

**AGENDA
STATE BOARD OF ADMINISTRATION**

**Governor Jeb Bush
Chief Financial Officer Tom Gallagher
Attorney General Charlie Crist**

MAY 31, 2006

9:00 A.M.
LL-03, The Capitol
Tallahassee, Florida

Contact Person: Dorothy Westwood
(850) 488-4406

1. APPROVAL OF MINUTES FROM THE MEETING ON MAY 16, 2006.

(ATTACHMENT 1)

FOR ACTION

2. STATE BOARD OF ADMINISTRATION'S PROPOSED BUDGETS FOR 2006-2007.

(ATTACHMENT 2)

FOR ACTION

A. It is requested that the State Board of Administration, the Public Employee Optional Retirement Program, and the Florida Hurricane Catastrophe Fund budgets for FY 2006-2007 be approved.

B. It is requested that the Division of Bond Finance's FY 2006-2007 budget be approved.

C. It is requested that the Florida Prepaid College Board's FY 2006-2007 budget be approved. The Florida Prepaid College Board approved this budget request on March 9, 2006.

3. REAPPOINTMENT OF CHAIR TO THE FLORIDA COMMISSION ON HURRICANE LOSS PROJECTION METHODOLOGY.

(ATTACHMENT 3)

FOR ACTION

The Florida Commission on Hurricane Loss Projection Methodology members recommend that the Trustees reappoint Robert L. Ricker to serve as the chair of the Florida Commission on Hurricane Loss Projection Methodology for the 2006-2007 year.

4. PROGRESS REPORT ON THE INSURANCE CAPITAL BUILD-UP INCENTIVE PROGRAM AND EMERGENCY RULE.

(BACK-UP TO FOLLOW)

FOR ACTION

The Florida Hurricane Catastrophe Fund will provide a progress report on the implementation of the Insurance Capital Build-Up Incentive Program and recommends that the Trustees approve the filing for adoption of Emergency Rule 19ER06-3, along with the included forms, for the purpose of implementing the Insurance Capital Build-Up Incentive Program.

5. FLORIDA HURRICANE CATASTROPHE FUND REIMBURSEMENT PREMIUM FORMULA RULE.

(ATTACHMENT 5)

FOR ACTION

The Florida Hurricane Catastrophe Fund requests that the Trustees approve filing Rule 19-8.028, F.A.C. (Reimbursement Premium Formula) for adoption.

This rule was the subject of a rule development workshop on January 19, 2006, a rule hearing on May 11, 2006, and also on May 11, 2006, the Advisory Council approved the filing of Rule 19-8.028, F.A.C., along with the forms incorporated therein, for adoption.

A copy of the proposed amended rule (without the incorporated forms previously approved by the Trustees on April 4, 2006) is attached hereto.

6. FLORIDA HURRICANE CATASTROPHE FUND EMERGENCY RULE.

(ATTACHMENT 6)

FOR ACTION

The Florida Hurricane Catastrophe Fund requests that the Trustees approve the filing for adoption of Emergency Rule 19ER06-2 (Revenue Bonds Issued Pursuant to Section 215.555(6), F.S.) in order to comply with legislation which became law on May 16, 2006, and to assist in the bonding process.

7. STATE BOARD OF ADMINISTRATION'S RESOLUTION REGARDING THE ISSUANCE OF BONDS BY THE FLORIDA HURRICANE CATASTROPHE FUND FINANCE CORPORATION.

(BACK-UP TO FOLLOW)

FOR ACTION

The Florida Hurricane Catastrophe Fund requests that the Trustees adopt a resolution which requests the Florida Hurricane Catastrophe Fund Finance Corporation to issue and sell by negotiated sale, not exceeding \$1.5 billion Florida Hurricane Catastrophe Fund Finance Corporation Revenue Bonds, Series A. The bonds will have fixed interest rates, will be exempt from federal income taxes, and will be secured by emergency assessments and reimbursement premiums received by the Florida Hurricane Catastrophe Fund. The proceeds of the bonds will be used for the reimbursement of insurance companies for claims paid due to hurricanes during the 2005 hurricane season. The Florida Hurricane Catastrophe Fund is authorized to execute such documents as are necessary for the issuance of the bonds.

8. STATE BOARD OF ADMINISTRATION'S RESOLUTION REGARDING THE LEVY OF EMERGENCY ASSESSMENTS.

(BACK-UP TO FOLLOW)

FOR ACTION

The Florida Hurricane Catastrophe Fund requests that the Trustees adopt a resolution making determinations relating to the adequacy of funds for the obligations, costs and expenses of the Florida Hurricane Catastrophe Fund and the Florida Hurricane Catastrophe Fund Finance Corporation, including the reimbursement of insurance companies for claims paid due to hurricanes; directing the Office of Insurance Regulation to levy, by order, emergency assessments on certain property and casualty insurance premiums; and directing the Office of Insurance Regulation regarding the assessment amount, timing, reporting, collection, remittance verification and enforcement of the collection of emergency and interest on late payments.

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- 9. CONVENE THE FLORIDA HURRICANE CATASTROPHE FUND FINANCE CORPORATION TO ADOPT A RESOLUTION REGARDING THE ISSUANCE OF BONDS.**

(BACK-UP TO FOLLOW)

FOR ACTION

RESOLUTION REGARDING THE ISSUANCE OF BONDS.

The President of the Florida Hurricane Catastrophe Fund Finance Corporation requests that the Board of Directors of the Corporation adopt a resolution authorizing the Corporation to issue and sell by negotiated sale, not exceeding \$1.5 billion Florida Hurricane Catastrophe Fund Revenue Bonds, Series A. The bonds will have fixed interest rates, will be exempt from federal income taxes, and will be secured by emergency assessments and reimbursement premiums received by the Florida Hurricane Catastrophe Fund. The proceeds of the bonds will be used for the reimbursement of insurance companies for claims paid due to hurricanes during the 2005 season. The resolution also authorizes the President to enter into any agreements necessary to retain a trustee for the bonds, and authorizes the Board of the Corporation to execute such documents as are necessary for the issuance of the bonds.