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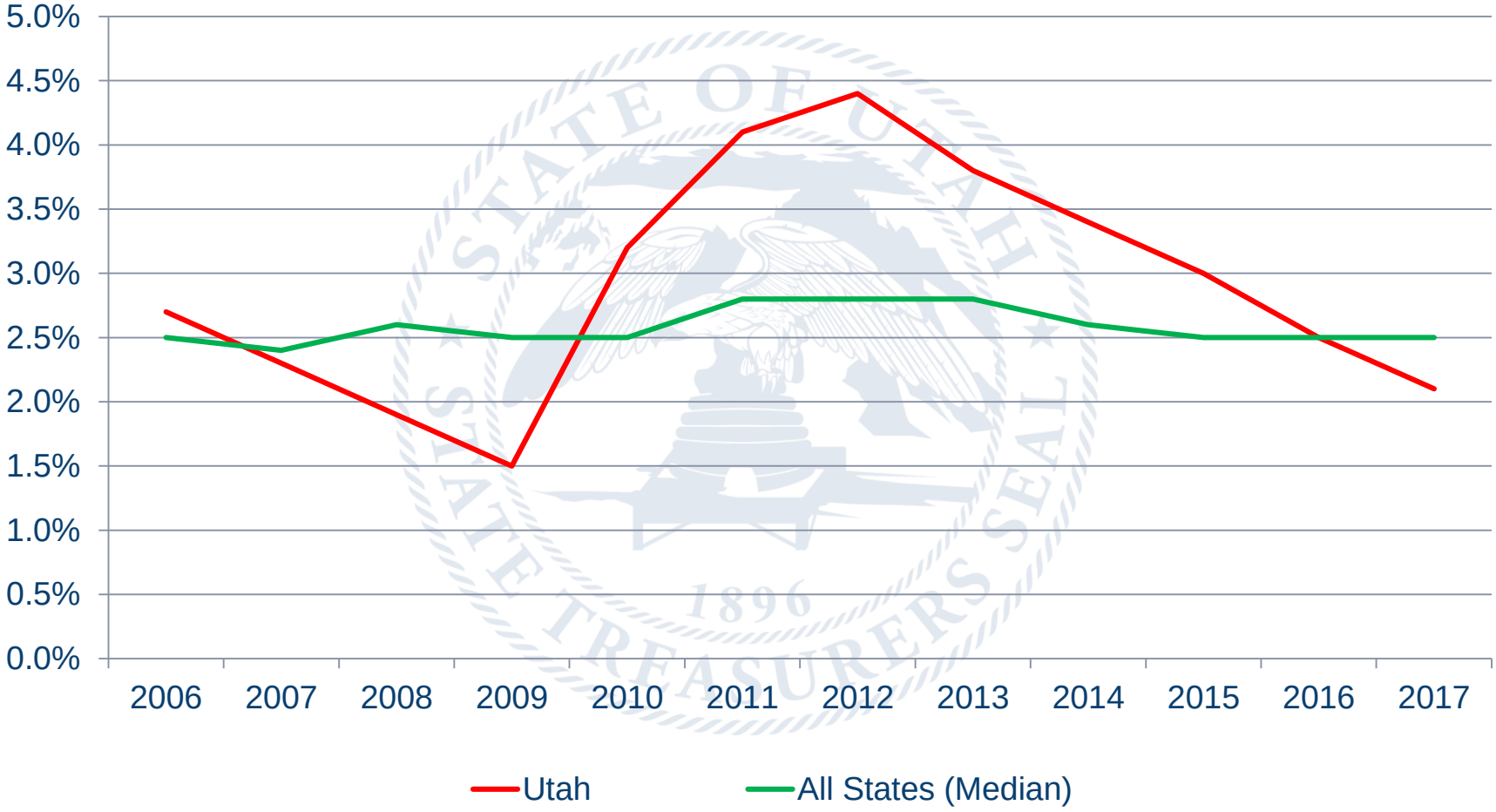
Utah State Treasurer

