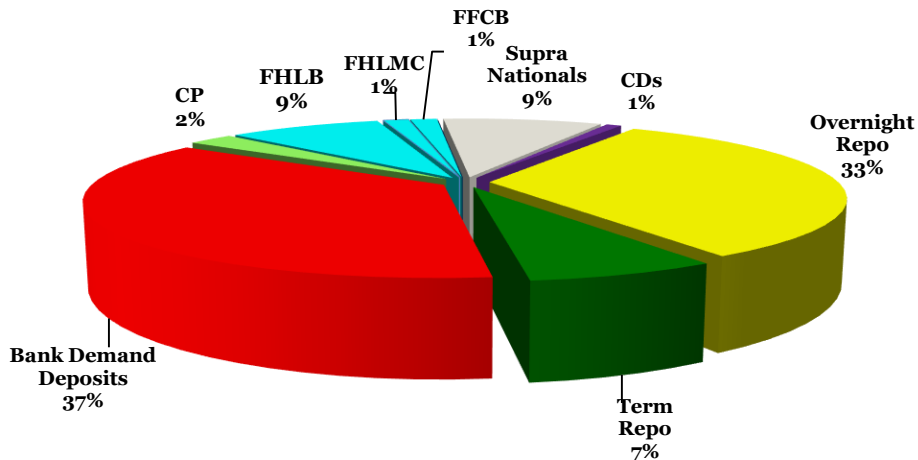


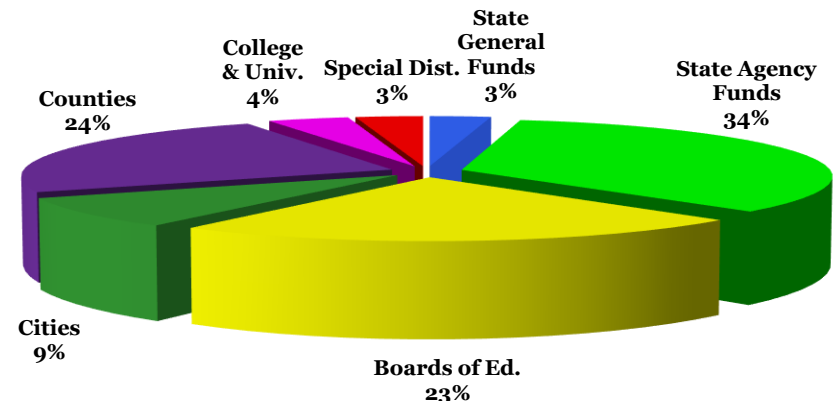
# Georgia Fund 1 (GF1)

- O.C.C.G § 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](http://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 (bp) administrative fee.
- GF1 is rated AA Af by Standard & Poor’s.
- For the month of November 2017, GF1 participants earned 1.10%\*.
- As of November 30, 2017, GF1 assets were \$11.8 billion. The weighted average maturity (WAM) was 13 days.

## Portfolio Composition

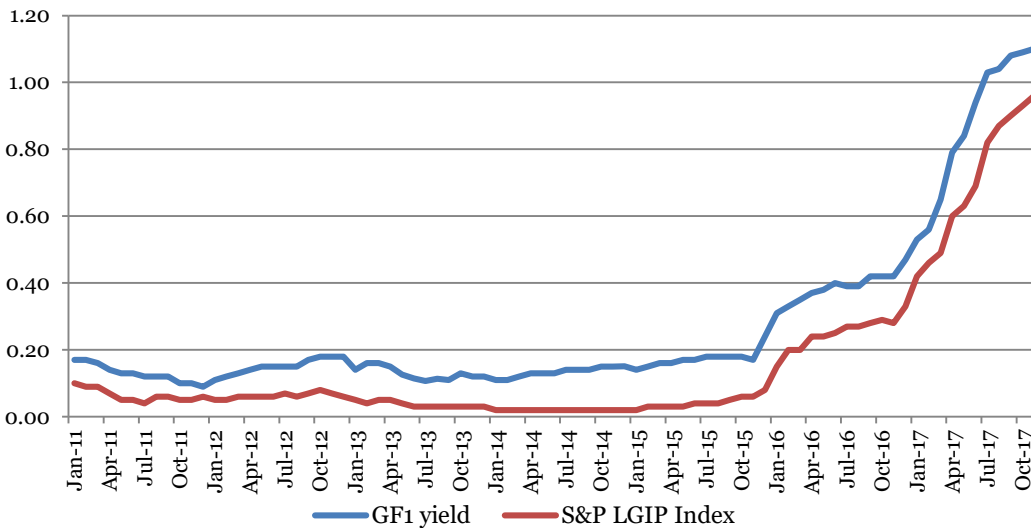


## Account Holder Distribution



\*Georgia Fund 1 yield is on an annualized basis.

## Monthly Yield



## Portfolio Strategy:

The month of November felt typically quiet as we moved into the holidays. The Fed met on November 1<sup>st</sup> and left the Fed Funds target range at 1.00% - 1.25%. In a hearing of the Joint Economic Committee on Capitol Hill, Federal Reserve Chairwoman Janet Yellen said central bank officials would continue to gradually raise short-term interest rates because the economy is performing largely in line with the Fed's expectations. The odds of a hike in interest rates at the December meeting based on Fed Funds futures is at 98% - consider it done.

The Dow Jones Industrial Average (DJIA) continues to set record highs as the Senate passed revisions to the U.S. tax code moving one step closer to pushing through the \$1.4 trillion in tax cuts. The House and Senate still need to reconcile competing versions of the tax plan. According to the WSJ. "Cuts to the corporate rates could boost earnings growth and help the long U.S. stock rally keep going." The DJIA started 2017 at 19,762.60 and as of the close of business on December 4<sup>th</sup>, stood at 24,290.05.

"A very Merry Christmas, and a Happy New Year, Let's hope it's a good one, without any fear...."

## 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.

A new report entitled "Treasury Notes" is now available on our website. Treasury Notes provides insight on the primary functions and responsibilities of the Office of the State Treasurer as well as detailed information on cash flows and investment management. Treasury Notes will be updated each calendar quarter. The September 30<sup>th</sup> edition can be found by the link <https://ost.georgia.gov/sites/ost.georgia.gov/files/Treasury%20Notes%20as%20of%20Sept%2030%202017%2012-14-17.pdf>

## Maturity Distribution

