

**MEETING OF THE STATE BOARD OF ADMINISTRATION**

**GOVERNOR SCOTT AS CHAIRMAN  
CHIEF FINANCIAL OFFICER ATWATER  
ATTORNEY GENERAL BONDI**

**MARCH 2, 2016**

**To View Agenda Items, Click on the Following Link:**

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**AGENDA**

**ITEM 1. REQUEST APPROVAL OF THE MINUTES OF THE JANUARY 21, 2016  
CABINET MEETING.**

**(See Attachment 1A)**

**ACTION REQUIRED**

**ITEM 2. REQUEST APPROVAL OF A FISCAL SUFFICIENCY OF AN AMOUNT NOT  
EXCEEDING \$195,000,000 STATE OF FLORIDA, FULL FAITH AND CREDIT,  
DEPARTMENT OF TRANSPORTATION RIGHT-OF-WAY ACQUISITION  
AND BRIDGE CONSTRUCTION REFUNDING BONDS, SERIES (TO BE  
DETERMINED).**

**(See Attachment 2A)**

**ACTION REQUIRED**

STATE OF FLORIDA

IN RE: MEETING OF THE GOVERNOR AND  
CABINET

**VOLUME 1**

CABINET MEMBERS: GOVERNOR RICK SCOTT  
ATTORNEY GENERAL PAM BONDI  
CHIEF FINANCIAL OFFICER JEFF  
ATWATER  
COMMISSIONER OF AGRICULTURE  
ADAM PUTNAM

DATE: THURSDAY, JANUARY 21, 2016

LOCATION: CABINET MEETING ROOM  
LOWER LEVEL, THE CAPITOL  
TALLAHASSEE, FLORIDA

REPORTED BY: NANCY S. METZKE, RPR, FPR  
COURT REPORTER

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Regulation Commissioner

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Florida Department of Law Enforcement  
By Ms. Pence

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Board of Trustees of the Internal  
Improvement Trust Fund

By Secretary Steverson

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**P R O C E E D I N G S**

GOVERNOR SCOTT: Good morning. Welcome to the January 21st Cabinet meeting.

To begin our meeting, I'd like to welcome Grace Cerio to lead this morning's invocation. Please remain standing after the invocation for the pledge of allegiance led by Mrs. Cloud's first grade really smart class at the Florida State University school, followed by the singing of the National Anthem by Elizabeth and Ana Pusifer.

Grace, good morning.

(WHEREUPON, THE INVOCATION WAS GIVEN AND THE PLEDGE OF ALLEGIANCE WAS SAID).

\* \* \* \*

1 information from the interviews we've collected,  
2 and that will all be posted online with the  
3 permissions of the people who have been spoken to,  
4 so that's a definite key resource.

5 We go around and we've presented our work at  
6 conferences, national conferences throughout the  
7 country. We've just been invited to present at  
8 the Kyoto World Archeology Conference in Japan,  
9 and so we are going to go there at the end of  
10 August and early September to talk about this  
11 work and to talk about the advocacy that the  
12 State of Florida has had in helping us move  
13 forward with this.

14 So I think it's going to be a great  
15 opportunity to tell the story, not only the lessons  
16 learned but, again, how we can go forward and  
17 continue to tell this complex and complicated  
18 story. So, again, we want to thank you for all of  
19 your support and continue to invite the members of  
20 the public and the communities with more stories  
21 and more information about this project to continue  
22 to come forward.

23 Thank you.

24 GOVERNOR SCOTT: Thank you, Doctor Jackson.

25 We're going to take a five-minute break so we

1           can change out the court reporter.

2                   (WHEREUPON, THE REMAINDER OF THE HEARING WAS  
3           REPORTED BY YVONNE LAFLAMME OF C & N REPORTERS).  
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STATE OF FLORIDA

IN RE: MEETING OF THE  
GOVERNOR AND CABINET

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VOLUME II

CABINET MEMBERS: GOVERNOR RICK SCOTT  
ATTORNEY GENERAL PAM BONDI  
CHIEF FINANCIAL OFFICER JEFF  
ATWATER  
COMMISSIONER ADAM PUTNAM

DATE: THURSDAY, JANUARY 21, 2016

LOCATION: CABINET MEETING ROOM  
LOWER LEVEL, THE CAPITOL  
TALLAHASSEE, FLORIDA

REPORTED BY: YVONNE LAFLAMME, FPR  
COURT REPORTER and  
NOTARY PUBLIC

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2 DIVISION OF BOND FINANCE

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5 GOVERNOR SCOTT: Next, we would like to recognize  
6 Ash Williams with the State Board of Administration.

