

TERMS OF USE

These slides (hereinafter the “Rating Presentation”) were provided to certain credit rating agencies in connection with annual ratings reviews in June/July 2022. The information contained herein is derived from publicly-available information from the State University System of Florida (the “SUS”) and other sources believed to be reliable. However, all information is presented “AS IS” and no attempt has been or will be made to update any information that may have changed or been revised, or to verify the accuracy of information from third parties. This Rating Presentation is provided to investors for general informational purposes only and should not be used or relied upon in making any investment decision. The Board of Governors of the State University System of Florida (the “Board of Governors”) and the SUS will prepare preliminary and final official statements from time to time in connection with bond offerings and those disclosure documents should be reviewed in connection with making investment decisions.

The Rating Presentation was provided to the credit rating agencies in June/July 2022. During the course of the annual ratings reviews by the credit rating agencies, discussions of the matters depicted in the Rating Presentation occurred. No audio recording or written transcript of these discussions was made or is available.

The Rating Presentation is not intended to be used in connection with any bond offering, should not be relied upon by investors, and will not be incorporated into any offering document. The Rating Presentation does not purport to present full and fair disclosure with respect to the Board of Governors, the SUS, or any of their bond programs.

The SUS will not update the information contained in the Rating Presentation. The information was accurate as of its date but may have changed. Investors should not assume that the information contained in the Rating Presentation has not changed at the time any bonds are being offered for sale. No investor should rely on the Rating Presentation in lieu of a preliminary or final official statement prepared in connection with an offering. In the event any information contained in the Rating Presentation is inconsistent with any information contained in any official offering document, all inconsistencies or ambiguities shall be controlled by the official offering documents.

In no event shall the Division of Bond Finance, the Board of Governors, the SUS, or the State of Florida, be liable for any use by any party of, for any decision made or action taken by any party in reliance upon, or for any inaccuracies or errors in, or omissions from, the information contained in the Rating Presentation herein and such information may not be relied upon in evaluating the merits of, or participating in, any securities transaction.

Past performance is not indicative of future results, which will vary. The Rating Presentation contains “forward-looking” statements related to future results that involve risks, uncertainties, and assumptions. If these risks or uncertainties materialize, or the assumptions prove inaccurate, the results may differ materially from those expressed or implied by such forward-looking statements. All statements other than the statements of historical fact are deemed forward-looking. Readers of the Rating Presentation are cautioned not to place undue reliance on forward-looking statements.

All estimates, projections, and forecasts in the Rating Presentation and other “forward-looking” statements are subject to change without notice. Certain historical statements may also be revised. No attempt will be made to update any such information contained in the Rating Presentation to comport with such changes or revisions. Additionally, the Rating Presentation includes unaudited financial information which may vary from the final audited financial statements. No attempt will be made to identify, explain, update, or change the information provided herein for the audited financial statements or any other more current information.

**BY VIEWING THIS RATING PRESENTATION,
YOU ACKNOWLEDGE THAT YOU
UNDERSTAND AND AGREE TO THE
PROVISIONS OF THE “TERMS OF USE”
CONTAINED ON THIS PAGE**



State University System of Florida

June 2022

Overview

Florida remains #1 in Higher Education; 5th Consecutive Year

(According to *US News and World Report*)

- System Operating Budget = \$14.3 billion
- Successfully navigated through the pandemic; return to normal operations

2022 Legislative Session

- Education & General Budget = \$5.6B
 - \$3.6B state appropriation & \$2.0B student tuition/fee
 - Overall increase of \$266.4 M (+5.0%)
- Performance-based Funding = \$560M (same as last year)
- Total Fixed Capital Outlay (FCO) Funding = \$940M (+431% over last year)

The outsized increase in FCO funding stems from special Board and Legislative initiatives and is considered nonrecurring in nature.

 - \$443.7M to address deferred capital renewal/replacements needs
 - \$496.5M appropriated for FCO projects



State University System of Florida, Institutions

- The State University System of Florida (“SUS”) consists of 12 public universities located throughout the State.
- Fall 2021 headcount enrollment exceeded 354,000 students, with faculty and staff exceeding 72,500.
- Each university is governed by a Board of Trustees comprised of 13 members, including 6 members appointed by the Governor and 5 appointed by the Board of Governors (all confirmed by the Senate), the Chair of the Faculty Senate and the Student Body President.



