MEETING OF THE STATE BOARD OF ADMINISTRATION

GOVERNOR CRIST AS CHAIRMAN
CHIEF FINANCIAL OFFICER SINK AS TREASURER
ATTORNEY GENERAL MCCOLLUM AS SECRETARY

JANUARY 15, 2008

MINUTES

With Governor Crist presiding and all members present, The State Board of Administration was convened in LL-03, The Capitol. General Bob Milligan, Interim Executive Director, of the State Board of Administration was also present.

The following official actions were taken.

ITEM 1. Approved the minutes of December 11, and December 18, 2007.

ITEMS 2- 6 Approved the withdrawal of Items 2-6 to allow SBA staff to revise the review of these and future interest rate exceptions to require additional information which will be documented in the supporting materials provided on each project. The SBA expects to bring these items back at the January 31, 2008, Trustee meeting.

ITEM 7. Approved the reappointment of John Jaeb to the Investment Advisory Council.

ITEM 8. General Milligan presented an update on the Local Government Investment Pool (LGIP) outlining recent events and actions taken by the SBA and BlackRock to rebuild confidence in the LGIP.

ITEM 9. Approved the position description, salary range, and the hiring of a recruitment firm to conduct a national search for a permanent Executive Director.

The State Board of Administration's agenda was concluded.

Robert F. Milligan
Interim Executive Director

MEETING OF THE STATE BOARD OF ADMINISTRATION

GOVERNOR CRIST AS CHAIRMAN
CHIEF FINANCIAL OFFICER SINK AS TREASURER
ATTORNEY GENERAL MCCOLLUM AS SECRETARY

JANUARY 31, 2008

MINUTES - AMENDED

With Governor Crist presiding and all members present, The State Board of Administration was convened in LL-03, The Capitol. Ron Poppell presented the agenda for General Bob Milligan, Interim Executive Director, of the State Board of Administration.

The following official actions were taken.

ITEM 1. Approved the minutes of January 15, 2008.

ITEM 2. Approved a Fiscal Sufficiency of an amount not exceeding $300,000,000 State of Florida, full faith and credit, State Board of Education Public Education Capital Outlay Bonds, 2007 Series C.

ITEM 3. Approved a Fiscal Sufficiency of an amount not exceeding $155,000,000 State of Florida, full faith and credit, Department of Transportation Right-of-Way Acquisition and Bridge Construction Bonds, (Series to be Designated).

ITEM 4. Approved a Fiscal Sufficiency of an amount not exceeding $132,000,000 State Of Florida, State Board Of Education Lottery Revenue Refunding Bonds, Series (To Be Determined).

ITEM 5. Approved a Fiscal Determination of an amount not exceeding $250,000,000 Florida Housing Finance Corporation Homeowner Mortgage Revenue Bonds, 2008 Phase One (Multiple Series to be Determined).

ITEM 6. Approved a Fiscal Determination of an amount not exceeding $10,500,000 Tax Exempt Florida Housing Finance Corporation Multifamily Mortgage Revenue Bonds, 2008 Series (To Be Designated) (Valencia Pointe Apartments).

Ben Watkins, Director, Division of Bond Finance presented background and the process used to evaluate Items 7-12 pertaining to interest rate exceptions pursuant to Section 215.84, F.S. **After a brief discussion, Items 7 – 12 were approved two to one with the Governor dissenting**.

ITEM 7. Approved an interest rate exception on a proposed issue not exceeding $16,000,000 Buckeye Park Community Development District Capital Improvement Revenue Bonds, Series 2007 (the "Bonds").

ITEM 8. Approved an interest rate exception on a proposed issue not exceeding $14,000,000 Torrey Groves Community Development District Special Assessment Revenue Bonds, Series 2008A and Series 2008B (the "Bonds").

ITEM 9. Approved an interest rate exception on a proposed issue not exceeding $11,500,000 Beeline Community Development District Special Assessment Bonds, Series (to be determined) (the "Bonds").

ITEM 10. Approved an interest rate exception on a proposed issue not exceeding $11,000,000 Arlington Ridge Community Development District Special Assessment Bonds, Series 2008B (the "Bonds").

ITEM 11. Approved an interest rate exception on a proposed issue not exceeding $11,000,000 Two Creeks Community Development District Capital Improvement Revenue Bonds, Series 2007B (the "Bonds").

ITEM 12. Approved an interest rate exception on a proposed issue not exceeding $4,000,000 Pine Air Lake Community Development District Special Assessment Revenue Bonds, Series 2008A and Series 2008 (the "Bonds").

ITEM 13. Approved and granted authority to file Notice of Proposed Rulemaking for the five Florida Hurricane Catastrophe Fund rules listed below:

19-8.010 Reimbursement Contract
19-8.012 Procedures to Determine Ineligibility for Participation in the Florida Hurricane Catastrophe Fund and to Determine Exemption from Participation in the Florida Hurricane Catastrophe Fund due to Limited Exposure
19-8.013 Revenue Bonds Issued Pursuant to Section 215.555(6), F.S.
19-8.029 Insurer Reporting Requirements
19-8.030 Insurer Responsibilities.

ITEM 14. The SBA has completed its competitive solicitation for Money Market Investment Services for the Local Government Investment Pool (LGIP). A seven-member Evaluation Team of investment staff, Wilshire Associates and Jeannie Garner (Chair of the Participant Advisory Committee) reviewed 10 proposals and selected three firms for oral interviews. After consideration of experience, investment process, performance, firm resources and fees, the Evaluation Team has unanimously recommended Federated Investors to General Milligan as the permanent investment manager of the LGIP. A final decision is pending review by General Milligan. The Trustees requested that their offices receive additional information on the finalist firms to understand the basis for the recommendation. If the recommendation is accepted by General Milligan, the transfer from BlackRock to Federated will take place at the end of February.

Hudepohl & Associates has been secured for the Executive Director/CIO search and the contract is currently being processed. An Evaluation Committee has been assembled to review candidates. The search begins the week of February 4, 2008, with Hudepohl interviewing the Evaluation Committee Members, the Trustees, and Senior SBA staff to develop a profile of the ideal candidate. The Evaluation Committee will interview each of the candidates and make a recommendation of two to three finalists for consideration by the Trustees. The process should be completed in four to five months.

ITEM 15. GOOD CAUSE

Melinda Miguel, Chair of the SBA Audit Committee, presented a status report on the request for quotes for audit services, request for qualifications for independent legal services for the SBA Audit Committee, and the internal audit report on Fixed Income Trading Activities.

The State Board of Administration's agenda was concluded.

Robert F. Milligan
Interim Executive Director

MEETING OF THE STATE BOARD OF ADMINISTRATION

GOVERNOR CRIST AS CHAIRMAN
CHIEF FINANCIAL OFFICER SINK AS TREASURER
ATTORNEY GENERAL MCCOLLUM AS SECRETARY

FEBRUARY 12, 2008

MINUTES

With Governor Crist presiding and all members present, The State Board of Administration was convened in LL-03, The Capitol. General Bob Milligan, Interim Executive Director, of the State Board of Administration was also present.

