

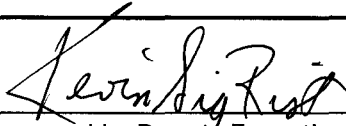
State Board of Administration Investment Portfolio Guidelines

Portfolio Name: Bond Proceeds Trust Fund

Account ID Number: N/A

Custodial Bank
Short Name: N/A

Effective Date: December 13, 2010


Approval by Deputy Executive Director


Approval Date

Fund: Bond Proceeds Trust Fund
Asset Class: Division of Bond Finance/Debt Service
Asset Class: Fixed Income (upon written instruction from Debt Service)
(Actual port. mgmt)
Funding/Defunding: Division of Bond Finance
Managed: Nondiscretionary
Securities Lending: No

Accredited Investor (Total Assets > \$5m): Not Applicable
Qualified Purchaser (Total Assets > \$25m): Not Applicable
Qualified Institutional Buyer (QIB): Not Applicable

Benchmark: Not Applicable
Style: Not Applicable
Risk Profile: Not Applicable
Limits: Not Applicable
Leverage: Not Allowed

Approved Exchanges: Not Applicable

Permitted Securities (no other types of securities allowed except those specified here):

- US Treasury Bills
- US Treasury Bonds
- US Treasury Inflation Protected Securities
- US Treasury Notes
- US Treasury SLGS
- US Treasury SLGS - Variable Rate
- US Treasury STRIPS - Principal Only
- US Treasury STRIPS - Interest Only
- Tri-Party Repurchase Agreements

Prohibited Securities:

PFIA Iran/Sudan
Northern Ireland
Cuba

Derivatives: No

OTC Derivatives traded

Using SBA ISDAs: Not Applicable

Purpose

The Bond Proceeds Trust Fund is a fiduciary fund established to temporarily hold the good faith deposits from underwriters of Florida government bonds received by the Division of Bond Finance.

Objectives

The Bond Proceeds Trust Fund is considered a nondiscretionary account. The monies are received on the day of bond sale and invested until no later than the delivery date of the bond issue, at which time the good faith deposit plus any applicable earnings are transferred as directed in writing by the Division of Bond Finance. The monies reside only briefly in the Bond Proceeds Trust Fund, so the objective of the Fund is safety and liquidity.

Portfolio Management and Implementation Narrative

Transactions are executed upon written instruction from Debt Service specifying the terms of investment.

Investment Restrictions/Compliance

The following restrictions will be observed:

- Authorized investments are limited to U.S. Treasury securities (Federal Obligations) and any other investment specified in the bond indenture and approved by the Division of Bond Finance. Repurchase agreements collateralized by U.S. Treasury securities may also be utilized upon specific written instruction from Debt Service. Any additional investments may be authorized only via amendment to these guidelines. Federal obligations shall not mean unit investment trusts or mutual funds.
- Maturities of investments will vary based upon the delivery dates of the various bond issues.

Compliance with investment requirements will be determined by the designated compliance officer before the close of business on trade date, except that repurchase agreement collateral will be verified on the following business day. The designated compliance officer will communicate compliance exceptions to the Investment Oversight Group at regular monthly meetings. No additional compliance process will be conducted on this fund.

Requested by (SIO): Rob Smith

Reviewed by Compliance: Sheilah Smith

Effective Date: December 13, 2010