



**Board of Regents
University System of Georgia**

**Capital Liability Management Plan
FY 2015 - FY 2019**



Policy Implementation

Capital Liability Management Reserve

- \$22.5 Million on deposit, 8% of Annual Rent Requirements
- 28 campuses paid in full; 3 campuses on payment plan
- \$2.1 Million to be rebated to P³ institutions

Refinancing

- 5 PPV projects refinanced (UWG, GRU, GIT)
- \$8.5 million in savings for UWG, GRU with 100% of benefit to institutions
- GIT Molecular Science & Engineering Project Refinance to convert to fixed rate and terminate swap

Housing Policies and Occupancy

- 26 institutions have PPV Housing
- 19 institutions have freshmen residency requirements
- 92% occupancy rate for PPV portfolio

# of Institutions	PPV Housing Occupancy
18	95% +
2	90% - 95%
2	85% - 89%
4	< 76%

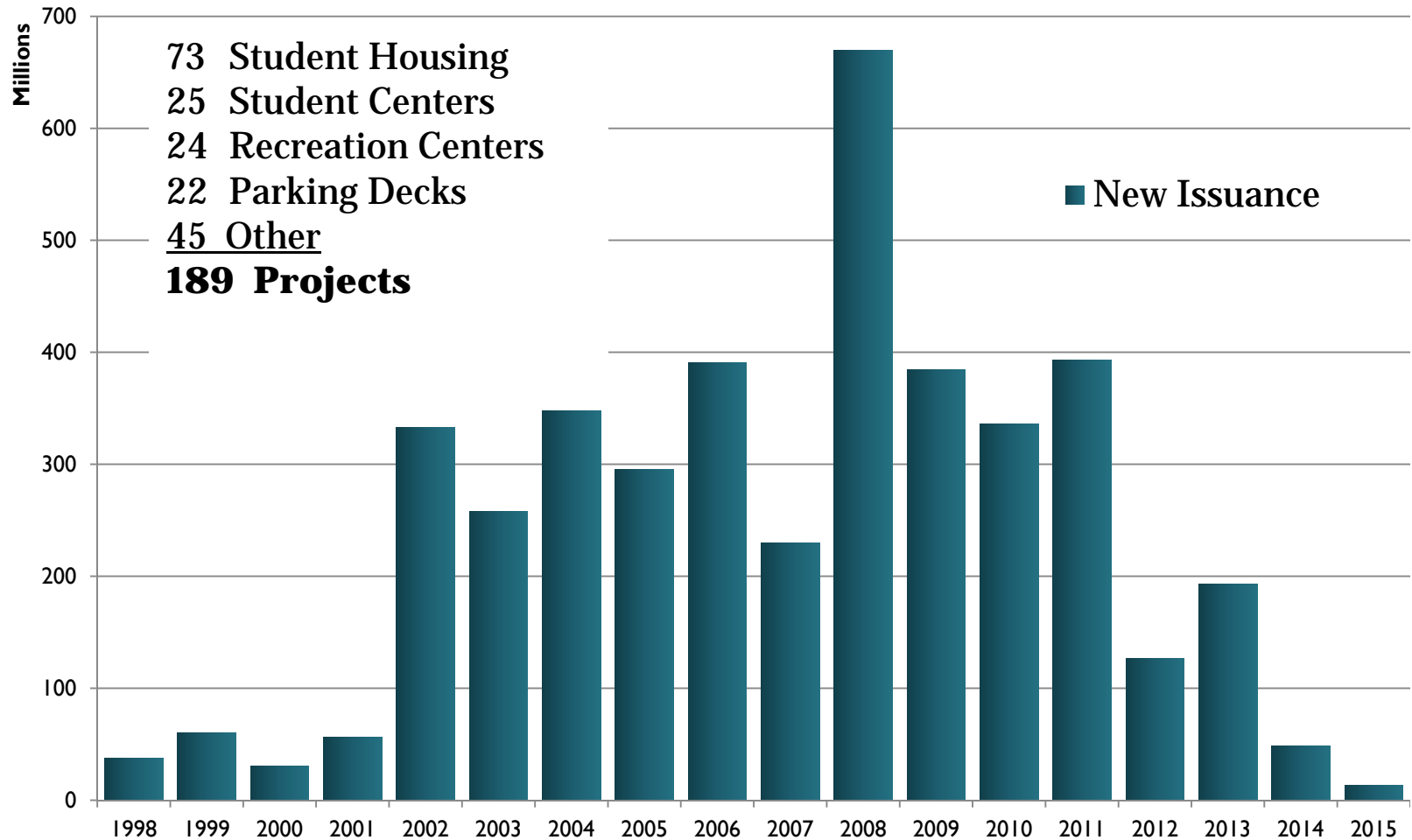
Multi-Year Contracts

Office Leases and Energy Performance Contracts

- FY 2015
 - \$15 million requested and approved for multi-year leases; \$6.5 million utilized for GIT (Technology Enterprise Park)
 - \$10.2 million requested and approved for energy performance contracts; \$7.8 million utilized for GIT and \$2.4 million for UGA
- FY 2016
 - \$150 million requested for multi-year leases
 - \$0 for energy performance contracts
- FY 2017 (estimated)
 - \$30 million projected for multi-year leases
 - \$20 million projected for energy performance contracts

