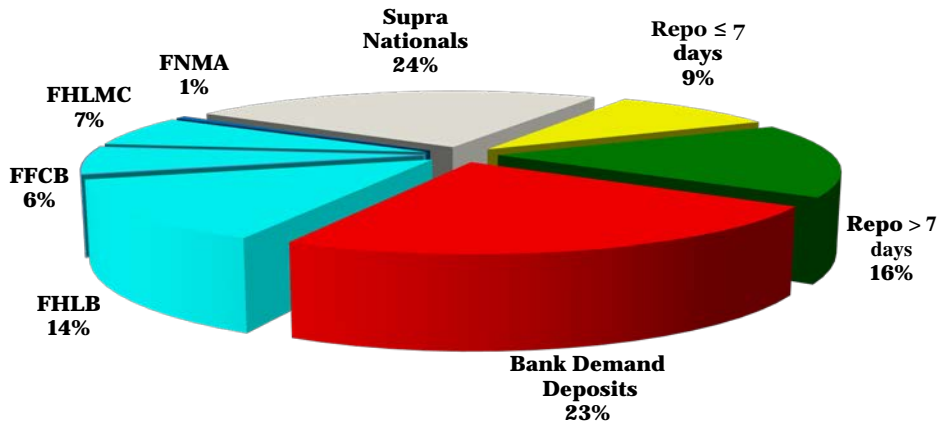


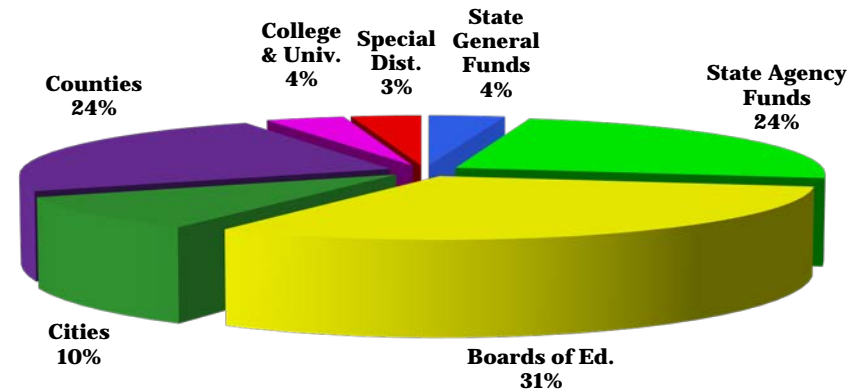
# Georgia Fund 1 (GF1)

- 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 March 2020, GF1 participants earned 1.17%\*.
- As of March 31, 2020, GF1 assets were \$16.2 billion. The weighted average maturity (WAM) was 52 days.

