

THE CABINET
STATE OF FLORIDA

Representing:

DIVISION OF BOND FINANCE
FINANCIAL SERVICES COMMISSION, INSURANCE REGULATION
BOARD OF TRUSTEES, INTERNAL IMPROVEMENT TRUST FUND
STATE BOARD OF ADMINISTRATION

The above agencies came to be heard before
THE FLORIDA CABINET, Honorable Governor Bush
presiding, in the Cabinet Meeting Room, LL-03, The
Capitol, Tallahassee, Florida, on Tuesday, April 4,
2006, commencing at approximately 9:07 a.m.

Reported by:

MARY ALLEN NEEL
Registered Professional Reporter
Notary Public

ACCURATE STENOGRAPHY REPORTERS, INC.
2894 REMINGTON GREEN LANE
TALLAHASSEE, FLORIDA 32308
(850)878-2221

2

APPEARANCES:

Representing the Florida Cabinet:

JEB BUSH
Governor

040406A.txt

CHARLES H. BRONSON
Commi ssi oner of Agri cul ture

CHARLIE CRIST
Attorney General

TOM GALLAGHER
Chi ef Fi nanci al Offi cer

* * *

I N D E X

DIVISION OF BOND FINANCE
(Presented by BEN WATKINS)

ITEM	ACTI ON	PAGE
1	Approved	5
2	Approved	5
3	Approved	6
4	Approved	6
5	Approved	6
6	Approved	7

FINANCIAL SERVICES COMMISSION, INSURANCE REGULATION
(Presented by KEVIN McCARTY)

ITEM	ACTION	PAGE
1	Approved	9
2	Approved	10
3	Approved	10
4	Approved	11
5	Approved	11
6	Approved	11
7	Approved	11
8	Received	12

BOARD OF TRUSTEES, INTERNAL IMPROVEMENT TRUST FUND
(Presented by COLLEEN CASTILLE)

ITEM	ACTION	PAGE
1	Approved	16
2	Withdrawn	16
3	Approved	16
4	Approved	17
5	Approved	26
6	Approved	28
7	Approved	29

4

CONTINUED INDEX

STATE BOARD OF ADMINISTRATION
(Presented by COLEMAN STIPANOVICH)

ITEM	ACTION	PAGE
1	Approved	30
2	Approved	31
3	Approved	31
4	Approved	32
CERTIFICATE OF REPORTER		33

1 P R O C E E D I N G S
2 (The agenda items commenced at 9:39 a.m.)
3 GOVERNOR BUSH: Division of Bond Finance.
4 Thanks for being here.
5 MR. WATKINS: Good morning, Governor.
6 GOVERNOR BUSH: Good morning, Ben.
7 MR. WATKINS: Item Number 1 is approval of
8 the minutes of the February 14th meeting.
9 CFO GALLAGHER: Motion on the minutes.
10 COMMISSIONER BRONSON: Second.
11 GOVERNOR BUSH: There's a motion and a
12 second. Without objection, Item 1 passes.
13 MR. WATKINS: Item Number 2 is a resolution
14 authorizing the issuance of up to \$17.6 million
15 in parking facility revenue bonds for the
16 University of South Florida.
17 CFO GALLAGHER: Motion on 2.
18 ATTORNEY GENERAL CRIST: Second.

19 GOVERNOR BUSH: Motion and a second.

20 Without objection, the item passes.

21 MR. WATKINS: Item Number 3 is a resolution
22 authorizing the issuance of up to \$31.1 million
23 in housing revenue bonds for Florida Atlantic
24 University.

25 CFO GALLAGHER: Motion on 3.

6

1 ATTORNEY GENERAL CRIST: Second.

2 GOVERNOR BUSH: There's a motion and a
3 second. Without objection, the item passes.

4 MR. WATKINS: Item Number 4 is a resolution
5 authorizing the competitive sale of up to \$150
6 million in Florida Forever revenue bonds.