The following official actions were taken.

ITEM 1. Approved the amended minutes of January 31, 2008.

ITEM 2. Approved a Fiscal Sufficiency of an amount not exceeding $400,000,000 State of Florida, State Board of Education Lottery Revenue Bonds, Series (To Be Determined).

ITEM 3. Approved a Fiscal Sufficiency of an amount not exceeding $382,000,000 State of Florida, Full Faith and Credit, State Board of Education Public Education Capital Outlay Refunding Bonds, 2008 Series (To Be Determined).

ITEM 4. Approved a Fiscal Sufficiency of an amount not exceeding $278,000,000 State of Florida, Department of Environmental Protection Florida Forever Revenue Refunding Bonds, Series (To Be Determined).

ITEM 5. Approved a Fiscal Determination of an amount not exceeding $11,200,000 tax exempt Florida Housing Finance Corporation Multifamily Mortgage Revenue Bonds, 2008 Series (To Be Designated) (Willow Lakes Apartments).

ITEM 6. Approved a Fiscal Determination of an amount not exceeding $5,075,000 tax exempt Florida Housing Finance Corporation Multifamily Mortgage Revenue Bonds, 2008 Series (To Be Designated) (Riverwalk I Apartments).

ITEM 7. General Milligan presented a summary of the Local Government Investment Pool (LGIP). BlackRock has been a valuable partner assisting in stabilizing the fund and developing positive cash flows. Focusing on communications, another LGIP Advisory Committee Meeting will be held this week (February 14, 2008) in Tampa. Continuing to improve liquidity. Hudepohl & Associates completed the stakeholder interviews for the Executive Director search.

ITEM 8. **GOOD CAUSE**
Approved the confirmation of the selection of Federated Investors, Inc. to manage the LGIP with each Trustee office reviewing the contract before it is executed.

ITEM 9. GOOD CAUSE

Melinda Miguel, Chair of the SBA Audit Committee, presented an update on the request for quotes for audit services and the request for qualifications for independent legal services.

The State Board of Administration's agenda was concluded.

Robert F. Milligan
Interim Executive Director

MEETING OF THE STATE BOARD OF ADMINISTRATION

GOVERNOR CRIST AS CHAIRMAN
CHIEF FINANCIAL OFFICER SINK AS TREASURER
ATTORNEY GENERAL MCCOLLUM AS SECRETARY

FEBRUARY 26, 2008

MINUTES

With Governor Crist presiding and all members present, The State Board of Administration was convened in LL-03, The Capitol. General Bob Milligan, Interim Executive Director, of the State Board of Administration was also present.

The following official actions were taken.

ITEM 1. Approved the minutes of February 12, 2008.

ITEM 2. Approved a Fiscal Determination of an amount not exceeding $7,000,000 Tax Exempt Florida Housing Finance Corporation Multifamily Mortgage Revenue Bonds, 2008 Series (To Be Designated) (Silurian Pond Apartments).

ITEMS 3-4. Approved the withdrawal of two interest rate exceptions at the request of Bond Counsel. Item 3, Deer Run Community Development District and Item 4, Triple Creek Community Development District.

ITEM 5. Approved the appointment of John H. Hill, Jr. to the Investment Advisory Council.

ITEM 6. Jeannie Garner, Chair of the Local Government Investment Pool Advisory Committee, gave an update from the Participants' Meetings and announced the upcoming meetings to be held March, April and May across the state. She spoke of the importance of the LGIP and the continued steps necessary in restoring confidence and trust in the Pool and the SBA.

ITEM 7. Melinda Miguel, Chair of the SBA Audit Committee, announced the selection of the legal firm of Berger Singerman and the audit firm of Clifton Gunderson. Ms. Miguel stated she expects the draft audit report on April 15, 2008.

ITEM 8. Approved a Fiscal Sufficiency of an amount not exceeding $220,000,000 State of Florida, Department of Environmental Protection Everglades Restoration Revenue Refunding Bonds, Series 2008A.

The State Board of Administration's agenda was concluded.

Robert F. Milligan
Interim Executive Director

MEETING OF THE STATE BOARD OF ADMINISTRATION

GOVERNOR CRIST AS CHAIRMAN
CHIEF FINANCIAL OFFICER SINK AS TREASURER
ATTORNEY GENERAL MCCOLLUM AS SECRETARY

MARCH 11, 2008

MINUTES

With Governor Crist presiding and all members present, The State Board of Administration was convened in LL-03, The Capitol. General Bob Milligan, Interim Executive Director of the State Board of Administration was also present.

The following official actions were taken.

ITEM 1. Approved the minutes of February 26, 2008.

ITEM 2. Approved a Fiscal Sufficiency of an amount not exceeding $586,600,000 State of Florida, Full Faith and Credit, State Board of Education Public Education Capital Outlay Bonds, 2006 Series (To Be Determined).

ITEM 3. General Milligan gave an update on the Local Government Investment Pool (LGIP) stating he is continuing to work with the Advisory Committee involving all areas of the SBA, and will have a meeting on Friday, March 14, 2008, the third formal meeting with the Advisory Committee that was formed after the events in November 2007. He also said that there have been a number of requests for information and the SBA has been cooperating with releasing the information.

ITEM 4. Kim Ferrell, Chair of the SBA Audit Committee updated the Trustees regarding the Audit Committee accomplishments. She gave a brief update as to why and when the Audit Committee was formed. She also said that the Auditing Firm that was hired is expected to have a draft report by March 31 and a final to be issued and presented to the Trustees on April 15. She stated that the audit was on schedule.

There was discussion by each of the Trustees regarding the investigation being conducted by the Auditing Committee. The Trustees suggested that Don Saxon's office of the Department of Financial Regulations should look into and find out exactly what happened regarding the LPIG transactions.

Governor Crist said he had requested an independent counsel to investigate the sales pitch and to see why the stocks were purchased. He also said that it was not his intent to seek the law firm's guidance, but to have the law firm investigate to see why the

transactions occurred since it does not appear clear as to what had happened. He said he wanted the information for the People's sake, why it had occurred, how purchases were made and if everything was as it should have been. He also said he wanted a draft detailed audit plan surrounding the sale.

Kim Ferrell stated that the auditors were looking at the sale, and the auditors have drafted a very detailed audit plan (40 pages), and the audit firm will have a copy by the end of next week. Kim said that she will send a copy to each of the Trustees. She also said that the auditors were looking at the details surrounding the sales, as to whether the SBA had policies in place, and what processes they went through to reach the decision to make the purchases. Kim Ferrell also reported that higher risk levels to all fixed income investments have been added to the point that they are actually going in and testing all fixed income investments.

General Milligan stated that the General Counsel for Don Saxon has requested information and that the SBA was providing that information.

The State Board of Administration's agenda was concluded.

