

Minister of Finance of Georgia

Order No. 161  
June 24, 2025

Tbilisi

"On approval of the types of basic units used for financial and economic calculations of investment/capital projects, their values and calculation methodology, and the procedure for determining the criteria for the final selection of investment/capital projects and the scoring system for evaluating these projects" In accordance with paragraph 4 of Article 20 of the Organic Law of Georgia "On Normative Acts", I order: Article 1 "On approval of the types of basic units used for financial and economic calculations of investment/capital projects, their values and calculation methodology, and the procedure for determining the criteria for the final selection of investment/capital projects and the procedure for determining the scoring system for evaluating these projects" Order of the Minister of Finance of Georgia dated November 22, 2023 No. 433 An amendment shall be made to Order No. 433 of November (www.matsne.gov.ge; 28/11/2023; 010240020.22.033.017763) and the following shall be added to the attached edition: a) "Types of basic units to be used for financial and economic calculations of investment/capital projects, their values and calculation methodology" (Appendix No. 1) approved by subparagraph "a" of Article 1 of the Order;

b) After the first article, Article 11 with the following content shall be added:

"Article 11"ÿ

"Types of basic units to be used for financial and economic calculations of investment/capital projects, their values and calculation methodology" (Annex No. 1) shall be updated by March 1 of each year." Article 2 1. Subparagraph "a" of Article 1 of this Order shall enter into force upon publication and shall apply to relations arising from January 1, 2025. 2. Subparagraph "b" of Article 1 of this Order shall enter into force from January 1, 2026.

Acting Minister of Finance of Georgia

Giorgi Kakauridze

Types of basic units used for financial and economic calculations of investment/capital projects, their values, and calculation methodology

#### Article 1

1. The financial and operational aspects of investment/capital projects determined by the Resolution No. 65 of the Government of Georgia of February 16, 2023 "On Approval of the Investment/Capital Projects Management Methodology"

The following basic unit types should be used for economic calculations:

- a) discount rate;
- b) inflation;
- c) nominal wage increase;
- d) statistical value of life;
- e) Shadow price of carbon (CO<sub>2</sub>), expressed in ton equivalent in GEL;
- f) Statistical value of time; g) Value of one additional job created;
- h) The value of the benefit received from one additional tourist.

2. Basic principles used for financial and economic calculations of investment/capital projects

The types of units, their values, and the calculation method are given in Table 1:

Table No. 1

No.	Type of financial and economic entity	Period	Unit of measurement	Base amount	Financial and economic unit calculation	Method of calculating financial and economic units	Calculation of financial and economic unit for subsequent years
1.	Discounting Rate	Year	%	8.6	8.579	The year before the project submission The latest issue of the Georgian government's highest-maturity treasury bonds Auctioned Rate, rounded To the tenth <sup>1</sup> .	During the year Preparatory Used for projects Discount rate Base amount.

1. [https://mof.ge/emisia\\_dafarva](https://mof.ge/emisia_dafarva); <https://mof.ge/5701>

No.	Type of financial and economic entity	Period	Unit of measurement	Base amount	Financial and economic unit calculation	Method of calculating financial and economic units	Calculation of financial and economic unit for subsequent years
2.	Inflation	Year	%	3.0		National Bank of Georgia Inflation declared by Target indicator. <sup>2</sup>	During the year Preparatory Used for projects Inflation rate Base amount.
3.	Nominal Salary increase	Year	%	9.8		Statistics of Georgia By National Service Posted by hiring Average monthly salary of employees Last 10 of nominal salary <sup>3</sup> Annual growth average Percentage.	During the year Preparatory Used for projects Nominal wage The base amount of the increase.
4.	Life Statistical Cost	Year	Gel	907 824.4	(74.9-38.4) X 24,871.9	Statistics of Georgia By National Service Published in Life Average duration <sup>4</sup> Deducted population Median age <sup>5</sup> and Multiplied by gross domestic product Product per capita <sup>6</sup> .	Gross domestic product Per capita Increased nominal With economic growth On average each year By 8.0 percent.
5.	Carbon (CO <sub>2</sub> ) Shadow price, Expressed With a tone equivalent In GEL	Year	Gel	50	One ton Carbon	Based on the results of a study by Oxford University proposed by the World Bank (WB) Established average	Carbon (CO <sub>2</sub> ) Shadow price, The equivalent of the expressed tone in GEL should increase due to inflation. By percentage,