7 Well, times are easier, right, Ash?

8 EXECUTIVE DIRECTOR WILLIAMS: Commissioner Putnam  
9 has it, I'm deeply relieved not to be getting  
10 evaluated right now.

11 Now, on that happy subject, where the markets  
12 are, suffice it to say, they've been about as ugly as  
13 anything I've seen in my career for the beginning of  
14 the year. If we look at the fiscal year-to-dates  
15 through last night's close, Florida Retirement System  
16 Trust Fund is down 7.27 percent. That's 126 basis  
17 points ahead of target; nonetheless, it's 14.1 billion  
18 dollars below where we started the fiscal year.  
19 That's net of distributions of roughly four billion,  
20 so it's not all market pain.

21 And I guess what I would offer on that, is  
22 there's no question there's been extraordinary misery  
23 here, but there's got to be a bottom somewhere. And  
24 if you look at where we are and look at all of our  
25 asset classes, there's only really one that's down and  
that's global equity. Every other asset class is up

1       which is exactly the reason you would diversify, and  
2       it's serving us well. And if you sort of try and call  
3       the bottom for where things are and you have to ask  
4       yourself the question, In the US, is the collective  
5       value of the private businesses that are publically  
6       traded in the United States -- however many trillions  
7       of less dollars than they were today on the 31st of  
8       December or the 1st of November -- I think the answer  
9       is no, you can't really do that math and justify it.

10           We still have the rule of law. We still have the  
11       strongest currency in the world. I don't accept for a  
12       moment that US equity values or global equity values  
13       are permanently impaired. Money has to go somewhere.

14           There are a lot of things shaking out, but  
15       commonly, bottoms are made when there's unbridled  
16       capitulation and people are scared and they're just  
17       sellers, no matter what. That's usually marked by  
18       several things. First of all, selling and declines  
19       become uniform against all segments of the US market,  
20       all sectors of the SNP 500. They also become pretty  
21       much uniform; correlations of one across global equity  
22       markets and ultimately across commodities and bonds as  
23       well.

24           Every one of those things is happening now, so I  
25       think we're closer to a bottom than anything else, and

1       that's why you have investment policy. That's why you  
2       rebalance. That's why you have things that work well  
3       when other things are going badly, et cetera. So  
4       that's why we have institutional discipline and we're  
5       following it, so I think over the fullness of time,  
6       we'll be fine.

7             Item 1. Request approval of the minutes of the  
8       November 10, 2015, and December 8, 2015, meetings.

9             GOVERNOR SCOTT: Is there a motion on the item?

10            ATTORNEY GENERAL BONDI: So moved.

11            GOVERNOR SCOTT: Is there a second?

12            CFO ATWATER: Second.

13            GOVERNOR SCOTT: Any comments or objections?

14       Hearing none, the motion carries.

15            EXECUTIVE DIRECTOR WILLIAMS: Thank you.

16            GOVERNOR SCOTT: Let's do two and three together.

17       Is there a motion on items two and three?

18            ATTORNEY GENERAL BONDI: So moved.

19            CFO ATWATER: Second.

20            GOVERNOR SCOTT: Any comments or objections?

21       Hearing none, the motion carries.

22            Let's go on to Item 4.

23            EXECUTIVE DIRECTOR WILLIAMS: Thank you. Request  
24       approval of the reappointment of Mr. Gary Went  
25       (phonetic) to the Investment Advisory Council.

1 CFO ATWATER: So moved.

2 ATTORNEY GENERAL BONDI: Second.

3 GOVERNOR SCOTT: Any comments or objections?

4 Hearing none, the motion carries.

5 EXECUTIVE DIRECTOR WILLIAMS: Thank you. Item 5,  
6 request approval of a draft letter certifying the  
7 trustees have reviewed the Auditor General's annual  
8 financial audit and acted on any findings as  
9 necessary. There weren't any material deficiencies  
10 identified in the Auditor General's work.

