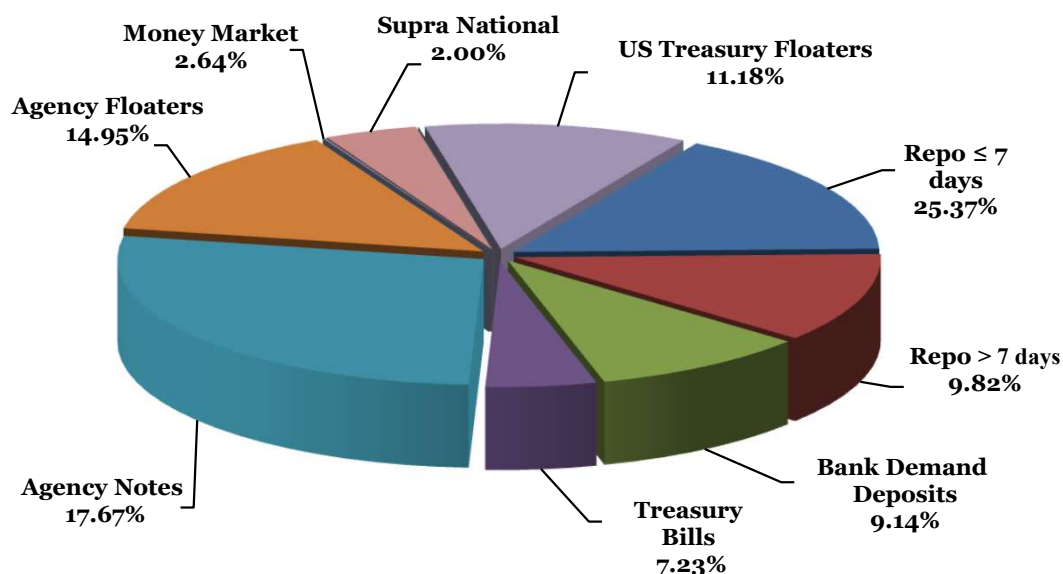


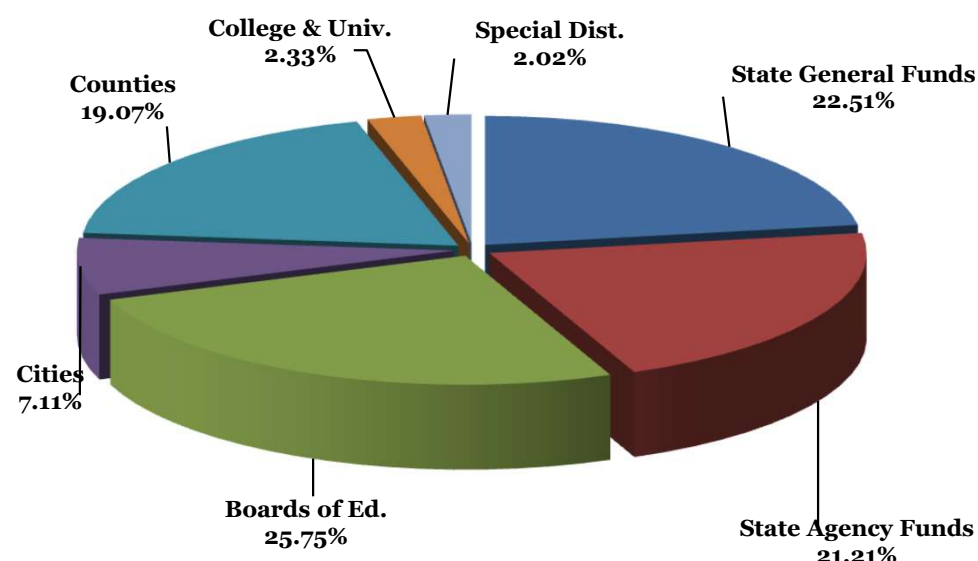
# Georgia Fund 1 (GF1)

- 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](http://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<sup>(1)</sup>.
- GF1 is rated AA+ by Fitch.
- For the month of April 2023, GF1 participants earned 4.75%<sup>(2)</sup>.
- As of April 30, 2023, GF1 assets were \$33 billion.
- As of April 30, 2023, the weighted average maturity (WAM) was 18 days.