7 CFO GALLAGHER: Motion on 4.

8 ATTORNEY GENERAL CRIST: Second.

9 GOVERNOR BUSH: Motion and a second.
10 Without objection, the resolution passes. The
11 motion passes. Excuse me.

12 MR. WATKINS: Item Number 5 is a resolution
13 authorizing the issuance and competitive sale of
14 up to \$40 million in refunding bonds for the
15 right-of-way acquisition --

16 CFO GALLAGHER: Motion on 5.

17 ATTORNEY GENERAL CRIST: Second.

18 GOVERNOR BUSH: There's a motion and a
19 second. Without objection, Item 5 passes.

20 MR. WATKINS: And Item 6 is a resolution
21 authorizing the redemption prior to maturity of
22 outstanding housing facility revenue bonds
23 previously issued for the University of South

24 Florida.

25 CFO GALLAGHER: Motion on 6.

7

1 ATTORNEY GENERAL CRIST: Second.

2 GOVERNOR BUSH: There's a motion and a
3 second. Without objection, the item passes.

4 Ben, before you go, can you give us an
5 update on the Legislature's efforts to define the
6 responsibilities of the universities as it
7 relates to their bonding?

8 MR. WATKINS: A couple of things have
9 happened. As you're aware, the Board of
10 Governors adopted a policy establishing a
11 responsible framework for the review and
12 authorization and issuance of university
13 indebtedness.

14 Contemporaneously with that, there was a
15 legislative proposal to also require or mimic
16 that process legislatively. It has been included
17 in the proposed committee bill of the Colleges
18 and Universities Committee in the House, so it's
19 on the move there. And on the Senate side, we've
20 had discussions, and they have been receptive to
21 establishing a framework, but not real clear what
22 vehicle or what form that may take.

23 GOVERNOR BUSH: But you're good with the
24 language in the House bill?

25 MR. WATKINS: Yes, sir. They've used what

8

1 we have suggested, and so I'm hopeful that this
2 is the one scenario where the Board of Governors,
Page 6

3 the universities, and the Legislature can all
4 find common ground to agree on a very responsible
5 and prudent approach to how they manage the debt
6 for the universities going forward, Governor.

7 GOVERNOR BUSH: Well, if you're good with
8 it, I am.

9 MR. WATKINS: Thank you, sir.

10 GOVERNOR BUSH: Any questions? Thank you,
11 Ben.

12 MR. WATKINS: Yes, sir.

13

14

15

16

17

18

19

20

21

22

23

24

25

9

1 GOVERNOR BUSH: Financial Services
2 Commission, Office of Insurance Regulation.

3 CFO GALLAGHER: Move to correct the
4 transcript of the January 31st, 2006 meeting,
5 page 38, line 5, where they have a reference to
6 Mr. Parton as the speaker, to be changed to
7 Governor Bush. Make that motion.

8 ATTORNEY GENERAL CRIST: Second.
9 GOVERNOR BUSH: I've never had one of those
10 before.
11 CFO GALLAGHER: Well, sometimes there's a
12 mistake made.
13 GOVERNOR BUSH: There's a motion on Item 1
14 and a second. Without objection, the motion
15 passes. Mr. Parton feels relieved that he's no
16 longer associated with anything I said.
17 CFO GALLAGHER: I think it was the other way
18 around.
19 GOVERNOR BUSH: Who is Mr. Parton?
20 MR. McCARTY: He's right there.
21 GOVERNOR BUSH: Item 2.
22 CFO GALLAGHER: Motion on the minutes.
23 ATTORNEY GENERAL CRIST: Second.
24 GOVERNOR BUSH: There's a motion and a
25 second on item 2. Without objection, the item
10
1 passes.
2 Is that a Gator tie, or is that just --
3 MR. McCARTY: Yes, indeed.
4 GOVERNOR BUSH: -- kind of a happy tie?
5 MR. McCARTY: It is a Gator tie. It's great
6 to be --
7 GOVERNOR BUSH: It's good to be -- is it?
8 All right. Just checking.
9 MR. McCARTY: Actually, it's great to be a
10 Florida Gator.
11 GOVERNOR BUSH: Every day, not just today;
12 right?

