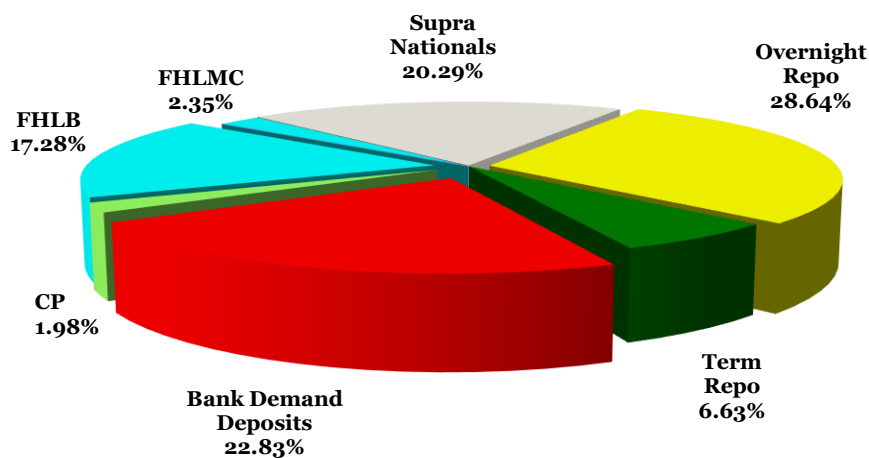


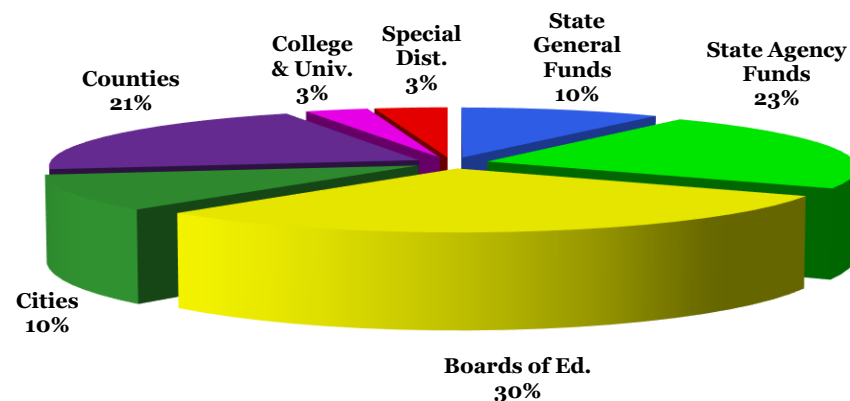
Georgia Fund 1 (GF1)

- O.C.G.A. § 36-83-1 to 36-83-8 authorizes Georgia local governments and other authorized 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 investment 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 calculated on an actual/365 day basis net of 5 basis points (bps) administrative fee.
- GF1 is rated AA Af by Standard & Poor’s.
- For the month of April 2019, GF1 participants earned 2.45%*.
- As of April 30, 2019, GF1 assets were \$15.6 billion. The weighted average maturity (WAM) was 35 days.

