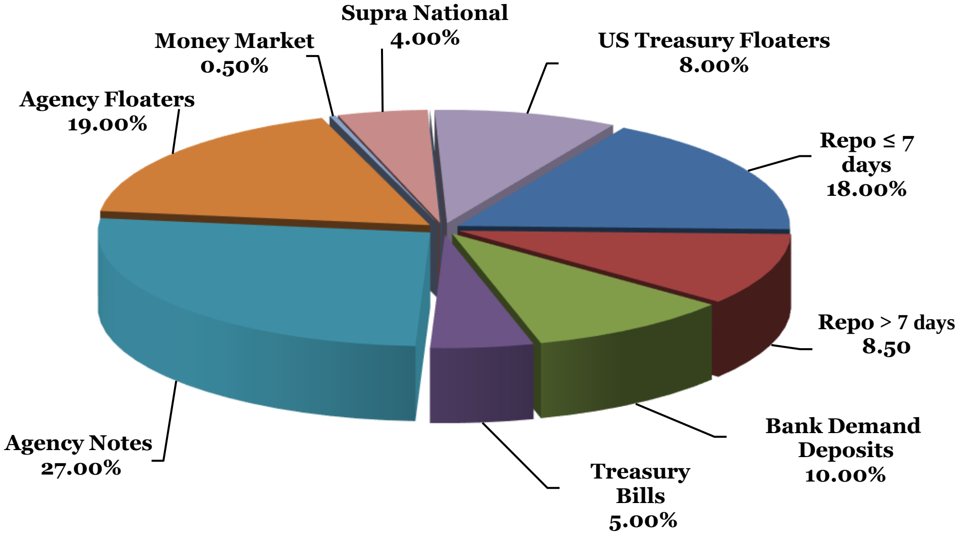
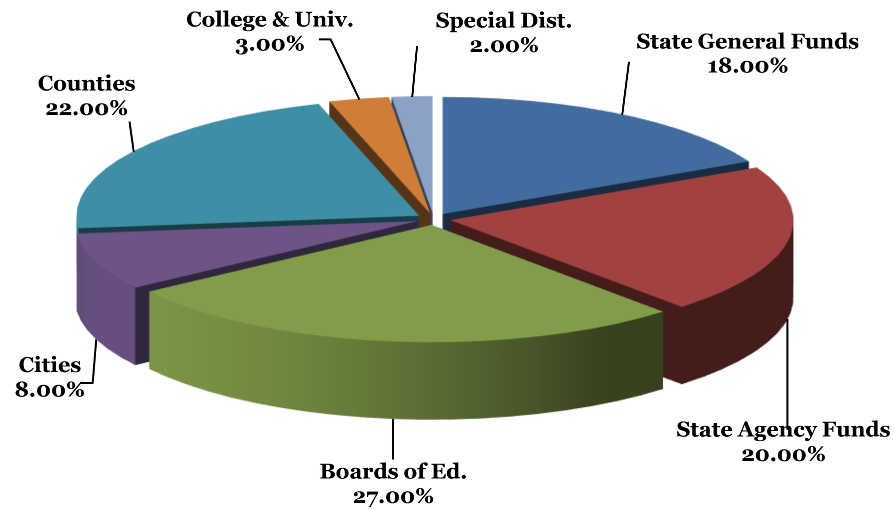
Georgia Fund 1 (GF1)

- 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 February 2023, GF1 participants earned 4.49%(2).
- As of February 28, 2023, GF1 assets were $30 billion.
- As of February 28, 2023, the weighted average maturity (WAM) was 30 days.

