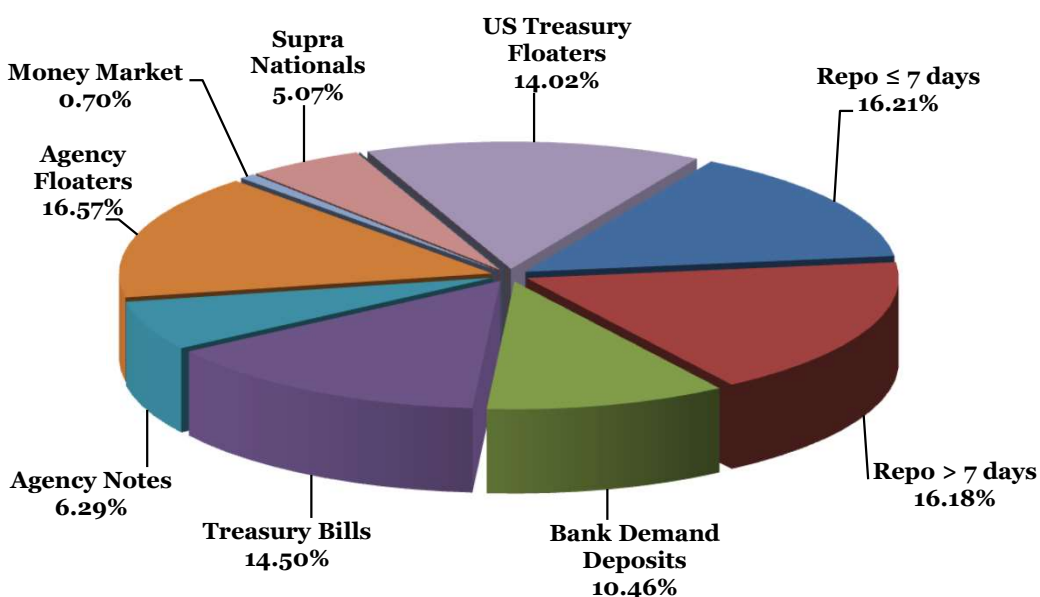


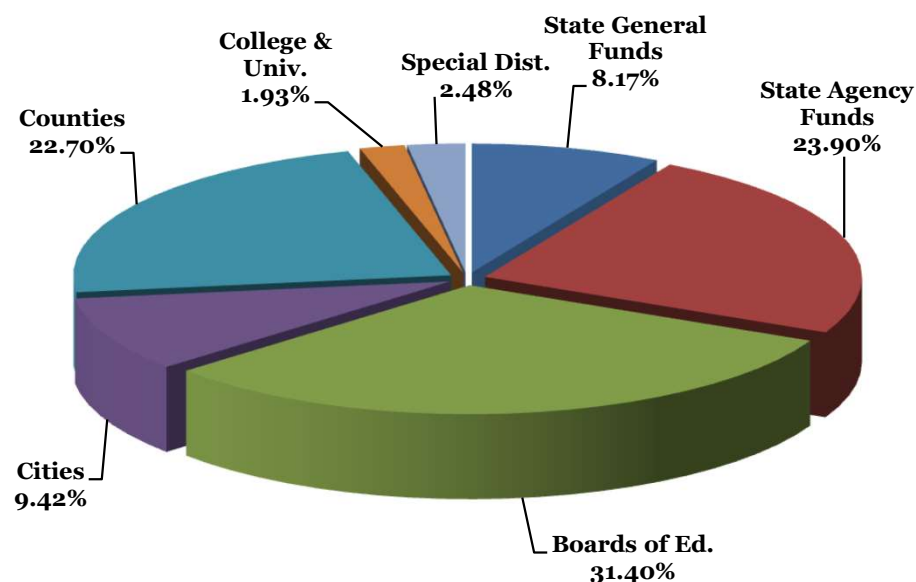
Georgia Fund 1 (GF1)

- 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 AA+ by Fitch.
- For the month of December 31, 2023, GF1 participants earned 5.39%⁽²⁾.
- As of December 31, 2023, GF1 assets were \$32.8 billion.
- As of December 31, 2023, the weighted average maturity (WAM) was 26 days.

Portfolio Composition



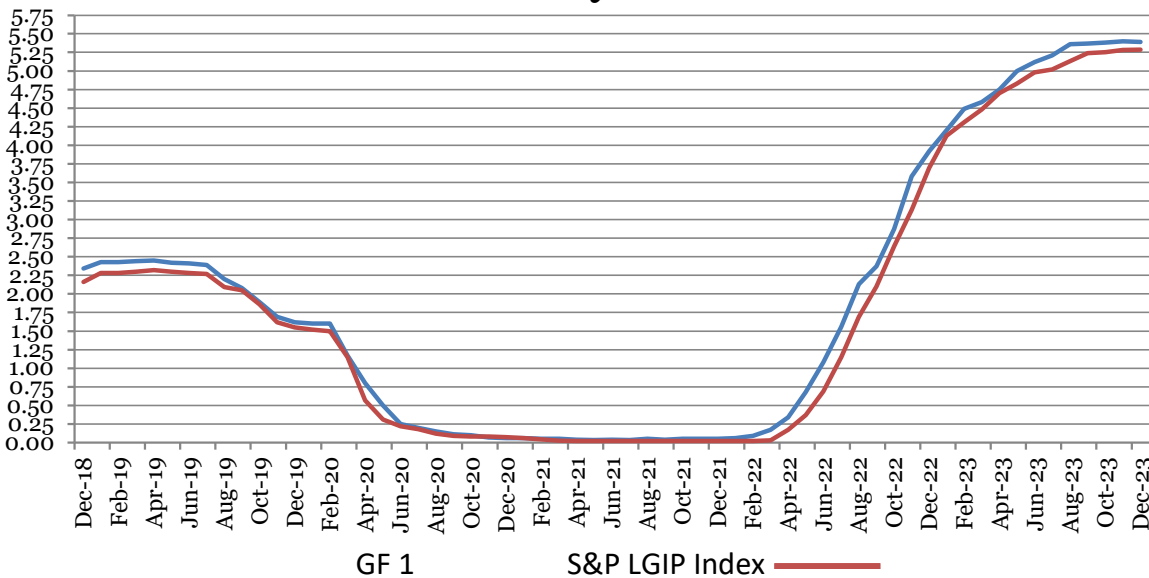
Account Holder Distribution



January 10, 2024

(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/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 Federal Open Market Committee (FOMC) opted to leave the Federal Funds Target Rate unchanged at 5.25% - 5.50% at the December 13th FOMC meeting. There is a growing consensus that the FOMC will begin cutting interest rates due to improvements in the inflation data. The big question is when do they start? There are currently 150 basis-points in cuts priced into the market for 2024 with the first 25 basis-point cut happening at the March 20th or May 1st meeting. The FOMC will not begin cutting rates until they are certain inflation will reach their 2% target.

Nonfarm Payrolls came in higher for December at +219k versus expectations of +175k. The Unemployment Rate was unchanged at 3.7%. December Consumer Price Index (CPI) data came in higher than expected increasing to +3.4% YoY versus expectations of +3.2% YoY. December Producer Price Index (PPI) was lower than expected coming in at +1.0% YoY versus expectations of +1.3%.

Overnight General Collateral (GC) Repurchase Agreements averaged a yield of 5.37% in December. Treasury Bill yields averaged 5.35% for 1-month maturities, 5.37% for 3-month maturities, 5.31% for 6-month maturities and 4.94% for 12-month maturities.

Jon Perregaux – Senior Portfolio Manager

Maturity Distribution