13 MR. McCARTY: Item Number 3 is adoption of a
14 new rule for determining the eligibility to
15 operate as an alien insurer in Florida pursuant
16 to statute 624.402(8).

17 CFO GALLAGHER: Motion on 3.

18 COMMISSIONER BRONSON: Second.

19 GOVERNOR BUSH: I love your language in
20 insurancesese, alien insurer. There's a motion and
21 a second. Without objection, the item passes.

22 MR. McCARTY: The next three items, 4, 5,
23 and 6, are part of an ongoing effort to clean up
24 the rules that pertain to OIR. The Office has a
25 number of rules which they wish to repeal. The

11

1 statutory authority really vests with the
2 Department of Financial Services. So Item Number
3 4 is relating to customer representatives. The
4 Department of Financial Services has its own rule
5 regarding these licensees.

6 CFO GALLAGHER: I'll move Item Number 4,
7 Number 5, and Number 6 all together because
8 they're all doing the same thing.

9 MR. McCARTY: Item Number 5 relates to bail
10 bonds, and Item Number 6 the Code of Ethics for
11 life underwriters, all of which are under the
12 regulatory authority of the Department of
13 Financial Services.

14 GOVERNOR BUSH: There's a motion.

15 COMMISSIONER BRONSON: Second.

16 GOVERNOR BUSH: And a second. Without
17 objection, Items 4, 5, and 6 pass.

18 MR. McCARTY: Item Number 7 is a request for
19 approval to publish a notice of amended Rule
20 69N-121.066 in reference to informal conferences.

21 ATTORNEY GENERAL CRIST: Motion.

22 COMMISSIONER BRONSON: Second.

23 GOVERNOR BUSH: There's a motion and a
24 second. Without objection, the item passes.

25 Item 8.

12

1 MR. McCARTY: Item Number 8. Over the
2 course of the last two years, the Office of
3 Insurance Regulation has been tracking and
4 monitoring hurricane claims data. As a matter of
5 fact, the Florida system has been used as the
6 framework for collection of data for all the
7 affected Gulf states for the hurricane season of
8 2005.

9 A review of the claims paid by county in
10 2004 and 2005 indicated that there may have been
11 some claims paid to Florida consumers in counties
12 that were not included in the FEMA disaster area.
13 The Office initiated a review of those through a
14 market investigation and identified 250 insurer
15 groups or companies that may have paid claims in
16 these areas that were not affected by the storm.
17 All the insurers were required to participate in
18 the audit of that data. It was reported to our
19 data collection system. Each insurer was also
20 required to provide a statement certified by an
21 officer of the accuracy of that data.

22 Out of the total of 2.7 million claims for
Page 10

23 the hurricane seasons of 2004 and 2005, the
24 Office identified 32,920 claims reported outside
25 of the FEMA designated areas. Of these --

13

1 GOVERNOR BUSH: Kevin, I'm sorry. Just to
2 be clear, so people don't think that that's -- I
3 mean, you could be hit by -- you could have
4 damage and not be in a declared FEMA area; right?
5 I mean --

6 MR. McCARTY: That is correct. The
7 definition of hurricane and wind damage in
8 Florida is any damage that occurs in Florida
9 during the course of the hurricane, regardless of
10 where that hurricane strikes in Florida. So you
11 could have windstorm damage. And also, if you
12 look at the maps provided by the weather service,
13 you can see that for the storms covered, many
14 times, even though the eye of the storm made
15 landfall in a specific designated area, many of
16 the winds that --

17 GOVERNOR BUSH: And a FEMA declaration is a
18 threshold. I mean, there could be damage, as I
19 said, in counties that weren't declared because
20 there wasn't enough damage, but that doesn't mean
21 that some guy's roof didn't get blown off.

