THE CABINET STATE OF FLORIDA

Representing:

FINANCIAL SERVICES COMMISSION, OFFICE OF INSURANCE REGULATION

DEPARTMENT OF REVENUE

DEPARTMENT OF LAW ENFORCEMENT

FLORIDA LAND AND WATER ADJUDICATORY COMMISSION

DEPARTMENT OF AGRICULTURE AND CONSUMER SERVICES

BOARD OF TRUSTEES, INTERNAL IMPROVEMENT TRUST FUND

STATE BOARD OF ADMINISTRATION

FLORI DA HURRI CANE CATASTROPHE FUND FINANCE CORPORATION BOARD

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 Thursday, June 15, 2006, commencing at 8:10 a.m.

Reported by: JO LANGSTON Registered Professional Reporter Notary Public

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

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APPEARANCES:

Representing the Florida Cabinet:

JEB BUSH Governor

CHARLES H. BRONSON Commissioner of Agriculture

CHARLIE CRIST Attorney General

TOM GALLAGHER Chief Financial Officer

* * *

ACCURATE STENOTYPE REPORTERS, INC.

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1	P R O C E E D I N G S	
2	(The agenda items commenced at 8:15 a.m.)	
3	GOVERNOR BUSH: Financial Services Commission	an.
		JII,
4	Office of Insurance Regulation.	mambara
5	MR. FOY: David Foy. Thank you, Governor, i	
6	of the Cabinet. The first item is request for ap	oprovai
7	to publish notice of rulemaking for new Rule	
8	690-142.015, which is standardization requiremen	
9	applicable to insurers after hurricanes or natura	al
10	di sasters.	
11	Obviously this is very important right now	that
12	the hurricane season is here, after the tropical	storm.
13	This rule adopts the requirements for reporting of	claims
14	to the office, and insurer financial losses. It Page 4	al so

	15j un06. txt
15	provides for grace periods for payment of premiums and
16	performance of other duties for policyholders affected
17	by a disaster and temporary postponement of
18	cancellations and nonrenewals.
19	This was placed into law by Senate Bill 1980 and
20	was basically referred to as shelf rules or a playbook.
21	And what this will allow us to do is help consumers and
22	the marketplace and third parties know what's coming
23	year after year.
24	And the good part, Governor Bush and members of
25	the Cabinet, if a declaration is made by the Governor,
	ACCURATE STENOTYPE REPORTERS, INC.
1	the Commissioner now has additional powers, as the
2	Office of Insurance Regulation Commissioner, as does
3	the Office of Financial Regulation Commissioner. So if
4	there are things that the Commissioner needs to handle
5	as far as a disaster, he does have that power after
6	declaration of emergency, even though it may not be in
7	the shelf rules.
8	CFO GALLAGHER: Motion on 1.
9	ATTORNEY GENERAL CRIST: Second.
10	GOVERNOR BUSH: There's a motion and a second.
11	Without objection, the motion passes. Thank you.
12	MR. F0Y: Thank you.
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	ACCURATE STENOTYPE REPORTERS, INC.
1	GOVERNOR BUSH: Department of Revenue.
2	CFO GALLAGHER: Motion on minutes.
3	ATTORNEY GENERAL CRIST: Second.
4	GOVERNOR BUSH: There's a motion and a second.
5	Without objection, Item 1 passes. Dr. Zingale, good
6	morni ng.
7	DR. ZINGALE: Good morning. Item 2, request
8	approval of amendments to Rule Chapter 12A-16.008,
9	Florida Administrative Code. These are changes to
10	forms providing access of information, access to
11	updated forms, allowing a taxpayer Web, mail, call-in,
12	fax. All our forms have to be brought in front of you.
13	No substantive issues, technical changes only. Request
14	approval.
15	CFO GALLAGHER: Motion on 2.
16	ATTORNEY GENERAL CRIST: Second.
17	GOVERNOR BUSH: There's a motion and a second.
18	Without objection, the item passes. Thank you, Jim.
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ACCURATE STENOTYPE REPORTERS, INC.