Portfolio Composition

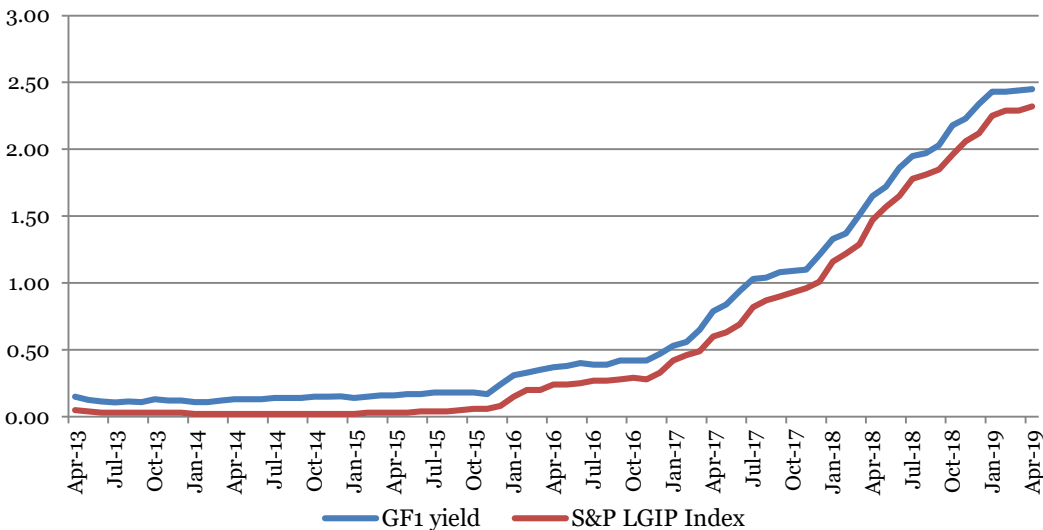


Account Holder Distribution



*Georgia Fund 1 yield is on an annualized basis.

Monthly Yield



In The News:

Additional information on the Georgia Fund 1 holdings can be found on the website at <https://ost.georgia.gov/gf1-holdings-reports>. The holdings are updated quarterly. Other state portfolio holdings are listed on the website as well.

Want to know more about the Office of the State Treasurer (OST)? Treasury Notes is a publication produced quarterly to provide insight to the primary functions and responsibilities of the OST as well as information on cash flows and investment management. The latest publication is as of December 31, 2018 and can be found at the following link- https://ost.georgia.gov/sites/ost.georgia.gov/files/related_files/document/Treasury%20Notes_12.31.18.pdf

For Georgia Fund 1 investment related questions, please direct inquiries to **Laura Glenn** at **(404) 656-2995** or by email at laura.glenn@treasury.ga.gov

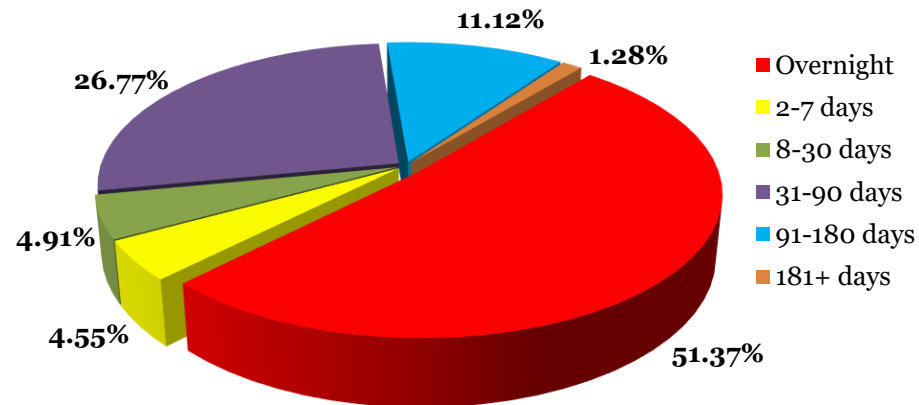
Portfolio Strategy:

Guidance. An online dictionary defines it as “Advice or information aimed at resolving a problem or difficulty, especially as given by someone in authority.” Current difficulty is predicting the next move. The markets continue to look for guidance from the authority on the future path of interest rates, Jerome Powell. Is the economy strengthening or weakening? Is low inflation transitory or persistent? The Federal Open Market Committee (FOMC) led by Powell left the target range for fed funds at 2.25% - 2.50% at its May 1st meeting. However, the Fed lowered the interest it pays on excess reserves (IOER) by 5 basis points to 2.35%. This move was intended to enhance the Fed’s ability to control the fed funds rate. Recently the fed funds effective rate moved higher to the point of being above IOER.

As we look to the Fed for guidance as to how we manage Georgia Fund 1, we understand that our participants look to us for guidance on the future of the net rate paid out to participants as it relates to a municipality’s projected interest income for budgetary purposes. If the Fed continues to stay on hold with the fed funds target and the economy continues to plug along, we suspect the monthly net rate paid out to participants may be in the range of 2.35% to 2.45%.

We thank you for your continued support of Georgia Fund 1. Assets have grown from \$10 billion in February 2014 to \$15 billion in February 2019 – also a great sign that the economy is indeed doing well.

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.