11 GOVERNOR SCOTT: Is there a motion?

12 ATTORNEY GENERAL BONDI: So moved.

13 CFO ATWATER: Second.

14 GOVERNOR SCOTT: Any comments or objections?

15 Hearing none, the motion carries.

16 EXECUTIVE DIRECTOR WILLIAMS: Thank you.

17 Item 6, request approval and authority to file a  
18 notice of proposed rule for the Florida Hurricane  
19 Catastrophe Fund. These are the insurer reporting  
20 requirements, and essentially, we have two substantive  
21 changes here: One, make certain provisions that the  
22 reporting requirements are more consistent with best  
23 practice and the private sector; the other brings us  
24 in compliance with an administrative finding relating  
25 to the capture of certain data in a prior year.

1           GOVERNOR SCOTT: All right. Is there a motion on  
2   the item?

3           ATTORNEY GENERAL BONDI: So moved.

4           GOVERNOR SCOTT: Is there a second?

5           CFO ATWATER: Second.

6           GOVERNOR SCOTT: Any comments or objections?

7   Hearing none, the motion carries. All right.

8           So we'll go onto finance.

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2 STATE BOARD OF ADMINISTRATION FINANCE CORPORATION

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4 EXECUTIVE DIRECTOR WILLIAMS: Excellent. So --

5 GOVERNOR SCOTT: I'll do it for you.

6 Item 1, is there a motion?

7 ATTORNEY GENERAL BONDI: So moved.

8 GOVERNOR SCOTT: Any comments or objections?

9 Hearing none, the motion carries.

10 Item 2, is there a motion?

11 ATTORNEY GENERAL BONDI: So moved.

12 CFO ATWATER: Second.

13 GOVERNOR SCOTT: Any comments or objections?

14 Hearing none, the motion carries.

15 ATTORNEY GENERAL BONDI: We don't need you, Ash.

16 GOVERNOR SCOTT: Now, we'll see how good Ben is.

17 Ben, you're not done.

18 DIRECTOR WATKINS: Almost, Governor.

19 GOVERNOR SCOTT: Thank you, Ash.

20 EXECUTIVE DIRECTOR WILLIAMS: Take care.

21 GOVERNOR SCOTT: Ash, what's going to happen to

22 interest rates?

23 EXECUTIVE DIRECTOR WILLIAMS: Not going anywhere

24 fast is my guess.

25 GOVERNOR SCOTT: No.

1 EXECUTIVE DIRECTOR WILLIAMS: And I would say one  
2 other thing. If you look at current sampling of  
3 opinion, the probability of the fed fullfilling their  
4 own expectations for the number of increases this year  
5 is down to one percent.

6 GOVERNOR SCOTT: What did they say, three or four  
7 this year?

8 EXECUTIVE DIRECTOR WILLIAMS: Four was the  
9 original comment. And if you look at Droggy's  
10 comments this morning, the European Central Bank, in  
11 which he said we need to reexamine; weakness is  
12 clearly present. We need to be accommodating, and he  
13 again reiterated what he said some months ago, which  
14 is we will do whatever is necessary to provide the  
15 liquidity to retain stability, et cetera, et cetera,  
16 and markets are like that.

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**STATE BOARD OF ADMINISTRATION  
1801 HERMITAGE BOULEVARD  
TALLAHASSEE, FLORIDA 32308**

**TO:** Ash Williams  
**FROM:** Robert Copeland  
**SUBJECT:** Fiscal Sufficiency  
**DATE:** February 15, 2016



**APPROVAL OF FISCAL SUFFICIENCY OF AN AMOUNT NOT EXCEEDING \$195,000,000 STATE OF FLORIDA, FULL FAITH AND CREDIT, DEPARTMENT OF TRANSPORTATION RIGHT-OF-WAY ACQUISITION AND BRIDGE CONSTRUCTION REFUNDING BONDS, SERIES (TO BE DETERMINED).**

The Division of Bond Finance of the State Board of Administration (the "Division") has submitted for approval as to fiscal sufficiency a proposal to issue an amount not exceeding \$195,000,000 State of Florida, Full Faith and Credit, Department of Transportation Right-of-Way Acquisition and Bridge Construction Refunding Bonds, Series (to be determined) (the "Bonds"), in one or more series, for the purpose of refunding all or a portion of the outstanding Series 2005B, Series 2006A and Series 2008A Bonds and to pay costs associated with the issuance and sale of the Bonds. The Bonds will be issued pursuant to an authorizing resolution adopted by the Governor and Cabinet on February 28, 1989, as amended and supplemented by various resolutions and a resolution authorizing the sale and issuance of the Bonds which is anticipated to be adopted by the Governor and Cabinet on March 2, 2016.