1 GOVERNOR BUSH: Department of Law Enforcement.

CFO GALLAGHER: Motion on the minutes.

COMMISIONER BRONSON: Second.

GOVERNOR BUSH: There's a motion and a second.

Without objection, Item 1 passes. Good morning, Jerry.

MR. BAILEY: Good morning, Governor, members of the Cabinet. Our second item is a submission of our third quarter performance standards results. You'll see that we have met or exceeded almost all of our performance standards.

One item of vulnerability I would like to point out to you is our current turnaround times in our lab or forensic system, we are -- we've got more evidence coming in than we're able to process in a timely manner, especially in the DNA areas.

We are taking a step back to look at smarter ways to do some of the analysis. And other good news is we do have about ten analysts that are about to come out of training. Those folks, when they are in training, they're actually counter-productive because we use the experienced analysts to do their training.

But, again, we are looking at smarter ways to do that. And hopefully our next quarterly report we'll have better news for you on that.

15j un06. txt 25 CFO GALLAGHER: Motion on 2.

ACCURATE STENOTYPE REPORTERS, INC.

1	ATTORNEY GENERAL CRIST: Second.
2	GOVERNOR BUSH: There's a motion and a second.
3	Any discussion? Without objection, the item passes.
4	Item 3.
5	MR. BAILEY: Item 3 is our performance standards
6	for next fiscal year. We have over 50 standards that
7	we will be attempting to comply with that will guide
8	the daily activities of the Department.
9	CFO GALLAGHER: Motion on 3.
10	COMMISIONER BRONSON: Second.
11	GOVERNOR BUSH: There's a motion and a second.
12	Without objection, the item passes.
13	MR. BAILEY: Thank you.
14	GOVERNOR BUSH: Thank you, Jerry.
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ACCURATE STENOTYPE REPORTERS, INC.

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1	GOVERNOR BUSH: The Florida Land and Water
2	Adjudicatory Commission.
3	CFO GALLAGHER: Motion on the minutes of May 31st.
4	ATTORNEY GENERAL CRIST: Second.
5	GOVERNOR BUSH: There's a motion and a second.
6	Without objection, Item 1 passes. Teresa, how are you
7	doi ng?
8	MS. TINKER: I'm good, Governor. Thank you, sir.
9	How are you?
10	GOVERNOR BUSH: Excellent.
11	MS. TINKER: Item 2, recommend approval of the
12	proposed final rule amending the boundary of the River
13	Hall Community Development District in Lee County.
14	CFO GALLAGHER: Motion on 2.
15	ATTORNEY GENERAL CRIST: Second.
16	GOVERNOR BUSH: There's a motion and a second.
17	Without objection, the item passes.
18	MS. TINKER: Thank you, sir.
19	GOVERNOR BUSH: Thank you.
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	ACCURATE STENOTYPE REPORTERS, INC. 11
1	GOVERNOR BUSH: Agriculture and Consumer Services.
2	CFO GALLAGHER: Motion on minutes of March 1st and
3	March 17.

4	15j un06. txt COMMI SI ONER BRONSON: Second.
5	GOVERNOR BUSH: There's a motion and a second on
6	Item 1. Without objection, the item passes. Item 2.
7	MR. WILHELM: Item 2, the Department is
8	recommending approval of Mr. Cantwell's request to
9	lease 2.31 acres in St. Johns County for clam
10	production.
11	CFO GALLAGHER: Motion on 2.
12	COMMISIONER BRONSON: Second.
13	GOVERNOR BUSH: There's a motion and a second.
14	Without objection, the item passes.
15	MR. WILHELM: Item Number 3, the Department
16	recommends approval of Mr. Herbott's request to lease
17	two acres in Lee County for clam production.
18	CFO GALLAGHER: Motion on 3.
19	COMMISIONER BRONSON: Second.
20	GOVERNOR BUSH: There's a motion and a second.
21	Without objection, the item passes. I thought we were
22	delegating some of this stuff, Commissioner.
23	COMMISIONER BRONSON: Well, that
24	GOVERNOR BUSH: I trust you to decide whether we
25	should lease two acres of anything. I trust you that
	ACCURATE STENOTYPE REPORTERS, INC. 12
1	much.
2	COMMISIONER BRONSON: Governor, if I may, one of
3	the issues involved is there was discussion on whether
4	if someone gave up the lease, the Division was able to
5	re-lease that very same property to someone else to do
6	the very same thing, which is clam operation
7	I think DEP thought that it was considered a new Page 10