Robert F. Milligan
Interim Executive Director

MEETING OF THE STATE BOARD OF ADMINISTRATION

GOVERNOR CRIST AS CHAIRMAN
CHIEF FINANCIAL OFFICER SINK AS TREASURER
ATTORNEY GENERAL MCCOLLUM AS SECRETARY

MARCH 25, 2008

MINUTES

With Governor Crist presiding and all members present, The State Board of Administration was convened in LL-03, The Capitol. General Bob Milligan, Interim Executive Director, of the State Board of Administration was also present.

The following official actions were taken.

ITEM 1. Approved the minutes of March 11, 2008.

ITEM 2. Approved the SBA Quarterly Report required by the Protecting Florida's Investments Act (PFIA).

ITEM 3. Approved the withdrawal Item 3.

ITEM 4. General Milligan gave a brief update on the SBA mentioning the Due Diligence Review conducted by Tanya Beder and Tom Tew that was released to House Speaker Rubio. There have been many issues of the report already addressed in the past few months with more underway some requiring additional budget support next year. The SBA has strengthened risk management and compliance; increased transparency and communications; meeting with Local Government Investment Pool participants on a routine basis; there are a couple of areas of the report we have disagreement with and are sorting those out with the Legislature and working with House staff on a draft bill.

ITEM 5. Ms. Kim Ferrell, Chair of the Audit Committee, discussed the details of the ongoing audit and acknowledged they had full cooperation of SBA staff, it is on schedule with the draft report to be issued on Monday, March 31, 2008. The legal firm of Berger Singerman has been engaged, briefed by the auditors last week, working on legal research and analysis in connection with the audit. Berger Singerman is also working directly with the auditors to determine the impact of the potential audit findings and coordinating the site visits with broker/dealers. The Trustees again stated they wanted the legal firm to aggressively pursue the rationale, background, facts of why the sales were recommended; why they were made, and to act in an independent counsel role. All Audit Committee members were present and assured the Trustees they understood their concerns.

The State Board of Administration's agenda was concluded.

Robert F. Milligan
Interim Executive Director

MEETING OF THE STATE BOARD OF ADMINISTRATION

GOVERNOR CRIST AS CHAIRMAN
CHIEF FINANCIAL OFFICER SINK AS TREASURER
ATTORNEY GENERAL MCCOLLUM AS SECRETARY

APRIL 15, 2008

MINUTES

With Governor Crist presiding and all members present, The State Board of Administration was convened in LL-03, The Capitol. General Bob Milligan, Interim Executive Director, of the State Board of Administration was also present.

The following official actions were taken.

ITEM 1. Approved the minutes of March 25, 2008.

ITEM 2. Approved a Fiscal Sufficiency of an amount not exceeding $150,000,000 State of Florida, Department of Environmental Protection Florida Forever Bonds, Series (To Be Determined).

ITEM 3. Approved a Fiscal Sufficiency of an amount not exceeding $55,300,000 State of Florida, Board of Governors Florida Atlantic University Dormitory Revenue Bonds, Series 2008A.

ITEM 4. Approved a Fiscal Sufficiency of an amount not exceeding $8,580,000 Tax Exempt Florida Housing Finance Corporation Multifamily Mortgage Revenue Bonds, 2008 Series (To Be Designated) (St. James Place Apartments).

General Milligan asked Dr. Jack Nicholson to present Items 5 through 8 pertaining to the Florida Hurricane Catastrophe Fund.

ITEM 5. Approved two to one, with the Governor dissenting, and granted authority to file Rule 19-8.030, Insurer Responsibilities, for adoption after a brief discussion regarding the increase in resubmission fees.

ITEM 6. Approved and granted authority to file a Notice of Change for the Florida Hurricane Catastrophe Fund rules listed below and to file these rules for adoption, as amended:

19-8.010 Reimbursement Contract
19-8.012 Procedures to Determine Ineligibility for Participation in the Florida Hurricane Catastrophe Fund and to Determine Exemption from Participation in the Florida Hurricane Catastrophe Fund due to Limited Exposure
19-8.013 Revenue Bonds Issued Pursuant to Section 215.555(6), F.S.
19-8.029 Insurer Reporting Requirements

ITEM 7. Approved the 2008/2009 Premium Formula and the Proposed 2008 Rates after discussions and presentations by Dr. Nicholson, Andrew Rapoport, Senior Vice President-Actuary, Paragon, and Commissioner of Insurance, Kevin McCarty.

ITEM 8. Approved and granted authority to file a Notice of Proposed Rulemaking with respect to Rule 19-8.028, F.A.C., Reimbursement Premium Formula, and to file for adoption if no member of the public requests a rule hearing.

Governor Crist inquired if Dr. Nicholson would have a proposal ready by the April 29, 2008, Cabinet Meeting regarding the purchase of reinsurance or a similar financial product. Dr. Nicholson responded that three Invitations to Negotiate (ITN's) and a Request for Quote (RFQ) were "on the street" with a response date of April 28, 2008. The evaluation teams would be meeting on May 7-8, 2008, after scoring to make a recommendation. The time table called for bringing the list of selected firms back to the Board as an informational item by the May 28, 2008, meeting at the earliest, but no later than the June 10, 2008, meeting.

ITEM 9. Approved the amended FY 2007-2008 State Board of Administration operating budget for additional costs associated with the Local Government Investment Pool.

ITEM 10. General Milligan mentioned the SBA has provided responses to Clifton Gunderson's draft performance audit. The bulk of the items relate to compliance; many already acted upon, others in the process of being acted upon. To move forward, the SBA is in the process of issuing an Invitation to Negotiate (ITN) for a thorough review of our compliance posture on a SBA-wide basis. General Milligan introduced Commissioner Don Saxon, Office of Financial Regulation, and asked him to talk about another phase of going forward. Commissioner Saxon's office is doing an intensive ongoing investigation of trading activities involving investment products that were sold to the Local Government Investment Pool and are currently managed by the SBA.

ITEM 11. Ms. Kim Ferrell, Chair of the SBA Audit Committee, discussed the Clifton Gunderson performance audit and thanked them for the complex engagement they completed in a very short time period. The draft report was issued on April 2, 2008, the final report will be out by the end of this week. Overall, there were 24 recommendations, SBA management agreed to 21 of the recommendations, one recommendation they did not support, however, did provide alternative corrective action that would address the issue that was covered in a different manner. The remaining two recommendations will be forwarded to the Trustees for consideration and possible action. The Audit Committee for the internal audit function will monitor the implementation of the corrective actions. The legal firm of Berger Singerman was engaged to advise the Audit Committee throughout the process. The forensic piece has been referred to Commissioner Don Saxon.

The State Board of Administration's agenda was concluded.

Robert F. Milligan
Interim Executive Director

MEETING OF THE STATE BOARD OF ADMINISTRATION

GOVERNOR CRIST AS CHAIRMAN
CHIEF FINANCIAL OFFICER SINK AS TREASURER
ATTORNEY GENERAL MCCOLLUM AS SECRETARY

APRIL 29, 2008

MINUTES

With Governor Crist presiding, Attorney General McCollum present, and CFO Sink participating by phone, the State Board of Administration was convened in LL-03, The Capitol. General Bob Milligan, Interim Executive Director, of the State Board of Administration was also present.