22 MR. McCARTY: And it doesn't mean that the
23 claim was fraudulent as well.

24 GOVERNOR BUSH: Exactly. You were going
25 down a path that I wanted to make sure -- we have

14

1 people watching this, probably three and four on
2 television and everybody here. I think you need
3 to preface your -- you're going to get to that
4 conclusion, but maybe they might turn off the TV
5 before you get there.

6 CFO GALLAGHER: We also have people who have
7 damage in a hurricane area, but they live in a
8 non-hurricane area, and it gets reported as where
9 they sent the check to as opposed to --

10 GOVERNOR BUSH: Right. I apologize for
11 butting in.

12 MR. McCARTY: And we also could have a
13 student who is, you know, visiting, or parents
14 that are visiting students that are in an
15 affected area, so your car could be damaged in an
16 affected area.

17 Anyway, of the 32,000 identified, we did
18 identify 420 claims that were inaccurately
19 reported. That has subsequently been corrected.
20 And we have an ongoing monitoring system to
21 ensure the accuracy of the database through our
22 market conduct investigations as well as our
23 financial exams, so it is an ongoing effort to
24 ensure the integrity and validating and verifying
25 the database.

15

1 That concludes my report, sir.

2 CFO GALLAGHER: Nice pictures of the
3 hurricanes, by the way.

4 MR. McCARTY: Thank you. It does
5 illustrate, though, how the -- the geographic

6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25

area that can be covered by a storm.
Thank you, and go Gators.
GOVERNOR BUSH: Thank you.

16

1
2
3
4
5
6
7
8
9
10

GOVERNOR BUSH: Board of Trustees of the
Internal Improvement Trust Fund. Secretary
Castille.
CFO GALLAGHER: Motion on the minutes.
COMMISSIONER BRONSON: Second.
GOVERNOR BUSH: There's a motion on Item 1
and a second. Without objection, the item
passes.
MS. CASTILLE: Item 2 is the withdrawal of
the Department --

11 CFO GALLAGHER: Motion to withdraw Item 2.

12 ATTORNEY GENERAL CRIST: Second.

13 GOVERNOR BUSH: There's a motion to
14 withdraw Item 2 and a second. Without objection,
15 the motion is withdrawn.

16 MS. CASTILLE: Item 3 is West Jacksonville
17 Greenway project. We recommend approval of an
18 option agreement to acquire 17.7 acres within the
19 West Jacksonville Greenway project from
20 Mr. Howard Hawkins.

21 CFO GALLAGHER: Motion on 3.

22 COMMISSIONER BRONSON: Second.

23 GOVERNOR BUSH: There's a motion and second.
24 Without objection, Item 3 passes.

25 MS. CASTILLE: Item 4 is Lake Santa Fe

17

1 Florida Forever project. Governor and members of
2 the Cabinet, we recommend approval of this option
3 agreement to acquire 27.2 acres within Lake
4 Santa Fe Florida Forever project from Daniel L.
5 Smith. We also recommend designation of the
6 Florida Fish and Wildlife Commission and the
7 Florida Department of Agriculture and Consumer
8 Services as managing agencies and confirmation of
9 the management policy statement.

10 The purchase price is \$700,000, which is
11 61 percent of approved value.

12 GOVERNOR BUSH: Appraised or approved?

13 CFO GALLAGHER: Motion on 4.

14 MS. CASTILLE: Approved value, which is our
15 appraisal s.

16
17
18
19
20
21
22
23
24
25

GOVERNOR BUSH: Okay.

COMMISSIONER BRONSON: Second.

GOVERNOR BUSH: There's a motion and a second. Without objection, the item passes.

MS. CASTILLE: And I just wanted to mention that there are some Lake Santa Fe people here to support it, and they are --

GOVERNOR BUSH: Welcome. This is --

MS. CASTILLE: And there they are.

GOVERNOR BUSH: This is the first -- you

18

1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20

guys are right in the heart of it. This is the first purchase, is it, of this --

MS. CASTILLE: This is the first purchase of this project.

GOVERNOR BUSH: That's great. Well, there are many more to come.