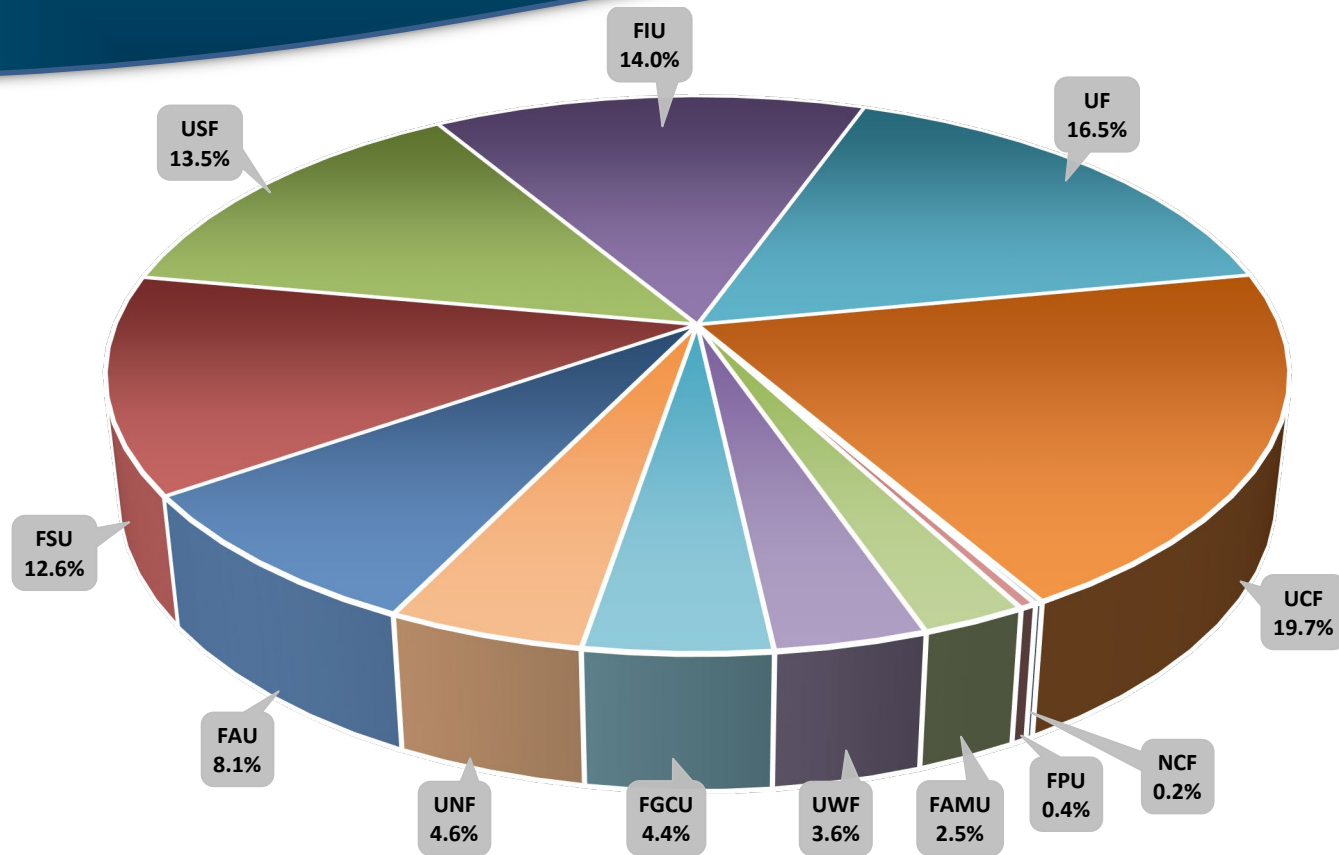
State University System, Board of Governors



- The Board of Governors (“Board”) was established in 2003 pursuant to Article IX, Section 7 of the Florida Constitution, with authorization to operate, regulate, control, and manage the SUS.
- The Board consists of 17 members, 14 of whom are appointed by the Governor and confirmed