

T H E   C A B I N E T  
S T A T E   O F   F L O R I D A

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Representing:

STATE BOARD OF ADMINISTRATION

ADMINISTRATION COMMISSION

BOARD OF TRUSTEES OF THE INTERNAL IMPROVEMENT TRUST FUND

FINANCIAL SERVICES COMMISSION, INSURANCE REGULATION

The above agencies came to be heard before  
THE FLORIDA CABINET, the Honorable Governor Scott  
presiding, in the Cabinet Meeting Room, LL-03, The  
Capitol, Tallahassee, Florida, on Thursday, March 7,  
2013, commencing at approximately 9:15 a.m.

Reported by:

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## APPEARANCES:

Representing the Florida Cabinet:

RICK SCOTT  
Governor

PAM BONDI  
Attorney General

JEFF ATWATER  
Chief Financial Officer

ADAM PUTNAM  
Commissioner of Agriculture

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I N D E XSTATE BOARD OF ADMINISTRATION  
(Presented by ASH WILLIAMS)

ITEM	ACTION	PAGE
1	Approved	4
2	Approved	5
3	Approved	6

ADMINISTRATION COMMISSION  
(Presented by MARK KRUSE)

ITEM	ACTION	PAGE
1	Approved	7
2	Approved	26
3	Approved	26
4	Withdrawn	27

BOARD OF TRUSTEES OF THE INTERNAL IMPROVEMENT TRUST FUND  
(Presented by HERSCHEL VINYARD)

ITEM	ACTION	PAGE
1	Approved	28
2	Approved	36
3	Approved	38
4	Approved	39
5	Approved	40
6	Withdrawn	40
7	Approved	41
8	Approved	45
9	Approved	45

FINANCIAL SERVICES COMMISSION, INSURANCE REGULATION  
(Presented by BELINDA MILLER)

ITEM	ACTION	PAGE
1	Approved	48
2	Withdrawn	49
3	Withdrawn	49

CERTIFICATE OF REPORTER		50
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P R O C E E D I N G S

(The agenda items commenced at 9:57 a.m.)

GOVERNOR SCOTT: All right. Now I would like to recognize Executive Director Ash Williams with the State Board of Administration. Good morning, Ash.

MR. WILLIAMS: Good morning, Governor and Trustees.

And thank you, by the way, for the support on the tourism. That's wonderful. Keep in mind the pension fund owns hotels, restaurants, et cetera. We appreciate the business, the revenue, all that good stuff.

By way of update, as of the close on March 5, the Florida Retirement System Trust Fund was up 11.74 percent fiscal year to date. That's 35 basis points ahead of target and left us with a balance of \$132.6 billion.

Item 1, request approval of the minutes of our December 11 and January 23 meetings.

CFO ATWATER: So moved.

GOVERNOR SCOTT: Is there a second?

ATTORNEY GENERAL BONDI: Second.

GOVERNOR SCOTT: That was fast. Any comments or objections? Hearing none, the motion carries.

1           MR. WILLIAMS: Thank you. Item 2, request  
2 approval of a draft letter certifying the Trustees  
3 have reviewed the Auditor General's Annual  
4 Financial Report of the Local Government Surplus  
5 Funds Trust Fund. The Auditor General did not  
6 report any material findings, but did identify a  
7 compliance issue on which we agreed and have  
8 implemented a corrective action plan. Request  
9 approval.

10           GOVERNOR SCOTT: Is there a motion to approve?

11           CFO ATWATER: So moved.

12           GOVERNOR SCOTT: Is there a second?

13           ATTORNEY GENERAL BONDI: Second.

14           GOVERNOR SCOTT: Any comments or objections?

15           Hearing none, the motion carries.

16           MR. WILLIAMS: Thank you. Item 3, request  
17 approval of several appointments to the Participant  
18 Local Government Advisory Council. These include  
19 Amy Lavoy, Director of Management and Budget for  
20 Escambia County; Gary Price, founder and principal  
21 of Fifth Avenue Advisors, Naples, Florida; Doug  
22 Belden, Hillsborough County Tax Collector; and the  
23 reappointment of Patsy Heffner, Osceola County Tax  
24 Collector.

25           GOVERNOR SCOTT: All right. Is there a motion

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to approve?

CFO ATWATER: So moved.

GOVERNOR SCOTT: Is there a second?

ATTORNEY GENERAL BONDI: Second.

GOVERNOR SCOTT: Any comments or objections?

Hearing none, the motion carries.

MR. WILLIAMS: Thank you.

GOVERNOR SCOTT: Thanks, Ash.

1           GOVERNOR SCOTT: All right. Now I would like  
2           to recognize Executive Director Mark Kruse with the  
3           Administration Commission. Good morning, Mark.

4           MR. KRUSE: Good morning, Governor and  
5           Cabinet. We have four items on the Administration  
6           Commission agenda. Item 1 is request approval of  
7           the minutes of the September 18, 2012 meeting.

8           GOVERNOR SCOTT: Is there a motion to approve?

9           ATTORNEY GENERAL BONDI: So moved.

10          GOVERNOR SCOTT: Is there a second?

11          COMMISSIONER PUTNAM: Second.

12          GOVERNOR SCOTT: Any comments or objections?

13          Hearing none, the motion carries.

14          MR. KRUSE: Thank you. Item 2 is  
15          consideration of the Department of Economic  
16          Opportunity's 2012 Florida Keys Area of Critical  
17          State Concern Annual Report. This item is brought  
18          to the Commission pursuant to the statutory  
19          requirement to annually review the progress of  
20          Monroe County, the City of Marathon, and the  
21          Village of Islamorada in completing work program  
22          tasks set forth in Commission rules.

23          The morning we have Jesse Panuccio, the  
24          Executive Director of the Department, who will  
25          provide highlights of the 2012 annual report.

1 GOVERNOR SCOTT: Good morning, Jesse.

2 MR. PANUCCIO: Thank you, Mark. And thank  
3 you, Governor Scott, General Bondi, CFO Atwater,  
4 and Commissioner Putnam. I appreciate the  
5 opportunity to be here today on behalf of the  
6 Department of Economic Opportunity.

7 I would like to start out by introducing to  
8 the Commission Bill Killingsworth. Bill has  
9 recently joined DEO as its new director of the  
10 Division of Community Development, and we're very  
11 fortunate to have him. Bill, if you could just  
12 raise your hand or stand up. Thank you.