<sup>2</sup><https://nbg.gov.ge/page/%E1%83%98%E1%83%9C%E1%83%A4%E1%83%9A%E1%83%90%E1%83%AA%E1%83%98%E1%83%98%E1%83%A1-%E1%83%9B%E1%83%98%E1%83%96%E1%83%9C%E1%83%9D%E1%83%91%E1%83%A0%E1%83%98%E1%83%95%E1%83%98-%E1%83%9B%E1%83%90%E1%83%A9%E1%83%95%E1%83%94%E1%83%9C%E1%83%94%E1%83%91%E1%83%94%E1%83%9A%E1%83%98>

<sup>3</sup><https://www.geostat.ge/ka/modules/categories/39/khelfasebi>

<sup>4</sup><https://www.geostat.ge/ka/modules/categories/320/gardatsvaleba>

<sup>5</sup><https://www.geostat.ge/ka/modules/categories/41/mosakhleoba>

<sup>6</sup><https://www.geostat.ge/ka/modules/categories/23/mtliani-shida-produkti-mshp>

No.	Type of financial and economic entity	Period	Unit of measurement	Base amount	Financial and economic unit calculation	Method of calculating financial and economic units	Calculation of financial and economic unit for subsequent years
						Value equivalent in GEL.	which is described in point 2.
6.	Time Statistical Cost	Clock	Gel	10.6	$(2,058.7/168) \times (1 - 0.139)$	Statistics of Georgia By National Service Posted by hiring Average monthly salary of employees Nominal salary, Relative monthly work With the number of hours and Multiplied by one minus Georgia National Statistics Office Published by the service Unemployment rate percentage Indicator 7.	Hired employees Monthly average Nominal wages should increase by Salary increase By the percentage described in paragraph 3.
7.	Additionally Created one Workplace Cost	Months Quantity	Gel	2,058.7X Months Quantity	Average for 2024 Monthly Nominal Salary 2,058.7 GEL (preliminary data)	Statistics of Georgia By National Service Published last year Average monthly nominal Salary, multiplied by months On quantity. <sup>8</sup>	Hired employees Monthly average Nominal salary should Increase the nominal Salary increase with the percentage described in paragraph 3. In addition, one
8.	One more From a tourist Accepted Benefit Cost	Year	Gel	Local Tourist – 78.3  Foreigner Tourist – 257.7	Local Tourist: $(300/1.6/1.4) \times 0.6$  Foreigner Tourist: $(1,189.6/0.5/5.5) \times 0.6$	Statistics of Georgia By National Service Published in the last year Tourist <sup>9</sup> (local and Foreigner) Average monthly Expense, relative Average number of tourists	Received from a tourist The cost of benefits should increase with inflation. By the percentage described in paragraph 2.

<sup>7</sup> <https://www.geostat.ge/ka/modules/categories/683/dasakmeba-umushevroba>

<sup>8</sup> <https://www.geostat.ge/ka/modules/categories/39/khelfasebi>

<sup>9</sup> <https://www.geostat.ge/ka/modules/categories/100/turizmis-statistika>

No.	Type of financial and economic entity	Period	Unit of measurement	Base amount	Financial and economic unit calculation	Method of calculating financial and economic units	Calculation of financial and economic unit for subsequent years
						Relative to quantity Tourists staying (According to the number of nights spent), Local and foreign For tourists and Multiplied by Georgia According to the Ministry of Finance's estimate Gross domestic product On the effect of spending.	

3. The working group established by Order No. 461 of the Minister of Finance of Georgia of December 4, 2023 "On the Establishment of a Working Group to Implement Measures to Assess Investment/Capital Projects" ensures the updating of data in the electronic investment project management system ([www.epim.mof.ge](http://www.epim.mof.ge)).