by the Senate (term of 7 years). Two new members appointed since 2021.*
- The Board appoints a Chancellor who serves as the SUS’s chief executive.
- The Board establishes the powers and duties of each university’s board of trustees.

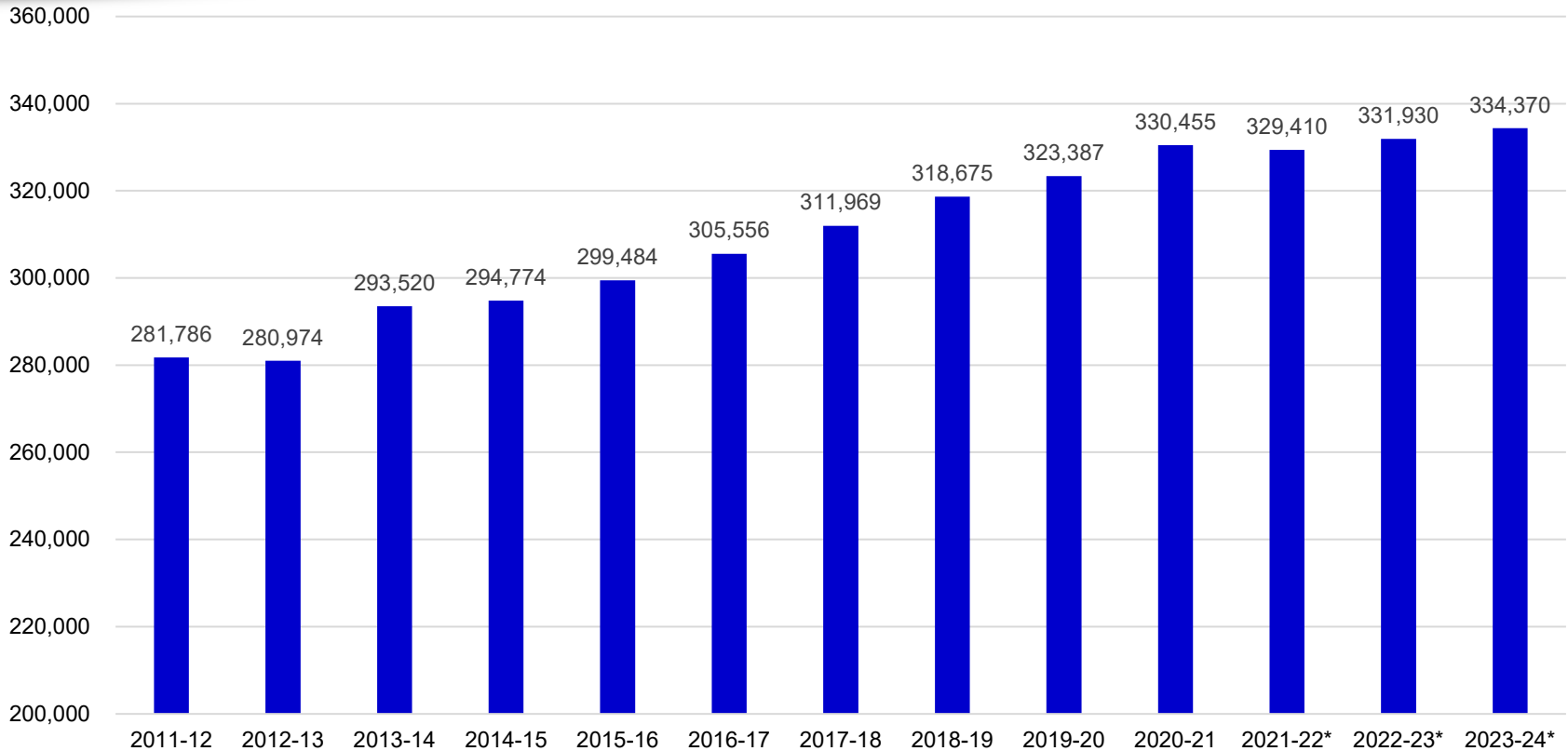
* Member list and bios available on Board website: <https://www.flbog.edu/board/members/>

