

AGENDA

DIVISION OF BOND FINANCE OF THE STATE BOARD OF ADMINISTRATION

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

The Capitol
March 30, 2004

This meeting is open to the public.

1. Approval of minutes of the meeting of March 9, 2004.
(Attachment #1)
2. ADOPTION OF A RESOLUTION SELECTING FINANCIAL ADVISORS FOR THE DIVISION OF BOND FINANCE.

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

(Recommend)

3. ADOPTION OF A RESOLUTION AUTHORIZING THE ISSUANCE OF NOT EXCEEDING \$300,000,000 STATE OF FLORIDA, DEPARTMENT OF TRANSPORTATION, STATE INFRASTRUCTURE BANK REVENUE BONDS, SERIES 2004A.

The bonds will be payable from the repayment of State-funded infrastructure bank loans. The bonds will not be secured by the full faith and credit of the State. The proceeds of the bonds will be loaned to borrowers for the construction and improvement of transportation facilities.

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 \$148,455,000, STATE OF FLORIDA, DEPARTMENT OF ENVIRONMENTAL PROTECTION FLORIDA FOREVER REVENUE REFUNDING BONDS, SERIES 2004A, TO THE LOW BIDDER FOR SUCH BONDS.

The Division of Bond Finance was authorized to received bids for these bonds, and award them to the low bidder, by a resolution adopted by the Governor and Cabinet. Bids were received at the office of the Division of Bond Finance at 12:00 noon, March 3, 2004, and the bonds were awarded to the low bidder, Merrill Lynch & Co., which submitted a bid at an annual true interest cost rate of 2.8616%. The bonds were delivered on March 24, 2004.

Assuming the refunding proceeds are invested at the bond yield, which is the maximum rate permitted under federal tax law, the refunding will result in gross debt service savings of approximately \$14.2 million, annual debt service savings of approximately \$1.5 million and present value debt service savings of approximately \$12.3 million.

A report of award and tabulation of bids is attached.

(Attachment #2)

5. UPDATE OF THE 2003 DEBT AFFORDABILITY REPORT.

The Division of Bond Finance is required to prepare and deliver to its governing board and the legislative leadership a debt affordability report containing the information required by 215.98, Florida Statutes. The report is required to be updated after the completion of the revenue estimates prepared in connection with the legislative session. This update to the 2003 Debt Affordability Report satisfies the requirements of 215.98, Florida Statutes.