8	lease, since it's going to be another person. And
9	we've always considered a new lease as any new land
10	that was going to be put under production, not the same
11	land that was already granted by the board.
12	So there is a difference of opinion on that one.
13	We probably could discuss that and maybe decide whether
14	we want to since it's not new property that's being
15	leased by the State but the same property under another
16	lease, lessor or lessee for the same operation, that we
17	would do that. I mean, that's something that we could
18	talk about.
19	GOVERNOR BUSH: Okay. We will, I'm sure. Where
20	are we?
21	MR. WILHELM: Item Number 4, Governor, and that is
22	what Item Number 4 is. It's a request asking for that
23	clarification on the delegation, to allow the
24	Department to issue those leases.
25	CFO GALLAGHER: Motion on 4.
	ACCURATE STENOTYPE REPORTERS, INC. 13
1	ATTORNEY GENERAL CRIST: Second.
2	GOVERNOR BUSH: There's a motion and a second.
3	Without objection I emphatically vote yes on this,
4	by the way. Without objection, the item passes.
5	MR. WILHELM: Thank you very much.
6	GOVERNOR BUSH: Thank you.
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	ACCURATE STENOTYPE REPORTERS, INC. 14
1	GOVERNOR BUSH: Board of Trustees. Good morning,
2	Colleen.
3	MS. CASTILLE: Good morning, Governor.
4	GOVERNOR BUSH: How was your visit to Washington,
5	D.C., the nation's capitol?
6	MS. CASTILLE: It was it was testy.
7	GOVERNOR BUSH: I heard Congressman Peterson took
8	offense.
9	MS. CASTILLE: He did. Congressman Peterson has
10	been trying to open up our waters to natural gas
11	drilling only because it's his belief that there's no
12	environmental impact or impact to our tourism
13	committee, I mean community.
14	GOVERNOR BUSH: Two miles off our coast or
	Page 12

15	something.
16	MS. CASTILLE: He actually keeps saying 20, but
17	the action that he would have taken could have done it
18	as much as three miles off our coast and as much as
19	nine miles off the western side of our panhandle.
20	GOVERNOR BUSH: Next time you see him please
21	encourage him to continue to criticize me for trying to
22	protect Florida's coastline. Item 1.
23	MS. CASTILLE: Item 1, Cayo Costa Florida Forever
24	Project, this is consideration of an option agreement
25	to acquire .3 acres within Cayo Costa Florida Forever
	ACCURATE STENOTYPE REPORTERS, INC. 15
1	Project and the authority to waive the survey
2	requi rement.
3	CFO GALLAGHER: Motion on 1.
4	GOVERNOR BUSH: There's a motion.
5	ATTORNEY GENERAL CRIST: Second.
6	GOVERNOR BUSH: And a second. Without objection,
7	Item 1 passes.
8	MS. CASTILLE: Item 2 is the Florida Keys
9	Ecosystem Florida Forever Project. This is an option
10	agreement to acquire 2.34 acres within the Florida Keys
11	Ecosystem Florida Forever Project from the Trust for
12	Public Land for acquisition of the tropical hardwood
13	forest and also a home that's on the property. It will
14	be used as a trail head for canoes and kayaks as well
15	as bicycling.
16	CFO GALLAGHER: Motion on 2.
17	COMMISIONER BRONSON: Second.