The following official actions were taken.

ITEM 1. Approved the minutes of April 15, 2008.

ITEM 2. Approved a Fiscal Sufficiency of an amount not exceeding $42,445,000 State of Florida, Full Faith and Credit, State Board of Education Capital Outlay Bonds, 2008 Series A.

ITEM 3. Approved the revised Florida Retirement System's (FRS) Defined Benefit Plan Investment Policy Statement. The revised Policy Statement was unanimously approved by the Investment Advisory Council at a public meeting on April 17, 2008. The changes result from the Protecting Florida's Investment Act (PFIA) (Sudan and Iran divestment).

ITEM 4. In addition to the effort by the Office of Financial Regulation, the SBA has engaged the law firm of Berman DeValerio Pease Tabacco Burt & Pucillo of West Palm Beach to investigate the sale of KKR, Ottimo, and Axon notes to the SBA from several broker dealers. The notes defaulted after purchase by the SBA. The investigation will be undertaken in order to determine whether legal action against the broker dealers should be brought by the SBA. The investigation will be concluded within a month.

General Milligan gave an update on the Executive Director search. Hudepohl & Associates will have four or five applicants by mid May for the Screening Committee to interview in early June and have two to three candidates to the Trustees to interview for selection in June.

The State Board of Administration's agenda was concluded.

Robert F. Milligan
Interim Executive Director

MEETING OF THE STATE BOARD OF ADMINISTRATION

GOVERNOR CRIST AS CHAIRMAN
CHIEF FINANCIAL OFFICER SINK AS TREASURER
ATTORNEY GENERAL MCCOLLUM AS SECRETARY

MAY 13, 2008

MINUTES

With Governor Crist presiding and all members present, the State Board of Administration was convened in LL-03, The Capitol. General Bob Milligan, Interim Executive Director, of the State Board of Administration was also present.

The following official actions were taken.

ITEM 1. Approved the minutes of April 29, 2008.

ITEM 2. Approved a Fiscal Determination of an amount not exceeding $11,000,000 Florida Housing Finance Corporation Multifamily Mortgage Revenue Bonds, 2008 Series (To Be Designated) (Cutler Riverside Apartments)

ITEM 3. The procurement process of the Florida Hurricane Catastrophe Fund (FHCF) Financial Services Teams has been concluded and firms have been recommended to provide the following services to the FHCF: investment banking services, reinsurance intermediary services, bond/tax counsel services, and disclosure counsel services. General Milligan anticipates approving the recommendations today. Firms selected will be notified and initial meetings will begin Wednesday, May 14, 2008. After a brief discussion, Governor Crist made a motion to remove JP Morgan and Lehman Brothers from the Investment Banking Services, National Co-Senior Managers, due to the ongoing investigation with the Local Government Investment Pool; the motion did not receive a second.

ITEM 4. General Milligan gave an update on the Executive Director search. The Screening Committee will interview eight or nine candidates on June 3-4, 2008, referring three candidates to the Trustees in June for final selection.

Mr. Steve Cummings, President and CEO, EnnisKnupp & Associates presented a performance summary on FRS Pension Plan investments for the period ending December 31, 2007. He noted that over trailing one-, three-, five- and 10-year periods the fund's total net-of-fee return exceeded that of policy benchmark. He also noted that the total fund return exceeded the median of the TUCS universe over all time periods and was in the top quartile over trailing one-, three- and five-year periods.

The State Board of Administration's agenda was concluded.

Robert F. Milligan
Interim Executive Director

MEETING OF THE STATE BOARD OF ADMINISTRATION

GOVERNOR CRIST AS CHAIRMAN
CHIEF FINANCIAL OFFICER SINK AS TREASURER
ATTORNEY GENERAL MCCOLLUM AS SECRETARY

MAY 28, 2008

MINUTES

With Governor Crist presiding and all members present, the State Board of Administration was convened in LL-03, The Capitol. General Bob Milligan, Interim Executive Director, of the State Board of Administration was also present.

The following official actions were taken.

ITEM 1. Approved the minutes of May 13, 2008.

ITEM 2. Approved the Florida Hurricane Catastrophe Fund to file Emergency Rule 19ER08-1 (Reimbursement Contract) upon CS/CS/SB 2860 and 1196 becoming law.

ITEM 3. Approved the Florida Hurricane Catastrophe Fund to file a Notice of Proposed Rulemaking to amend Rule 19-8.010 (Reimbursement Contract), to incorporate those changes made in Emergency Rule 19ER08-1 (Reimbursement Contract) once the Emergency Rule has been filed and has become effective.

ITEM 4. Approved two to one, with Governor Crist dissenting, the following budgets for FY 2008-2009: (A) The State Board of Administration; the Public Employee Optional Retirement Program; and the Florida Hurricane Catastrophe Fund (B) The Division of Bond Finance, and (C) The Florida Prepaid College Board.

ITEM 5. General Milligan gave a status report on the engagement of Mike Pucillo with Berman, DeValerio, Pease, Tabacco, Burt & Pucillo, for the investigation and recommendation regarding the sale to the SBA by various brokers-dealers of secured notes issued by KKR, Ottimo and Axon. Based on the information to date, Mr. Pucillo has concluded that the SBA has a claim against the broker-dealers for sale of unregistered securities in a transaction that is not exempt from registration. Mr. Pucillo's recommendation is to obtain a tolling agreement from the broker-dealers, which he has been authorized to obtain. The tolling agreement is necessary because certain applicable statute of limitations will run in July and a tolling agreement will enable the parties to continue to exchange documents and engage in appropriate dialogue and analysis about resolution of this matter. The SBA and the broker-dealers know that litigation may be imminent. If the SBA is unable to secure the necessary tolling agreement and the continued cooperation of the dealers, suit can and will be filed immediately.

General Milligan expects to receive the names today for the Screening Committee to interview on June 3&4, 2008, for the Executive Director position. The Screening Committee will refer the top two or three individuals to the Trustees for a meeting and final decision.

The State Board of Administration's agenda was concluded.

Robert F. Milligan
Interim Executive Director

MEETING OF THE STATE BOARD OF ADMINISTRATION

GOVERNOR CRIST AS CHAIRMAN
CHIEF FINANCIAL OFFICER SINK AS TREASURER
ATTORNEY GENERAL MCCOLLUM AS SECRETARY

JUNE 10, 2008

MINUTES

With Governor Crist presiding and CFO Sink present, The State Board of Administration was convened in LL-03, The Capitol. General Bob Milligan, Interim Executive Director, of the State Board of Administration was also present.

The following official actions were taken.

Approved General Milligan's request to defer Agenda Items 1, 4, 5, 6, 7, 8, and 10.

