<u>New Issue – Book-Entry Only</u>

This Official Statement has been prepared by the Division of Bond Finance to provide information about the 2026A Bonds. Selected information is presented on this cover page for the convenience of the reader. ***To make an informed decision, a prospective investor should read this Official Statement in its entirety.*** Unless otherwise indicated, capitalized terms have the meanings given in Appendices A through C.

$24,170,000
STATE OF FLORIDA
Board of Governors
Florida State University
Parking Facility Revenue Bonds, Series 2026A

Dated: Date of Delivery **Due:** July 1, as shown on the inside front cover

Bond Ratings	AA (stable outlook) | Fitch Ratings Aa2 (stable outlook) | Moody's Investors Service AA+ (stable outlook) | S&P Global Ratings
Tax Status	In the opinion of Bond Counsel, assuming compliance with applicable covenants, under existing statutes, regulations, and judicial decisions, the interest on the 2026A Bonds is excludable from gross income for federal income tax purposes under Section 103 of the Internal Revenue Code of 1986, as amended (the "Code") and is not an item of tax preference for purposes of the federal alternative minimum tax; however, interest on the 2026A Bonds may be taken into account for the purpose of computing the alternative minimum tax imposed on certain corporations. The 2026A Bonds and the income thereon are not subject to taxation under the laws of the State of Florida, except estate taxes and taxes under Chapter 220, Florida Statutes, as amended. See "TAX MATTERS" herein for a description of other tax consequences to holders of the 2026A Bonds.
Redemption	The 2026A Bonds maturing on and after July 1, 2037, are subject to optional redemption as provided in "REDEMPTION PROVISIONS" herein.
Security	The 2026A Bonds will be secured by and payable from the Pledged Revenues. The Pledged Revenues consist of the revenues of the Parking System after deducting the Administrative Expenses, the Current Expenses, and the Rebate Amount, if any. **The 2026A Bonds are not secured by the full faith and credit of the State of Florida or the University.** See "SECURITY FOR THE BONDS" herein for more complete information.
Lien Priority	The lien of the 2026A Bonds on the Pledged Revenues is a first lien on such revenues and will be on a parity with the Outstanding Bonds and any Additional Parity Bonds hereafter issued. The aggregate principal amount of Bonds that will be Outstanding subsequent to the issuance of the 2026A Bonds is $28,490,000.
Additional Bonds	Additional Parity Bonds payable on a parity with the 2026A Bonds and the Outstanding Bonds may be issued if the average Pledged Revenues for the two immediately preceding Fiscal Years, as adjusted, are at least 120% of the Maximum Annual Debt Service. This description of the requirements for the issuance of the Additional Bonds is only a summary See "SECURITY FOR THE 2026A BONDS – Additional Parity Bonds" herein for more complete information.
Purpose	Proceeds of the 2026A Bonds will be used to finance a portion of the 2026A Project and pay costs of issuance as described in "PURPOSE OF THE ISSUE" herein.
Interest Payment Dates	January 1 and July 1, commencing January 1, 2027.
Record Dates	December 15 and June 15.
Form/ Denomination	The 2026A Bonds will initially be registered in the name of Cede & Co., as nominee of The Depository Trust Company, New York, New York ("DTC"). Individual purchases will be made in book-entry form only through Direct Participants (defined herein) in denominations of $1,000 and integral multiples thereof. Purchasers of the 2026A Bonds will not receive physical delivery of the 2026A Bonds.
Closing/ Settlement	The 2026A Bonds will be available for delivery through the facilities of DTC in New York, New York on September 3, 2026.
Bond Registrar/ Paying Agent	U.S. Bank Trust Company, National Association, Orlando, Florida.
Bond Counsel	Bryant Miller Olive P.A., Tallahassee, Florida.
Issuer Contact/ Website	Division of Bond Finance, (850) 488-4782, email: bond@sbafla.com, website: bondfinance.sbafla.com
Maturity Structure	The 2026A Bonds will mature on the dates and bear interest at the rates set forth on the inside front cover.