18	15j un06.txt GOVERNOR BUSH: There's a motion and a second.
19	Without objection, Item 2 passes. Kent Perez would
20	like to have a market lease for this for six months of
21	the year.
22	MS. CASTILLE: I don't think Kent Perez could
23	afford a market lease on his State salary.
24	GOVERNOR BUSH: Don't you think he might have a
25	night job or something?
	ACCURATE STENOTYPE REPORTERS, INC. 16
1	MS. CASTILLE: You keep him too busy, Governor.
2	GOVERNOR BUSH: All right.
3	MS. CASTILLE: Item 3 is Miami-Dade County. This
4	item is a contract to sell six parcels of
5	non-conservation, state-owned land totaling 42.5 acres
6	to Miami-Dade County. The sale price is \$425,000 and
7	is based on the appraisal at the time. This will be
8	for wellfield protection for Miami-Dade County's
9	dri nki ng water.
10	CFO GALLAGHER: Motion on 3.
11	COMMISIONER BRONSON: Second.
12	GOVERNOR BUSH: We're selling this?
13	MS. CASTILLE: It was a trade that we're
14	selling it to the County, but it was a trade that we
15	got with one of the other lime rock mining companies
16	where we do the trade in the Lake Belt

trade, did we get property at about 40 percent of appraised value as well? MS. CASTILLE: That was the appraised value at the time of the swap, so yes. Page 14

GOVERNOR BUSH: When we got what we got in the

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22	GOVERNOR BUSH: So we alan't sell we alan't buy
23	high, sell low.
24	MS. CASTILLE: I can't guarantee that.
25	CFO GALLAGHER: No more than we usually do.
	ACCURATE STENOTYPE REPORTERS, INC.
1	MS. CASTILLE: It was before the real estate
2	values took off in Miami-Dade County in 2003.
3	GOVERNOR BUSH: My question doesn't relate to
4	MS. CASTILLE: It was the appraised value at the
5	time of the that amount was the appraised value at
6	the time.
7	GOVERNOR BUSH: I'm not asking the appraised value
8	of this property. I'm asking which the appraisals
9	are two million, one million one, and we're selling
10	this at \$425,000, which seems like a hell of a deal.
11	MS. CASTILLE: It is a hell of a deal.
12	GOVERNOR BUSH: So I just hope that the same
13	deal we've got the same deal coming our way, too.
14	Heck of a deal. Excuse me, Father, Pastor. You're
15	still here. I have to be on my best behavior.
16	CFO GALLAGHER: The problem is we made this deal
17	in '03.
18	GOVERNOR BUSH: Well, I assume at the same time we
19	made the swap, right?
20	CFO GALLAGHER: Exactly. Both sides were done in
21	'03.
22	MS. CASTILLE: It was a swap, and it was the
23	value, it was the same value that we got. We swapped
24	value for value, right?

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1	GOVERNOR BUSH: PI ease, Eva.
2	MS. ARMSTRONG: Let me help out. In 2003 we did a
3	land exchange with Florida Rock. And these parcels we
4	retained because it was within the new boundary for
5	Miami-Dade's wellfield protection area. And we knew
6	that we did not want to mine this. They particularly
7	wanted to buy it. And so at that time and in that
8	agenda item we said, we will come back to you for a
9	sale of this property to Miami-Dade. And we did it at
10	that value set in 2003 for these properties.
11	And it also has a use restriction on it so they
12	can only leave it in its current state, and if they
13	ever do anything on it, it reverts back to you.
14	GOVERNOR BUSH: So, once again, all of that is
15	wonderful, protecting the wellfields, fantastic. I
16	want my water, when I go back home, to be clean and
17	available, so great news. I'm just asking the question
18	one more time, and a yes/no would work. Did we get the
19	same deal in the swap?
20	MS. ARMSTRONG: Yes. Yes, sir.
21	GOVERNOR BUSH: Thank you.
22	CFO GALLAGHER: Motion on 3.
23	GOVERNOR BUSH: There's a motion.
24	ATTORNEY GENERAL CRIST: Second.
25	GOVERNOR BUSH: And a second. Without objection,