MS. CASTILLE: Item 5 is the Okeechobee Battlefield Florida Forever project. Governor and members of the Cabinet, we recommend approval of an option agreement to acquire 145.53 acres within the Okeechobee Battlefield Florida Forever project from the Rowland Foundation. Also, designation of the Board of --

COMMISSIONER BRONSON: Motion on 5.

CFO GALLAGHER: Second.

GOVERNOR BUSH: Go East Bay.

MS. CASTILLE: We also recommend designation of the Board of State Parks as the managing agency to contract with the Archaeological and Historical Society for management.

21 Governor and members of the Cabinet, we have
22 Representative Machek here, who has brought folks
23 with him from Okeechobee.

24 GOVERNOR BUSH: Let's hear about this
25 beautiful --

19

1 MS. CASTILLE: The purchase price is \$3.2
2 million.

3 GOVERNOR BUSH: Beautifully expensive piece
4 of property.

5 MS. CASTILLE: Which is 85 percent of the
6 approved value.

7 GOVERNOR BUSH: What is it?

8 MS. CASTILLE: 85 percent of the approved
9 value, which is our appraisal.

10 GOVERNOR BUSH: Representative, good
11 morning.

12 REPRESENTATIVE MACHEK: Good morning,
13 Governor and members of the Cabinet. This, if
14 approved, is a great day for the State of
15 Florida, and particularly Okeechobee County.

16 And I would like to introduce a few people
17 that were very instrumental in making this happen
18 this morning, if I might bring them up.

19 GOVERNOR BUSH: Please, yes.

20 REPRESENTATIVE MACHEK: Shawn Henderson,
21 she's the executive administrative assistant to
22 President and Vice Chairman Moses Osceola of the
23 Seminole Tribe of Florida. Also, Bill Steele,
24 he's the historic preservation officer of the
25 Seminole Tribe of Florida. If you have any

20

1 questions, here is the foremost knowledgeable
2 person in the state about the Seminole Tribe.
3 Also, Dowling Watford, the Okeechobee -- he's
4 with the Okeechobee City Commission.

5 GOVERNOR BUSH: Delighted to have you all
6 here.

7 REPRESENTATIVE MACHEK: This project --
8 actually, on Christmas Day in 1837, this was the
9 largest and the bloodiest battle of the Second
10 Seminole Indian War. So it's been there a long
11 time, and it's finally going to come to rest and
12 become -- part of it be under the ownership of
13 the State of Florida, where many, many great
14 things can happen.

15 And we really appreciate the efforts of
16 Secretary Castille, and particularly on her
17 staff, Mark Glisson, who was very instrumental in
18 bringing this forward. Mark is back there
19 somewhere. Without his efforts and Secretary
20 Castille's, this just could not have happened.

21 GOVERNOR BUSH: Just remember her when
22 you're doing the budget.

23 REPRESENTATIVE MACHEK: Well, Governor, I'll
24 have to say, Colleen is big on water projects and
25 the environment in Lake Okeechobee.

21

1 GOVERNOR BUSH: Yes, you are.

2 REPRESENTATIVE MACHEK: She is on track, and
3 with your help, it's all going to happen. I'll
4 tell you what. We need it.

5 GOVERNOR BUSH: I'll tell you what. This is
6 a -- it's a mess.
7 REPRESENTATIVE MACHEK: It is a mess.
8 GOVERNOR BUSH: I was joking. I know you'll
9 do right.
10 REPRESENTATIVE MACHEK: Right. But if you
11 have any questions -- as a matter of fact --
12 GOVERNOR BUSH: Would you like to describe
13 it a little bit?
14 REPRESENTATIVE MACHEK: Mr. Steele here has
15 even some artifacts.
16 GOVERNOR BUSH: We're not going to have
17 Mr. Steele here every day, so --
18 MR. STEELE: Could you pass these up?
19 GOVERNOR BUSH: We can't accept gifts.
20 REPRESENTATIVE MACHEK: We also have some
21 books that Shawn can pass out.
22 MR. STEELE: Well, you can't keep them.
23 GOVERNOR BUSH: We'll look at them.
24 MR. STEELE: You can see that \$5 to
25 Mr. Machek got me good PR there.