ITEM 2. Approved a Fiscal Determination of an amount not exceeding $11,250,000 Florida Housing Finance Corporation Multifamily Mortgage Revenue Bonds, 2008 Series (To Be Designated) (Hudson Ridge Apartments).

ITEM 3. Approved a Fiscal Determination of an amount not exceeding $8,000,000 Florida Housing Finance Corporation Multifamily Mortgage Revenue Bonds, 2008 Series (To Be Designated) (Autumn Place Apartments).

ITEM 9. After a brief discussion regarding the impact of the large number of reopened and new claims from the 2004-2005 hurricanes, and with the caveat that a Task Force would review the validity of a sample of the reopened claims, approved the adoption of the Resolution to request the Florida Hurricane Catastrophe Fund Finance Corporation to issue and sell by negotiated sale, not exceeding $625,000,000 Florida Hurricane Catastrophe Fund Finance Corporation post-event Revenue Bonds. The bonds will have fixed interest rates, will be exempt from federal income taxes, and will be secured by emergency assessments and reimbursement premiums received by the Florida Hurricane Catastrophe Fund. The proceeds of the bonds will be used for the reimbursement of insurance companies for additional claims paid due to hurricanes during the 2005 hurricane season. The Resolution provides that the Florida Hurricane Catastrophe Fund is authorized to execute such documents as are necessary for the issuance of the bonds.

The State Board of Administration's agenda was concluded.

Robert F. Milligan
Interim Executive Director

SPECIAL MEETING OF
THE STATE BOARD OF ADMINISTRATION

GOVERNOR CRIST AS CHAIRMAN
CHIEF FINANCIAL OFFICER SINK AS TREASURER
ATTORNEY GENERAL MCCOLLUM AS SECRETARY

JUNE 17, 2008
9:30 A.M.

AGENDA

ITEM 1. Request approval for the Florida Hurricane Catastrophe Fund (FHCF) to purchase financial products in order to enhance the ability of the FHCF to respond to participating insurers' losses for the 2008/2009 reimbursement contract year.

Meeting Cancelled by Governor

(See Attachments 1-A, 1-B, and 1-C)

a. Reinsurance Product Consideration.

b. Financial Product Consideration and request to adopt a resolution authorizing the Florida Hurricane Catastrophe Fund Finance Corporation to engage in financial transactions to provide additional funding to the FHCF.

c. Request approval to revise the 2008/2009 Florida Hurricane Catastrophe Fund Premium Formula and the 2008 Rates to reflect the cost of financial products (a) and/or (b) above.

d. Request authority to amend the Florida Hurricane Catastrophe Fund budget for the purpose of including the cost of the financial products in (a) and/or (b) above.

ACTION REQUIRED

MEETING OF THE STATE BOARD OF ADMINISTRATION

GOVERNOR CRIST AS CHAIRMAN
CHIEF FINANCIAL OFFICER SINK AS TREASURER
ATTORNEY GENERAL MCCOLLUM AS SECRETARY

JULY 2, 2008

MINUTES

With Governor Crist presiding, CFO Sink present, and Attorney General McCollum participating via telephone from Tampa, the State Board of Administration was convened in LL-03, The Capitol. General Bob Milligan, Interim Executive Director, of the State Board of Administration, John Forney, Raymond James, Financial Advisor to the Florida Hurricane Catastrophe Fund, and Craig Bissell, Vice President of Aon, were also present.

The following official actions were taken.

ITEM 1. General Milligan requested approval of the Florida Hurricane Catastrophe Fund (FHCF) to purchase financial products in order to enhance the ability of the FHCF to respond to participating insurers' losses for the 2008/2009 reimbursement contract year and asked Mr. John Forney, Raymond James, Financial Advisor to the FHCF to discuss the, a) reinsurance product consideration; and b) financial transactions to provide additional funding to the FHCF.

Mr. Forney presented a summary of the Cat Fund analysis of the funding options for the 2008 hurricane season. He further outlined the products and processes for consideration.

Mr. Craig Bissell, Reinsurance Broker, Vice President of Aon, and a member of the FHCF Financial Services Team presented a combination of reinsurance options and financial products for consideration.

After discussion by each Trustee, approved the Florida Hurricane Catastrophe Fund Finance Corporation to develop specific proposals to secure funding for the Catastrophe Fund that will permit the Cat Fund to secure at least $4 billion in bonds through a Put Option, as outlined by Mr. Forney, and also look at the available options for obtaining additional funds through the pre-event financing.

After discussions, it was determined that the request for approval to revise the Florida Hurricane Catastrophe Fund Premium Formula for 2008 rates is not required at this time. Purchase of the financial products approved by the Trustees will be funded from cash reserves.

Approved authority to amend the Florida Hurricane Catastrophe Fund budget for the purpose of including the cost of the financial products.

Directed General Milligan to negotiate a benefits and compensation package with Ash Williams as Executive Director of the State Board of Administration for final approval at the July 29, 2008, Cabinet Meeting.

The State Board of Administration's agenda was concluded.

Robert F. Milligan
Interim Executive Director

MEETING OF THE STATE BOARD OF ADMINISTRATION

GOVERNOR CRIST AS CHAIRMAN
CHIEF FINANCIAL OFFICER SINK AS TREASURER
ATTORNEY GENERAL MCCOLLUM AS SECRETARY

JULY 29, 2008

MINUTES

With Governor Crist presiding and all members present, The State Board of Administration was convened in LL-03, The Capitol. General Bob Milligan, Interim Executive Director, of the State Board of Administration was also present.

The following official actions were taken.

ITEM 1. Approved the minutes of May 28, June 10, and July 2, 2008.

ITEM 2. Approved a Fiscal Sufficiency of an amount not exceeding $168,000,000 State of Florida, Department of Environmental Protection Florida Forever Bonds, Series (To Be Determined).

ITEM 3. Approved a Fiscal Sufficiency of an amount not exceeding $28,200,000 State of Florida, Department of Education, Community College Capital Improvement Revenue Bonds, Series 2008A.

ITEM 4. Approved a Fiscal Determination of an amount not exceeding $9,500,000 Florida Housing Finance Corporation Multifamily Mortgage Revenue Bonds, 2008 Series (To Be Designated) (Charlotte Crossing Apartments).

ITEM 5. Approved a Fiscal Determination of an amount not exceeding $5,800,000 Florida Housing Finance Corporation Multifamily Mortgage Revenue Bonds, 2008 Series (To Be Designated) (Timber Trace Apartments).

ITEM 6. Approved the SBA Quarterly Report required by the Protecting Florida's Investments Act (PFIA).

ITEM 7. Approved the Investment Policy Statement for Lawton Chiles Endowment for Children and Elders.

The Investment Advisory Council reviewed and unanimously approved the revised Investment Policy Statement for the Lawton Chiles Endowment Fund (LCEF) at a public meeting on April 17, 2008.

ITEM 8. Approved the updated Investment Policy Guidelines for the two Local Government Investment Pool (LGIP) trusts: Local Government Surplus Funds Trust Funds (formerly known as Fund A) and Fund B Surplus Funds Trust Fund (consisting of restructured and defaulted securities separated from the Pool in December 2007).