1	the item passes.
2	MS. CASTILLE: Item 4 is the Health Care District
3	of Palm Beach County. This is the execution of a
4	partial release of lease 4284 for 50 acres by PRIDE,
5	consent by the Department of Corrections to the partial
6	release, and issuance of a 50-year lease for 50 acres
7	to the Health Care District of Palm Beach County for a
8	public nonprofit hospital.
9	COMMISIONER BRONSON: Motion on 4.
10	CFO GALLAGHER: Second.
11	GOVERNOR BUSH: There's a motion and a second.
12	Any discussion? Without objection, the motion passes.
13	Thank you for everybody's cooperation and persistence
14	on that deal. I think this will be great for the
15	GI ades area.
16	MS. CASTILLE: Thank you, sir.
17	CFO GALLAGHER: I move to defer I tem 5 to August
18	1st.
19	GOVERNOR BUSH: There's a motion to defer.
20	COMMISIONER BRONSON: Second.
21	GOVERNOR BUSH: And a second. Without objection,
22	the motion is deferred until August 1st.
23	MS. CASTILLE: Item 6 is an application for a
24	modification for a 25-year sovereignty submerged land
25	lease to Rybovich. And this will increase the
	ACCURATE STENOTYPE REPORTERS, INC. 20
1	preempted area from 240,158 square feet to 772,305
2	square feet. And it will be used in conjunction with
3	an upland yacht building and repair facility and retail

4	establishments.
5	It will also allow liveaboards which will not
6	exceed six months and will authorize the severance of
7	approximately 80,000 cubic yards of sovereignty
8	material, and it revokes an existing Board of Trustees'
9	permit issued on January 2nd for Munyon Island as
10	mitigation. Also
11	GOVERNOR BUSH: It revokes it? Is that what you
12	sai d?
13	MS. CASTILLE: It revokes a permit that we had
14	given to someone else who owned an island in 1975. And
15	we gave a permit to these people to build on the
16	island. It has been
17	GOVERNOR BUSH: So this is mitigation now for
18	thi s.
19	MS. CASTILLE: This is mitigation for this
20	acti vi ty.
21	GOVERNOR BUSH: Okay.
22	CFO GALLAGHER: I move I tem 6 with a new 25-year
23	I ease.
24	COMMISIONER BRONSON: Second.
25	GOVERNOR BUSH: There's a motion and a second.
	ACCURATE STENOTYPE REPORTERS, INC. 21
1	Any discussion? Without objection, the item passes.
2	MS. CASTILLE: Item 7 is Ecoventure's Wiggins Pass
3	Aqua at Pelican Isle Yacht Club. This is a request to
4	modify an existing five-year sovereignty submerged
5	lands lease to change a docking facility's use from a
6	commercial facility to a private yacht club.
7	It will decreased the leased area from 20,000 Page 18

8	square feet to 12,200 square feet and will remove an
9	existing bulkhead and replace the existing docking
10	facility with a newly configured 10-slip facility,
11	which includes eight 50-foot slips and two 40-foot
12	slips.
13	CFO GALLAGHER: Motion on 7.
14	COMMISIONER BRONSON: Second.
15	GOVERNOR BUSH: There's a motion and a second.
16	Any discussion? Without objection, the item passes.
17	MS. CASTILLE: And that concludes our agenda, sir.
18	GOVERNOR BUSH: By the way, good work on that,
19	DEP.
20	MS. CASTILLE: Thank you.
21	GOVERNOR BUSH: Your team deserves high praise for
22	those complex leases, where we got a lot in return.
23	Appreciate it.
24	MS. CASTILLE: Thank you, sir.
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	ACCURATE STENOTYPE REPORTERS, INC. 22
1	GOVERNOR BUSH: State Board of Administration.
2	CFO GALLAGHER: Motion on the minutes.
3	ATTORNEY GENERAL CRIST: Second.
4	GOVERNOR BUSH: There's a motion and a second on
5	Item 1. Without objection, the item passes. Item 2.
6	Coleman, how are you doing?
7	MR. STIPANOVICH: I'm doing well, Governor. Thank
8	you. Good morning, members. Governor, if I may, I'll
9	just make a comment briefly on the minutes. You will
10	see the minutes reflected in the State Roard of