University Headcount Enrollment, Fall 2021



- Total Fall 2021 headcount enrollment for the System was 354,186.
- The six largest universities comprise 84.5% of system enrollment.
- UCF is the largest university; enrollment of 68,900, and NCF is the smallest with 660 students.
- Florida Poly (FPU) is the newest, opening in 2012 and accredited in 2017.

Total Annual FTE Enrollment for SUS

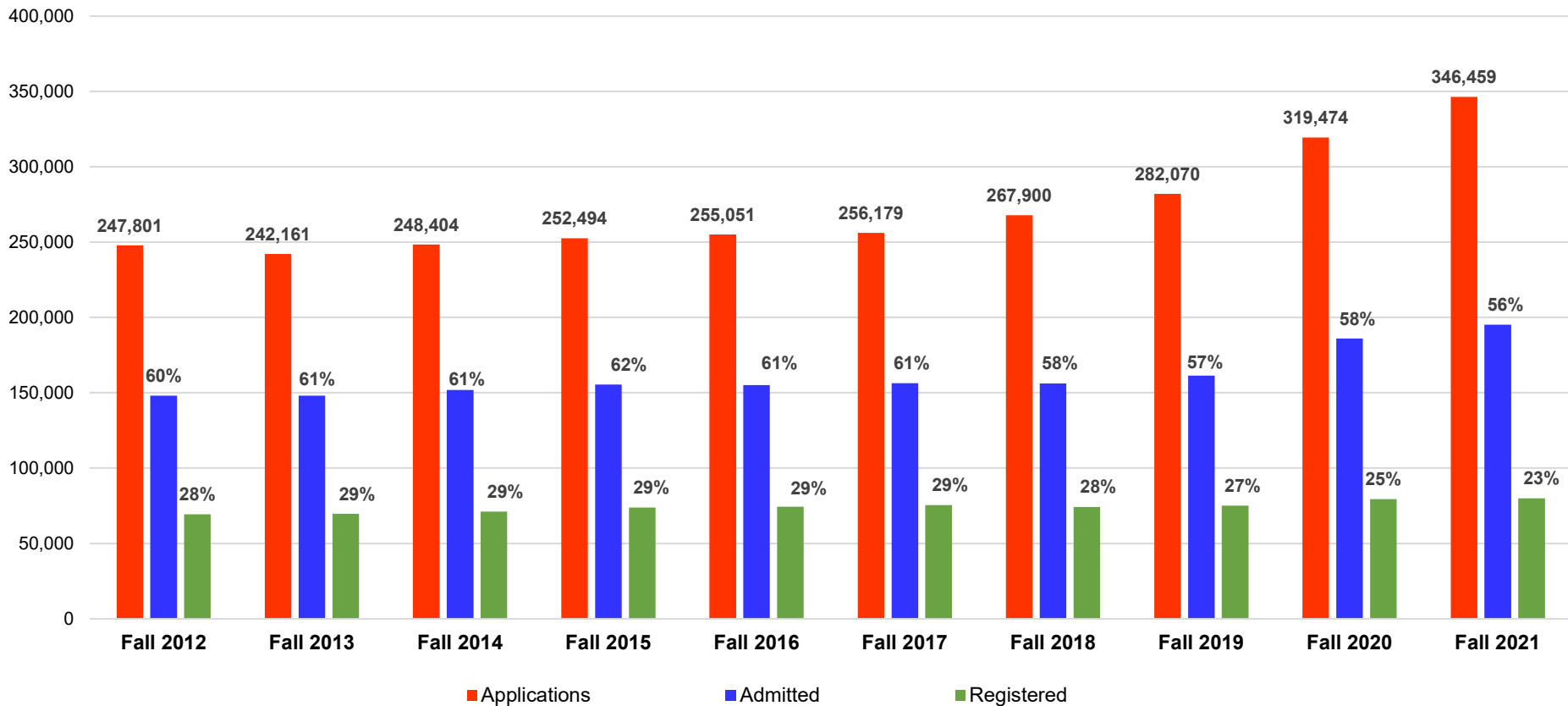


- On average, System enrollment has grown almost 2% annually since 2011-12.
- Universities manage enrollment growth by focusing on increased retention and timely graduation.
- Continued stable enrollment and reasonable growth is anticipated going forward.

* Projected



Applications, Admittances & Enrollment

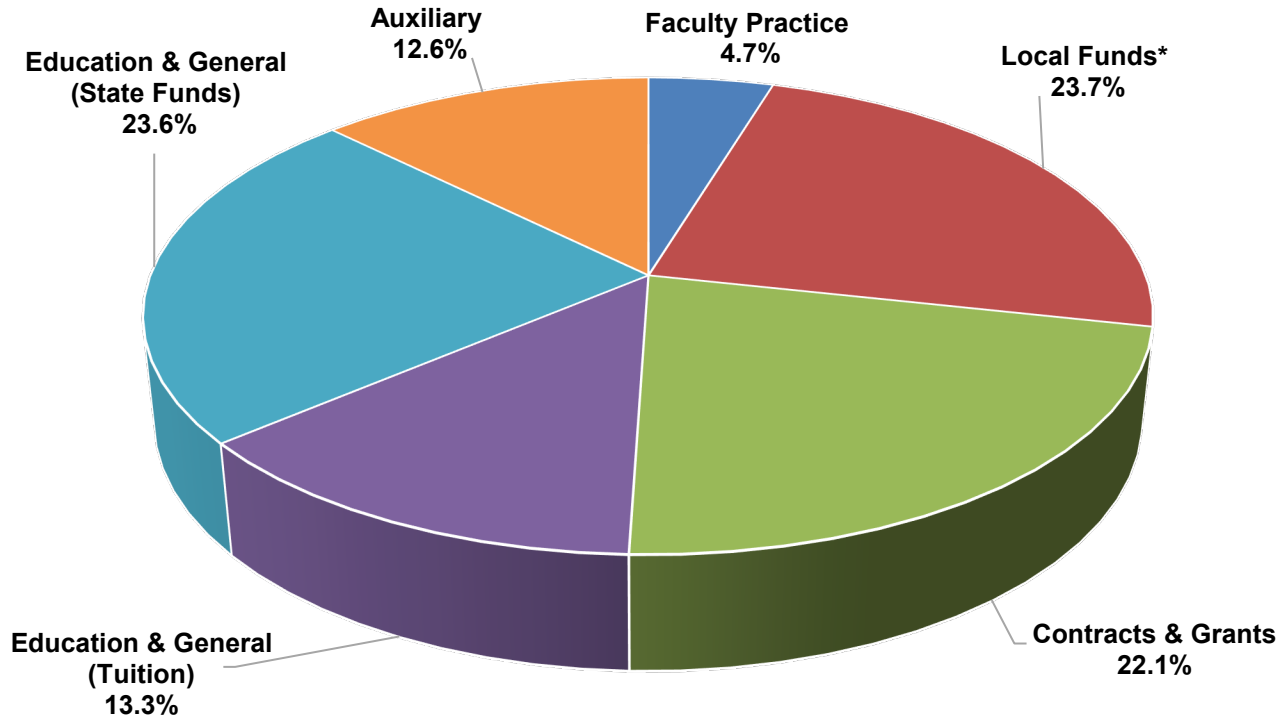


*Historical data revised; it no longer includes "duplicate" students (i.e. students who apply to more than one university)

Annual applications have increased nearly 40% over the past decade while the admittance rates and registered/enrollment have averaged 57% and 25%, respectively, in recent years.

SUS Operating Budget 2021-22

\$14.3 Billion Total



- Education & General (E&G) comprises 37% of the total operating budget of the SUS
- 24% of the operating budget is funded from State appropriations
- 63% of funds are restricted to specified activities e.g. contracts & grants, auxiliaries, fees and financial aid, and faculty practice