ITEM 9. Approved request to file notice for rule hearing to be held on September 2, 2008, for six rules for the Florida Retirement System's Investment Plan.

Rule 19-11.002 Beneficiary Designations
Rule 19-11.004 Excessive Trading
Rule 19-11.006 New Hires
Rule 19.11.007 Second Election
Rule 19-11.008 Forfeitures
Rule 19-11.009 Reemployment After Retirement

The changes in these rules reflect legislative activity, policy changes, and general rule clean-up changes. Following the rule hearing, a notice will be requested at the October 14, 2008, Trustees' Meeting to request permission to file for adoption.

ITEM 10. Approved request for the Florida Hurricane Catastrophe Fund (FHCF) to file Rule 19-8.010, F.A.C. for adoption. The changes to this rule were necessitated by the 2008 legislation extending the $10 million optional FHCF coverage for an additional contract year.

ITEM 11. Approved, with Attorney General McCollum dissenting, a Put Option Agreement between the State Board of Administration, the Florida Hurricane Catastrophe Fund Corporation (Corporation), and Berkshire Hathaway Inc. that would permit the FHCF to secure at least $4 billion in bonds through a Put Option.

ITEM 12. Approved the appointment of Randy Dumm, Ph.D., as Chair of the Florida Commission on Hurricane Loss Methodology, for the 2008-2009 year.

ITEM 13. Approved Ash Williams as Executive Director of the State Board of Administration with the negotiated benefits and compensation package.

The State Board of Administration's agenda was concluded.

Robert F. Milligan
Interim Executive Director

MEETING OF THE STATE BOARD OF ADMINISTRATION

GOVERNOR CRIST AS CHAIRMAN
CHIEF FINANCIAL OFFICER SINK AS TREASURER
ATTORNEY GENERAL MCCOLLUM AS SECRETARY

AUGUST 12, 2008

MINUTES

With Governor Crist presiding and all members present, The State Board of Administration was convened in LL-03, The Capitol. General Bob Milligan, Interim Executive Director, of the State Board of Administration was also present.

The following official actions were taken.

ITEM 1. Approved the minutes of July 29, 2008.

ITEM 2. Approved a Fiscal Sufficiency of an amount not exceeding $200,000,000 State of Florida, Full Faith and Credit, State Board of Education Public Education Capital Outlay Bonds, 2008 Series (To Be Determined).

ITEM 3. Approved a Fiscal Sufficiency of an amount not exceeding $60,000,000 State of Florida, Board of Governors, University System Improvement Revenue Bonds, Series 2008A.

ITEM 4. Approved a Fiscal Sufficiency of an amount not exceeding $37,500,000 State of Florida, Department of Management Services, Florida Facilities Pool Revenue Bonds, Series 2008A.

ITEM 5. Approved a Fiscal Determination of an amount not exceeding $250,000,000 Florida Housing Finance Corporation Homeowner Mortgage Revenue Bonds, 2008 Phase Two (Multiple Series to be Determined).

ITEM 6. General Milligan gave a brief update mentioning there have been several requests from the media for SBA performance reports. A full report will be issued as soon as all the numbers are available. The Florida Retirement System (FRS) Pension Plan had a minus 4.4 percent managed return for the fiscal year ending June 30, 2008, which is average. The surplus is still positive at five percent. The fund's five-year average is plus nine percent managed return.

CFO Sink requested a report at the next meeting (September 16, 2008) of the impact on having the down years as the fund did not make our five percent plus goal. General Milligan explained the five-year return has been nine percent and we do look at things over the long-term. He explained his concerns, and concerns of others in this global financial crisis, of being very careful to ensure we retain and hire quality managers of the portfolios. The Trustees made a great step forward appointing Ash Williams with his vast experience in the investment world, as well as the public funds. The SBA is continuing to work on compliance and risk management.

The State Board of Administration's agenda was concluded.

Robert F. Milligan
Interim Executive Director

Bruce_Diane

From: Bruce_Diane

Sent: Wednesday, July 16, 2008 12:26 PM

To: Milligan_Bob; Nicholson_Jack; Bert_Anne; Allen_Tracy; Poppell_Ron; MacKee_Dennis; McCauley_Mike; Benton_John; Sigrist_Kevin; Butler_Teresa; Doheny_Anthony; Knight_Janie; Copeland_Robert; wayne.conner@floridahousing.org

Subject: FW: August 26, 2008 Cabinet Meeting

FYI

From: Romano, Jose [mailto:Jose.Romano@eog.myflorida.com]
Sent: Wednesday, July 16, 2008 11:28 AM
To: Yvonne Gsteiger; Amber Hughes; Andrea Moreland; Andrew Johns; Barbara Leighty; Barbara Rouse; Watkins_Ben; Bob Ballard; Bob McLauglin; Caroline Ferguson; Cathy Giordano; Cathy Huff; Chris Bailey; Connie Byrd; David Clark; David Westberry; Dexter Harris; Diana Sawaya-Crane; Bruce_Diane; Don Saxon; Westwood_Dorothy; Earl Daniell; Electra Bustle; Elizabeth Irvin; Erika Roth-Prado; Erin Sumpter; ET; Gail Robinson; Heather Smith; Jeff Kielbasa; Robertson, Jennifer; Jessica Miller; Jim Boxold; Brodie, Jim; Joanna Price; Joe Marino; Karri MacInnes; Shoaf, Kathy; Katie Flanagan; Kent Perez; Kevin McCarty; LeeAnn Korst; Lisa Echeverri; Lisa O'Donnell; Liz Cloud; Maryanne Murphy; Mike Sole; Misty Berryman; Monte Stevens; Nancy Schiellerd; Pat Gleason; Rachel Goodson; Rob Johnson; Robert Tornillo; Ronald Draa; Williams_Sharon; Sherman Wilhelm; Spencer Kraemer; Steve Parton
Cc: Moulton, Diane
Subject: August 26, 2008 Cabinet Meeting

There will not be a Cabinet meeting on August 26th, 2008. Previously scheduled items may be heard at the following Cabinet meeting which will be held on September 16, 2008.

If you have any questions or concerns, please do not hesitate to contact me.

Thank You,

Jose Romano
Information Analyst
Cabinet Affairs
Executive Office of the Governor
(850) 488 5152

MEETING OF THE STATE BOARD OF ADMINISTRATION

GOVERNOR CRIST AS CHAIRMAN
CHIEF FINANCIAL OFFICER SINK AS TREASURER
ATTORNEY GENERAL MCCOLLUM AS SECRETARY

SEPTEMBER 16, 2008

MINUTES

With Governor Crist presiding and all members present, The State Board of Administration was convened in LL-03, The Capitol. General Bob Milligan, Interim Executive Director, of the State Board of Administration was also present.

The following official actions were taken.

ITEM 1. Approved the minutes of August 12, 2008.