Portfolio Composition

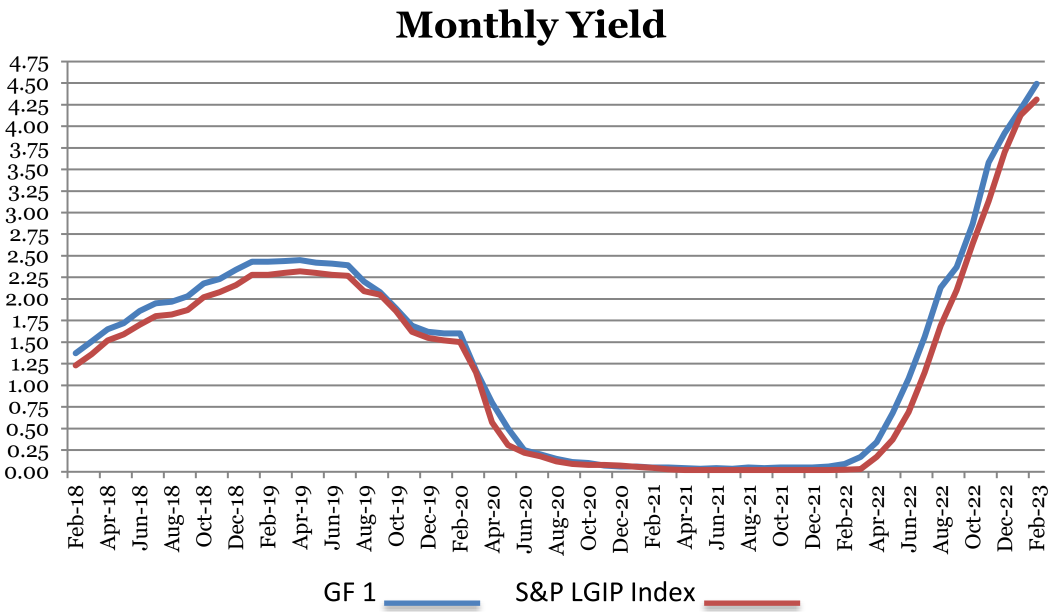


Account Holder Distribution



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

March 8, 2023



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.

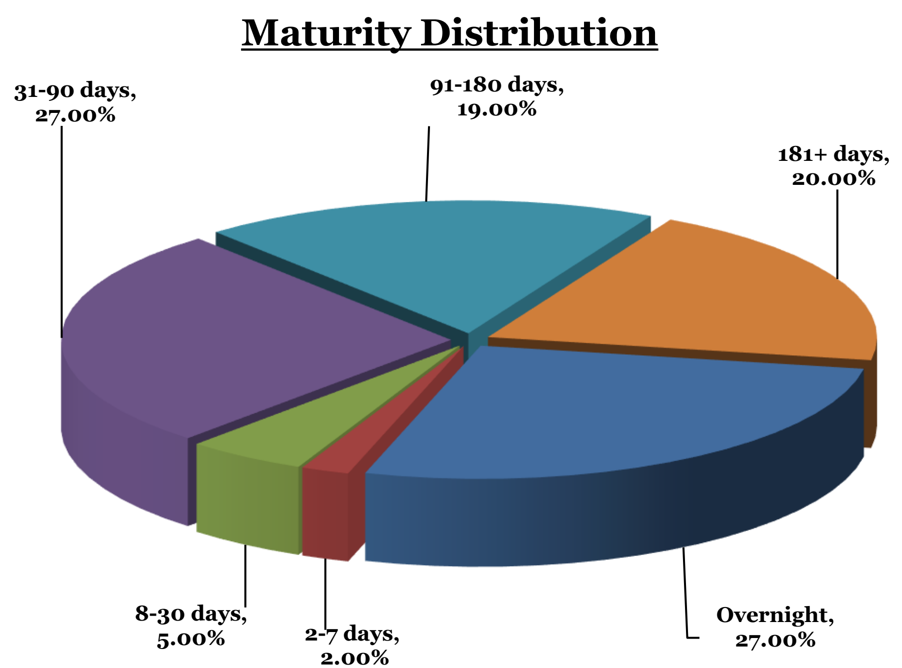
Portfolio Strategy:

The Federal Open Market Committee (FOMC) started the month by hiking interest rates by 25 basis-points on February 1st. It is important to note that the FOMC minutes revealed that all members were unanimous in thinking that ongoing rate hikes would be appropriate until their 2% inflation target is within reach. The upward pressure on inflation seen in January is attributed to higher raw material costs being passed on to the consumer.

February employment data beat expectations with the headline Nonfarm Payrolls number coming in at +311k versus expectations of +225k. The Unemployment Rate increased to 3.6%, up from 3.4%. February CPI came in at +6.0% (YoY) versus expectations of +6.0% (YoY), down from +6.4% (YoY) posted for January. The FOMC is expected to raise interest rates by 25 basis-points on March 22nd. The path forward for the FOMC is in question given disruptions in the market associated with the failure of Silicon Valley and Signature Bank.

Overnight General Collateral (GC) Repurchase Agreements averaged a yield of 4.55% in February. Treasury Bill yields averaged 4.40% for 1-month maturities, 4.61% for 3-month maturities, 4.73% for 6-month maturities and 4.86% for 12-month maturities. The Treasury Bill curve offered 57-basis points of steepness as of 2/28/2023.

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.