13 Here with me today also are several DEO staff  
14 members who did great work in compiling the report,  
15 Rebecca Jetton, Jeannine Kelsick, and Barbara  
16 Powell. Sherry Spiers and Chris Long have also  
17 provided legal advice on these issues. And I would  
18 also like to thank Jeff Alexander from the  
19 Northeast Regional Council, Dick Ogburn of the  
20 South Florida Regional Planning Council, and Andrew  
21 Sussman with the Division of Emergency Management.  
22 These individuals worked closely with DEO on the  
23 hurricane evacuation model.

24 Turning to the first slide, our report  
25 provides the status of the scheduled tasks adopted



1           by this Commission for Monroe County, Marathon, and  
2           Islamorada. These tasks were part of a work  
3           program that was adopted by the Commission in 2010.  
4           The scheduled completion date is December 31st of  
5           2015. Today I would like to focus on two primary  
6           topics, the status of wastewater connections and  
7           hurricane evacuation clearance time.

8           With respect to the wastewater issue, in 1999  
9           the Florida legislature adopted heightened  
10          wastewater treatment standards to improve and  
11          protect nearshore water quality in the Florida  
12          Keys. All existing wastewater treatment facilities  
13          must be connected to central sewer or be upgraded  
14          by the end of 2015. All but one wastewater plant  
15          has been constructed. Groundbreaking for this  
16          plant, the Cudjoe facility, took place on  
17          February 25th of this year. Approximately 47  
18          percent of the connections for Monroe County,  
19          Islamorada, and Marathon have been completed to  
20          date.

21          As for hurricane evacuation, DEO staff working  
22          with the Division of Emergency Management, the  
23          South Florida Regional Planning Council, and all  
24          six Florida Keys local governments reached  
25          agreement on the input variables and assumptions to

1 model hurricane evacuation clearance time for the  
2 Florida Keys. The effort resulted in the  
3 determination that 3,550 additional residential  
4 units could be built while maintaining the 24-hour  
5 clearance time.

6 I'll now provide a brief overview of progress  
7 made by the specific local governments.

8 Monroe County completed 68 percent of the  
9 tasks scheduled for this year. Some tasks remain  
10 to be completed, while others were superseded by  
11 alternative action.

12 The remaining tasks for Monroe County involve  
13 the adoption of tier maps into the Comprehensive  
14 Plan to improve habitat protection. The County has  
15 been delayed in adopting the tier overlay zones  
16 into the Comprehensive Plan due to additional  
17 requests made by the Tier Review Committee. The  
18 County is conducting public hearings this month to  
19 designate additional tiers, and I have instructed  
20 my staff to work closely with the County to ensure  
21 completion of the assigned tasks.

22 As for alternative action, instead of applying  
23 for wastewater grants, the County received  
24 \$30 million from the Save Our Everglades Trust  
25 Fund. The County was also successful in passing a

1 a half-cent sales tax referendum that will provide  
2 local funding for wastewater. This combination of  
3 local and state efforts has provided the funding  
4 needed for construction of the Cudjoe facility.

5 Islamorada, I'm happy to report, has completed  
6 100 percent of the scheduled tasks for this year.  
7 Islamorada selected a design, build, operate, and  
8 finance contractor for the construction of the  
9 wastewater collection system. Islamorada entered  
10 into a contract with Key Largo Wastewater Special  
11 District to treat wastewater generated in  
12 Islamorada at a cost of \$10.6 million.

13 And Marathon completed 86 percent of the  
14 scheduled tasks this year. The tasks not completed  
15 were related to land acquisition funding and the  
16 number of connections completed in Subarea 3. I've  
17 instructed DEO staff to assist the City of Marathon  
18 in developing land acquisition strategies. The  
19 City was successful in converting \$23.9 million of  
20 wastewater commercial loans to state revolving fund  
21 loans. All wastewater plants and stormwater  
22 systems have also been constructed.

23 At the Commission's direction, staff conducted  
24 additional hurricane evaluation modeling and  
25 determined there would be a de minimis increase to

1           evacuation time as a result of awarding 100 hotel  
2           units to Marathon. The City has approved  
3           construction plans for 65 of the 100 hotel units.

4           Therefore, based on this year's report, DEO  
5           respectfully submits that the Administration  
6           Commission should, first, accept the Department's  
7           recommendation that progress toward accomplishing  
8           the strategies of the work program have been  
9           achieved for Monroe County, the City of Marathon,  
10          and the Village of Islamorada, and that their  
11          designation should continue.

12          Second, we suggest that the Commission accept  
13          the Department's recommendation of a building  
14          permit allocation of 3,550 units to be distributed  
15          among the local governments of the Florida Keys,  
16          with a provision that the City of Key West transfer  
17          annually by July 15th any remaining allocations for  
18          the year to the other local governments.

19          I very much thank the Commission for the  
20          opportunity to be here.

21          MR. KRUSE: Thank you. Before we get to our  
22          speakers, Representative Holly Raschein asked to  
23          note that she was in attendance in support of this  
24          item, but that she had to leave to attend a  
25          legislative committee meeting.

1           We do have a number of speakers and have set a  
2           time limit of two minutes per speaker. Our first  
3           speaker from Monroe County is Mayor George Neugent,  
4           to be followed by Commissioner Heather Caruthers.

5           GOVERNOR SCOTT: Good morning.

6           MR. NEUGENT: Good morning, Governor, and good  
7           morning, Cabinet. We missed you at the ribbon  
8           cutting for the Cudjoe Regional. We're going to do  
9           a groundbreaking just so you guys can schedule your  
10          next Cabinet meeting down in the Keys. We miss you  
11          guys, and we would like to see you back.

12          In fact, when I was leaving, the Marathon  
13          Chamber of Commerce president handed me a bag.  
14          We're having our 37th annual Seafood Festival in  
15          the City of Marathon, and you're invited.  
16          Hopefully you'll be able to get down there this  
17          weekend, and we would love to see you.

18          Having said that, it's a pleasure to be here  
19          before the Governor and Cabinet. This is a very  
20          monumental time for us, in that on very important  
21          decisions that you made last year, you brought the  
22          last two big pieces of the puzzle together to  
23          address the infrastructure for advanced wastewater  
24          treatment in Monroe County.

25          And this has been a long journey for me. And

1 with your participation, we have come so much  
2 further than we could have without your assistance  
3 in what we've been dealing with over the years in  
4 trying to achieve this. And after 15 years as a  
5 Monroe County commissioner, I can say we are closer  
6 than ever to achieving and completing Critical Area  
7 work program tasks. This is due to monumental  
8 decisions by the State last year to fund the first  
9 \$50 million of the \$200 million Mayfield grant.

