

## AGENDA

**MEETING OF THE  
STATE BOARD OF ADMINISTRATION  
(Contact Person: Dorothy Westwood – (850) 488-4406)  
THE CAPITOL  
TALLAHASSEE, FLORIDA  
FEBRUARY 1, 2005**

- 1. APPROVAL OF MINUTES FROM THE MEETING ON DECEMBER 7, 2004.  
(Att. #1)**

**(ACTION REQUIRED)**

- 2. APPROVAL OF FISCAL SUFFICIENCY OF AN AMOUNT NOT EXCEEDING \$400,000,000 STATE OF FLORIDA, FULL FAITH AND CREDIT, STATE BOARD OF EDUCATION PUBLIC EDUCATION CAPITAL OUTLAY REFUNDING BONDS, 2005 SERIES (TO BE DETERMINED):**

**(ACTION REQUIRED)**

The Division of Bond Finance of the State Board of Administration (the Division), on behalf of the State Board of Education, has submitted for approval as to fiscal sufficiency a proposal to issue an amount Not Exceeding \$400,000,000 State of Florida, Full Faith and Credit, State Board of Education Public Education Capital Outlay Refunding Bonds, 2005 Series (to be determined) (the Bonds) for the purpose of refunding a portion of the outstanding 1995 Series D and 1995 Series E Bonds; provided, however, that none of the said Bonds shall be issued in excess of the amount, which can be issued in full compliance with the State Bond Act and other applicable provisions of law, and pursuant to Section 9(a)(2), Article XII of the Constitution of Florida, as amended. The Bonds will be issued pursuant to an authorizing resolution adopted by the State Board of Education on July 21, 1992, and the Thirty-fifth Supplemental Authorizing Resolution and the sale resolution adopted by the State Board of Education on January 18, 2005.

The State Board of Education has heretofore issued Public Education Capital Outlay and Public Education Capital Outlay Refunding Bonds, Series 1985 through 2004 Series B of which \$8,997,320,000 in principal amount was outstanding and unpaid on December 31, 2004. The State Board of Education received approval as to fiscal sufficiency for an amount not exceeding \$363,400,000 Public Education Capital Outlay Bonds, 2002 Series (of which \$163,400,000 remains unissued) on June 26, 2003, and for an amount not exceeding \$340,000,000 Public Education Capital Outlay Refunding Bonds, 2005 Series A on December 7, 2004 (together, the Previously Approved Bonds). The proposed Bonds shall be junior, inferior, and subordinate to the outstanding and unpaid Public Education Capital Outlay and Public Education Capital Outlay Refunding Bonds Series 1985 through 1989-A as to lien on and source and security for payment from the Gross Receipts Taxes. The proposed Bonds shall be issued on a parity as to lien on and source and security for payment from the Gross Receipts Taxes with the outstanding and unpaid Public Education Capital Outlay and Public Education Capital Outlay Refunding Bonds, 1993 Series A through 2004 Series B and, if issued, the Previously Approved Bonds.

A study of this proposal and the estimates of revenue expected to accrue from the Gross Receipts Tax, indicate that the proposed Bonds and all other outstanding bonds having a lien on the Gross Receipts Tax are fiscally sufficient and that the proposal will be executed pursuant to the applicable provisions of law.

**RECOMMENDATION:** It is recommended that the Board approve the fiscal sufficiency of the proposal outlined above. (Att. #2)

**3. APPROVAL OF FISCAL SUFFICIENCY OF AN AMOUNT NOT EXCEEDING \$200,000,000 STATE OF FLORIDA, STATE BOARD OF EDUCATION LOTTERY REVENUE BONDS, VARIOUS SERIES:**

**(ACTION REQUIRED)**

The Division of Bond Finance of the State Board of Administration of Florida (the Division) has submitted for approval a proposal to issue an amount not exceeding \$200,000,000 State of Florida, State Board of Education Lottery Revenue Bonds, Various Series (the Bonds), for the purpose of providing funds for the financing of the costs of classrooms and educational facilities. The Bonds will be issued pursuant to the amended and restated authorizing resolution adopted by the Governor and Cabinet on August 12, 2003, and a sale resolution anticipated to be adopted by the Governor and Cabinet on February 1, 2005.

