average maturity (WAM) was 40 days.

Portfolio Composition



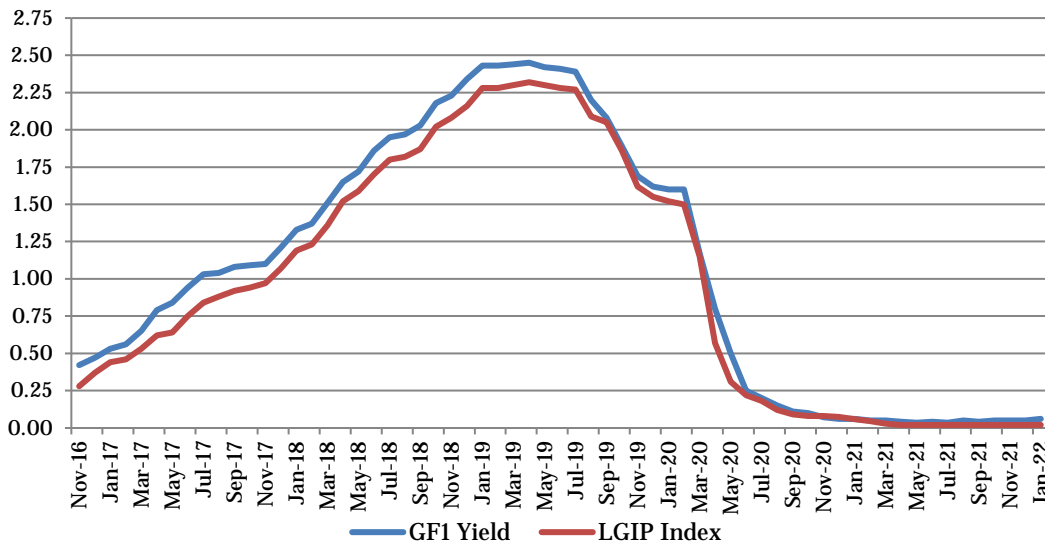
Account Holder Distribution



Feb. 11, 2022

(1) 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.

Portfolio Strategy:

The Fed remains hawkish and is prepared to begin hiking interest rates at the March 16 FOMC meeting. Inflation and employment data both came in strong for January which should dissolve any doubt the Fed had pertaining to the future interest rate environment. Consumer Price Index (CPI), a key inflationary measure, came in at 7.50% (YoY) for January up from December's print of 7.00%. These levels of inflation have not been seen since the early 1980's. The Fed is very likely to raise interest rates to curb inflationary concerns, the question now is how much and at what pace. As of 1/31/2022 the market was pricing in a 122% chance of a 25-basis point hike in March with growing support of a 50-basis point hike.

Rates in the short end of the curve continue to increase as expectations of an interest rate hike strengthen. Overnight General Collateral (GC) Repurchase Agreements averaged a yield of 0.05% in December. Treasury Bill yields averaged 0.03% for 1-month maturities, 0.13% for 3-month maturities, 0.31% for 6-month maturities and 0.52% for 12-month maturities. The Treasury Bill curve continues to take shape and offered 72 basis points of steepness as of 1/31/2022.

Jon Perregaux, Senior Portfolio Manager.

Maturity Distribution