10 That funding, as well as our local referendum  
11 whereby the voters extended the local sales tax,  
12 and our residents contributing via assessment,  
13 these important decisions have enabled Monroe  
14 County to finally fund the last centralized  
15 wastewater treatment system project in the most  
16 rural portion of the Florida Keys, and that's the  
17 Cudjoe Regional. In fact, the County broke ground  
18 on this project last week, and as I said, we missed  
19 you guys. The construction of the Cudjoe system  
20 along with Islamorada's implementation of their  
21 wastewater system will complete the County's  
22 20-year effort to improve water quality in our  
23 nearshore waters.

24 This current budget year, the County, along  
25 with the cities, are seeking the second \$50 million

1 of the \$200 million Mayfield grant.

2 Further, this past year, DEO completed the  
3 hurricane modeling effort with all jurisdictions in  
4 the Keys -- within all jurisdictions of the Keys, a  
5 memorandum of understanding to ensure and maintain  
6 evacuation can still occur within 24 hours. DEO is  
7 recommending 10 years worth of residential housing  
8 units, or 3,550 units for the Keys, be permitted  
9 through the year 2023 via the managed growth system  
10 known as ROGO.

11 Even with these additional housing  
12 allocations, growth allocated by the State to the  
13 County, both of the State and the County will still  
14 face challenges with land acquisition of  
15 approximately 8,000 vacant privately held parcels.  
16 We encourage the State to fund the Florida Forever  
17 program as they have in the past so land  
18 acquisition by the State can resume again in the  
19 Florida Keys, helping alleviate potential state and  
20 county takings liability.

21 Governor, again, I want to thank you. We have  
22 other speakers. I'll be brief, but I do have some  
23 gifts from the City of Marathon and the Marathon  
24 Seafood Festival. And again, we thank you. And if  
25 you will distribute those to your guys, I thank you

1 very much, and we'll see you next year.

2 GOVERNOR SCOTT: George, thank you. Mayor,  
3 thank you very much.

4 MS. CARUTHERS: Good morning, Governor and  
5 Commissioners. Nice to see you all.

6 GOVERNOR SCOTT: Good morning.

7 MS. CARUTHERS: Thank you very much for the  
8 opportunity to speak before you today. As you  
9 know, we don't get this opportunity very  
10 frequently, so I want to use it today to thank you  
11 for your past support and to make you aware of  
12 something that is thwarting the good efforts that  
13 we're making to preserve the Keys, and that, of  
14 course, is windstorm insurance.

15 As you all probably know, Citizens Property  
16 Insurance is the primary insurer in the Keys,  
17 covering 91 percent of the homes. And while our  
18 grassroots organization of Fair Insurance Rates has  
19 been successful in the past at preventing some  
20 unjustifiable rate increases, actions currently  
21 being taken by Citizens are once again threatening  
22 our economy in a very dire way.

23 And let me give you an example. There is a  
24 17-unit masonry built condominium in the Middle  
25 Keys. The average -- the homes are about 1,000



1 square feet. Last year their premium for 2012 was  
2 \$7,400. They saw -- they got a Citizens  
3 inspection, reinspection this summer, and their  
4 rate increased to \$18,000. They just in the end of  
5 February received a bill for their premium in 2013  
6 that will be \$92,138. That's an 1100 percent  
7 increase in a single year.

8 GOVERNOR SCOTT: 7,000 to 92,000?

9 MS. CARUTHERS: 7,000 to \$92,000. That means  
10 that these homeowners are going to have to have  
11 their individual condominium unit monthly rates  
12 increase by \$400.

13 GOVERNOR SCOTT: What's the value of the  
14 condo?

15 MS. CARUTHERS: You know, I don't know what  
16 the underlying value of the condo is, but it's not  
17 that great. These are, you know --

18 GOVERNOR SCOTT: That's 92,000 for the whole  
19 area, for the whole condo unit?

20 MS. CARUTHERS: For the whole condo unit. So  
21 that means every month, their monthly condo fees  
22 are going from like \$425 to \$900.

23 So some of these folks are saying, "I can't  
24 afford this." They're retirees. They're working  
25 class people, and they're saying, "I have to sell

1           my home." The realtors are saying, "You're not  
2           going to get anybody to buy a condo with a \$900  
3           monthly fee."

4           This is creating, obviously, a crisis here in  
5           the Keys. Between the unlimited increases on  
6           condominiums, the Citizens faulty reinspection  
7           program, the million-dollar home exclusion, the  
8           short-term rental issues, we are going to see  
9           another crisis in our real estate economy. And as  
10          you know, so much of the coastal state, that  
11          economy is driven by real estate. So what we're  
12          asking you to do is to work with Citizens and the  
13          Legislature to halt these increases, do what you  
14          can to protect our economy going forward.

15          GOVERNOR SCOTT: Have you talked to the  
16          president of Citizens and the board members?

17          MS. CARUTHERS: Oh, yes. And we actually --  
18          in Monroe County, we have our own initiative that  
19          we're pursuing right now in conjunction with them,  
20          but it's going to take several years to achieve a  
21          final solution down there. And in the meantime, we  
22          don't want people to have to leave the Keys.

23          GOVERNOR SCOTT: And how about Insurance  
24          Commissioner McCarty?

25          MS. CARUTHERS: Yes. We're in constant

1 contact with his office, as well as our  
2 representatives here. So, you know, we've been  
3 working on this for eight years now, so we have a  
4 lot of contacts. But it's a very difficult issue,  
5 and we're trying to solve it, and any help you can  
6 give us we would appreciate.

7 GOVERNOR SCOTT: Thank you.

8 MS. CARUTHERS: Thank you.

9 MR. KRUSE: Next we have Mayor Mike Cinque.

10 GOVERNOR SCOTT: Good morning, Mayor.

11 MR. CINQUE: Good morning, Governor and  
12 Cabinet. Thank you for this opportunity.

13 The City of Marathon incorporated a short 13  
14 years ago in 1999, and since then the City has  
15 worked aggressively with the state and federal  
16 partners to complete its work program obligations  
17 ahead of schedule, including the construction of  
18 its wastewater and stormwater utilities and  
19 completion of its comprehensive plan obligation.  
20 All the City's commitments on the work program are  
21 complete. For the City's forward effort, the  
22 Administration Commission granted 100 transient  
23 residential units last year at this time.

24 Tourism is the basis of the Marathon economy.  
25 With the completion of our new wastewater and

1 stormwater capital infrastructure, the City  
2 visualizes this point in time as an opportunity to  
3 revitalize the economy by refurbishing older, less  
4 economically viable mom-and-pop motels into hotel  
5 resorts that will help the City's family-oriented  
6 community thrive. The City has approved the  
7 development of three new hotels, a Hyatt Place, the  
8 Courtyard Marriott, and the expansion of  
9 Tranquility Bay, for a total of 235 new units.  
10 Each will be under construction within the coming  
11 few months. Three additional hotel projects are in  
12 the planning stage.