11	15jun06.txt Administration agenda item, as well as in the Florida
12	Hurricane Catastrophe Fund Finance Corporation. You'll
13	see it in the minutes as well. So it's going to be
14	dupl i cati ve.
15	And you will see that the minutes have been
16	updated for the corporation, going back to July of '96.
17	There were four previous meetings that we have all the
18	agendas. Everything is in order, the articles of
19	incorporation, the bylaws, the corporate seal, the
20	resolution. So if you'd like to see it, we've got it.
21	GOVERNOR BUSH: Thank you.
22	CFO GALLAGHER: Have we ratified all that, or do
23	we need to do that?
24	MR. STIPANOVICH: No, sir. Everything has been
25	done and we're
	ACCURATE STENOTYPE REPORTERS, INC.
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1	CFO GALLAGHER: We pretty much did that last
2	meeting.
3	MR. STIPANOVICH: Yes, we did.
4	CFO GALLAGHER: Okay.
5	MR. STIPANOVICH: We do have a couple of agenda
6	items today.

3	MR. STIPANOVICH: Yes, we did.
4	CFO GALLAGHER: Okay.
5	MR. STIPANOVICH: We do have a couple of agenda
6	items today.
7	GOVERNOR BUSH: Item 2.
8	MR. STIPANOVICH: Item 2 is request for fiscal
9	determination of amount not exceeding 250 million
10	Florida Housing Finance Corporation Howeowner Mortgage
11	Revenue Bonds.
12	ATTORNEY GENERAL CRIST: Motion on 2.
13	CFO GALLAGHER: Second.
14	GOVERNOR BUSH: There's a motion and a second. Page 20

15	Without objection, Item 2 passes.
16	MR. STIPANOVICH: Item 3 is request for approval
17	of fiscal determination of amount not exceeding
18	15,810,000 Tax Exempt Florida Housing Finance
19	Corporation Multifamily Revenue Bonds.
20	CFO GALLAGHER: Motion on 3.
21	ATTORNEY GENERAL CRIST: Second.
22	GOVERNOR BUSH: There's a motion and a second.
23	Without objection, the item passes.
24	MR. STIPANOVICH: Item 4 agenda is a request for
25	you to approve filing of Rule 19-15.001 for notice of
	ACCURATE STENOTYPE REPORTERS, INC. 24
1	proposed rulemaking. The rule is for the Insurance
2	Capital Build-up Incentive Program. There was no
3	request for a workshop. At the last Cabinet meeting
4	you approved an emergency rule for this program.
5	The Cat Fund did hold a workshop for insurance
6	companies last week. It was well attended, and a lot
7	of information was put out. And so we're in the
8	posture at the end of the day that we should have some
9	loan applications and will begin the process of
10	approving Ioans.
11	CFO GALLAGHER: Motion on 4.
12	ATTORNEY GENERAL CRIST: Second.
13	GOVERNOR BUSH: There's a motion and a second.
14	Without objection, the item passes.
15	MR. STIPANOVICH: Item 5 is request for you to
16	approve the filing of adoption of Emergency Rule
17	19ERO6-4. This emergency rule supersedes the previous

emergency rule which you approved at the last Cabinet meeting.

The changes made added clarifications regarding the use of reimbursement of premiums, rapid cash buildup to pay losses, and clarifications for the grounds to adjust the emergency assessment percentages and clarifications regarding emergency assessment calculations.

ACCURATE STENOTYPE REPORTERS, INC.

1	ATTORNEY GENERAL CRIST: Motion on 5.
2	CFO GALLAGHER: Second.
3	GOVERNOR BUSH: There's a motion and a second.
4	Without objection, the item passes.
5	MR. STIPANOVICH: Item 6 is request for you to
6	approve the filing of Rule 19-8.010 regarding the
7	reimbursement contract. The second rule under this
8	agenda item is 19-8.013 regarding revenue bonds. At
9	the previous Cabinet meeting you approved the emergency
10	rules for the reimbursement contract and the issuance
11	of revenue bonds, and we'd like for you to approve
12	these two rules today.
13	ATTORNEY GENERAL CRIST: Motion on 6.
14	CFO GALLAGHER: Second.
15	GOVERNOR BUSH: There's a motion and a second.
16	Without objection, the item passes.
17	MR. STIPANOVICH: Agenda Item Number 7, the final