## Portfolio Composition

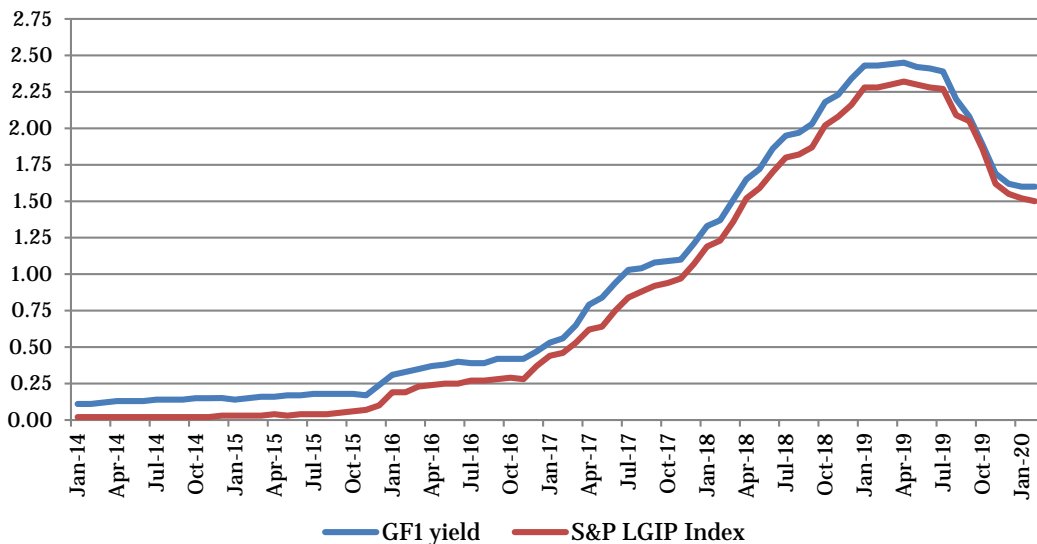


## Account Holder Distribution



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

## Monthly Yield



## Portfolio Strategy:

We started the month of March with an emergency rate cut by the Fed on March 3<sup>rd</sup> dropping the fed funds target to 1.00 – 1.25%. Less than two weeks later the Federal Open Market Committee (FOMC) officially met and decided to lower the target range for the fed funds rate to 0.00 – 0.25%. As they noted in their statement, the coronavirus outbreak “has harmed communities and disrupted economic activity in many countries, including the U.S.”

As we mentioned in our February disclosure statement, we began to extend the weighted average maturity (WAM) of the fund closer to its upper bound of 60 days in late February. This allowed us to lock in higher yields on securities maturing in May, June and as far out as September 2020. However, Georgia Fund 1 does invest in overnight repurchase agreements (repo) to provide daily liquidity. These investments now yield 1 or 2 basis points. In addition, the banks dropped their rates on our deposits after the Fed moves so those investments now yield a weighted average of 15 basis points. As an investor in Georgia Fund 1, you can expect the net yield paid out to participants to decline over the next few months as higher yielding securities mature and the proceeds are reinvested at lower yields.

As always, our primary objective is preservation of principal followed by liquidity, investment income and diversification. We are here to continue to provide a safe and liquid investment option for municipalities in the State of Georgia. Here to serve!

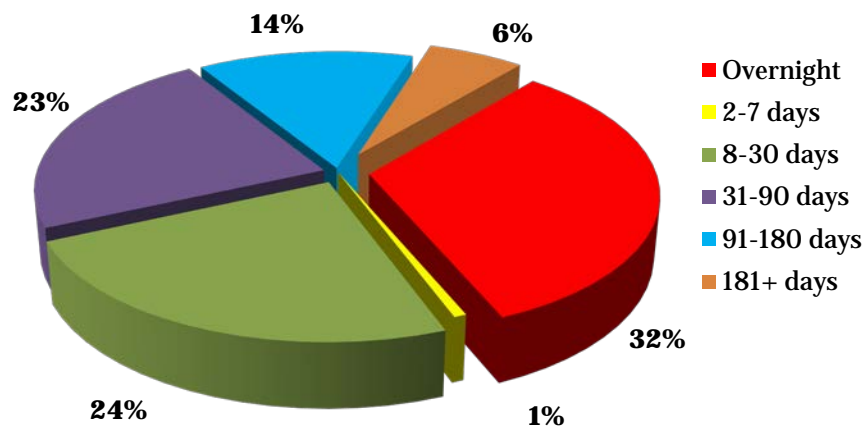
## In The News:

After 24 years at the Office of the State Treasurer managing Georgia Fund 1, I am returning to the private sector continuing my work in the public fund space. My years at the state of Georgia created a strong desire to assist the state and local governments to invest funds prudently ensuring the preservation of principal. OST will continue to fulfill this critical mission through an 18 year employee and fellow portfolio manager Mark Jones. Mark and I have worked closely over the years navigating the daily work of OST as well as major events like the credit crisis of 2008. Georgia Fund 1 will continue to be a safe and liquid investment option for state and local governments here in the State of Georgia under Mark’s management. Mark’s contact information is [mark.jones@treasury.ga.gov](mailto:mark.jones@treasury.ga.gov) and his direct line is 404 651-8342.

I have enjoyed getting to know so many of the participants and assisting local governments over the 24 years I spent at OST. I wish you continued success in the vital roles you each play at your respective public entities.

Respectfully,  
Laura Glenn, CFA

## 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.**