13 We are here to thank you for your appreciation  
14 you have shown the City and the confidence that you  
15 have placed in us. Over the years, I believe the  
16 residents of the Florida Keys have become good  
17 caretakers of the fragile ecosystem that they live  
18 within. They've done a lot to protect it for  
19 future generations. A lot more needs to be done.  
20 And with some help from our partners at the state  
21 and federal level, we will continue that effort.

22 Thank you, Governor. Thank you, Cabinet.

23 GOVERNOR SCOTT: Thanks for being here.

24 MR. KRUSE: Next, Mayor Ken Philipson.

25 GOVERNOR SCOTT: Good morning.

1           MR. PHILIPSON: Good morning, Governor,  
2           General Bondi, Commissioner Putnam, and Chief  
3           Financial Officer Atwater. My name is Ken  
4           Philipson. I'm the mayor of Islamorada. With me  
5           today is Vice Mayor Ted Blackburn, our city  
6           manager, and our village attorney. That's Ed  
7           Koconis and Nina Boniske. If you'll stand, please.

8           It's an honor to appear before you today. I  
9           can only explain it as the pride of a new father  
10          appearing at the birth of his first child.

11          Last year we advocated hard, including many  
12          trips to Tallahassee meeting with staff and selling  
13          our program. Our goal was simple: Help us prove  
14          that a public-private partnership will work for  
15          small communities. Governor Scott, you will see  
16          how it works with your own eyes next week as you  
17          visit us. Not only have we created jobs, but we  
18          are also protecting our precious environment.

19          Islamorada comes in front of you today with a  
20          clean slate of proven accomplishments. We have  
21          completed each of the ten milestones identified for  
22          Islamorada in your Area of Critical Concern. You  
23          helped make it possible with your initial funding  
24          of the Mayfield grant. Islamorada received  
25          \$20 million, which represents 20 percent of the

1 funds required to complete our portion of the  
2 wastewater project.

3 We also asked our residents to contribute  
4 \$20 million through assessments. Our county was  
5 successful in renewing our sales tax, which will  
6 enabling us to pursue the infrastructure. We are  
7 lobbying hard in DC for Army Corps funds. We have  
8 made two trips so far this year.

9 We have many more needs and hope for your  
10 continued support. Funding of the remaining  
11 portion of the Mayfield grant must be the  
12 forefront. We are pleased with our progress so  
13 far, and with your help, the citizens of Islamorada  
14 will not have a wastewater rate higher than those  
15 of our sister communities in Monroe County.

16 I personally thank you for your assistance and  
17 future cooperation. I've got some pins of  
18 Islamorada, and I'm happy to pass them out. I'll  
19 see you next week.

20 CFO ATWATER: Thank you, Mayor.

21 GOVERNOR SCOTT: Those are nice. Thank you  
22 very much.

23 MR. PHILIPSON: Thank you, guys.

24 MR. KRUSE: And our final speaker,  
25 representing Last Stand, Florida Keys Citizens

1           Coalition, and the Florida Keys Environmental Fund,  
2           is Shaw Stiller.

3           MR. STILLER: Governor and Cabinet, it is my  
4           great pleasure to address you this morning.

5           Seventeen years ago I joined the former  
6           Department of Community Affairs as an assistant  
7           general counsel. I spent the last four years of my  
8           term there as general counsel. And I can tell you  
9           when I first joined the agency, it was hard to get  
10          all these people in the same room. We have come so  
11          far. We applaud the efforts of the County and the  
12          municipalities.

13          I had the privilege of representing  
14          Ms. Rebecca Jetton, the principal planner on this  
15          annual report, for over a decade. And the report  
16          they have submitted to you is outstanding.

17          What I come before you today to urge -- we  
18          accept the report. And we accept the report, and  
19          we accept this year's allocations. But given the  
20          critical nature of the Keys Area of Critical State  
21          Concern, we urge you to err on the side of caution,  
22          not to accept the most generous assumptions.

23          The onshore and nearshore habitat of the Keys  
24          are irreplaceable. People need to get out. And  
25          you've all be there. There's one way in and one

1 way out. We respectfully submit that the hurricane  
2 evacuation study is based on the most generous  
3 assumptions available. Forty-eight hours of lead  
4 evacuation time, only in the event of a Category 3?  
5 Forty-eight hours, it's going to be south of Cuba,  
6 and it's going to be a Category 2. It's not going  
7 to get the warm waters of the Gulf until it gets  
8 closer to the Keys.

9 So what do we ask? It's very simple. We ask  
10 that the 3,500 units be allocated over 20 years  
11 rather than 10 years to allow for the  
12 municipalities and the County to catch up. We ask  
13 that the tier system be incorporated into the  
14 Comprehensive Plan, which the County has already  
15 expressed a willingness to do so, and that's great.  
16 And we ask that you go to the people on both sides  
17 of this building and ask them to give some more  
18 money to acquire the habitat in the precious  
19 Florida Keys.

20 Thank you so much.

21 GOVERNOR SCOTT: Thank you for being here.

22 MR. KRUSE: To conclude this item, staff  
23 recommends that the Commission accept the  
24 Department's 2012 Florida Keys Area of Critical  
25 State Concern Annual Report and transmittal letter



1           and approve all recommended actions contained in  
2           the Department's 2012 annual report; and (2),  
3           direct Commission staff, with the assistance of  
4           Department staff, to prepare and issue a 30-day  
5           report detailing the work program tasks that must  
6           be completed by Monroe County, the City of  
7           Marathon, and the Village of Islamorada within the  
8           next 12 months, to include technical adjustments.

