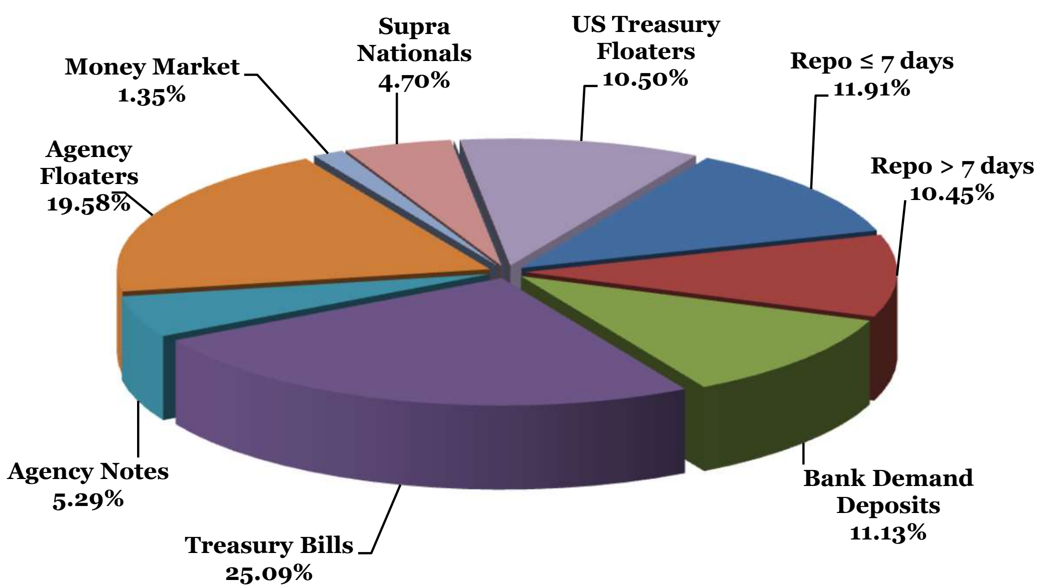
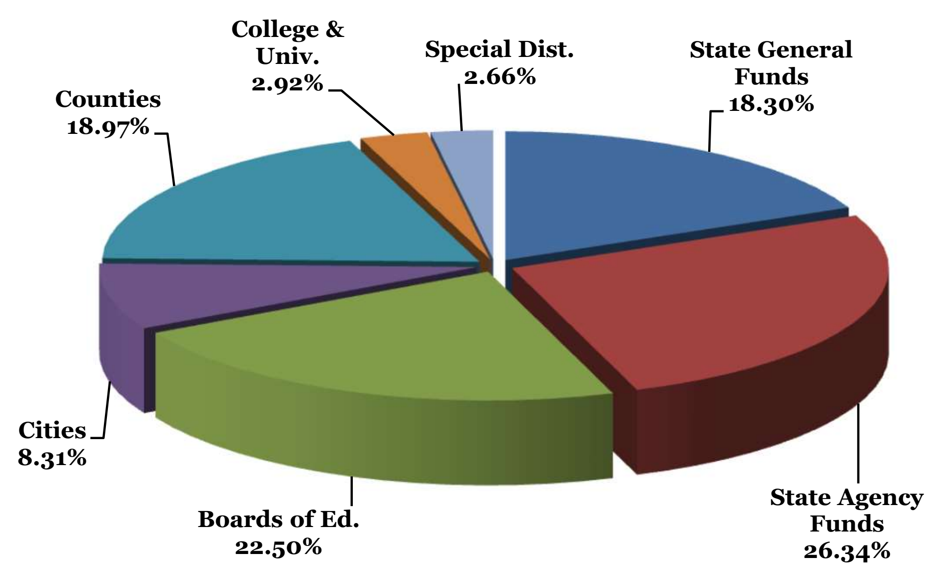
Georgia Fund 1 (GF1)

- 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 September 2023, GF1 participants earned 5.37%(2).
- As of September 30, 2023, GF1 assets were $29 billion.
- As of September 30, 2023, the weighted average maturity (WAM) was 30 days.