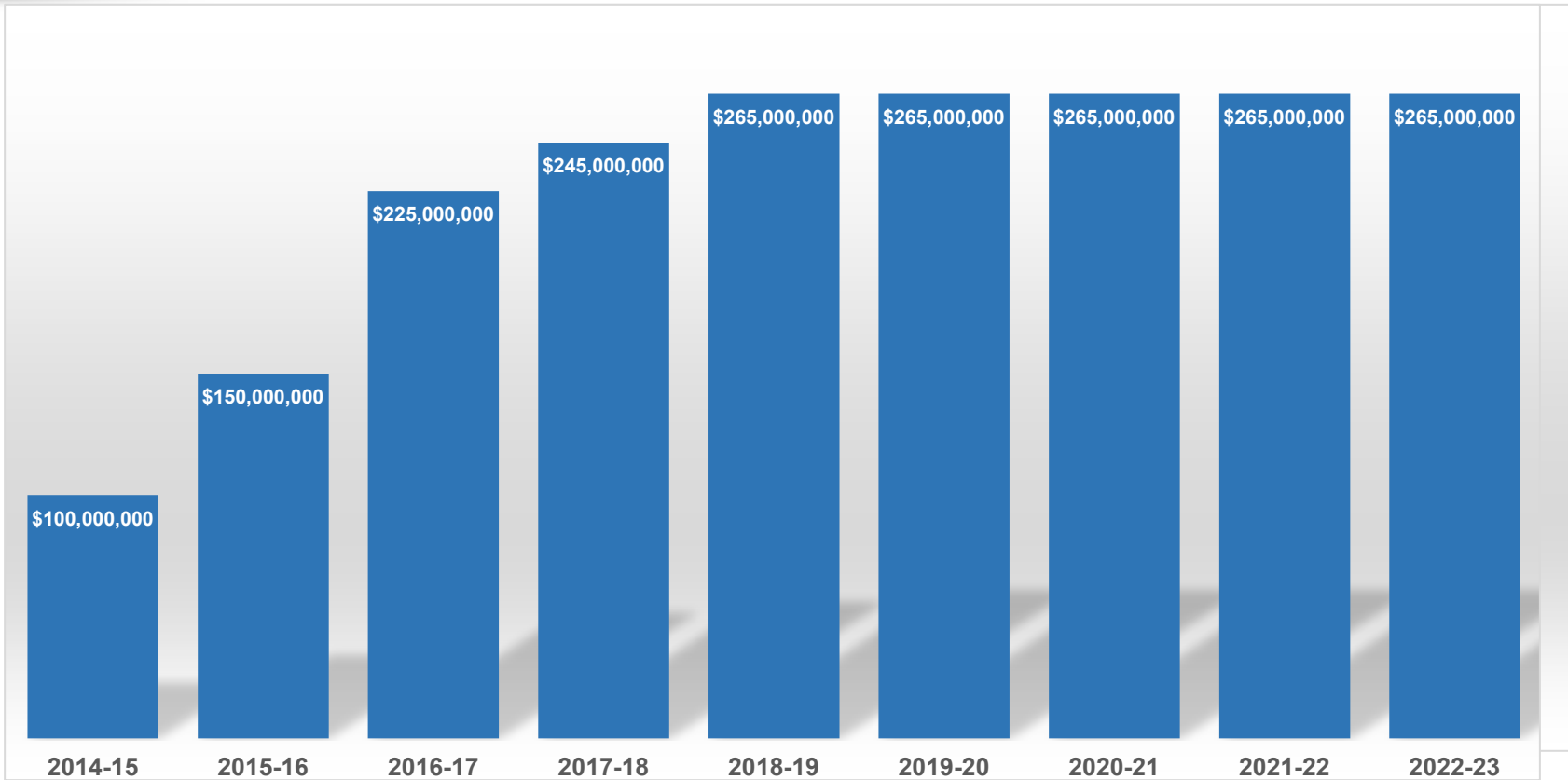
* Financial aid, student activities, athletics, technology, concessions, Board approved fees.

Performance Based Funding - Overview

- The performance funding model includes 10 metrics.
 - 2 are choice metrics; 1 selected by the Board and 1 by the university boards of trustees.
- Institutions are evaluated on either Excellence or Improvement for each metric.
 - The benchmarks for Excellence were based on the Board's 2025 SUS Strategic Plan goals and analysis of relevant data trends.
 - The benchmarks for Improvement were determined after reviewing data trends for each metric.
- Scores are based on one-year of data.
- The Florida Legislature and Governor determine the amount of new state funding, as well as the amount of institutional funding, that comes from each university's recurring state base appropriation.
- Effective last year, all Universities are eligible for the State investment as long as they score at least 60 points and have continuous improvement.



Performance Based Funding - State Investment



FY22-23 funding for PBF remains level with the prior four years at \$560 million (\$265 million State and \$295 million Institutional). Each university contributed a portion of the institutional budget, for a total of \$295 million, to be allocated based on performance.



Performance Based Funding – Rankings & Allocations

University	2020 Scores	2020 Allocation of State Investment (Millions)	2021 Scores	2021 Allocation of State Investment (Millions)
FAMU	73	\$13.3	79	\$12.7
FAU	85	\$21.2	89	\$20.4
FGCU	88	\$11.7	82	\$11.5
FIU	88	\$31.4	97	\$31.9
FL Poly*	n/a	n/a	83	\$4.3
FSU	85	\$41.3	88	\$41.0
NCF	87	\$4.0	64	\$3.6
UCF	89	\$35.1	87	\$32.9
UF	90	\$47.7	87	\$50.2
UNF	83	\$13.2	77	\$12.9
USF	94	\$36.0	94	\$34.6
UWF	82	\$10.1	83	\$9.0
Total		\$265.0		\$265.0

*2021 represents Florida Poly's (FPU) first year in PBF.