9           GOVERNOR SCOTT: All right. Thank you.

10           First I would like to congratulate Monroe  
11           County, the City of Marathon, and the Village of  
12           Islamorada on the substantial progress toward water  
13           quality improvements that have been made in the  
14           Keys. I would also like to recognize the Hurricane  
15           Evacuation Work Group that considered the delicate  
16           balance to be had in the Keys between public safety  
17           and property rights. The workshops held around the  
18           Keys considered the hurricane model inputs, census  
19           data, behavioral studies, hurricane forecasting,  
20           military evacuation procedures, traffic flow rates,  
21           private property rights, and vacant platted lots.  
22           The hard work dedicated by the state and local  
23           governments should be applauded to make certain we  
24           provide the appropriate growth, while maximizing  
25           safety for residents and visitors alike in the

1 Keys.

2 Is there a motion to approve the item?

3 COMMISSIONER PUTNAM: So moved.

4 GOVERNOR SCOTT: Is there a second?

5 ATTORNEY GENERAL BONDI: Second.

6 GOVERNOR SCOTT: Any comments or objections?

7 Hearing none, the motion carries.

8 MR. KRUSE: Thank you. We have two more  
9 items. Item 3, request authorization to publish  
10 Notices of Proposed Rule Amendment to update Rules  
11 28-101.001 and 28-109.005. If no requests for  
12 public hearing are received as a result of the  
13 notices, we also request authorization to file for  
14 final rule amendment.

15 GOVERNOR SCOTT: Is there a motion to approve?

16 ATTORNEY GENERAL BONDI: So moved.

17 GOVERNOR SCOTT: Is there a second?

18 CFO ATWATER: Second.

19 GOVERNOR SCOTT: Any comments or objections?

20 Hearing none, the motion carries.

21 MR. KRUSE: Lastly, request withdrawal of Item  
22 Number 4 for further review.

23 GOVERNOR SCOTT: Is there a motion to withdraw  
24 this item?

25 CFO ATWATER: So moved.

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GOVERNOR SCOTT: Is there a second?

ATTORNEY GENERAL BONDI: Second.

GOVERNOR SCOTT: Any comments or objections?

Hearing none, the item is withdrawn.

Thank you, Mark.

MR. KRUSE: Thank you. That concludes our agenda.

1                   GOVERNOR SCOTT: Now I would like to recognize  
2                   Secretary Herschel Vinyard with the Department of  
3                   Environmental Protection. Good morning, Herschel.

4                   MR. VINYARD: Good morning, Governor Scott,  
5                   General Bondi, CFO Atwater, and Commissioner  
6                   Putnam.

7                   There are nine items on today's agenda. The  
8                   first one is the submittal of the minutes from the  
9                   December 11, 2012, and January 23, 2013 Cabinet  
10                  meetings. The Department recommends approval.

11                  GOVERNOR SCOTT: Is there a motion to approve?

12                  ATTORNEY GENERAL BONDI: So moved.

13                  GOVERNOR SCOTT: Is there a second?

14                  CFO ATWATER: Second.

15                  GOVERNOR SCOTT: Any comments or objections?

16                  Hearing none, the motion carries.

17                  MR. VINYARD: Item 2 is the Camp  
18                  Blanding-Raiford Greenway Florida Forever project.  
19                  With your support, we've been focusing on land  
20                  acquisition that deals with water quality, water  
21                  quantity, especially springs, military buffer  
22                  zones, and also where we have a considerable cost  
23                  share partner.

24                  This purchase has all of the above. It's  
25                  almost 1,600 acres. It's got four major blackwater

1 streams. The property will buffer Camp Blanding  
2 Joint Training Center, which I think some of you  
3 all visited. It's a major training center for  
4 artillery and mortar fire. The units train right  
5 up to the base boundary, so there are noise issues,  
6 and so buffering is important in this area.

7 The total purchase price is \$2.1 million,  
8 which is 70 percent of appraised value. The  
9 Department of Defense will fund \$1.5 million of  
10 this, so the State will only have to pay 29 percent  
11 of the purchase price.

12 The Department recommends approval, but we do  
13 have two speakers. First, Lieutenant Governor  
14 Jennifer Carroll, who you all know is a tireless  
15 advocate for our military families and has been a  
16 great partner with Governor Scott in making sure  
17 that Florida retains its status as the most  
18 military-friendly state in the country.

19 Lieutenant Governor Carroll.

20 GOVERNOR SCOTT: Good morning.

21 LIEUTENANT GOVERNOR CARROLL: Good morning,  
22 Governor. Thank you, Secretary Vinyard. Good  
23 morning, Governor and Cabinet members. Thank you  
24 for giving me the opportunity to present to you  
25 this morning. And I also want to thank you for the

1           opportunity to present information about the base  
2           buffering at Camp Blanding.

3           Joining us here today from the Florida  
4           National Guard is Assistant Adjutant General Tyre  
5           and Camp Blanding base commander Colonel Jarriel.

6           Florida is known as the most military-friendly  
7           state in the nation for many reasons, including our  
8           dedication to the 99,000 military personnel and  
9           34,000 military families that call Florida home,  
10          our work to ensure installations have the proper  
11          infrastructure to complete their missions, that we  
12          have undertaken aggressive plans to buffer our  
13          military installations from encroachment, to name a  
14          few.

15          In fact, encroachment is the number one issue  
16          threatening our military installations and one that  
17          is frowned upon by the Department of Defense. The  
18          threat of development in and around the safety  
19          zones at our installations threaten both the air  
20          and ground operations. To be proactive, we have  
21          partnered with the Department of Defense, our  
22          individual base commanders to identify the most  
23          pressing encroachment issues, and then we've used  
24          various programs and strategies to mitigate these  
25          encroachment issues.

1           One of the most successful strategies we use  
2           to prevent encroachment is our conservation  
3           easements. We have successfully developed  
4           partnerships in the public and private sectors,  
5           including environmental groups such as the Nature  
6           Conservancy. Deborah Keller with the Nature  
7           Conservancy is with us here this morning. The  
8           Nature Conservancy and I and the State works hand  
9           in glove with our military buffering and the  
10          installations across the state, while at the same  
11          time conserving our precious natural resources to  
12          ensure Floridians and our visitors will be able to  
13          enjoy the state's unique environment to hunt, fish,  
14          boat, hike, or simply just enjoy our natural  
15          resources for generations to come.

16          Today we're being asked, or you're being asked  
17          to approve a new land acquisition that will  
18          conserve land and buffer one of Florida's most and  
19          precious military installations that train many  
20          troops, which is Camp Blanding Army National Guard  
21          Joint Training Center located in both Bradford and  
22          Clay Counties.

23          In the past, the Florida Army National Guard  
24          and the Florida Department of Environmental  
25          Protection have partnered through cooperative

1           agreements under the Readiness and Environmental  
2           Protection Initiative, known as REPI, to preserve  
3           buffer lands and habitat around Camp Blanding. The  
4           REPI program assists to acquire matching funds to  
5           prevent encroachment and incompatible land  
6           development on military buffer lands.

7           The situation today at Camp Blanding is, due  
8           to its location, the property has significant  
9           potential for incompatible development. The  
10          Florida Army National Guard has received, as you  
11          heard, \$1.5 million -- that's 71 percent of the  
12          purchase price -- in federal REPI funds to  
13          contribute towards the acquisition.