## Portfolio Composition



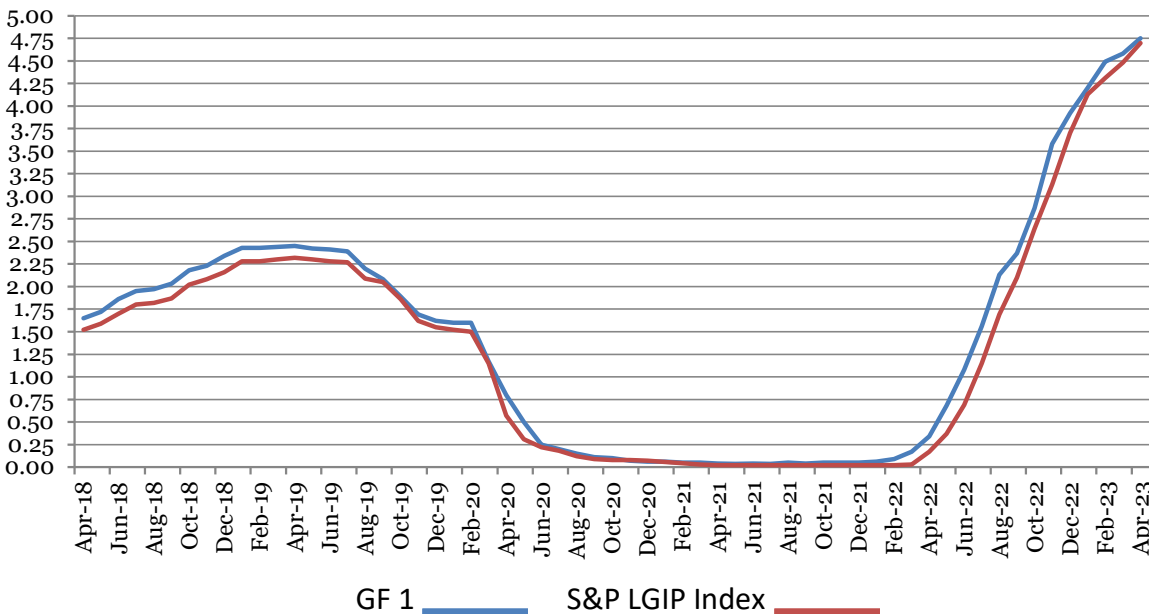
## Account Holder Distribution



May 4, 2023

(1) Current administration fee is 5.5 basis-points. (2) 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/gfi-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](mailto:Jon.Perregaux@treasury.ga.gov).

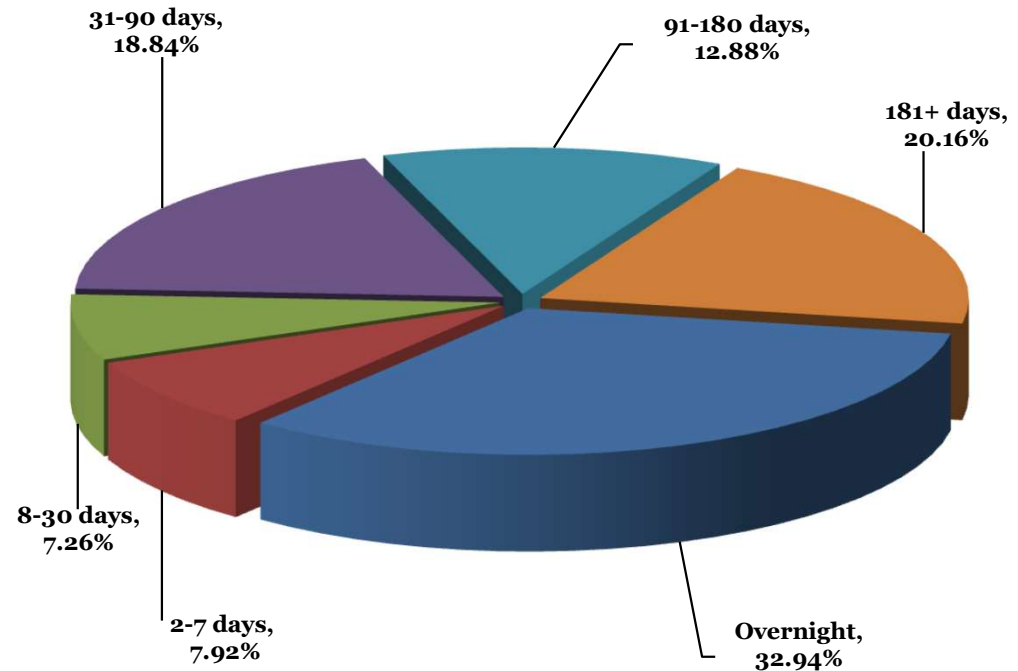
## Portfolio Strategy:

The ongoing debt ceiling debate has caused some dislocations in the market. Secretary Yellen penned a letter on May 1<sup>st</sup> stating that 2022 tax receipts were lower than expected and it is likely that the federal government will run out of money sometime in early June if congress fails to agree on terms to increase the debt ceiling limit. Treasury yields have spiked for June maturities as investors seek a premium to own the added risk.

April employment data beat expectations with the headline Nonfarm Payrolls number coming in at +253k versus expectations of +185k. The Unemployment Rate fell to 3.4%, down from 3.5%. Headline CPI data trended lower in April coming in at +4.9% (YoY) down from +5.0% (YoY) posted for March. With inflation data trending lower there is a high probability that the FOMC will pause hiking interest rates at the June 14<sup>th</sup> meeting.

Overnight General Collateral (GC) Repurchase Agreements averaged a yield of 4.85% in April. Treasury Bill yields averaged 3.95% for 1-month maturities, 4.94% for 3-month maturities, 4.92% for 6-month maturities and 4.64% for 12-month maturities. The Treasury Bill curve offered 93-basis points of steepness as of 4/30/2023.

## Maturity Distribution



Jon Perregaux – Senior Portfolio Manager

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.