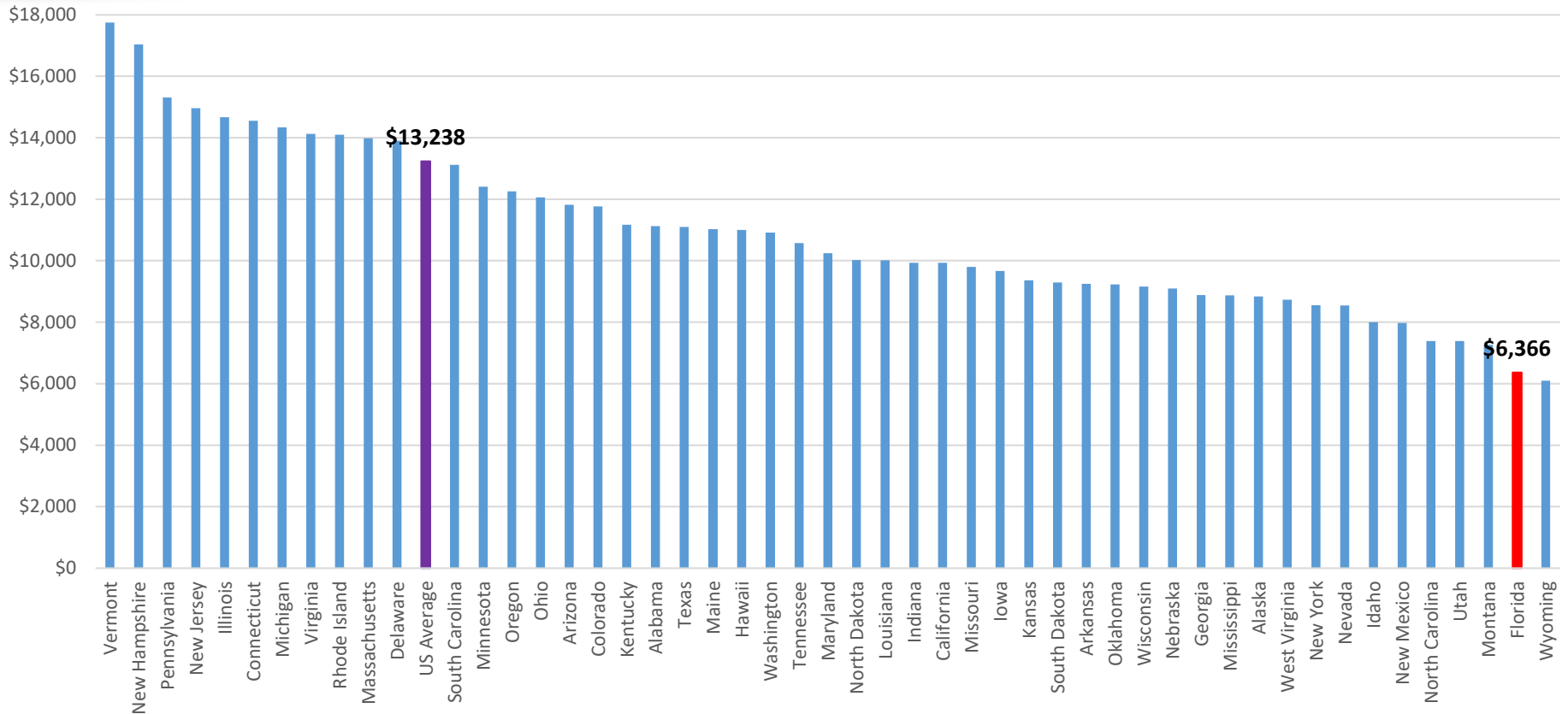
Tuition and Fees

State's priority to keep education affordable

- Resident undergraduate tuition is set by Statute and has remained flat the last ten (10) years at \$105.07 per credit hour*
- When including fees, for 2021-22, average total cost to resident undergraduate students is \$201.01 per credit hour or \$6,030.26 per year (based on 30 credit hours)
- Total cost of tuition and fees for Florida universities remains extremely low compared to peers and other public universities throughout the nation; 2nd lowest in the country.
- Other fees are limited by alternative statutory mechanisms