The Bonds to be issued pursuant to Section 17 of Article VII of the State Constitution and Chapter 88-247, Laws of Florida, are to be secured by a pledge of and shall be payable primarily from motor fuel and special fuel taxes, except those defined in Section 9(c) of Article XII of the State Constitution, as provided by law (the "Pledged Gas Taxes"), and shall additionally be secured by the full faith and credit of the State. The Division has heretofore issued State of Florida, Full Faith and Credit, Department of Transportation Right-of-Way Acquisition and Bridge Construction Bonds and Refunding Bonds, Series 2005B through 2015A (the "Outstanding Bonds"). The State Board of Administration has approved the fiscal sufficiency of an amount not exceeding \$300,000,000 Right-of-Way Acquisition and Bridge Construction Refunding Bonds, Series (to be determined) (the "Series 2015 Refunding Bonds") at its March 10, 2015, meeting, of which \$86,115,000 remains unissued. The Division has requested, and it is anticipated that the State Board of Administration will rescind its approval of fiscal sufficiency with respect to the unissued portion of the Series 2015 Refunding Bonds. The Bonds will be issued on a parity as to lien and security for payment from the Pledged Gas Taxes with the Outstanding Bonds.

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

**RECOMMENDATION:** It is recommended that the Board approve the proposal outlined above.

cc: Janie Knight



**A RESOLUTION OF THE STATE BOARD OF ADMINISTRATION  
APPROVING THE FISCAL SUFFICIENCY OF AN AMOUNT NOT  
EXCEEDING \$195,000,000 STATE OF FLORIDA, FULL FAITH AND  
CREDIT, DEPARTMENT OF TRANSPORTATION RIGHT-OF-WAY  
ACQUISITION AND BRIDGE CONSTRUCTION REFUNDING BONDS,  
SERIES (TO BE DETERMINED)**

**WHEREAS**, the Division of Bond Finance of the State Board of Administration (the "Division") proposes to issue an amount not exceeding \$195,000,000 State of Florida, Full Faith and Credit, Department of Transportation Right-of-Way Acquisition and Bridge Construction Refunding Bonds, Series (to be determined) (the "Bonds"), in one or more series, for the purpose of refunding all or a portion of the outstanding Series 2005B, Series 2006A and Series 2008A Bonds and to pay costs associated with the issuance and sale of the Bonds; and,

**WHEREAS**, during the 1988 Legislative Session, the Florida Legislature passed and submitted to the electors of the State for approval or rejection at the general election held on November 8, 1988, Senate Joint Resolution 391, which created Section 17 of Article VII of the State Constitution, providing for the issuance of bonds pledging the full faith and credit of the State, without a vote of the electors, to finance or refinance the cost of acquiring real property or the rights to real property for State roads as defined by law, or to finance or refinance the cost of State bridge construction, and purposes incidental to such property acquisition or State bridge construction; and,

**WHEREAS**, the majority of the electors of the State approved the creation of Section 17 of Article VII of the State Constitution at the general election held on November 8, 1988; and,

**WHEREAS**, the Florida Legislature also enacted Chapter 88-247, Laws of Florida, which implements the provisions of Section 17 of Article VII of the State Constitution, providing for the issuance of the Bonds by the Division on behalf of the Department of Transportation; and,

**WHEREAS**, the Bonds to be issued pursuant to Section 17 of Article VII of the State Constitution and Chapter 88-247, Laws of Florida, are to be secured by a pledge of and shall be payable primarily from motor fuel and special fuel taxes, except those defined in Section 9(c) of Article XII of the State Constitution, as provided by law (the "Pledged Gas Taxes"), and shall additionally be secured by the full faith and credit of the State; and,

**WHEREAS**, the Bonds will be issued pursuant to an authorizing resolution adopted by the Governor and Cabinet on February 28, 1989, as amended and supplemented by various resolutions and a resolution authorizing the sale and issuance of the Bonds which is anticipated to be adopted by the Governor and Cabinet on March 2, 2016; and,

**WHEREAS**, the Division has heretofore issued State of Florida, Full Faith and Credit, Department of Transportation Right-of-Way Acquisition and Bridge Construction Bonds and Refunding Bonds, Series 2005B through 2015A (the "Outstanding Bonds"); and,

**WHEREAS**, the State Board of Administration has approved the fiscal sufficiency of an amount not exceeding \$300,000,000 Right-of-Way Acquisition and Bridge Construction Refunding Bonds, Series (to be determined) (the "Series 2015 Refunding Bonds") at its March 10, 2015, meeting, of which \$86,115,000 remains unissued; and,

