

**State of Utah**  
**Constitutional Debt Limit**  
**December 31, 2020**

As of December 31, 2020 the State of Utah has used 39% of its Constitutional Debt Limit borrowing authority.

Utah Code Annotated 63A-3-103(1)(f) requires the Division of Finance to publish the State's current constitutional debt limit on the Utah Public Finance Website.

**Constitutional Debt Limit.** Article XIV, Section 1 of the State Constitution limits the total general obligation indebtedness of the State to an amount equal to 1.5% of the fair market value of the total ad valorem taxable property of the State, as shown by the last assessment for State purposes previous to incurring such debt. The application of this constitutional debt limit and the additional debt incurring capacity of the State under the Constitution are estimated to be on December 31, 2020 as follows:

**Constitutional Debt Limit**

Total Fair Market Value (FMV) of Taxable Property (1)	\$461,064,350,122		
Constitutional Debt Limit (1.5% of taxable FMV)	6,915,965,252		
Less: Currently Outstanding General Obligation Debt (Net) (2)	2,729,490,882	39%	Used
Estimated Additional Constitutional Debt Incurring Capacity of the State (3)	<u>\$ 4,186,474,370</u>	61%	Remaining

- (1) Based on 2019 taxable values. See "2019 Annual Statistical Report" prepared by Property Tax Division, Utah State Tax Commission, page 3. <https://propertytax.utah.gov/annual-reports/2019annual.pdf>
- (2) Includes unamortized original issue bond premium that was treated as principal for purposes of calculating the applicable constitutional and statutory debt limits.
- (3) The State is further limited on its issuance of general obligation indebtedness by statute. The State uses outstanding general obligation bond debt to comply within the constitutional debt limit. For Fiscal Year 2020, the State has other long-term contract liabilities consisting of unused vacation and other vested leave for employees of \$107,438,303. These contract liabilities do not affect the State's compliance with the constitutional debt limit.

(Sources: Division of Finance and the Fiscal Year 2020 CAFR)