* As per s. 1009.24 (4)(a), Florida Statutes

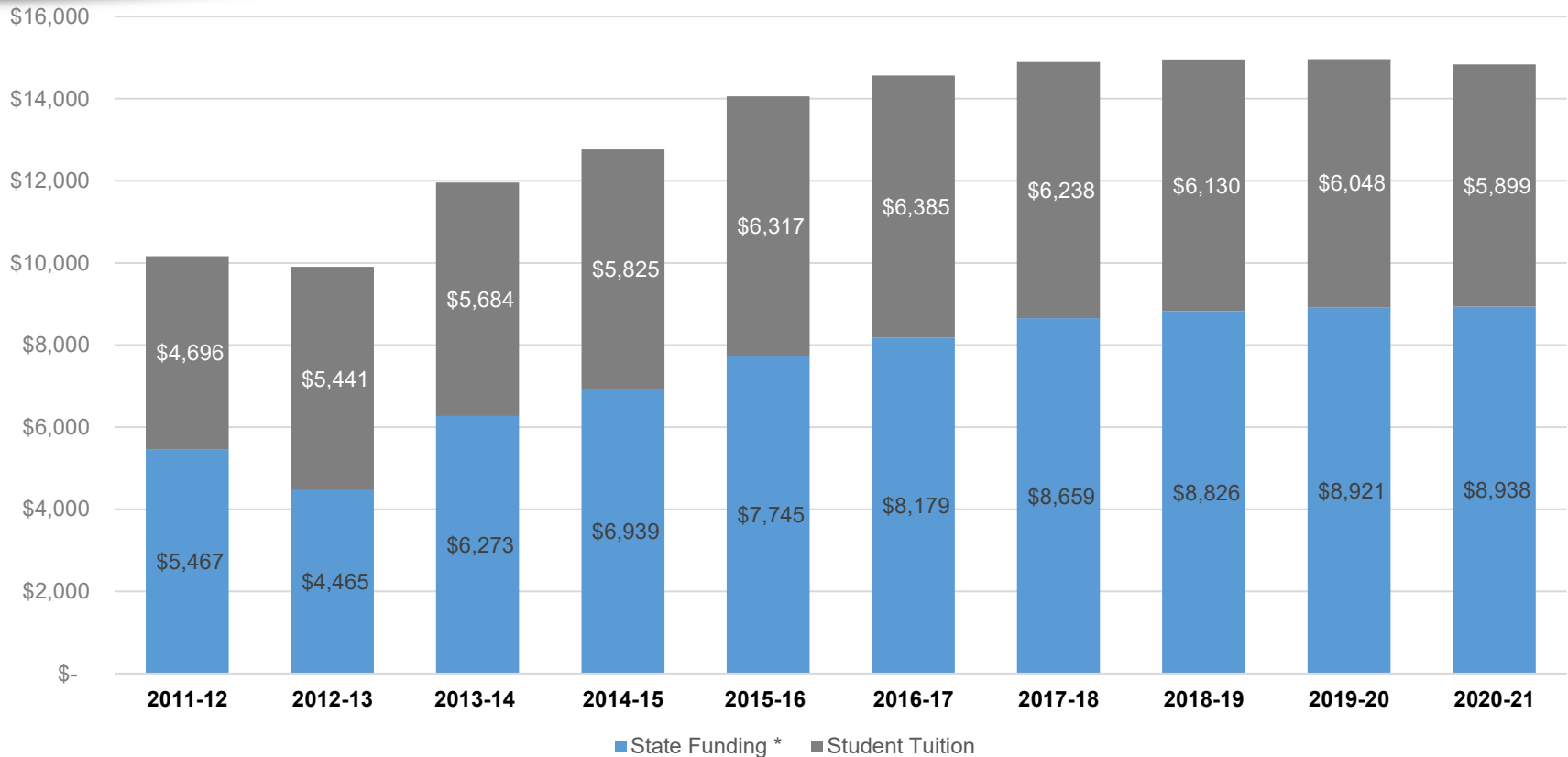
Undergraduate Tuition & Fees – National Rank 2021-22



- Tuition at Florida public universities remains very affordable; 2nd lowest among all US states.
- Florida's annual tuition & fees is \$6,872 (52%) less than the national average.*

* Source: College Board, Annual Survey of Colleges, Nov. 2021. Average tuition and fee prices are weighted by full-time enrollment.

