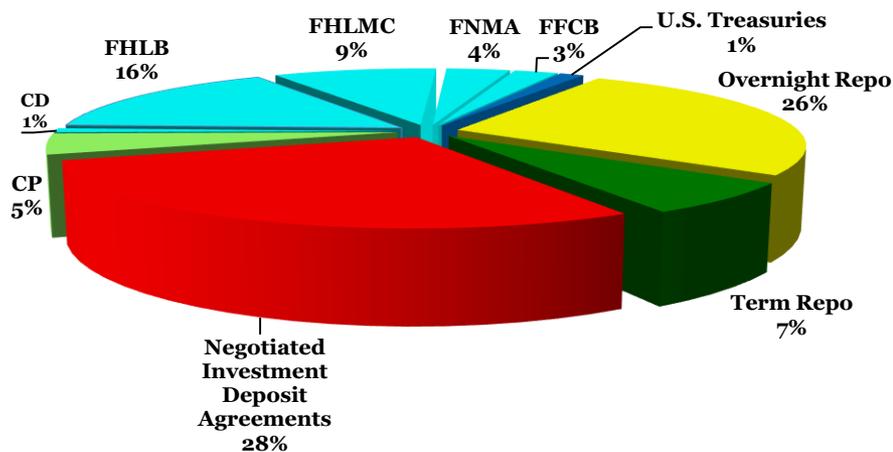


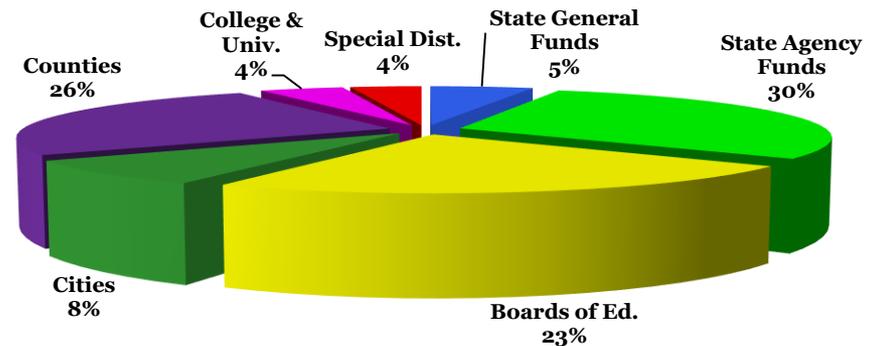
# Georgia Fund 1 (GF1)

- 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 October 2016, GF1 participants earned .42% (42 bp)\*.
- As of October 31, 2016, GF1 assets were \$10.98 billion. The weighted average maturity (WAM) was 39 days.

## Portfolio Composition

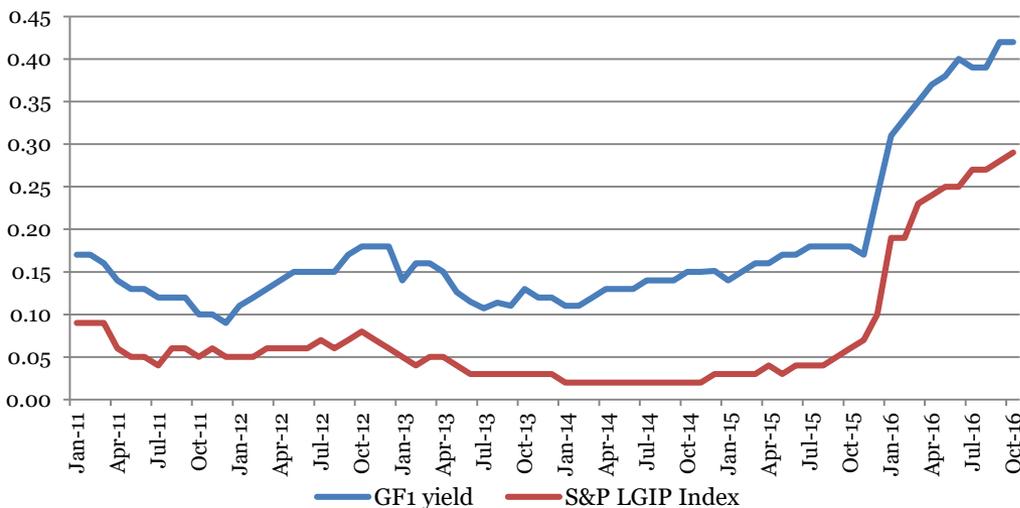


## Account Holder Distribution



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

## Monthly Yield



## Portfolio Strategy:

The primary objectives in managing GF1 are preservation of principal, liquidity, investment income and diversification. GF1 is managed to maintain a \$1.00 value and a weighted average maturity of 90 days or less, with the maximum maturity of any investment limited to 397 days. The GF1 weighted average maturity (WAM) was 39 days as of October 31, 2016. The annualized net rate paid to participants was 42 basis points in October.

Another month has come and gone. More of the same. The Fed met on November 2<sup>nd</sup> and again, decided to maintain the target range for the federal funds rate at ¼ to ½ percent. However, the Fed did mention that the case for an increase in the federal funds rate has continued to strengthen but decided, for the time being, to wait for some further evidence.

The odds for a December rate hike based on Fed Funds Futures stands at 76%. The first and only raise in rates occurred in December 2015. A move by the Fed in December would be a warm welcome and a nice Christmas gift to all.

## In The News:

The Office of the State Treasurer is expanding. The Investment Team now includes two Investment and Credit Analysts. Bradley Floore is a graduate of the University of Southern Mississippi with a Bachelor of Science in Business Administration with a double major in Finance and Accounting. Dylan Lightle is a graduate of the University of Georgia with a Bachelor of Business Administration in Finance.

The Investment Team is managed by two seasoned portfolio managers, Laura Glenn and Mark Jones. In addition, Ryan Rothgeb serves as the Senior Investment and Credit Analyst, assisting the two portfolio managers with investment management and fund operations.

Angela Roberts continues to handle daily trade operations and serves as a backup to the Fund Administrator, Mary Ballard.

As always, we are here to serve. Please contact Mary ([mballard@treasury.ga.gov](mailto:mballard@treasury.ga.gov)) with any questions regarding Georgia Fund 1 resolutions or IPAS issues. For investment related questions, please direct inquiries to [lglenn@treasury.ga.gov](mailto:lglenn@treasury.ga.gov)

## Maturity Distribution

