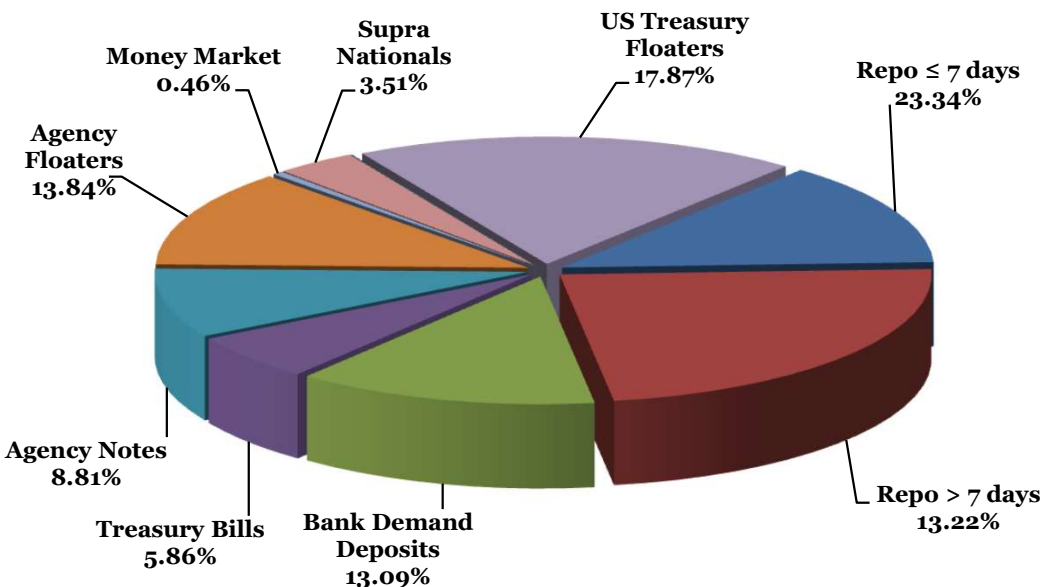


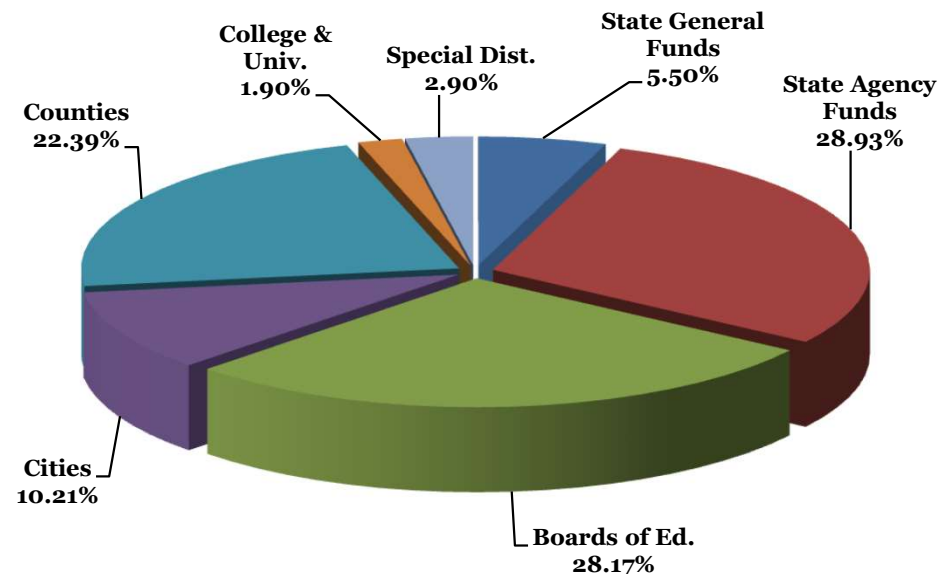
# Georgia Fund 1 (GF1)

- 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 Af/S1 by Fitch.
- For the month of July 31, 2024, GF1 participants earned 5.38%<sup>(2)</sup>.
- As of July 31, 2024, GF1 assets were \$29.9 billion.
- As of July 31, 2024, the weighted average maturity (WAM) was 23 days.

