

AGENDA

DIVISION OF BOND FINANCE OF THE STATE BOARD OF ADMINISTRATION

To view Agenda Items click on the following link:

http://www.sbafla.com/bond/pdf/notices/AgendaPkt_08-11-2009.pdf

(Contact person: J. Ben Watkins III - 488-4782)
The Capitol
August 11, 2009

This meeting is open to the public.

1. Approval of minutes of the meeting of June 9, 2009.
(Attachment #1)
2. ADOPTION OF A RESOLUTION SELECTING BOND COUNSEL FOR THE
ISSUANCE OF FEDERAL HIGHWAY REIMBURSEMENT REVENUE
BONDS.

Copies of the resolution may be obtained from the Division of Bond Finance upon request.

(Recommend)

3. REPORT OF AWARD ON THE NEGOTIATED SALE OF \$323,445,000
STATE OF FLORIDA, DEPARTMENT OF TRANSPORTATION TURNPIKE
REVENUE BONDS, SERIES 2009A&B

Pursuant to a resolution of the Governor and Cabinet, the Division of Bond Finance, on behalf of the Department of Transportation, negotiated the sale of the above referenced bonds on June 26, 2009 with the underwriting syndicate previously approved. This sale included a combination of \$68,445,000 of tax-exempt bonds and \$255,000,000 taxable Build America Bonds. The bonds were priced to yield an annual true interest cost rate of 4.3436%, net of the 35% Federal subsidy on the Build America Bonds, and were delivered on July 9, 2009.

The estimated savings from using Build America Bonds was 85 basis points less than a conventional tax-exempt issue generating estimated gross interest savings of approximately \$56.1 million, average annual savings of \$1.7 million and a net present value savings of \$32.6 million or 10.1% of the principal of the Bonds.

The report of sale is attached.

(Attachment #2)

4. REPORT OF AWARD OF A MASTER EQUIPMENT FINANCING AGREEMENT TO THE LOW BIDDER FOR THE STATE OF FLORIDA CONSOLIDATED EQUIPMENT FINANCING PROGRAM.

The Division of Bond Finance was authorized to solicit proposals and to award a Master Equipment Financing Agreement by a resolution adopted by the Governor and Cabinet on March 24, 2009. Proposals were received at the offices of the Division of Bond Finance on May 22, 2009. Banc of America Public Capital Corp. was selected as the low bidder, with an annual true interest cost rate of 2.5516% based on the interest rate index proposal submitted. The Master Equipment Financing Agreement became effective July 1, 2009, and provides for financing up to \$30 million the first year and up to \$20 million per year if extended for the second and third years.

A report and tabulation of bids is attached.

(Attachment #3)

5. REPORT OF AWARD ON THE COMPETITIVE SALE OF \$200,000,000 STATE OF FLORIDA, FULL FAITH AND CREDIT, DEPARTMENT OF TRANSPORTATION RIGHT-OF-WAY ACQUISITION AND BRIDGE CONSTRUCTION BONDS, SERIES 2009A.

Bids were received at the office of the Division of Bond Finance at 11:00 a.m. on July 21, 2009, and the bonds were awarded to the low bidder, Morgan Stanley & Co. Inc., which submitted a bid at an annual true interest cost rate of 4.7288%. The bonds are scheduled to be delivered on August 11, 2009.

A report of award and tabulation of bids is attached.

(Attachment #4)