MR. STIPANOVICH: Agenda Item Number 7, the final agenda item, is a resolution that if approved by you gives the Florida Hurricane Catastrophe Fund Finance Corporation the authority to issue and sell up to 2.8 billion of taxable floating rate extendable notes to Page 22

hurricanes in 2006 and beyond. You previously

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establish a pre-event liquidity program to reimburse

insurance companies for losses in the event of future

25	approved
	ACCURATE STENOTYPE REPORTERS, INC. 26
1	CFO GALLAGHER: Motion on 7.
2	ATTORNEY GENERAL CRIST: Second.
3	GOVERNOR BUSH: There's a motion and a second.
4	Any other discussion?
5	MR. STIPANOVICH: That's the final agenda item.
6	GOVERNOR BUSH: Without objection, the item
7	passes.
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ACCURATE STENOTYPE REPORTERS, INC.

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1	GOVERNOR BUSH: The Florida Hurricane Catastrophe
2	Fund Finance Corporation now is called to order. Good
3	morni ng.
4	MR. NI CHOLSON: Good morning.
5	GOVERNOR BUSH: Item 1, lead us.
6	MR. NICHOLSON: Item 1 is approval of minutes of
7	the July 23rd, 1996, July 28, 1998, November 29th,
8	2000, and May 31st, 2006 minutes.
9	CFO GALLAGHER: Motion on 1.
10	ATTORNEY GENERAL CRIST: Second.
11	MR. NICHOLSON: Item 2.
12	GOVERNOR BUSH: Hang on a second. Aren't you
13	supposed to be leading us, or can I lead?
14	MR. NICHOLSON: I think you're the chairman.
15	GOVERNOR BUSH: I can do this now? Gallagher
16	tried to take it away from me last time we did this.
17	There's a motion and a second. We have five votes,
18	right? All in favor, say aye.
19	(Ayes)
20	GOVERNOR BUSH: All opposed? Motion passes
21	unani mously. Item 2.
22	MR. NICHOLSON: Item 2, as President of the
23	Florida Hurricane Catastrophe Fund Finance Corporation,
24	the corporation requests that the board of directors
25	adopt a resolution authorizing the negotiation of a

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1	pre-event financing in an amount not exceeding \$2.8
2	billion, establishing a liquidity program to reimburse
3	insurance companies for losses in the event of future
4	hurricanes. And it also authorizes the delegates to
5	the President the authority to implement and administer
6	a liquidity program for a pre-event financing.
7	ATTORNEY GENERAL CRIST: Motion on 2.
8	GOVERNOR BUSH: There's a motion.
9	CFO GALLAGHER: Do one of you guys want to second?
10	GOVERNOR BUSH: And a second?
11	MR. NI CHOLSON: Second.
12	GOVERNOR BUSH: All in favor signify by saying
13	aye.
14	(Ayes)
15	GOVERNOR BUSH: All opposed?
16	(No response)
17	GOVERNOR BUSH: Thank you, Jack. All right. The
18	meeting is finished, record time.
19	(The proceeding was concluded at 8:30 a.m.)
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	ACCUPATE CTENCTIVE DEPOSITED AND
	ACCURATE STENOTYPE REPORTERS, INC. 29
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2	CERTIFICATE OF REPORTER
3	

4	STATE OF FLORIDA)
5	COUNTY OF LEON)
6	
7	I, Jo Langston, Registered Professional Reporter,
8	do hereby certify that the foregoing pages 1 through 28,
9	both inclusive, comprise a true and correct transcript of
10	the proceeding; that said proceeding was taken by me
11	stenographically and transcribed by me as it now appears;
12	that I am not a relative or employee or attorney or counsel
13	of the parties, or a relative or employee of such attorney
14	or counsel, nor am I interested in this proceeding or its
15	outcome.
16	IN WITNESS WHEREOF, I have hereunto set my hand
17	this 3rd day of July, 2006.
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22	JO LANGSTON
23	Registered Professional Reporter
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ACCURATE STENOTYPE REPORTERS, INC.