ITEM 2. Approved a Fiscal Sufficiency of an amount not exceeding $75,000,000 State of Florida, Department of Transportation, State Infrastructure Bank Revenue Bonds, Series 2008.

ITEM 3. Approved a Fiscal Sufficiency of an amount not exceeding $36,000,000 State of Florida, Board of Governors, University System Improvement Revenue Refunding Bonds, Series (Designation to be Determined).

ITEM 4. Approved the SBA Quarterly Report required by the Protecting Florida's Investments Act (PFIA). The SBA has sold 100 percent of the prohibited investments in advance of the September 19, 2008, statutory deadline.

CFO Sink requested the cost of this initiative. General Milligan stated he did not have the final figures, but the estimated amount was between $45-$61 million of losses as of the end of June. With energy investments going up during that period, the losses today may not be as severe as reflected at the end of June. Details will be furnished as soon as they are available.

ITEM 5. CFO Sink requested the long-term performance of the Florida Retirement System's (FRS) Defined Benefit Plan through fiscal year end June 30, 2008. Due to the current financial market situation, General Milligan first gave an update on SBA's financial sector investments that was just released. The SBA continues to closely monitor rapidly evolving financial market events involving Lehman Brothers, Merrill Lynch, Washington Mutual, and other prominent financial institutions.

The overwhelming majority of assets managed by the SBA are conservatively invested for the long-term in highly diversified portfolios. The FRS Pension Plan is extremely healthy and was in a surplus situation as of July 1, 2008; estimated to have assets exceeding future benefit payments by about 105 percent or $6.9 billion.

While there is liability and potential for losses, the severity of those losses, because of the huge diversity of the investment portfolios of the SBA are not something people in the Retirement System need to be concerned about. Local Government Investment Pool participants have no investments in Lehman, nothing in Washington Mutual, nothing in AIG, and a small amount in Merrill Lynch, which is trading at near par. While there is concern about the financial markets, we are diverse enough to avoid a catastrophic problem.

In terms of the independent consultant report by EnnisKnupp (provided with the agenda), of what impact the 2007-2008 investment performance would have on the Pension Plan; the report indicates full funding will be preserved. The Pension Plan's investment objective is to provide investment returns sufficient to ensure timely payment of promised benefits to current and future participants and keep plan cost at a reasonable level and secondly, control volatility. We are in good shape actuarially. The actuarial valuation process, done under the direction of the Department of Management Services and Division of Retirement, determines the contribution rate. The Legislature annually sets employer contribution rates. The SBA does a quarterly review of the FRS Pension Plan, an Annual Asset Liability Review, due in the Spring of 2009, and a formal Asset Liability Study every three-five years, the last one was done in the Spring of 2007, when the Trustees made an adjustment in how the assets were allocated with the SBA and reduced the investment risk by over 10 percent.

ITEM 6. General Milligan gave a brief update on the response to the Invitation to Negotiate (ITN) the SBA issued for the Ring Bill, which was designed to promote investments in Florida. A large response was received and is being evaluated. This was an information/discussion item.

Each Trustee voiced their support of this legislation and the importance of promoting SBA investments in Florida. General Milligan advised the SBA has substantial investments in Florida, including real estate, and will send each Trustee a summary of Florida's real estate.

The State Board of Administration's agenda was concluded.

Robert F. Milligan
Interim Executive Director

MEETING OF THE STATE BOARD OF ADMINISTRATION

GOVERNOR CRIST AS CHAIRMAN
CHIEF FINANCIAL OFFICER SINK AS TREASURER
ATTORNEY GENERAL MCCOLLUM AS SECRETARY

SEPTEMBER 30, 2008

MINUTES

With Governor Crist presiding and all members present, The State Board of Administration was convened in LL-03, The Capitol. General Bob Milligan, Interim Executive Director, of the State Board of Administration and Ben Watkins, Director of Bond Finance, were also present.

The following official actions were taken.

ITEM 1. Approved the minutes of September 16, 2008.

ITEM 2. As an information/discussion item, General Milligan gave a brief update on the Retirement Fund due to current market conditions. As a result of the long-term investment policies established by the Trustees for the Retirement Fund, the Fund is designed to absorb the market ups and downs and provide a steady long-term performance. The preliminary results from Milliman, at the Actuarial Assumption Estimating Conference, indicate that the funding ratio effective July 1, 2008, after a very tumultuous year is 107.1 percent, a surplus of 7.1 percent or $8.7 billion.

General Milligan then asked Ben Watkins, Director of Bond Finance to address issues in the credit markets. Mr. Watkins stated the credit markets are not functioning efficiently or properly. The municipal tax exempt market, which is the market local governments borrow money through is frozen – closed. In the short-term market/variable rate market, where interest rates are reset each week, the interest rates two weeks ago reset at five percent, normally they have been 1.5 percent to two percent and last week reset at eight percent.

Mr. Watkins said, "...currently, the market situation is not creating a problem for us, but, if this goes on for an extended period of time, we will be challenged to have access to the credit markets to borrow money to fund the projects for schools, roads, and acquiring environmentally sensitive land."

The State Board of Administration's agenda was concluded.

Robert F. Milligan
Interim Executive Director

MEETING OF THE STATE BOARD OF ADMINISTRATION

GOVERNOR CRIST AS CHAIRMAN
CHIEF FINANCIAL OFFICER SINK AS TREASURER
ATTORNEY GENERAL MCCOLLUM AS SECRETARY

OCTOBER 14, 2008

MINUTES

With Governor Crist presiding and all members present, The State Board of Administration was convened in LL-03, The Capitol. General Bob Milligan, Interim Executive Director, of the State Board of Administration (SBA) was also present.

The following official actions were taken.

General Milligan suggested consideration be given to placing the SBA agenda after the Division of Bond Finance at future meetings.

ITEM 1. Approved the minutes of September 30, 2008.

ITEM 2. Approved a Fiscal Sufficiency of an amount not exceeding $200,000,000 State of Florida, Full Faith and Credit, State Board of Education Public Education Capital Outlay Bonds, 2007 Series D.

ITEM 3. Approved request to file six rules for adoption for the Florida Retirement System's (FRS) Investment Plan. All of these rules adopt legislative changes and reflect technical and administrative changes.

Rule 19-11.002 Beneficiary Designations
Rule 19-11.004 Excessive Trading
Rule 19-11.006 New Hires
Rule 19.11.007 Second Election
Rule 19-11.008 Forfeitures
Rule 19-11.009 Reemployment After Retirement

ITEM 4. General Milligan thanked everyone for the opportunity to serve. As an information/discussion item, he commented briefly on the financial markets and the Retirement Fund. He stated the primary actuarial analysis conducted by the Department of Management Services indicated a funding ratio effective June 30, 2008, of 107.1 percent of the required resources to support the Retirement Plan or an $8.7 billion surplus, which should mean only minor changes to the contribution rate.

The State Board of Administration's agenda was concluded.