The proposed Bonds shall be secured by a first lien upon the Pledged Revenues, which are defined by the Authorizing Resolution as all revenues pledged pursuant to Section 24.121(2), Florida Statutes for bonds issued pursuant to Sections 1013.68, 1013.70 and 1013.737, Florida Statutes. The Division has heretofore issued Lottery Revenue Bonds, Series 1998A through 2003A of which \$1,962,075,000 in principal amount was outstanding and unpaid on December 31, 2004. The Division has requested approval as to fiscal sufficiency for an amount not exceeding \$115,000,000 Lottery Revenue Refunding Bonds, Series (to be determined) (the Refunding Bonds) at the February 1, 2005 meeting of the State Board of Administration. The proposed Bonds shall be issued on a parity as to lien on and source and security for payment from the Pledged Revenues with the outstanding and unpaid Series 1998A through 2003A Bonds and, if approved and issued, the Refunding Bonds.

A study of this proposal and the estimates of revenue expected to accrue from the Pledged Revenues, indicate that the proposed Bonds are fiscally sufficient and that the proposal will be executed pursuant to the applicable provisions of law.

**RECOMMENDATION:** It is recommended that the Board approve the proposal outlined above. (Att. #3)

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- 4. APPROVAL OF FISCAL SUFFICIENCY OF AN AMOUNT NOT EXCEEDING \$115,000,000 STATE OF FLORIDA, STATE BOARD OF EDUCATION LOTTERY REVENUE REFUNDING BONDS, SERIES (TO BE DETERMINED):**

**(ACTION REQUIRED)**

The Division of Bond Finance of the State Board of Administration of Florida (the Division) has submitted for approval a proposal to issue an amount not exceeding \$115,000,000 State of Florida, State Board of Education Lottery Revenue Refunding Bonds, Series (to be determined) (the Bonds) for the purpose of refunding a portion of the outstanding Series 2000B Bonds. The Bonds will be issued pursuant to the amended and restated authorizing resolution adopted by the Governor and Cabinet on August 12, 2003, and the First Supplemental Authorizing Resolution and a sale resolution, both anticipated to be adopted by the Governor and Cabinet on February 1, 2005.

The proposed Bonds shall be secured by a first lien upon the Pledged Revenues, which are defined by the Authorizing Resolution as all revenues pledged pursuant to Section 24.121(2), Florida Statutes for bonds issued pursuant to Sections 1013.68, 1013.70 and 1013.737, Florida Statutes. The Division has heretofore issued Lottery Revenue Bonds, Series 1998A through 2003A of which \$1,962,075,000 in principal amount was outstanding and unpaid on December 31, 2004. The Division has requested approval as to fiscal sufficiency for an amount not exceeding \$200,000,000 Lottery Revenue Bonds, Various Series (the New Money Bonds) at the February 1, 2005 meeting of the State Board of Administration. The proposed Bonds shall be issued on a parity as to lien on and source and security for payment from the Pledged Revenues with the outstanding and unpaid Series 1998A through 2003A Bonds and, if approved and issued, the New Money Bonds.

A study of this proposal and the estimates of revenue expected to accrue from the Pledged Revenues, indicate that the proposed Bonds are fiscally sufficient and that the proposal will be executed pursuant to the applicable provisions of law.

**RECOMMENDATION:** It is recommended that the Board approve the proposal outlined above. (Att. #4)

- 5. APPROVAL OF FISCAL DETERMINATION OF AN AMOUNT NOT EXCEEDING \$40,700,000 TAX EXEMPT FLORIDA HOUSING FINANCE CORPORATION MULTIFAMILY MORTGAGE REVENUE BONDS, 2005 SERIES (TO BE DESIGNATED) (LYNN LAKE APARTMENTS):**

**(ACTION REQUIRED)**

The Florida Housing Finance Corporation has submitted for approval as to fiscal determination a proposal to issue an amount not exceeding \$40,700,000 Tax Exempt Florida Housing Finance Corporation Multifamily Mortgage Revenue Bonds, 2005 Series (to be

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designated) (the Bonds) for the purpose of financing the acquisition and rehabilitation of a multifamily rental development located in Pinellas County, Florida (Lynn Lake Apartments).

The Bonds shall not constitute an obligation, either general or special, of the State or of any local government thereof; neither the State nor any local government thereof shall be liable thereon. Neither the full faith, revenue, credit nor taxing power of the State of Florida, or any local governments thereof shall be pledged to the payment of the principal of, premium (if any), or interest on the Bonds. The Bonds shall be payable as to principal, premium (if any), and interest solely out of revenues and other amounts pledged therefor.