22

1 GOVERNOR BUSH: He can't accept gifts
2 either, by the way.
3 MR. STEELE: Yes, I've got to watch what I
4 say. I'm actually on camera here.
5 I am the tribal historic preservation
6 officer for the Seminole Tribe of Florida. And,
7 you know, we were doing -- I'm not going to spend
8 a lot of time on this, because you've got a lot
9 of background work, and you've got other things

10 to do.

11 I was doing some research recently and
12 looking at how this project has developed. And
13 when I started working on this project, I was 34
14 years old, and that was 21 years ago. I would
15 like for the Cabinet and Governor Bush to realize
16 that this has almost been a lifetime work, and
17 I'm really glad to see the light at the end of
18 the tunnel here. We started working on this in
19 1985.

20 And it's interesting. When we went back and
21 started looking at the people that had actually
22 had theories or had been working on this, I think
23 that 21 years of my life seems like a long time,
24 but then when we looked at the site form, we
25 found out that Mary Rowland, after whom the

23

1 Rowland tract is named, actually was one of the
2 people that they interviewed back in 1978 when
3 they looked for the battlefield nomination.

4 In 1967, a Seminole by the name of Billie
5 Bowllegs had actually taken a historian out to
6 where Taylor's Campsite turned out to be to try
7 to show him the place so that it might get
8 preserved.

9 In 1939, the DAR actually put a monument out
10 there in an effort to get the place preserved.

11 In 1929, Reverend Dunklin of the Dunklin
12 Boys Camp actually wrote an article in the
13 Okeechobee newspaper in an effort to get the
14 place preserved.

15 And as early as the 1890s, the very first
16 settler named Peter Raulerson actually used to
17 sit on his porch and actually tell stories about
18 the battlefield. So interestingly enough, the
19 preservation of this battlefield has been on the
20 minds of everyone in Okeechobee since the
21 beginning of -- the very first settler, Peter
22 Raulerson himself.

23 So this is the end of a very long road, and
24 I would just like to express my concerns about
25 this. And I'm glad to be here and hope that

24

1 you --

2 The Okeechobee battlefield. Abraham Lincoln
3 said that it was the most desperate struggle in
4 the annals of Indian warfare. It has been
5 described as the largest battle of the fiercest
6 war ever waged by the U.S. Government against
7 Native American people. It was the terminating
8 and decisive battle of a 200-year conflict that
9 began in the 1680s and did not really end until
10 1858.

11 The significance of this battlefield can't
12 be overstated, but the economic impact of laying
13 a brick, if not a cornerstone, to the development
14 of the north end of the lake there. As we've
15 both seen in Orlando -- when I was young, I used
16 to think that Florida was the coast, that nothing
17 was going on but the coast of Florida. Today we
18 know that the interior of the state can be
19 developed as well.

20 And if you look at the State of Florida and
21 look at Lake Okeechobee, the largest lake south
22 of the Great Lakes, it's incredible, the
23 potential for this area. And that same potential
24 also means that this may be the last chance that
25 anyone has to actually preserve this much land at 25

1 one shot, because this area hopefully will be
2 developed in the future, and this will be part of
3 the economic impact that the state -- it's like
4 seed money.

5 GOVERNOR BUSH: Are you filibustering?

6 MR. STEELE: Yes.

7 GOVERNOR BUSH: Because we're prepared, I
8 think, to accomplish --

9 MR. STEELE: Anyway, I'll let you go. Thank
10 you very much for your time.

11 GOVERNOR BUSH: -- your lifelong dream if
12 you'll just --

13 MR. STEELE: Get the hell out of here. Yes,
14 sir.

15 GOVERNOR BUSH: We appreciate you being
16 here. And the artifacts that you left are
17 amazing. I do want to ask you one question if
18 you don't mind. How did you -- when were those
19 found, and how -- are there more that --

20 MR. STEELE: Yes. Actually, those were --
21 they came from Zachary Taylor's campsite. Taylor
22 indicated he had camped right on top of
23 Alligator's campsite, who had been there previous
24 to him.

