

## AGENDA

### DIVISION OF BOND FINANCE OF THE STATE BOARD OF ADMINISTRATION

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(Contact person: J. Ben Watkins III - 488-4782)

The Capitol  
August 2, 2011

This meeting is open to the public.

1. Approval of minutes of the meeting of June 16, 2011.  
  
(Attachment #1)
2. Adoption of a resolution authorizing the issuance and competitive sale of not exceeding \$268,000,000 State Board of Education Lottery Revenue Refunding Bonds.  
  
The bonds will be payable from revenues of the Florida Lottery. The bonds will not be secured by the full faith and credit of the State. The proceeds of the bonds will be used to refund certain outstanding Lottery Revenue Bonds.  
  
Copies of the resolution may be obtained from the Division of Bond Finance upon request.  
  
(Recommend)
3. Adoption of a resolution authorizing the issuance and the competitive sale of \$345,000,000 Department of Environmental Protection Florida Forever Revenue Refunding Bonds.  
  
The bonds will be payable from certain excise taxes on documents associated with real estate transactions, i.e., documentary stamp taxes, on a parity with previously issued Preservation 2000, Florida Forever and Everglades Restoration bonds. The bonds will not be secured by the full faith and credit of the State. The proceeds of the bonds will be used to refund certain outstanding Florida Forever bonds.  
  
Copies of the resolution may be obtained from the Division of Bond Finance upon request.  
  
(Recommend)
4. Report of award on the competitive sale of \$144,500,000 State Board of Education, Public Education Capital Outlay Bonds, 2008 Series F and 2008 Series G, to the low bidder for such bonds.  
  
The bonds were sold in two series, consisting of \$74.2 million of new money bonds and \$70.3 million of refunding bonds. Bids were received at the office of the Division of Bond Finance on June 8, 2011. The 2008 Series F new money bonds were awarded to the low bidder, Barclays Capital, Inc., which submitted a bid at an annual true interest cost rate of 4.3495%. The 2008 Series G refunding bonds were awarded to the low bidder, J.P. Morgan Securities LLC at an annual true interest cost rate of 3.7301%. The bonds were delivered on July 7, 2011.

The \$74,200,000 2008 Series F new money bonds will be used to finance the cost of capital outlay projects for the State System of Public Education, and the \$70,300,000 2008 Series G refunding bonds were used to refund a portion of the outstanding Public Education Capital Outlay Bonds, 2001 Series E. The average interest rate on the refunded bonds was 4.99% compared to the interest rate of 3.73% on the refunding bonds. The refunding resulted in gross debt service savings of approximately \$11.5 million, present value savings of approximately \$8.9 million or 11.4% of the principal amount being refunded.

A report and tabulation of bids is attached.

Item #4

5. Report of award on the competitive sale of \$150,165,000, Department of Transportation Turnpike Revenue Bonds, Series 2011A, to the low bidder for such bonds.

Bids were received at the office of the Division of Bond Finance on June 23, 2011. The bonds were awarded to the low bidder, Wells Fargo Bank, National Association, which submitted a bid at an annual true interest cost rate of 4.1930%. The bonds were delivered on July 14, 2011.

The bonds were issued to finance capital improvements to the turnpike system and to refund a portion of the outstanding Department of Transportation Turnpike Revenue Bonds, Series 2003C. The average interest rate on the bonds being refunded is 4.91% compared to the interest rate of 4.19 % on the refunding bonds. The bond proceeds will be invested with the State Treasury until redemption on July 1, 2013. The refunding is expected to result in gross debt service savings of approximately \$4.2 million, annual debt service savings of approximately \$410,000 thousand and present value savings of approximately \$3.6 million, or 7.64% of the principal amount being refunded.

A report and tabulation of bids is attached.

Item #5

6. Report of award on the competitive sale of \$220,885,000 State Board of Education, Public Education Capital Outlay Refunding Bonds, 2011 Series C, to the low bidder for such bonds.

Bids were received at the office of the Division of Bond Finance on July 13, 2011. The bonds were awarded to the low bidder, Banc of America Merrill Lynch, which submitted a bid at an annual true interest cost rate of 3.3000%. The bonds will be delivered on August 4, 2011.

The bonds were issued to refund a portion of the outstanding Public Education Capital Outlay Bonds, 2001 Series H and 2002 Series A Bonds. The average interest rate on the bonds being refunded is 4.90% compared to the interest rate of 3.30 % on the refunding bonds. The bond proceeds will be invested with the State Treasury until redemption on June 1, 2012. The refunding is expected to result in gross debt service savings of approximately \$29.6 million, annual debt service savings of approximately \$1.5 million and present value savings of approximately \$23.3 million, or 9.95% of the principal amount being refunded.

A report and tabulation of bids is attached.

Item #6