**RECOMMENDATION:** It is recommended that the Board approve the fiscal determination of the proposal outlined above. It is further recommended that, pursuant to the fiscal determination requirements of Subsection 16(c) of Article VII of the revised Constitution of 1968, the Board find and determine that in no State fiscal year will the debt service requirements of the Bonds proposed to be issued and all other bonds secured by the same pledged revenues exceed the pledged revenues available for payment of such debt service requirements. The Board does not assume any responsibility for, and makes no warranty (express or implied) with respect to any other aspect of this bond issue except for fiscal determination. (Att. #5)

**6. APPROVAL OF FISCAL DETERMINATION OF AN AMOUNT NOT EXCEEDING \$2,100,000 TAX EXEMPT FLORIDA HOUSING FINANCE CORPORATION MULTIFAMILY MORTGAGE REVENUE REFUNDING BONDS, SERIES (TO BE DESIGNATED) (STUART POINTE APARTMENTS):**

**(ACTION REQUIRED)**

The Florida Housing Finance Corporation has submitted for approval as to fiscal determination a proposal to issue an amount not exceeding \$2,100,000 Tax Exempt Florida Housing Finance Corporation Multifamily Mortgage Revenue Refunding Bonds, Series (to be designated) (the Bonds) for the purpose of refunding bonds previously issued for the construction and equipping of a multifamily rental development located in Martin County, Florida (Stuart Pointe Apartments).

The Bonds shall not constitute an obligation, either general or special, of the State or of any local government thereof; neither the State nor any local government thereof shall be liable thereon. Neither the full faith, revenue, credit nor taxing power of the State of Florida, or any local governments thereof shall be pledged to the payment of the principal of, premium (if any), or interest on the Bonds. The Bonds shall be payable as to principal, premium (if any), and interest solely out of revenues and other amounts pledged therefor.

**RECOMMENDATION:** It is recommended that the Board approve the fiscal determination of the proposal outlined above. It is further recommended that, pursuant to the fiscal determination requirements of Subsection 16(c) of Article VII of the revised Constitution of 1968, the Board find and determine that in no State fiscal year will the debt service

requirements of the Bonds proposed to be issued and all other bonds secured by the same pledged revenues exceed the pledged revenues available for payment of such debt service requirements. The Board does not assume any responsibility for, and makes no warranty (express or implied) with respect to any other aspect of this bond issue except for fiscal determination. (Att. #6)

**7. DEFINED CONTRIBUTION PROGRAM.**

**(ACTION REQUIRED)**

The staff of the State Board of Administration requests that the Trustees approve the following:

**7.1 A revised Investment Policy Statement for the FRS Investment Plan (i.e., PEORP). The proposed revisions update the investment Policy Statement to be consistent with the restructuring of the investment option lineup during 2004, as directed by Trustee resolution on December 16, 2003. The Investment Advisory Council reviewed and unanimously approved the proposed revisions on December 10, 2004, pursuant to section 121.4501(14), Florida Statutes; and**

**7.2 Filing an amendment to Rule 19-9.001, adopting the revised Investment Policy Statement, for notice. A rule development workshop was offered on January 5, 2005, but was not held because it was not requested. With the Trustees approval to file for notice, the rule hearing will be held on March 10, 2005. With the Trustees approval to file for adoption at their meeting on April 5, 2005, the rules will be filed for adoption shortly thereafter. (Att. 7)**

**8. THE FLORIDA HURRICANE CATASTROPHE FUND REQUESTS APPROVAL OF THE FOLLOWING:**

**(ACTION REQUIRED)**

The Florida Hurricane Catastrophe Fund requests that the Trustees approve filing a Notice of Proposed Rulemaking which would propose amendments for Rules 19-8.010, F.A.C. (2005 Reimbursement Contract), 19-8.012, F.A.C. (Procedures to Determine Ineligibility for Participation and Exemption from Participation in the Florida Hurricane Catastrophe Fund), 19-8.013, F.A.C. (Revenue Bonds), 19-8.029, F.A.C. (2005 Insurer Reporting Requirements), 19-8.030, F.A.C. (Insurer Responsibilities) and would propose a repeal, as obsolete, Rule 19-8.031, F.A.C. (Hurricane Mitigation).

The rules proposed for amendment were the subject of a rule development workshop on January 13, 2005, and have been approved by the Advisory Council for filing of a Notice of Proposed Rulemaking with respect to all of the Rules listed above. (Att. #8)