**WHEREAS**, the Division of Bond Finance of the State Board of Administration has requested, and it is anticipated that the State Board of Administration will rescind its approval of fiscal sufficiency with respect to the unissued portion of the Series 2015 Refunding Bonds; and,

**WHEREAS**, the Bonds will be issued on a parity as to lien and security for payment from the Pledged Gas Taxes with the Outstanding Bonds; and,

**WHEREAS**, it appears and the Board so finds that this financing will be executed pursuant to the applicable provisions of law, and that the revenue to be used in servicing and liquidating the indebtedness to be created thereby may be reasonably expected to accrue in amounts sufficient to accomplish this purpose; and,

**WHEREAS**, in no State fiscal year will the annual debt service exceed ninety percent (90%) of the Pledged Gas Taxes available for payment of the annual debt service; and,

**WHEREAS**, the Division has furnished sufficient information to enable the State Board of Administration to fulfill its duties pursuant to Section 215.73, Florida Statutes; and,

**WHEREAS**, the State Board of Administration has relied upon information from others but has not independently verified the accuracy or completeness of such information; and,

**WHEREAS**, the State Board of Administration does not approve or disapprove the Bonds as an investment and has not passed upon the accuracy or adequacy of the Official Statement; **Now, Therefore**,

**BE IT RESOLVED**, by the State Board of Administration of Florida, a constitutional body described Section 4 of Article IV of the Constitution of the State of Florida, as revised in 1968 and subsequently amended, that pursuant to the requirements of Section 215.73, Florida Statutes, the proposal of the Division of Bond Finance of the State Board of Administration of Florida to issue an amount not exceeding \$195,000,000 State of Florida, Full Faith and Credit, Department of Transportation Right-of-Way Acquisition and Bridge Construction Refunding Bonds, Series (to be determined), is hereby approved as to fiscal sufficiency. In addition, the approval of fiscal sufficiency with respect to the \$86,115,000 remaining portion of the \$300,000,000 State of Florida, Full Faith and Credit, Department of Transportation Right-of-Way Acquisition and Bridge Construction Refunding Bonds (to be determined) approved on March 10, 2015 is hereby rescinded.

**ADOPTED** March 2, 2016



**J. BEN WATKINS III**  
DIRECTOR

STATE OF FLORIDA

**DIVISION OF BOND FINANCE**  
OF THE STATE BOARD OF ADMINISTRATION

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**RICK SCOTT**  
GOVERNOR  
AS CHAIRMAN

**PAM BONDI**  
ATTORNEY GENERAL  
AS SECRETARY

**JEFF ATWATER**  
CHIEF FINANCIAL OFFICER  
AS TREASURER

**ADAM H. PUTNAM**  
COMMISSIONER OF AGRICULTURE

February 12, 2016

Mr. Ashbel C. Williams  
Executive Director & CIO  
State Board of Administration  
Post Office Box 13300  
Tallahassee, Florida 32317-3300

RE: Not Exceeding \$195,000,000 State of Florida, Full Faith and Credit, Department of Transportation Right-of-Way Acquisition and Bridge Construction Refunding Bonds, Series (to be determined)

Dear Mr. Williams:

In compliance with Section 215.73, Florida Statutes, the Division of Bond Finance requests State Board of Administration approval as to fiscal sufficiency for the above referenced bond issue. We request such approval at your board meeting of March 2, 2016.

The bonds will be payable from pledged gas taxes, consisting of certain motor fuel and diesel fuel taxes, and are additionally secured by the full faith and credit of the State of Florida. The proposed bonds will be payable on a parity with the outstanding Series 2005B through 2015A bonds. The remaining \$86,115,000 balance of Series 2015 refunding bonds approved for fiscal sufficiency on March 10, 2015 should be rescinded.

The proposed bonds are being issued to refund all or a portion of the Series 2005B, Series 2006A, and Series 2008A bonds and to pay costs associated with the issuance and sale of the proposed bonds. The bonds will only be issued if there is debt service savings.

The bonds will be issued in one or more series pursuant to an authorizing resolution adopted by the Governor and Cabinet on February 28, 1989, as amended and supplemented by various resolutions and a sale resolution expected to be adopted on March 2, 2016. Copies of the February 28, 1989 authorizing resolution and its subsequent supplemental resolutions have previously been provided to you. A draft copy of the authorizing and sale resolution anticipated to be adopted March 2, 2016 will be provided when available.