Lease Revenue Bond Issuance

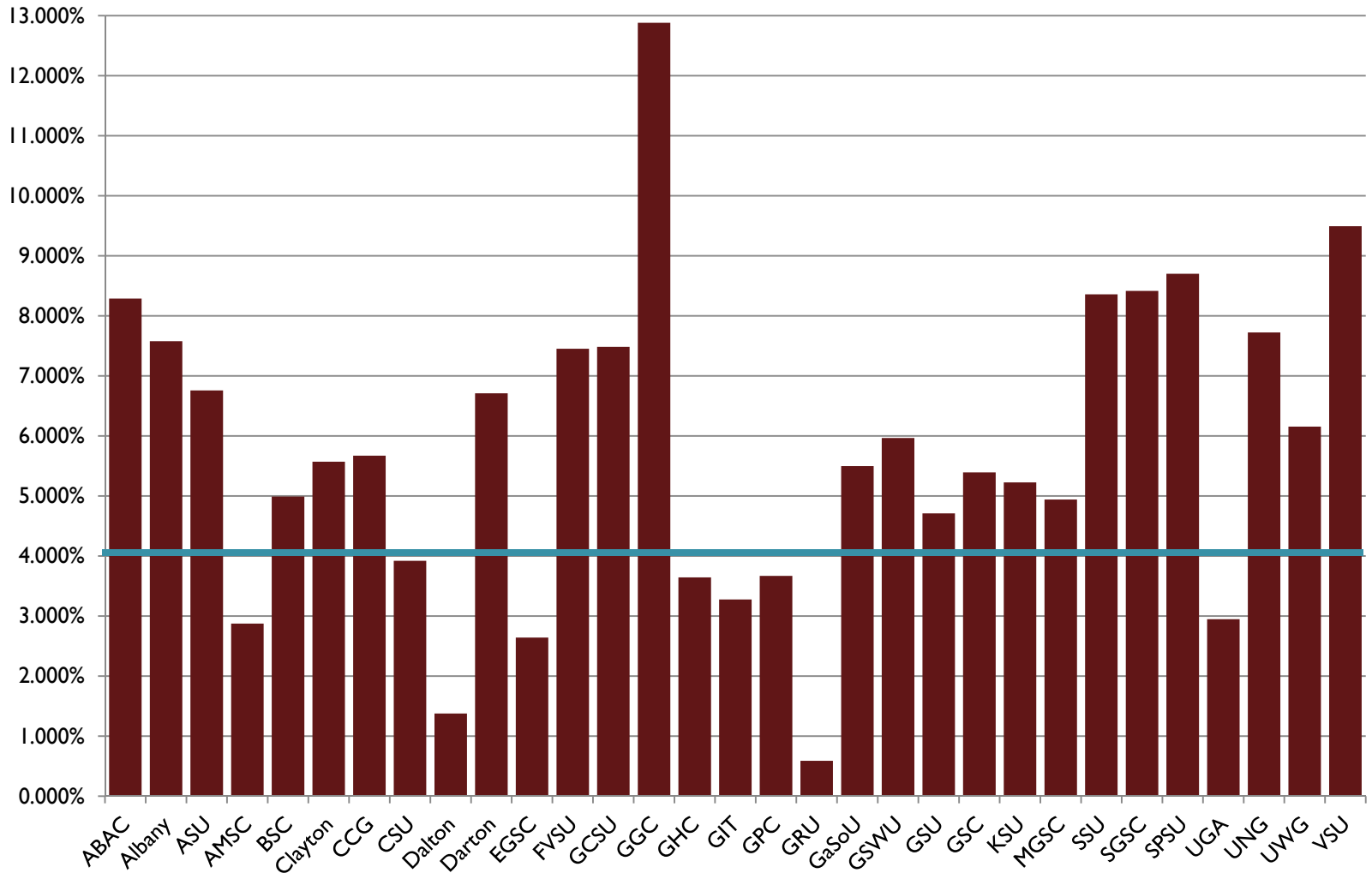
\$3.5 Billion Outstanding
FY15 Capital Lease Payments = \$291 Million



Institutions' Capital Liability Ratios

June 30, 2014

USG: 4%



FY 2015-2019 Plan

(in thousands)

	Fiscal Year 2015	Fiscal Year 2016	Fiscal Year 2017	Fiscal Year 2018	Fiscal Year 2019
Principal Outstanding - Beginning of Year	3,615,505	3,267,746	3,301,762	3,342,071	3,466,407
Potential New Issuance:					
PPV and/or GHEFA	13,250	100,000	100,000	100,000	100,000
Multi-Year Lease Contracts	6,508	30,000	30,000	150,000	15,000
Multi-Year Energy Performance Contracts	10,184		20,000	10,000	10,000
Retirements	(81,780)	(95,984)	(109,691)	(135,664)	(139,419)
PPV Bonds Retired (Housing P3)	(295,785)				
Principal Outstanding - End of Year	3,267,746	3,301,762	3,342,071	3,466,407	3,451,988
Annual Capital Liability Payments	291,037	272,530	284,376	295,964	308,391
University System Operating Revenues	7,366,765	7,509,421	7,619,343	7,731,365	7,845,530
Capital Liability Ratios					
Capital Liability Payment Ratio (With Multi-Year Leases)	4.0%	3.7%	3.8%	4.2%	4.3%
Capital Liability Payment Ratio (Without Multi-Year Leases)	4.0%	3.6%	3.7%	3.8%	3.9%



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