

# Georgia Fund 1

## Key Rating Drivers

**Portfolio:** The Georgia Fund 1 pool invests in direct U.S. agency obligations, U.S. Treasury obligations, repurchase agreements backed by U.S. Treasury/agency debt, obligations of investment grade corporations, money market funds (MMFs) and FDIC-insured/collateralized bank deposits. Investments must conform to the investment policy adopted by the State Depository Board. See the chart at the bottom right for a recent breakout of the portfolio's asset allocation.

**Duration:** The pool is constrained to a maximum weighted average maturity (WAM) of 90 days, with a target WAM of 60 days. Eligible investments will be limited to a final stated maturity of 397 days for all investments, excluding floating-rate securities, which will be limited to a maximum stated final maturity of two years.

**Investor Base/Liquidity Management:** The pool is offered by the State of Georgia to counties, municipalities, public colleges and universities, boards of education, special districts, state agencies and other authorized entities. Withdrawal of funds requires a one-day advance notice for most participants, as per the pool's investment policy guidelines.

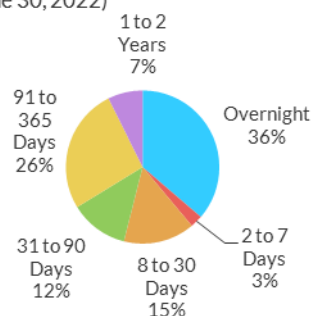
**Investment Advisor:** The Office of the State Treasurer (OST) is responsible for day-to-day management of the pool's assets and accounting procedures.

**Oversight:** Portfolio oversight and operational controls are consistent with the assigned rating. The investment policies have been established by the State Depository Board of Georgia. The OST produces state-approved financial statements for pool participants, and the Department of Audits and Accounts conducts an annual audit.

**Rating Rationale:** The Georgia Fund 1 is rated 'AAAF'/'S1' by Fitch Ratings. The 'AAAF' Fund Credit Quality Rating reflects the investment portfolio's vulnerability to losses as a result of defaults in its bond holdings and is based on the actual and expected credit quality of the portfolio's investments. The 'S1' Fund Market Risk Sensitivity Rating reflects the relative sensitivity of the portfolio's total return and NAV to changes in interest rates and credit spread. Fitch's evaluation of the portfolio also considered the management and operational capabilities of the OST and the legal and regulatory framework under which the portfolio operates.

### Georgia Fund 1 — Maturity

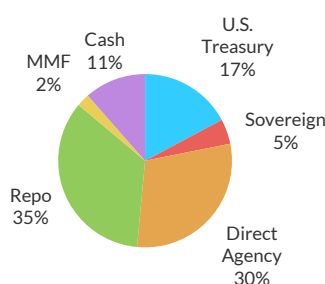
(As of June 30, 2022)



Source: OST of Georgia.

### Georgia Fund 1 — Asset Allocation

(As of June 30, 2022)



Source: OST of Georgia.

## Pool Characteristics

(Data as of: June 30, 2022)

Fund Credit Quality Rating	AAAf
Weighted Average Risk Factor	0.09
Fund Market Risk Sensitivity Rating	S1
Market Risk Factor	0.13
Assets (\$ Bil.)	28.11
Weighted Average Life (Years)	0.27
Investment Advisor	Office of the State Treasurer of Georgia
Objective	The primary objectives of the pool are the safety of capital, liquidity, yield and diversification with primary emphasis on the safety of capital and liquidity.
Inception Date	1981

Source: Fitch Ratings, Office of the State Treasurer of Georgia.

## Applicable Criteria

[Bond Fund Rating Criteria \(August 2022\)](#)

## Analysts

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