



Governor's Office of
PLANNING AND BUDGET
THE STATE OF GEORGIA

Georgia Capital Budgeting

GASFA 2022 Spring Meeting

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Georgia's Debt Management

- Georgia's Constitution provides a very conservative framework for debt issuance and management.
 - Constrains the purposes for which general obligation debt can be issued
 - Limits debt to 10% of the prior year's revenue
 - Cannot issue bonds with a term of more than 25 years
- Georgia State Financing and Investment Commission issues a debt management plan annually which provides a five-year projection for all bond issuances and debt service.
 - Debt management plan provides more conservative debt limits as part of AAA credit management
 - Limits our debt service to 7% of the prior year's treasury receipts
 - State also looks at debt per capita and debt as a percent of personal income
- Georgia is a triple - AAA credit rated state since 1997.



Georgia AAA Credit Rating

	Debt Service Per Capita	% of 2020 Personal Income	% of 2019 Gross State Domestic Product
Georgia	987	1.9%	1.71%
Triple-A Average	1,174	2.0%	1.81%
50-State Average	1,535	2.5%	2.43%
Rank - 50 States	28	25	27

GSFIC Debt Management Plan – Compiled from Moody’s 2021 State Debt Medians

Triple-AAA Rated States

- | | | |
|----------|----------------|-----------|
| Georgia | Maryland | Tennessee |
| Delaware | Missouri | Texas |
| Florida | North Carolina | Utah |
| Indiana | South Dakota | Virginia |
| Iowa | | |



Debt Management Plan Debt Ratios

	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026
New GO Bond Authorizations (millions)	\$949	\$949	\$950	\$950	\$950
Total Treasury Receipts* (millions)	\$30,316	\$30,203	\$31,276	\$32,412	\$33,497
Total Highest Debt Service* (millions)	\$1,217	\$1,282	\$1,228	\$1,133	\$1,043
Debt Service to Prior Year Receipts	4.1%	4.7%	4.8%	4.7%	4.6%
Debt to Personal Income	1.7%	1.7%	1.7%	1.6%	1.6%
Debt Per Capita	\$934	\$946	\$940	\$934	\$947

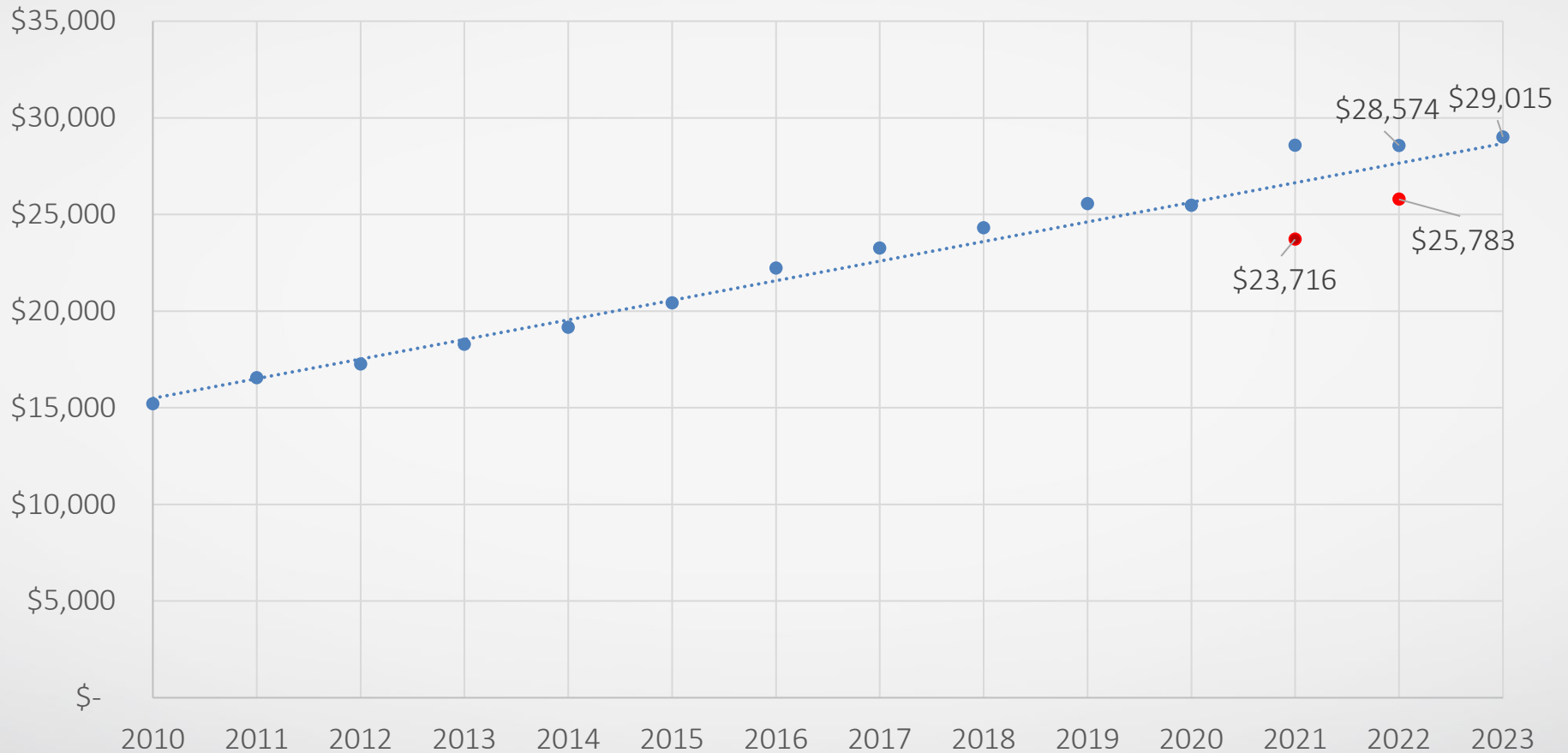
* Projected Amounts

Source: GSFIC Debt Management Plan FY 2022 – FY 2026



Historical State Revenues

State General Fund Revenue
(in millions)





AFY 2022 and FY 2023 Budgets

Both the Amended FY 2022 and FY 2023 budgets restore approximately \$2.8 billion in spending over the original FY 2022 budget, enabling the state to make critical investments in our education systems, personnel, and our state facilities.

Amended FY 2022

- \$432.5 million for the state prison facility transformation initiative
- \$174 million for vehicle and equipment replacement, facility rehabilitation and repair, and project design funding
- \$45 million to consolidate state agency rental space on Capitol Hill

FY 2023

- \$949 million total general obligation debt package
- \$138 million in operational budgets for state agencies for ongoing capital facility maintenance and repairs
- \$51 million for the Georgia Technology Empowerment Fund for next generation information technology projects



Looking Ahead

- FY 2023 Budget Signing
- 2022 Bond Sale
- FY 2024 Capital Planning Amounts
- FY 2024 Budget Submissions and PBCS Updates

Questions?