February 12, 2016  
Page Two

The following documents are enclosed for your consideration:

- Enclosure 1: An estimated coverage schedule without the effects of the proposed refunding;
- Enclosure 2: An estimated savings schedule for the proposed refunding bonds;
- Enclosure 3: A schedule showing the estimated Highway Fuel Sales Tax collections (the motor and diesel fuel taxes pledged) as projected by the Florida Consensus Estimating Conference at its January 2016 meeting; and,

A draft of the fiscal sufficiency resolution should be sent to Ray Petty and Kim Nichols of this office for review. Should you have any questions, please contact either myself or Kim Nichols at 488-4782. Your consideration of this matter is appreciated.

Very truly yours,



J. Ben Watkins III  
Director

JBW:kjn

Enclosures

cc: Robert Copeland  
Janie Knight  
Anthony Doheny  
Alex Nottingham

**STATE OF FLORIDA FULL FAITH AND CREDIT  
RIGHT-OF-WAY ACQUISITION AND BRIDGE CONSTRUCTION REFUNDING BONDS  
SERIES (TO BE DETERMINED)  
ESTIMATED SCHEDULE OF COVERAGE ON BONDS**

Fiscal Year Ended <u>June 30</u>	Projected Motor & Diesel Fuel Sales Tax Available for <u>Debt Service (1)</u>	Total <u>Debt Service (2)</u>	Debt Service <u>Coverage (3)</u>	Maximum Allowable <u>Debt Service (4)</u>	Pro Forma Debt Service <u>Coverage (5)</u>
2016	\$ 1,324,310,000	\$ 138,645,339	9.55x	\$ 259,095,900	5.11x
2017	1,355,210,000	138,258,734	9.80x	266,863,800	5.08x
2018	1,403,340,000	138,309,184	10.15x	275,000,000	5.10x
2019	1,462,130,000	138,241,834	10.58x	275,000,000	5.32x
2020	1,523,730,000	138,338,234	11.01x	275,000,000	5.54x
2021	1,581,160,000	138,336,046	11.43x	275,000,000	5.75x
2022	1,642,650,000	134,998,328	12.17x	275,000,000	5.97x
2023	1,700,700,000	134,084,498	12.68x	275,000,000	6.18x
2024	1,771,220,000	130,576,433	13.56x	275,000,000	6.44x
2025	1,847,190,000	120,172,183	15.37x	275,000,000	6.72x
2026	1,847,190,000	121,530,975	15.20x	275,000,000	6.72x
2027	1,847,190,000	113,194,531	16.32x	275,000,000	6.72x
2028	1,847,190,000	91,350,481	20.22x	275,000,000	6.72x
2029	1,847,190,000	82,822,538	22.30x	275,000,000	6.72x
2030	1,847,190,000	82,794,325	22.31x	275,000,000	6.72x
2031	1,847,190,000	82,750,913	22.32x	275,000,000	6.72x
2032	1,847,190,000	74,263,925	24.87x	275,000,000	6.72x
2033	1,847,190,000	63,022,488	29.31x	275,000,000	6.72x
2034	1,847,190,000	45,640,613	40.47x	275,000,000	6.72x
2035	1,847,190,000	28,931,988	63.85x	275,000,000	6.72x
2036	1,847,190,000	28,886,350	63.95x	275,000,000	6.72x
2037	1,847,190,000	28,846,688	64.03x	275,000,000	6.72x
2038	1,847,190,000	18,895,100	97.76x	275,000,000	6.72x
2039	1,847,190,000	18,894,100	97.77x	275,000,000	6.72x
2040	1,847,190,000	5,905,600	312.79x	275,000,000	6.72x
2041	1,847,190,000	5,907,200	312.70x	275,000,000	6.72x
		<u>\$ 2,243,598,623</u>			