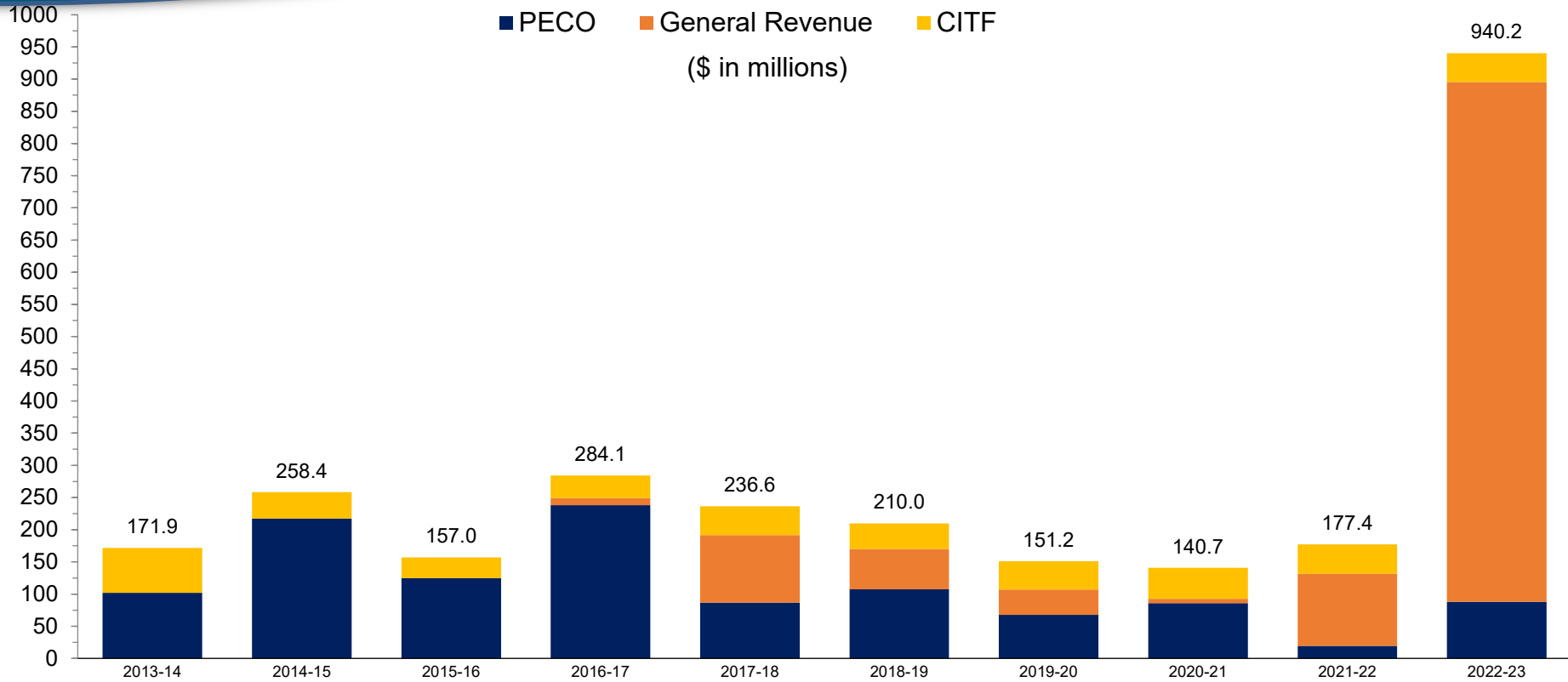
State Funding (E&G) per FTE



- Significant funding from State appropriations offsets need for universities to implement tuition increases, reflecting the State’s priority to keep education affordable.

* Reflects Education & General (E&G) funding, primarily comprised of General Revenue and, to a lesser degree, Lottery and Other Trust Funds.

History of Fixed Capital Outlay Appropriations



	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21	2021-22*	2022-23**
PECO	\$101.9	\$217.3	\$124.9	\$238.1	\$86.6	\$107.7	\$67.8	\$85.9	\$19.4	\$88.0
Gen. Rev.				\$11.0	\$105.0	\$62.3	\$39.4	\$6.8	\$112.0	\$807.5
CITF	\$70.0	\$41.1	\$32.1	\$35.0	\$45.0	\$40.0	\$44.0	\$48.0	\$46.0	\$44.7
Total	\$171.9	\$258.4	\$157.0	\$284.1	\$236.6	\$210.0	\$151.2	\$140.7	\$177.4	\$940.2

*2021-22 General revenue includes \$93.5 Federal stimulus funds received in response to COVID-19. **2022-23, nearly all General Revenue represents Federal stimulus funds.

Federal COVID-19 Relief Funding

- Between FY19-20 and FY20-21, the State University System (SUS) received significant federal support to offset the financial impact of COVID-19; \$632.4 million for financial aid support to students and \$968.2 million for university support (defraying expenses and lost revenues associated with the pandemic).
- Currently, university operations have normalized as the effects of the pandemic have eased.

Federal COVID-19 Relief Funding to the SUS (CARES, CRRSAA and ARPA)

Finalized numbers, per US DOE

	Student Aid	Institutional Support	Total
FAMU	\$31,323,840	\$164,095,383	\$195,419,223
FAU	\$57,642,818	\$82,787,145	\$140,429,963
FSU	\$69,527,110	\$85,226,562	\$154,753,672
UF	\$75,697,370	\$92,720,463	\$168,417,833
USF	\$86,845,743	\$112,666,219	\$199,511,962
UNF	\$29,469,214	\$37,371,470	\$66,840,684
UWF	\$18,071,139	\$24,715,498	\$42,786,637
UCF	\$130,343,794	\$184,047,141	\$314,390,935
FIU	\$101,060,276	\$144,009,333	\$245,069,609
NCF	\$1,916,003	\$2,275,567	\$4,191,570
FGCU	\$27,616,986	\$34,817,113	\$62,434,099
FL POLY	\$2,875,085	\$3,460,393	\$6,335,478
TOTAL	\$632,389,378	\$968,192,287	\$1,600,581,665



SUS Bonds Update

- Secured by first lien pledge of Capital Improvement Fees of the entire SUS
- CIF rates charged by University average \$6.45 per credit hour, with no changes for FY 2022-23
- 2020-21 Pledged Revenues of approximately \$59.5M, slightly higher than 2019-20 (\$58.8M)
- Annual debt service is approximately \$14.4M through FY 2021-22, decreasing thereafter
- Debt service coverage has exceeded 4.0x since FY 2018-19 as a result of stable revenues and reducing annual debt service requirements
- As of July 1, 2022, there will be \$64,540,000 of outstanding bonds. The last new money issuance was in FY 2008-09
- There are no new money bonds currently authorized, nor are there near-term plans for new issuance

SUS Bonds Update - continued

Fiscal Year	Pledged Revenues	Total Program Debt Service	Coverage Ratio
Historical			
2016-17	\$56,217,404	\$16,130,226	3.49x
2017-18	58,323,678	15,290,003	3.81
2018-19	58,546,819	14,520,906	4.03
2019-20	58,796,372	14,388,406	4.09
2020-21	59,488,183	14,379,206	4.14
Projected*			
2021-22	\$58,274,491	\$14,388,356	4.05x
2022-23	58,274,491	12,038,956	4.84
2023-24	58,274,491	9,027,856	6.45
2024-25	58,274,491	9,026,456	6.46
2025-26	58,274,491	8,850,256	6.58

*Projected Pledged Revenues is based on a 5-year average of historical.



STATE UNIVERSITY SYSTEM OF FLORIDA

www.flbog.edu