



David C. Damschen

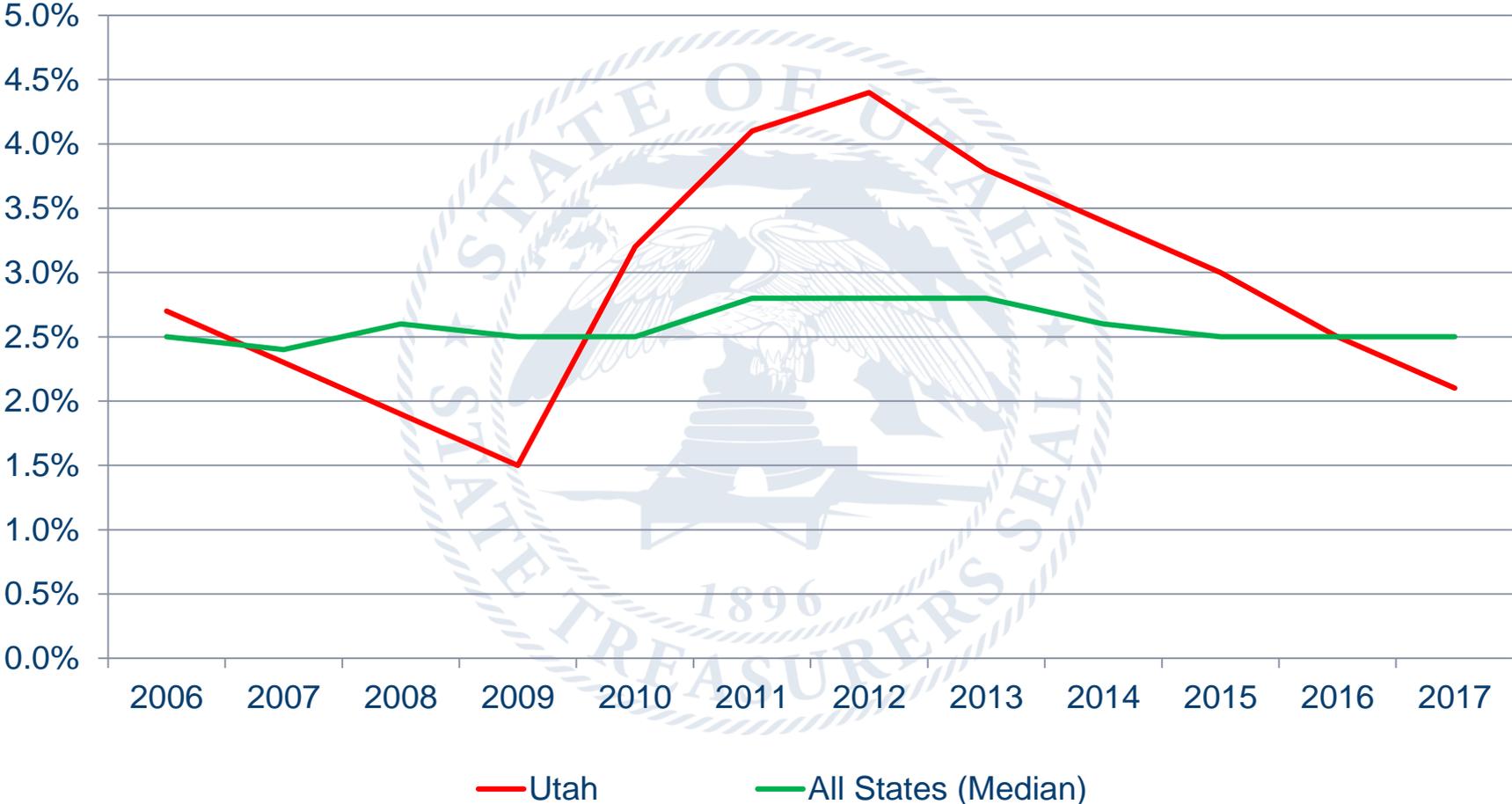
Utah State Treasurer

Executive Appropriations Committee

May 16, 2017

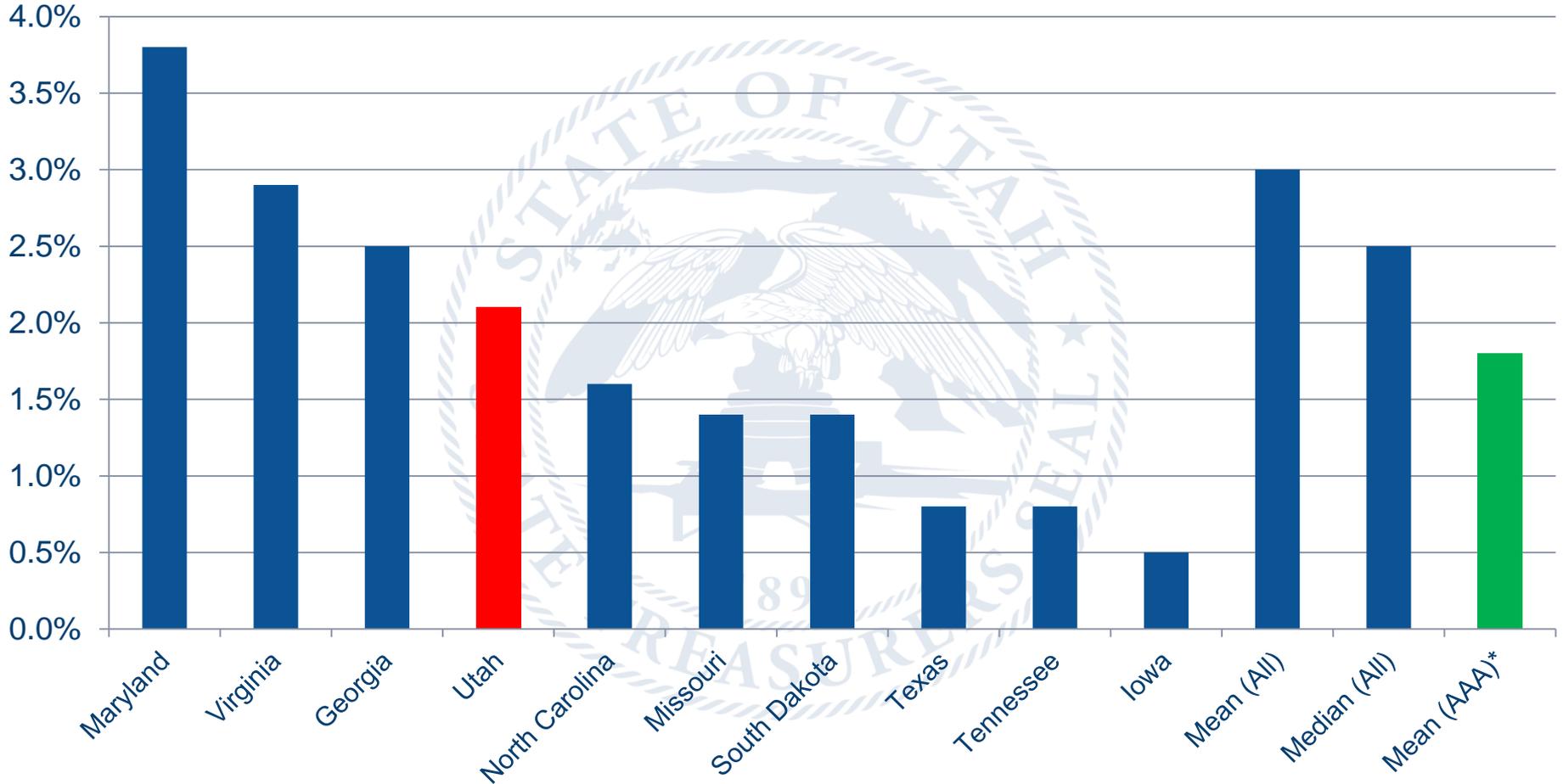
Kirt Slaugh, CTP
Chief Deputy Treasurer

Historical Comparison of State Debt to Personal Income



State Debt to Personal Income

Comparison of Aaa - AAA Rated States*



* AAA States Excluding Delaware, as of December 31, 2016

Expected Issuance of Authorized Debt

Expected Sale Dates	Highway Bonds	Prison Bonds	Expected Total Issuance
July 2017	\$47 million	\$120 million	\$167 million
January 2018	\$180 million	\$230 million	\$410 million
January 2019	\$310 million	\$140 million	\$450 million
January 2020	\$360 million	\$80 million	\$440 million
January 2021	\$209 million		\$209 million
TOTALS:	\$1.106 billion	\$570 million	\$1.646 billion



Considerations on Timing of Transactions

- **Timing of Expenditures** – Highway project spending tends to peak in spring and summer months. A January issuance avoids negative carry costs on idle bond proceeds.
- **Reduced Uncertainty over Needed Proceeds** - Two issuances in FY18 allows DFCM and UDOT more time and flexibility to solidify the prison and highway construction schedules.
- **Market Dynamics** – Historically, January is the best time of year to issue bonds. (4 to 8 bps advantage over July)
- **50% Limit Ceiling in Authorization** – Shifting some first-year issuance to January may provide UDOT with the capacity needed to stay within the constraints of the authorization.
- **Current Financials** - A January issuance would allow for the most current financial reports and disclosures to investors.