Portfolio Composition



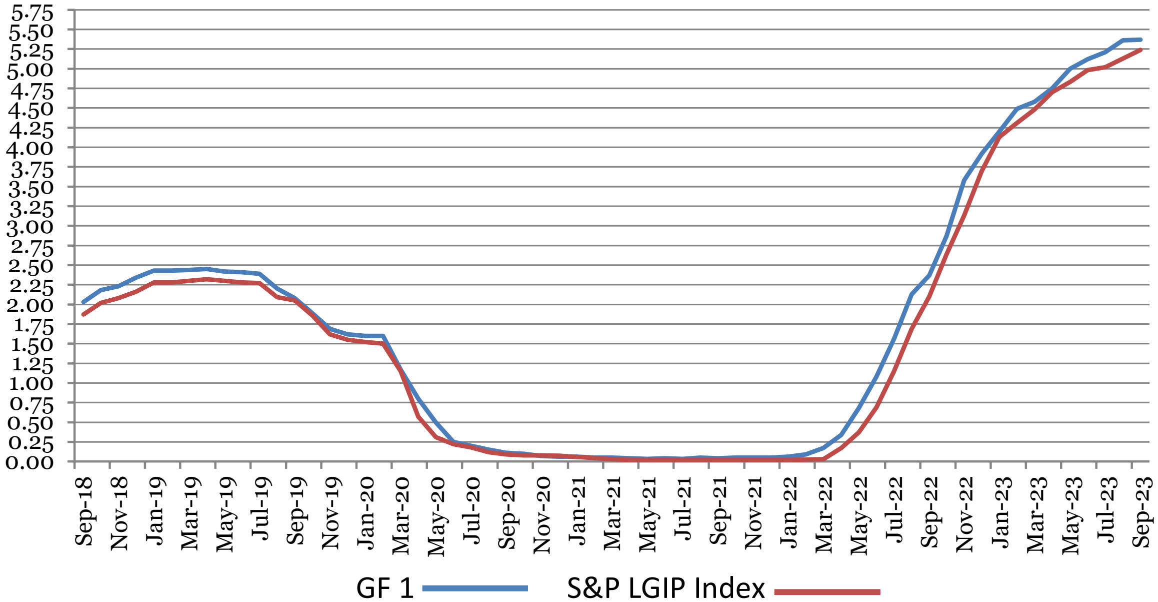
Account Holder Distribution



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

October 10, 2023

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:

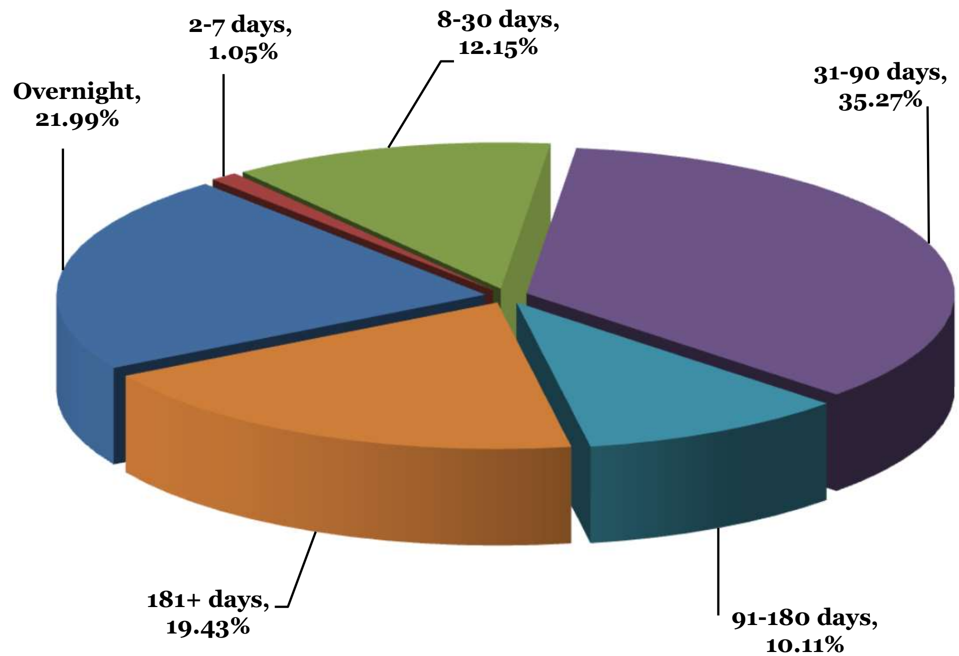
After increasing interest rates by 25 basis point at the July 26th meeting, the Federal Open Market Committee (FOMC) opted to pause at the September 20th meeting. The FOMC is in a data dependent mode and may impose additional tightening if we see a resurgence in inflation. The current consensus is that the FOMC is done and will keep interest rates elevated for a period of time until the data shows that inflation has been tamed.

September employment data beat expectations coming in at +336k versus expectations of +170k. The unemployment rate remained at 3.8%. Inflation remains a problem for the FOMC. After several consecutive monthly declines in the data, inflation started to trend up slightly due to increases in energy and shelter prices. September Headline CPI YoY is expected to come in at +3.6% vs. +3.7% in August and expectations for Headline PPI YoY is +1.6 versus +1.6% in August. Any significant upward divergence from expectations may prompt the FOMC to further increase interest rates.

Overnight General Collateral (GC) Repurchase Agreements averaged a yield of 5.31% in September. Treasury Bill yields averaged 5.37% for 1-month maturities, 5.45% for 3-month maturities, 5.52% for 6-month maturities and 5.42% for 12-month maturities.

Jon Perregaux – Senior Portfolio

Maturity Distribution



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.