Robert F. Milligan
Interim Executive Director

MEETING OF THE STATE BOARD OF ADMINISTRATION

GOVERNOR CRIST AS CHAIRMAN
CHIEF FINANCIAL OFFICER SINK AS TREASURER
ATTORNEY GENERAL MCCOLLUM AS SECRETARY

OCTOBER 28, 2008

MINUTES

With Governor Crist presiding and all members present, The State Board of Administration was convened in LL-03, The Capitol. Ash Williams, Executive Director, of the State Board of Administration (SBA) was also present.

The following official actions were taken.

ITEM 1. Approved the minutes of October 14, 2008.

ITEM 2. Approved a Fiscal Determination of an amount not exceeding $14,345,000 Florida Housing Finance Corporation Multifamily Mortgage Revenue Bonds, 2008 Series (To Be Designated) (Cutler Glen and Meadows Apartments).

ITEM 3. Approved a Fiscal Determination of an amount not exceeding $12,440,000 Florida Housing Finance Corporation Multifamily Mortgage Revenue Bonds, 2008 Series (To Be Designated) (Cutler Manor Apartments)

ITEM 4. Approved a Fiscal Determination of an amount not exceeding $11,500,000 Florida Housing Finance Corporation Multifamily Mortgage Revenue Bonds, 2008 Series (To Be Designated) (Mariner's Cay Apartments).

ITEM 5. Approved a Fiscal Determination of an amount not exceeding $4,520,000 Florida Housing Finance Corporation Multifamily Mortgage Revenue Bonds, 2008 Series (To Be Designated) (Middletowne Apartments).

ITEM 6. Approved a letter to the Joint Legislative Auditing Committee affirming that the SBA Trustees have "reviewed and approved the monthly [Local Government Investment Pool Management Summary] reports (s.218.409(6)(a)1., F.S.). The reports through September 30, 2008, indicate that all tests, in all key areas, have been passed.

ITEM 7. Mr. Williams expressed his appreciation to the Trustees and their staff for the reception he has received. He mentioned he has contacted all of the Investment Advisory Council members and has or will be speaking with them in the near future and will touch base with appropriate constituencies of the Board. As an information/discussion item, Mr. Williams commented briefly on the market environment. CFO Sink inquired about the Local Government Investment Pool and whether we will continue to provide this service. Mr. Williams stated the key months to determine participant interest in the pool will be November and December. CFO Sink also inquired about any federal legislation that may provide relief for Pool B. Mr. Williams stated he has not been fully informed on the issue yet.

The State Board of Administration's agenda was concluded.

Ashbel C. Williams
Executive Director

MEETING OF THE STATE BOARD OF ADMINISTRATION

GOVERNOR CRIST AS CHAIRMAN
CHIEF FINANCIAL OFFICER SINK AS TREASURER
ATTORNEY GENERAL MCCOLLUM AS SECRETARY

NOVEMBER 20, 2008

MINUTES

With Governor Crist presiding and all members present, The State Board of Administration was convened in LL-03, The Capitol. Ash Williams, Executive Director, of the State Board of Administration (SBA) was also present.

The following official actions were taken.

ITEM 1. Approved the minutes of October 28, 2008.

ITEM 2. Approved a Fiscal Determination of an amount not exceeding $8,000,000 Florida Housing Finance Corporation Multifamily Mortgage Revenue Bonds, 2008 Series (To Be Designated) (Fairview Cove Phase I Apartments).

ITEM 3. Approved a Fiscal Determination of an amount not exceeding $6,400,000 Florida Housing Finance Corporation Multifamily Mortgage Revenue Bonds, 2008 Series (To Be Designated) (Fairview Cove Phase II Apartments).

ITEM 4. Approved the appointment of M. Campbell Cawood, CFA, as consumer representative, to the Advisory Council of the Florida Hurricane Catastrophe Fund.

ITEM 5. Mr. Williams provided an update on the Lawton Chiles Endowment Fund as an information/discussion item and in response to CFO Sink's request regarding the current valuation and availability of proceeds from the fund. He explained the assets of the Chiles Endowment are held in marketable securities and can be sold, but will be sold at current market prices.

Attorney General McCollum requested an update on the overall market conditions and how the conditions relate to the pension plan. Mr. Williams pointed out the way the fund invests is to identify a mix of asset exposure that over a long horizon will provide the highest probability of meeting the return objective of the fund and keep the fund in the strong position that it has historically been in with regard to the ability to meet pension benefit payments. Mr. Williams highlighted the recovery of markets following previous bear market conditions and the relative good health of the fund going into this market.

CFO Sink asked for clarification on whether the recent decision to suspend rebalancing was a short-term or long-term decision. Mr. Williams stated it was short-term due to the volatility of the marketplace. The need to rebalance self-corrected as a result of market conditions. Mr. Williams added that he plans to look at asset allocation for the future and will come back to the Trustees with a recommendation.

The State Board of Administration's agenda was concluded.

Ashbel C. Williams
Executive Director

MEETING OF THE STATE BOARD OF ADMINISTRATION

GOVERNOR CRIST AS CHAIRMAN
CHIEF FINANCIAL OFFICER SINK AS TREASURER
ATTORNEY GENERAL MCCOLLUM AS SECRETARY

DECEMBER 9, 2008

MINUTES

With Governor Crist presiding and all members present, The State Board of Administration was convened in LL-03, The Capitol. Ash Williams, Executive Director, of the State Board of Administration (SBA), Mr. Steve Cummings, President & CEO, Ennis Knupp + Associates, and Ms. Kristen Hanto, Senior Investment Analyst, Ennis Knupp + Associates, were also present.

The following official actions were taken.

ITEM 1. Approved the minutes of November 20, 2008.

ITEM 2. Approved a Fiscal Sufficiency of an amount not exceeding $300,000,000 State of Florida, State Board of Education Lottery Revenue Bonds, Various Series.

ITEM 3. Approved the October 2008, Local Government Investment Pool (LGIP) Management Summary Report. (s. 218.409(6)(a)1.,F.S.)

As an additional comment, Mr. Williams announced LGIP liquidity will be 100 percent by December 23, 2008.

ITEM 4. After brief discussions and clarifications, approved the two revised Defined Benefit Plan and Public Employee Optional Retirement Program Investment Policy Statements.

Subsequent to Clifton Gunderson's Investment Compliance Performance Audit, Ennis Knupp + Associates (EK&A) were retained to provide their assessment as to whether the investments owned by the funds managed by the State Board of Administration (SBA) are in the best interest of the SBA and participants, investors, and/or beneficiaries.

Mr. Williams asked Mr. Steve Cummings, Principal & CEO, Ennis Knupp + Associates, to present their recommended revisions to the two revised Florida Retirement System's Investment Policy Statements (Defined Benefit [DB] and Defined Contribution [DC] Plans). After discussions, these changes were unanimously approved by the Investment Advisory Council at their meeting on December 4, 2008.

ITEM 5. Mr. Williams did not provide a separate Executive Director Update.

The State Board of Administration's agenda was concluded.

Ashbel C. Williams
Executive Director & CIO