14          Why do we need to preserve this land to buffer  
15          Camp Blanding? Training activity at Camp Blanding  
16          has increased from 180,000 to 354,000 training  
17          units over the last 10 years. The training units  
18          that come to train at Camp Blanding come from all  
19          over the county, including our allies in Israel  
20          also come to train at Camp Blanding. The volume  
21          and type of training include artillery and mortar  
22          fire, and also convoy training, which requires the  
23          units to train up to the border of the  
24          installation. And this acquisition provides an  
25          opportunity necessary to buffer the base so that



1 the troops can do their job.

2 What are the environment benefits to the land  
3 acquisition? Camp Blanding will be partnering with  
4 the U.S. Fish and Wildlife Service and the Florida  
5 Fish and Wildlife Conservation Commission to manage  
6 the resources on the property, including the black  
7 bear tracking study, a safety harbor agreement for  
8 the red-cockaded woodpecker, and Kelly will be  
9 happy to know about this, the gopher tortoise  
10 relocation and mitigation as well.

11 Furthermore, Camp Blanding plans to restore  
12 the property back to a longleaf/wiregrass/sandhill  
13 community as it is typically found in this area.  
14 This restoration will also include the recovery of  
15 keystone species like the gopher tortoise.

16 What are the benefits to the people of  
17 Florida? Camp Blanding will coordinate with FWC to  
18 allow organized public hunts on the property. But  
19 most importantly, it will ensure that the  
20 defense-related jobs in the area will remain and  
21 have the capacity to grow.

22 And what does this mean to Florida's economy?  
23 In Clay County, defense-related spending is  
24 responsible for over for \$500 million in economic  
25 impact and over 7,600 jobs in the Bradford County

1 defense-related spending. Additionally, 55 million  
2 in economic impact and -- 700 jobs in Bradford  
3 County, I apologize, 700, and 7,600 jobs in Clay  
4 County.

5 When these units train, they come, they spend  
6 money in the communities, which support the local  
7 economy and also support the revenues into the  
8 coffers in the State of Florida. By approving this  
9 land acquisition, you will help ensure the local  
10 and state economy will continue to thrive. You  
11 will ensure these sensitive lands are conserved and  
12 citizens will be able to use them, and will also  
13 ensure that our Army National Guard and other  
14 military units will have the environment to  
15 properly train and prepare our military men and  
16 women to protect Florida and our nation.

17 I thank you for giving me the opportunity, and  
18 I ask for your favorable consideration. Thank you.

19 GOVERNOR SCOTT: Thank you, Jennifer, and  
20 thanks for your hard work.

21 LIEUTENANT GOVERNOR CARROLL: Thank you.

22 MR. VINYARD: Governor, our next speaker is  
23 Major General James D. Tyre from Camp Blanding.

24 GOVERNOR SCOTT: Good morning.

25 MAJOR GENERAL TYRE: Good morning, sir. How

1           are you? Good morning, Cabinet. Thank you for the  
2           opportunity to be here this morning. I would also  
3           like to thank DEP and the St. Johns Water  
4           Management District for the wonderful support and  
5           cooperation and partnership that we've developed  
6           over the years.

7                     The Upchurch Milling parcel that Lieutenant  
8           Governor Carroll has just described to you is just  
9           a great example of how we're able to leverage  
10          federal funds through the Department of Defense and  
11          the Department of the Army to build that  
12          encroachment buffer that protects Camp Blanding  
13          from some of the development that would come around  
14          there and reduce our capability to train there.

15                    Over the last 10 years, as the Lieutenant  
16          Governor has already said, the throughput, soldier  
17          throughput in training at Camp Blanding has more  
18          than doubled. In that same 10 years, we have  
19          mobilized and deployed over 15,000 Florida  
20          guardsmen and airmen through Camp Blanding and  
21          trained them before they went downrange. It's a  
22          critical mission for us. It's critical to make  
23          sure that our soldiers have the training they need  
24          and are properly equipped before they go downrange  
25          to meet our national security objectives.

1           Also, in that same 10-year period, we've  
2           responded to a number of hurricanes, wildfires, you  
3           know, the domestic operations piece that we do here  
4           in Florida. And Camp Blanding is also the platform  
5           to bring our units and our local and state partners  
6           into Camp Blanding and train and coordinate and be  
7           able to go out provide that response.

8           Sir, I appreciate the opportunity to be here,  
9           but more than anything, I appreciate your  
10          leadership and the Lieutenant Governor's leadership  
11          in making Florida the most friendly military state  
12          in the nation. Thank you, sir.

13          GOVERNOR SCOTT: Thanks for being here.

14          All right. Is there a motion to approve the  
15          item?

16          ATTORNEY GENERAL BONDI: So moved.

17          GOVERNOR SCOTT: Is there a second?

18          CFO ATWATER: Second.

19          GOVERNOR SCOTT: Any comments or objections?  
20          Hearing none, the motion carries.

21          MR. VINYARD: Thank you. Item 3 is the  
22          Wakulla Springs Protection Zone purchase. This is  
23          an agreement to acquire almost 680 acres within the  
24          Wakulla Springs Protection Zone. The purchase  
25          price is \$1,525,000, which is 90 percent of the

1           appraised value. This particular parcel is  
2           important to aquifer recharge and surface water  
3           protection.

4           Members of the Board, this area is impacted by  
5           excess nutrients. And the Basin Management Action  
6           Plan, which is the battle plan that DEP has  
7           developed for this area to combat excess nutrients,  
8           encourages the acquisition of undeveloped property  
9           in this area. The property is going to be managed  
10          by the Florida Forest Service. The Department  
11          recommends approval.

12          We do have one speaker, Mr. Drew Bartlett, who  
13          is the State's water quality expert. Drew has been  
14          in his position about 20 months, and he is already  
15          nationally recognized for the great work that he's  
16          doing here in Florida for DEP. Drew?

17          GOVERNOR SCOTT: Good morning.

18          MR. BARTLETT: Good morning. Thank you,  
19          Secretary. Governor and Cabinet, it's a pleasure  
20          for me to be here.

21          This property in particular overlies  
22          underground rivers that go directly to Wakulla  
23          Springs within about a 20-day time frame. The  
24          property is currently platted for a 500-home  
25          development, which could bring in 500 septic tanks

1 and nicely fertilized lawns, which bring more  
2 nutrients to Wakulla Springs, and we're trying to  
3 go in the opposite direction.

