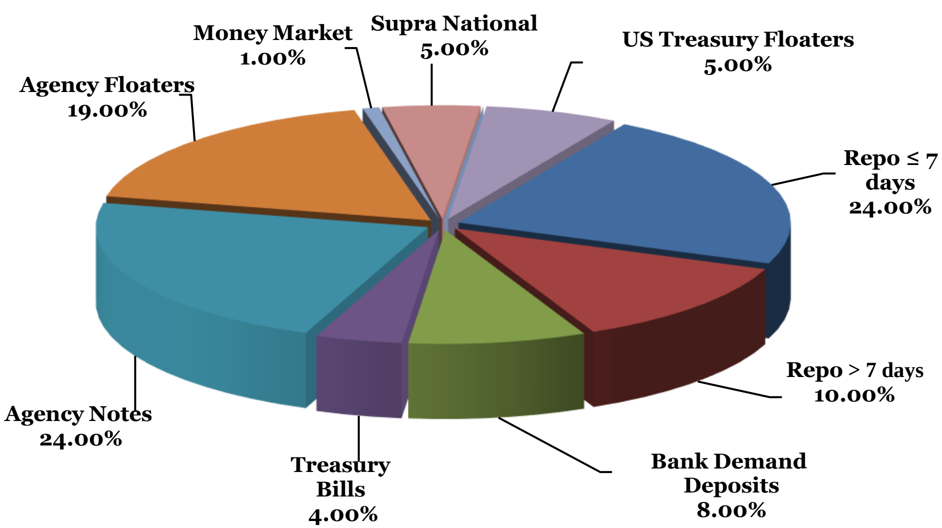
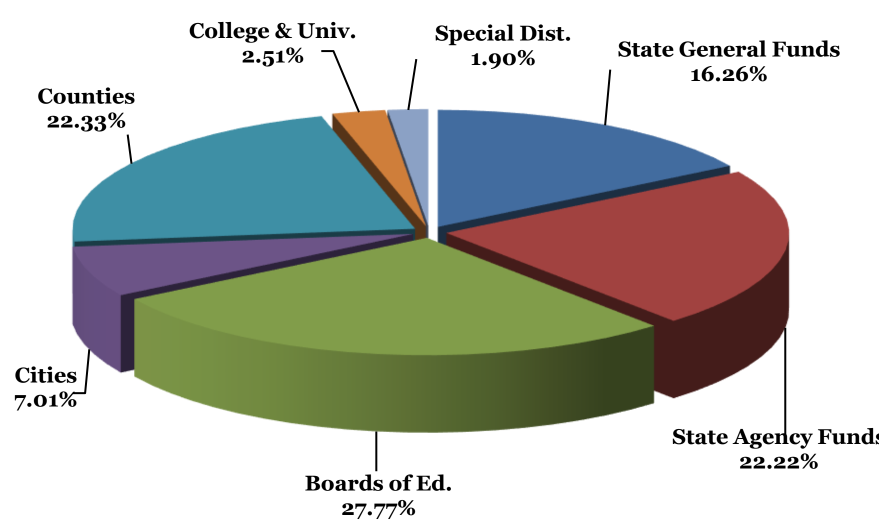
Georgia Fund 1 (GF1)

- 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 January 2023, GF1 participants earned 4.20%(2).
- As of January 31, 2023, GF1 assets were $29.7 billion.
- As of January 31, 2023, the weighted average maturity (WAM) was 28 days.

Portfolio Composition



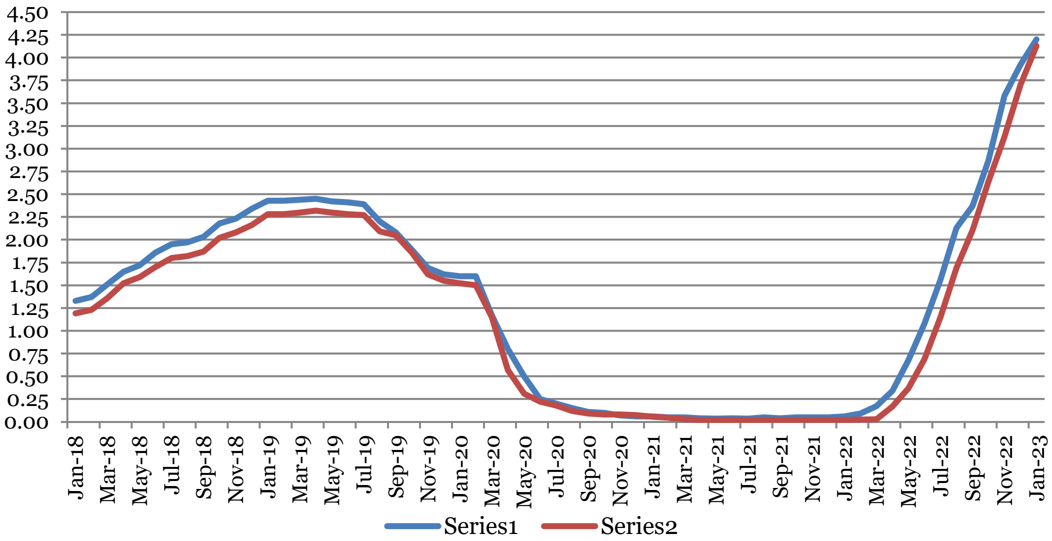
Account Holder Distribution



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

February 8, 2023

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:

After three months of lower inflation data (Q4 of 2022), rates in the short end of the curve began to stabilize. January employment and inflation data came in higher than expected, extending the possibility that the Federal Open Market Committee (FOMC) may raise interest rates longer. The FOMC's target for inflation is +2.0%, with the Consumer Price Index (CPI) currently at +6.4% (YoY) there is still more work to be done.

January employment data beat expectations with the headline Nonfarm Payrolls number coming in at +517k versus expectations of +189k. The Unemployment Rate decreased to 3.4%, down from 3.5%. January CPI came in at +6.4%, higher than expectations of +6.2%. This is the first time in three months that CPI has printed higher than expectations, reigniting concerns that inflation may be an ongoing problem for the FOMC, solved by continued tightening of monetary policy.

Overnight General Collateral (GC) Repurchase Agreements averaged a yield of 4.31% in January. Treasury Bill yields averaged 4.35% for 1-month maturities, 4.62% for 3-month maturities, 4.82% for 6-month maturities and 4.71% for 12-month maturities. The Treasury Bill curve offered 23-basis points of steepness as of 1/31/2023.

Jon Perregaux – Senior Portfolio Manager

Maturity Distribution