- (1) The bonds are payable from the motor fuel and diesel fuel taxes pursuant to Sections 206.41(g) and 206.87(1)(c), Florida Statutes. The projected motor and diesel fuel tax collections for fiscal years 2016 through 2025 are as adopted by the Florida Consensus Estimating Conference on Transportation Revenues, January 2016, and are rounded to the nearest thousand dollars. The fiscal year 2025 projections are held constant for future years. The projections are based on the best information available when the estimates are made, which is believed to be accurate. Projections are statements of opinion and are subject to future events which may cause the actual results to differ materially from those set forth herein. Undue reliance should not be placed on these projections.
- (2) Does not include the effects of the proposed refunding. The proposed refunding will be an economic refunding with the escrow invested in a SPIA account with the State Treasury. The refunded bonds will not be legally defeased. It is anticipated that the refunded 2005B and 2006A bonds will be called on 7/1/2016 and the refunded 2008A bonds will be called on 7/1/2017.
- (3) Coverage has been calculated by dividing the amount of Projected Motor and Diesel Fuel Sales Tax Available for Debt Service by the Total Estimated Debt Service.
- (4) Pursuant to Section 206.46(2), Florida Statutes, debt service cannot exceed the lesser of 7% of state revenues transferred to the STTF or \$275 million.
- (5) Coverage has been calculated by dividing the amount of Projected Motor and Diesel Fuel Sales Tax Available for Debt Service by the Maximum Allowable Debt Service.

## SAVINGS

State of Florida  
Full Faith and Credit  
Department of Transportation  
Department of Transportation Right-of-Way Acquisition and Bridge Construction Refunding Bonds  
Series (to be determined)  
Estimated for Fiscal Sufficiency

Date	Prior Debt Service	Prior Receipts	Prior Net Cash Flow	Refunding Debt Service	Savings
07/01/2016	4,290,537.56	2,860,358.36	1,430,179.20	1,264,607.64	165,571.56
07/01/2017	11,381,021.25		11,381,021.25	10,176,250.00	1,204,771.25
07/01/2018	15,299,021.25		15,299,021.25	13,598,250.00	1,700,771.25
07/01/2019	15,296,671.25		15,296,671.25	13,603,000.00	1,693,671.25
07/01/2020	15,279,821.25		15,279,821.25	13,587,500.00	1,692,321.25
07/01/2021	15,262,733.75		15,262,733.75	13,577,000.00	1,685,733.75
07/01/2022	11,805,565.00		11,805,565.00	10,390,500.00	1,415,065.00
07/01/2023	11,804,485.00		11,804,485.00	10,391,000.00	1,413,485.00
07/01/2024	11,797,670.00		11,797,670.00	10,381,250.00	1,416,420.00
07/01/2025	11,784,170.00		11,784,170.00	10,371,250.00	1,412,920.00
07/01/2026	32,160,712.50		32,160,712.50	26,080,500.00	6,080,212.50
07/01/2027	32,142,518.75		32,142,518.75	26,052,500.00	6,090,018.75
07/01/2028	10,296,018.75		10,296,018.75	8,684,250.00	1,611,768.75
07/01/2029	10,256,425.00		10,256,425.00	8,650,250.00	1,606,175.00
07/01/2030	10,224,125.00		10,224,125.00	8,624,500.00	1,599,625.00
07/01/2031	10,190,550.00		10,190,550.00	8,596,000.00	1,594,550.00
07/01/2032	10,154,912.50		10,154,912.50	8,569,250.00	1,585,662.50
07/01/2033	10,116,425.00		10,116,425.00	8,533,500.00	1,582,925.00
07/01/2034	10,079,300.00		10,079,300.00	8,503,500.00	1,575,800.00
07/01/2035	10,037,487.50		10,037,487.50	8,468,250.00	1,569,237.50
07/01/2036	9,995,200.00		9,995,200.00	8,432,250.00	1,562,950.00
07/01/2037	9,951,387.50		9,951,387.50	8,394,750.00	1,556,637.50
	289,606,758.81	2,860,358.36	286,746,400.45	244,930,107.64	41,816,292.81

Savings Summary

PV of savings from cash flow	31,714,601.17
Plus Refunding funds on hand	1.175.25
Net PV Savings	31,715,776.42



Revenue Estimating Conference  
Revenues to State Transportation Trust Fund  
Revised Forecast  
January, 2016