Infrastructure & General Government Appropriations Subcommittee

June 20, 2017

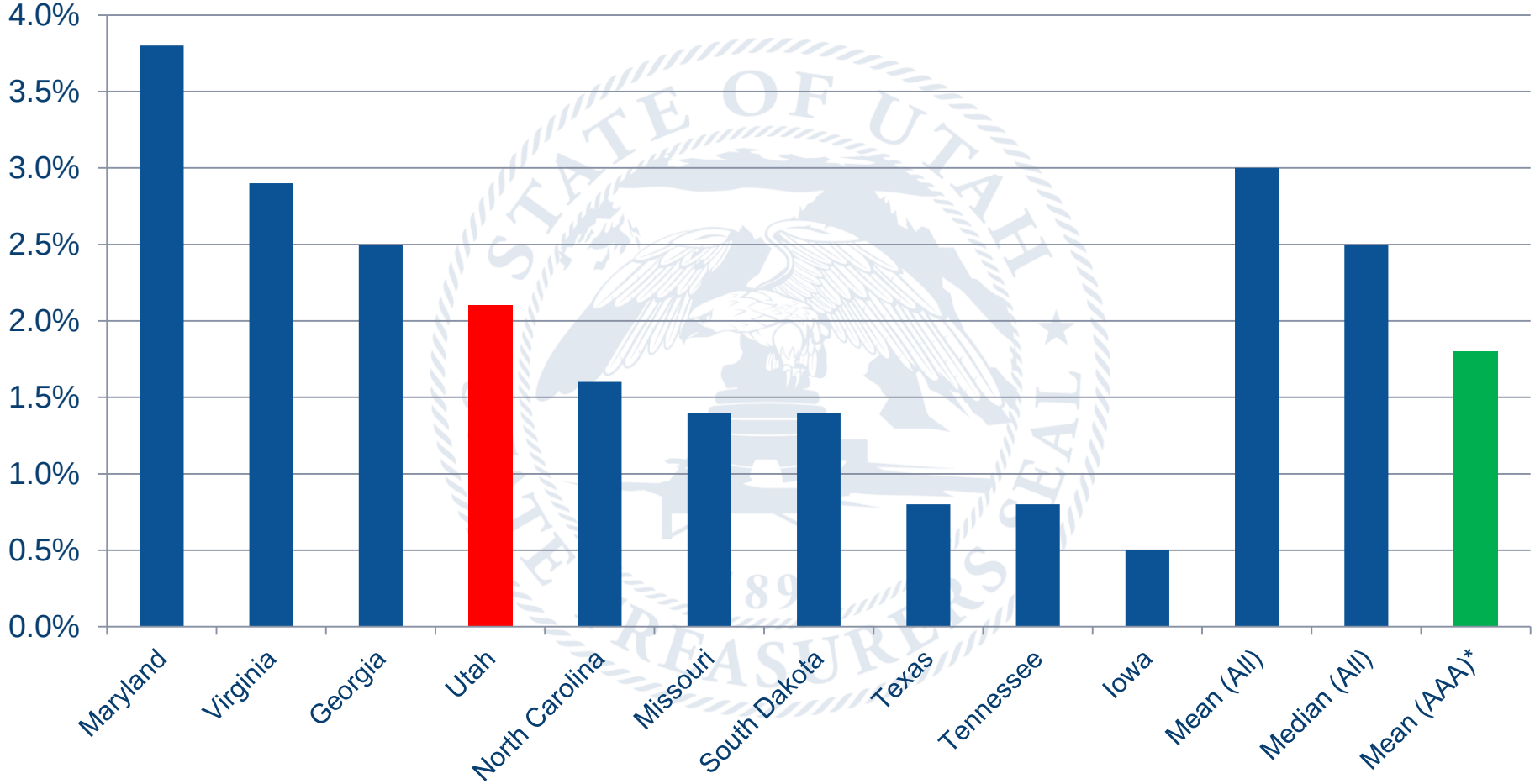
David Damschen, CTP
Treasurer

Historical Comparison
Debt to Personal Income vs. All States Median



State Debt to Personal Income

Comparison of Aaa - AAA Rated States*



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

Expected Issuance of Authorized G.O. Debt

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

Considerations: Transaction Timing

- **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 provides 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.