25

The interesting thing about the

26

1 archaeological site was that it was a place that
2 was an accidental campsite. They were trying to
3 get away from the Army. They created a defensive
4 position. Taylor camped on top of their site.
5 And no one ever lived there before or afterwards,
6 so everything that came out of that site came
7 from that one episode.

8 What you're looking at there is a pipe. You
9 may have noticed the pipe. Osceola's pipe is the
10 only other known example of a Seminole-made pipe
11 of that type. That pipe was found at the
12 battlefield.

13 GOVERNOR BUSH: Amazing.

14 MR. STEELE: So those artifacts are in fact
15 very incredible.

16 GOVERNOR BUSH: Thank you, sir. Is there a
17 motion?

18 COMMISSIONER BRONSON: Motion.

19 ATTORNEY GENERAL CRIST: Motion.

20 GOVERNOR BUSH: Motion and a second. I
21 think we already did it. Anybody opposed? All
22 in favor say aye.

23 (Simultaneous affirmative responses.)

24 GOVERNOR BUSH: You want a picture? Is that
25 what you're trying to say, Representative? We

27

1 can do that. You want to wait -- E. T. is not
2 here? Have you got a camera? I'll tell you

3 what. We're almost finished. If you want to --
4 we'll do it upstairs if you like, or we can call
5 E. T. and get him back down here and do it.

6 Thank you, Representative. Thank you all.
7 Welcome to Tallahassee.

8 Secretary.

9 MS. CASTILLE: Item 6 is recommend approval
10 of a option agreement to acquire 1.82 acres
11 within the Florida Forever project from Michele
12 S. Rockett in Marathon, Florida. The purchase
13 price is \$400,000, which is 86 percent of
14 approved value.

15 And one of the questions that you always ask
16 at this point in time is how much land we've
17 purchased. We have purchased \$55 million in
18 property out of the 93,000 --

19 GOVERNOR BUSH: 93 million.

20 MS. CASTILLE: 93 million. I'm sorry.
21 We've purchased \$55 million out of 93 million,
22 which leaves us 37 million left.

23 As an aside, for Marathon, which is one of
24 the most densely --

25 GOVERNOR BUSH: 55 million?

28

1 MS. CASTILLE: Yes, sir.

2 GOVERNOR BUSH: And that leaves you 37
3 million? You're committed to 93?

4 MS. CASTILLE: Yes, sir.

5 GOVERNOR BUSH: Why don't you do the math on
6 that for a second? All right. Go ahead. You're
7 off a million, but, you know, it's government.

8 MS. CASTILLE: In Marathon, there's about
9 5,000 acres in the entire city. Developed acres
10 are 3,300 acres, and undeveloped acres are about
11 1,500, and we own about half of that.

12 GOVERNOR BUSH: Don't lose those. Be
13 careful.

14 Is there a motion?

15 CFO GALLAGHER: Motion on 6.

16 GOVERNOR BUSH: And a second?

17 COMMISSIONER BRONSON: Second.

18 GOVERNOR BUSH: Motion and a second.

19 Without objection, the item passes.

20 MS. CASTILLE: Item 7, purchase agreements
21 for Florida Keys Ecosystem. Recommend two
22 purchase agreements to acquire 2.55 acres within
23 the Florida Keys Florida Forever project from
24 Jumel LLC and Maggi. The total purchase price is
25 \$666,000 for each of the two properties, which

29

1 are purchased at 100 percent of approved value
2 and 124 percent of approved value in accordance
3 with the approved values of the Governor and
4 Cabinet.

5 CFO GALLAGHER: Motion on 7.

6 ATTORNEY GENERAL CRIST: Second.

7 GOVERNOR BUSH: That doesn't mean that you
8 have to do the above 100 percent.

9 MS. CASTILLE: You're right, sir, but the
10 ROGO allocations are coming -- those properties
11 that have ROGO allocations with them are becoming
12 harder -- are harder and harder to get agreement

13 on.