## Portfolio Composition

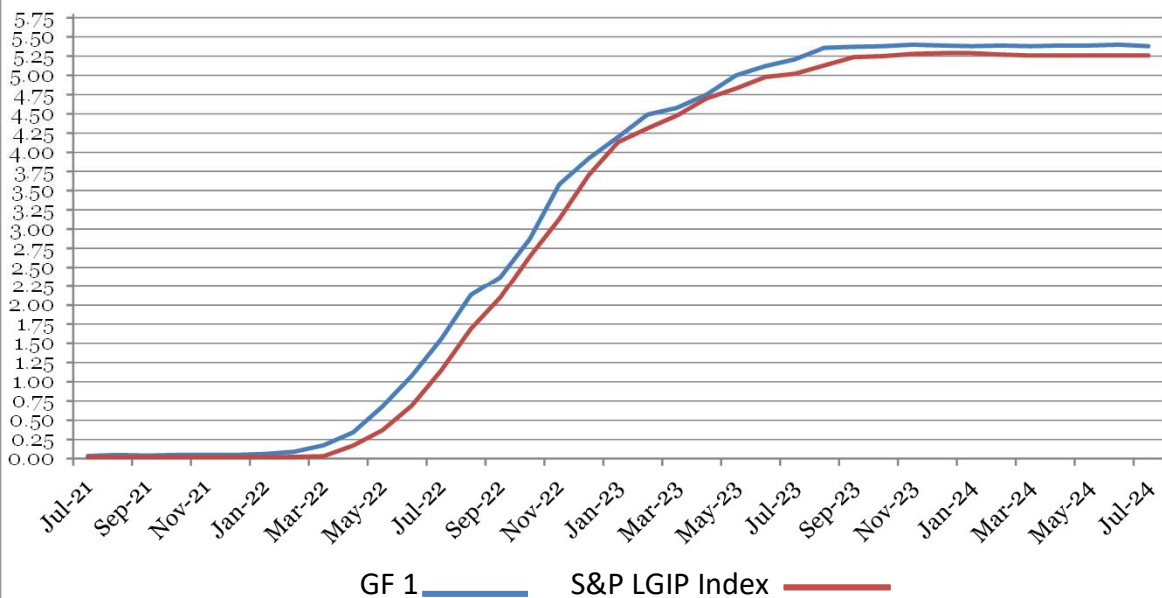


## Account Holder Distribution



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

## 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](mailto:Jon.Perregaux@treasury.ga.gov).

## **Portfolio Strategy:**

The Federal Open Market Committee (FOMC) left the Federal Funds Target Range unchanged at 5.25% to 5.50% at the July 31<sup>st</sup> meeting. Based on recent weakness in employment and lower trending inflation data it is likely the FOMC will implement a cut to interest rates as soon as the September 18<sup>th</sup> meeting. There has been a fair amount of speculation as to the pace and extent of interest rate cuts. We believe the FOMC will be measured in their response unless upcoming economic data shows areas of concern.

Nonfarm payrolls came in lower than expectations at +114k for July versus expectations of +175k. The Unemployment Rate increased to 4.3% versus 4.1% in June. The Consumer Price Index (CPI) slightly decreased for July coming in at +2.9% YoY versus expectations of +3.0% YoY. The Producer Price Index (PPI) came in at +2.2% YoY versus expectations of +2.3% YoY. Inflation has trended lower but remains above the FOMC's 2% target.

Overnight General Collateral (GC) Repurchase Agreements averaged a yield of 5.32% for July. Treasury Bill yields averaged 5.29% for 1-month maturities, 5.27% for 3-month maturities, 5.14% for 6-month maturities and 4.90% for 12-month maturities.

Jon Perregaux – Senior Portfolio Manager

## **Maturity Distribution**