4 So I'm simply here to tell you that the  
5 acquisition of this property is squarely in line  
6 with the Department's priority of getting the water  
7 right, and particularly the water of Wakulla  
8 Springs.

9 Thank you.

10 GOVERNOR SCOTT: Thank you. Is there a motion  
11 to approve?

12 ATTORNEY GENERAL BONDI: So moved.

13 GOVERNOR SCOTT: Is there a second?

14 COMMISSIONER PUTNAM: Second.

15 GOVERNOR SCOTT: Any comments or objections?  
16 Hearing none, the motion carries.

17 MR. VINYARD: Thank you. Item 4 is the  
18 surplus of property to Antioch Missionary Baptist  
19 Church in Seminole County. This is to approve the  
20 sale of 3.8 acres of state-owned conservation lands  
21 in Seminole County. It's un unused, abandoned rail  
22 spur of the Cross Florida Seminole Trail. It was  
23 never intended to be developed as part of our trail  
24 system and has therefore been deemed surplus.

25 The Antioch Missionary Baptist Church was the

1 winning bidder with \$136,000, and the Department  
2 recommends approval.

3 GOVERNOR SCOTT: Is there a motion to approve?

4 CFO ATWATER: So moved.

5 GOVERNOR SCOTT: Is there a second?

6 ATTORNEY GENERAL BONDI: Second.

7 GOVERNOR SCOTT: Any comments or objections?

8 Hearing none, the motion carries.

9 MR. VINYARD: Item 5 is a cattle grazing lease  
10 in Highlands County. This is the issuance of a  
11 lease on 1,395 acres for six years for a \$12,000  
12 annual lease price. The property has been leased  
13 for cattle grazing on numerous occasions  
14 previously. And the Department recommends  
15 approval.

16 GOVERNOR SCOTT: Is there a motion to approve?

17 ATTORNEY GENERAL BONDI: So moved.

18 GOVERNOR SCOTT: Is there a second?

19 COMMISSIONER PUTNAM: I second, but I have a  
20 question as well, Governor.

21 GOVERNOR SCOTT: Okay. Go ahead.

22 COMMISSIONER PUTNAM: Why did we take six  
23 years off from leasing it for cattle?

24 MR. VINYARD: I'm sorry, sir?

25 COMMISSIONER PUTNAM: My notes say that it was

1 leased for cattle until '07, and then we took six  
2 years off.

3 MR. VINYARD: I think no one was leasing it.  
4 Commissioner Putnam, this area is not managed by  
5 any one managing agency, really by no managing  
6 agency that the State has, which is why actually  
7 we're coming to the Board of Trustees for approval.  
8 So unless my folks know any different, I think it  
9 just slipped through the cracks, or no one was  
10 interested in leasing it for grazing.

11 GOVERNOR SCOTT: All right. So there's a  
12 motion and a second. There's no other comments or  
13 objections?

14 Hearing none, the motion carries.

15 MR. VINYARD: Item 6 is the Marina Manor  
16 Condominium Association. The Department recommends  
17 withdrawal of this item.

18 GOVERNOR SCOTT: Is there a motion to  
19 withdraw?

20 ATTORNEY GENERAL BONDI: So moved.

21 GOVERNOR SCOTT: Is there a second?

22 CFO ATWATER: Second.

23 GOVERNOR SCOTT: Any comments or objections?

24 Hearing none, the item is withdrawn.

25 MR. VINYARD: Item 7 is the JaxBulk Terminal



1           lease assignment renewal and modification. This  
2           involves a sovereign submerged lands lease to  
3           JaxBulk Terminal for an existing commercial docking  
4           facility on Long Branch Creek in Jacksonville.  
5           It's a renewal and expansion to increase the  
6           preempted area from 37,000 square feet to 64,000  
7           square feet. JaxBulk will use this site to operate  
8           a facility for receiving, storage, loading, and  
9           distribution of cargo. And the Department  
10          recommends approval.

11           GOVERNOR SCOTT: Is there a motion to approve?

12           ATTORNEY GENERAL BONDI: Approve, motion.

13           GOVERNOR SCOTT: Is there a second?

14           CFO ATWATER: Second.

15           GOVERNOR SCOTT: Any comments or objections?

16          Hearing none, the motion carries.

17           MR. VINYARD: The last two items, Governor,  
18           are proposed acquisitions for Florida State  
19           University. It's affiliated with their Creative  
20           Crucible Project. We have Dennis Bailey here today  
21           from the University to make the presentation on the  
22           final two items.

23           GOVERNOR SCOTT: Good morning.

24           MR. BAILEY: Good morning, Governor, members  
25           of the Cabinet. Again, I'm Dennis Bailey,

1 Associate Vice President for Facilities at Florida  
2 State University. And I come to ask your support  
3 for what we think is a great opportunity that we've  
4 been seeking for some time. These two parcels of  
5 land are within what we consider to be our campus  
6 footprint and certainly well within our campus  
7 acquisition area.

8 The one associated with Item 9 is the larger  
9 parcel of 1.48 acres. It has been coveted by the  
10 University for many, many years. I've been there  
11 10 years, and prior to that we had tried to get  
12 that parcel and have not been able to. The market  
13 value has been dramatically higher than what our  
14 appraised value has been. And it's only been  
15 within the last year or so that those numbers have  
16 come together and we were able to obtain it.

17 The property was in bankruptcy. The developer  
18 was in the bankruptcy, and the bank went under. It  
19 was kind of a long thing, but as soon the  
20 bankruptcy procedure ended, we actually had an  
21 offer on the property, and our Research Foundation  
22 was able to step in. And because they could close  
23 the deal in 10 days, they were able to actually  
24 acquire the property for less than a competing  
25 offer and have since been offered more money than

1           what they originally paid. But they understood the  
2           strategic value the University placed on this piece  
3           of property.

4           We are a landlocked university. Compared to  
5           other universities in the state, we have at least  
6           twice the students per acre as the next densest  
7           property. And just to pick a random other  
8           university, we are four times more dense than the  
9           University of Florida in students per acre. So we  
10          desperately need to maintain that property to allow  
11          us to continue to develop and expand our programs  
12          as appropriate.

13          The second parcel is a smaller piece, but it  
14          also contributes to the footprint of the Creative  
15          Crucible Project that was mentioned. This is one  
16          of the president's big ideas and what we think will  
17          be a great creative opportunity, thus the Crucible,  
18          Creative Crucible name, for our Colleges of Music,  
19          Motion Picture Arts, and Visual Arts, Theater and  
20          Dance, to be able to colocate programs and create  
21          some opportunities to provide synergistic not only  
22          creations, but also entrepreneurial opportunities  
23          that we think are very important and we try to  
24          interject into all of our programs.