Table 1  
Revenue Summary

	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24	2024-25
<b>Previous Forecast</b>											
July, 2015											
Highway Fuel Sales Tax	1261.83	1298.15	1332.08	1379.45	1434.79	1493.78	1545.54	1598.15	1655.42	1719.86	1789.37
SCETS Tax	715.15	742.73	768.39	792.10	817.86	850.78	883.68	917.15	951.26	985.24	1019.89
Off-Highway Fuel Sales Tax	19.13	17.59	18.11	18.58	19.09	19.61	20.08	20.48	20.91	21.39	21.84
Aviations Fuel Tax	30.13	33.20	33.69	34.23	34.80	35.43	36.07	36.67	37.28	37.92	38.54
Fuel Use Tax and Fees	10.43	9.49	9.75	10.00	10.25	10.51	10.75	10.98	11.23	11.47	11.72
<b>MVL -Related Amount (From HSMV Conference)</b>											
Motor Vehicle Licenses	530.05	554.91	571.41	584.86	597.20	608.29	619.17	630.21	641.42	652.79	664.33
Initial Registration Fee	106.15	211.47	216.58	221.74	226.27	230.09	233.80	237.23	240.72	244.26	247.84
Title Fees	302.96	306.59	308.56	310.23	312.02	313.79	315.54	317.24	318.96	320.71	322.48
Motor Vehicle Compliance Penalties	14.34	16.35	16.90	17.54	18.21	19.00	19.88	20.17	20.47	20.77	21.07
Subtotal	953.50	1089.31	1113.45	1134.37	1153.69	1171.18	1188.39	1204.86	1221.57	1238.52	1255.73
Rental Car Surcharge	132.37	130.38	142.29	145.97	149.79	153.22	156.38	159.46	162.46	165.38	168.30
Local Option Distribution	41.63	43.30	44.19	44.94	45.58	46.20	46.78	47.37	47.96	48.51	49.08
<b>Total</b>	<b>3164.19</b>	<b>3372.15</b>	<b>3461.95</b>	<b>3559.64</b>	<b>3665.85</b>	<b>3780.71</b>	<b>3887.67</b>	<b>3995.11</b>	<b>4108.09</b>	<b>4228.30</b>	<b>4354.46</b>
<b>Revised Forecast</b>											
January, 2016											
Highway Fuel Sales Tax	1261.83	1324.31	1355.21	1403.34	1462.13	1523.73	1581.16	1642.65	1700.70	1771.22	1847.19
SCETS Tax	715.15	756.98	777.51	797.95	832.71	867.06	901.14	935.45	969.94	1008.94	1052.75
Off-Highway Fuel Sales Tax	19.13	10.69	12.18	13.22	14.15	15.09	16.01	16.90	17.79	18.67	19.54
Aviations Fuel Tax	30.13	26.31	30.47	30.74	31.16	31.63	32.11	32.56	33.02	33.51	33.99
Fuel Use Tax and Fees	10.43	9.69	9.92	10.17	10.46	10.73	10.99	11.24	11.48	11.75	12.03
<b>MVL -Related Amount (From HSMV Conference)</b>											
Motor Vehicle Licenses	530.05	569.39	584.43	596.48	609.28	621.46	632.92	643.41	654.04	664.82	675.74
Initial Registration Fee	106.15	227.65	234.88	239.25	243.66	247.17	250.02	253.45	256.92	260.44	264.01
Title Fees	302.96	309.50	311.75	313.83	315.59	317.29	319.13	320.76	322.42	324.09	325.79
Motor Vehicle Compliance Penalties	14.34	13.02	11.87	11.01	11.19	11.39	11.58	11.74	11.90	12.06	12.23
Subtotal	953.50	1119.57	1142.93	1160.56	1178.73	1197.31	1213.65	1229.36	1245.28	1261.41	1277.77
Rental Car Surcharge	132.37	138.38	142.29	145.97	149.79	153.22	156.38	159.46	162.46	165.38	168.30
Local Option Distribution	41.63	44.09	44.87	45.63	46.36	47.04	47.66	48.27	48.85	49.44	50.05
<b>Total</b>	<b>3164.19</b>	<b>3430.02</b>	<b>3515.38</b>	<b>3607.59</b>	<b>3726.48</b>	<b>3845.81</b>	<b>3959.09</b>	<b>4075.89</b>	<b>4189.53</b>	<b>4320.33</b>	<b>4461.61</b>
<b>Difference</b>	<b>0.00</b>	<b>57.88</b>	<b>53.43</b>	<b>47.95</b>	<b>60.62</b>	<b>63.10</b>	<b>71.43</b>	<b>80.78</b>	<b>81.44</b>	<b>92.03</b>	<b>107.15</b>
<b>Cumulative Difference</b>	<b>0.00</b>	<b>57.88</b>	<b>111.31</b>	<b>159.26</b>	<b>219.88</b>	<b>284.98</b>	<b>356.41</b>	<b>437.19</b>	<b>518.63</b>	<b>610.66</b>	<b>717.81</b>