14 GOVERNOR BUSH: I realize that, but don't
15 keep repeating it.

16 MS. CASTILLE: Yes, sir.

17 CFO GALLAGHER: It's the Keys, man.

18 GOVERNOR BUSH: There's a motion and a
19 second, and without objection, the item passes.

20 MS. CASTILLE: And that concludes our
21 agenda.

22 GOVERNOR BUSH: Thank you.

23 (Off the record briefly.)

24

25

30

1 GOVERNOR BUSH: Coleman.

2 MR. STIPANOVICH: Good morning, Governor.

3 GOVERNOR BUSH: State Board of
4 Administration.

5 CFO GALLAGHER: Motion on the minutes.

6 ATTORNEY GENERAL CRIST: Second.

7 GOVERNOR BUSH: There's a motion and a
8 second. Without objection, Item 1 passes.

9 MR. STIPANOVICH: Go Gators. Agenda item
10 Number 2 --

11 GOVERNOR BUSH: He's a real Gator. He's so
12 much of a Gator he didn't have to wear his blue
13 and orange. He just -- he bleeds it.

14 CFO GALLAGHER: He's got Gator underwear.

15 GOVERNOR BUSH: He bleeds it.

16 MR. STIPANOVICH: Members, this is -- the
17 second agenda item is a request for approval of

18 fiscal sufficiency of an amount not exceeding
19 150 million State of Florida, Department of
20 Environmental Protection Florida Forever revenue
21 bonds.

22 ATTORNEY GENERAL CRIST: Motion.

23 CFO GALLAGHER: Second.

24 GOVERNOR BUSH: Motion and a second.

25 Without objection, the item passes.

31

1 MR. STIPANOVICH: Agenda Item Number 3 is a
2 request for approval of fiscal sufficiency of an
3 amount not exceeding 40 million State of Florida,
4 Department of Transportation right-of-way
5 acquisition and bridge construction revenue
6 bonds.

7 CFO GALLAGHER: Motion on 3.

8 ATTORNEY GENERAL CRIST: Second.

9 GOVERNOR BUSH: There's a motion and a
10 second. Without objection, the item passes.

11 MR. STIPANOVICH: The fourth agenda item is
12 a request for approval of five rules, filing for
13 adoption rules. There are five under 4.1. Under
14 4.3, there's one, which is a notice of proposed
15 rulemaking. And then 4.2 is the '06-07 premium
16 formula rate approval that we need, as well as
17 rapid cash buildup factors, and the Cat Fund
18 staff and the Advisory Council are recommending a
19 rapid cash buildup of 25 percent. Jack Nicholson
20 is here to answer any questions you may have.

21 CFO GALLAGHER: Motion on 4.

22 ATTORNEY GENERAL CRIST: Second.

23 GOVERNOR BUSH: There's a motion and a
24 second. Without objection -- any discussion?
25 Without objection, the item passes.

32

1 MR. STIPANOVICH: Thank you, Governor.
2 Thank you, members.

3 GOVERNOR BUSH: Thank you.

4 (Proceedings concluded at 10:06 a.m.)

5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25

33

2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25

STATE OF FLORIDA:

COUNTY OF LEON:

I, MARY ALLEN NEEL, Registered Professional Reporter, do hereby certify that the foregoing proceedings were taken before me at the time and place therein designated; that my shorthand notes were thereafter translated under my supervision; and the foregoing pages numbered 1 through 31 are a true and correct record of the aforesaid proceedings.

I FURTHER CERTIFY that I am not a relative, employee, attorney or counsel of any of the parties, nor relative or employee of such attorney or counsel, or financially interested in the foregoing action.

DATED THIS 12th day of April, 2006.

MARY ALLEN NEEL, RPR
2894-A Remington Green Lane
Tallahassee, Florida 32308
(850) 878-2221