25          We are at 100 percent of face value on both of

1           these properties. Quite frankly, the Research  
2           Foundation has taken a loss on both of them because  
3           of what they paid for the properties and what they  
4           have had to invest. We think it's a good deal.  
5           Our intended expansion -- it's a long-term project.  
6           This is just the foundation. This is an  
7           opportunity to build this Crucible projet. We  
8           expect to solicit private funding to build out the  
9           project as time goes.

10           We certainly appreciate your support in the  
11           acquisition of these two properties.

12           GOVERNOR SCOTT: So if you get the properties,  
13           how is -- is going to be done -- is it a private  
14           development? Is it going to be privately funded,  
15           or are you going to be coming back to the State for  
16           funding for that?

17           MR. BAILEY: It's our intent to solicit  
18           private funding for that.

19           GOVERNOR SCOTT: All right. Is there a motion  
20           to approve these two items?

21           ATTORNEY GENERAL BONDI: So moved.

22           GOVERNOR SCOTT: Is there a second?

23           CFO ATWATER: Second.

24           GOVERNOR SCOTT: And this is tough for them.  
25           You know, they're Gators.

1           ATTORNEY GENERAL BONDI: I know. You had to  
2           throw Florida out there for comparison purposes.

3           MR. BAILEY: It was random. I just picked  
4           one.

5           GOVERNOR SCOTT: It was just random? All  
6           right. Are there any comments or objections?  
7           Hearing none, the motion carries.

8           MR. BAILEY: Thank you.

9           ATTORNEY GENERAL BONDI: Governor, may I say  
10          something --

11          GOVERNOR SCOTT: Absolutely.

12          ATTORNEY GENERAL BONDI: -- before we move on,  
13          about Herschel Vinyard?

14          GOVERNOR SCOTT: Sure.

15          ATTORNEY GENERAL BONDI: Governor, recently --  
16          and this has to do with Secretary Vineyard's role.  
17          And I know you tried to do this, Governor, and you  
18          had a conflict, and I wish you could have.

19                 But Commissioner Putnam and I went on a leg of  
20          the Wildlife Corridor Expedition, and this -- I  
21          can't wait for you to see the final product,  
22          Governor and CFO Atwater. And Herschel Vinyard is  
23          part of -- I'll give a sneak peek, a star of this.  
24          You wound up in the -- you are in the documentary.

25                 But it's a documentary about Florida, and it's

1           called "Florida Wildlife Expedition Corridor,  
2           Everglades to Okefenokee." And it starts in the  
3           Everglades. And Carlton Ward, Mallory Lykes  
4           Dimmitt, and Joe Guthrie, and Elam Stoltzfus, who  
5           is a documentary filmmaker, spent 100 days from the  
6           base of Florida all the way up to the top. And it  
7           is truly remarkable.

8           And I was blessed to get to go to the  
9           premiere, and it will be airing on PBS. And it's  
10          such a great ad for Florida and our wildlife and  
11          our protected lands in Florida Forever. And it's  
12          going to begin airing on PBS, starring Vinyard,  
13          April 1st. And it will go -- and then on June 1st,  
14          it will --

15          GOVERNOR SCOTT: Did you get royalties,  
16          Herschel?

17          MR. VINYARD: I think I signed them away, sir.

18          ATTORNEY GENERAL BONDI: On June -- you'll  
19          recognize a lot of folks in it. But on June 1st,  
20          then it's going to appear nationally on National  
21          Geographic. So it just makes the beauty of our  
22          state -- it's incredible, so I can't wait for  
23          everyone to see it April 1st.

24          GOVERNOR SCOTT: Are you moving to LA?

25          MR. VINYARD: No, sir. I will say that --

1 GOVERNOR SCOTT: You're not going to LA soon?

2 MR. VINYARD: -- I understand that General  
3 Bondi and Commissioner Putnam are outstanding  
4 kayakers, because they did participate in the  
5 journey as well.

6 ATTORNEY GENERAL BONDI: Neither of us, but  
7 someone who works with me sent a kayak, but we're  
8 not going to discuss that. They left that  
9 controversy out of the video.

10 MR. VINYARD: I'm here to stay in Florida.

11 GOVERNOR SCOTT: All right. Thanks, Herschel.

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1                   GOVERNOR SCOTT: Now I would like to recognize  
2 Belinda Miller, general counsel of the Office of  
3 Insurance Regulation. Good morning.

4                   MS. MILLER: Good morning. Thank you,  
5 Governor and members of the Financial Services  
6 Commission.

7                   This morning I would like to request approval  
8 of the minutes from the December 11, 2012 meeting  
9 of the Financial Services Commission.

10                  GOVERNOR SCOTT: Is there a motion to approve  
11 the item?

12                  CFO ATWATER: So moved.

13                  COMMISSIONER PUTNAM: Second.

14                  GOVERNOR SCOTT: Any comments or objections?  
15 Hearing none, the motion carries.

16                  MS. MILLER: Thank you. Items Number 2 and 3  
17 on our list today are requests to do a rule for  
18 annual and quarterly statements for financial --  
19 insurance companies and for amendments to the  
20 Examiners Handbook. And with your indulgence, we  
21 would request that those rules be withdrawn and  
22 reconsidered at the next available opportunity.

23                  GOVERNOR SCOTT: Is there a motion to withdraw  
24 these two items?

25                  CFO ATWATER: So moved.



1 GOVERNOR SCOTT: Is there a second?

2 ATTORNEY GENERAL BONDI: Second.

3 GOVERNOR SCOTT: Any comments or objections?

4 The items are withdrawn.

5 MS. MILLER: Thank you.

6 GOVERNOR SCOTT: Thanks, Belinda.

7 This concludes our Cabinet meeting. Our next  
8 meeting will be Tuesday, March 19th at 9:00 a.m. in  
9 Tallahassee. We are adjourned.

10 (Proceedings concluded at 10:47 a.m.)

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CERTIFICATE OF REPORTER

STATE OF FLORIDA:

COUNTY OF LEON:

I, MARY ALLEN NEEL, Registered Professional Reporter, do hereby certify that the foregoing proceedings were taken before me at the time and place therein designated; that my shorthand notes were thereafter translated under my supervision; and the foregoing pages numbered 1 through 49 are a true and correct record of the aforesaid proceedings.

I FURTHER CERTIFY that I am not a relative, employee, attorney or counsel of any of the parties, nor relative or employee of such attorney or counsel, or financially interested in the foregoing action.

DATED THIS 19th day of March, 2013.

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