August 13, 2026

MATURITY STRUCTURE

Initial CUSIP ©	Due Date	Principal Amount	Interest Rate	Price or Yield*	First Optional Redemption Date and Price
341577CN2	July 1, 2027	$620,000	5.00%	2.61%	-
341577CP7	July 1, 2028	780,000	5.00	2.72	-
341577CQ5	July 1, 2029	820,000	5.00	2.82	-
341577CR3	July 1, 2030	860,000	5.00	2.92	-
341577CS1	July 1, 2031	905,000	5.00	3.00	-
341577CT9	July 1, 2032	950,000	5.00	3.09	-
341577CU6	July 1, 2033	1,000,000	5.00	3.17	-
341577CV4	July 1, 2034	1,050,000	5.00	3.28	-
341577CW2	July 1, 2035	1,100,000	5.00	3.39	-
341577CX0	July 1, 2036	1,155,000	5.00	3.49	-
341577CY8	July 1, 2037**	1,215,000	5.00	3.59	July 1, 2036 @ 100%
341577CZ5	July 1, 2038**	1,275,000	5.00	3.72	July 1, 2036 @ 100
341577DA9	July 1, 2039**	1,335,000	5.00	3.83	July 1, 2036 @ 100
341577DB7	July 1, 2040	1,405,000	4.00	@100	July 1, 2036 @ 100
341577DC5	July 1, 2041	1,460,000	4.00	4.13	July 1, 2036 @ 100
341577DD3	July 1, 2042	1,520,000	4.00	4.16	July 1, 2036 @ 100
341577DE1	July 1, 2043	1,580,000	4.00	4.21	July 1, 2036 @ 100
341577DF8	July 1, 2044	1,645,000	4.125	4.28	July 1, 2036 @ 100
341577DG6	July 1, 2045	1,710,000	4.25	4.34	July 1, 2036 @ 100
341577DH4	July 1, 2046	1,785,000	4.25	4.42	July 1, 2036 @ 100

* Yield and price information provided by the Underwriter.
** The yields on these maturities are calculated to a 100% call on the first optional redemption date of July 1, 2036.

The State of Florida has not authorized any dealer, broker, salesman, or other person to give any information or to make any representations, other than those contained in this Official Statement, and if given or made, such other information or representations must not be relied on. Certain information herein has been obtained from sources other than records of the State of Florida which are believed to be reliable. The information and expressions of opinion herein are subject to change without notice, and neither the delivery of this Official Statement nor any sale made hereunder will, under any circumstances, create any implication that there has been no change in the affairs of the State of Florida since the date hereof. This Official Statement does not constitute an offer to sell or the solicitation of an offer to buy, nor will there be any sale of the 2026A Bonds by any person in any jurisdiction in which it is unlawful for such person to make such an offer, solicitation, or sale.

STATE OFFICIALS

BOARD OF GOVERNORS

CHAIR
ALAN LEVINE

VICE CHAIR
TIMOTHY M. CERIO

GOVERNING BOARD OF THE DIVISION OF BOND FINANCE

GOVERNOR
RON DESANTIS
Chairman

ATTORNEY GENERAL
JAMES UTHMEIER
Secretary

CHIEF FINANCIAL OFFICER
BLAISE INGOGLIA
Treasurer

COMMISSIONER OF AGRICULTURE
WILTON SIMPSON

J. BEN WATKINS III
Director
Division of Bond Finance

CHRIS SPENCER
Executive Director
State Board of Administration of Florida

BOND COUNSEL
Bryant Miller Olive P.A.
Tallahassee, Florida

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Relating to
$24,170,000
STATE OF FLORIDA
Board of Governors
Florida State University
Parking Facility Revenue Bonds, Series 2026A

For definitions of capitalized terms not defined in the text hereof, see Appendices A through C.

INTRODUCTION

This Official Statement sets forth information relating to the sale and issuance of $24,170,000 State of Florida, Board of Governors, Florida State University Parking Facility Revenue Bonds, Series 2026A, dated the date of delivery thereof (the "2026A Bonds"), by the Division of Bond Finance of the State Board of Administration of Florida (the "Division").

The proceeds of the 2026A Bonds will be used to finance a portion of the 2026A Project and to pay costs of issuance. See "PURPOSE OF THE ISSUE" herein for more detailed information

The 2026A Bonds will be secured by and payable from the Pledged Revenues. The Pledged Revenues consist of the revenues of the Parking System after deducting the Administrative Expenses, the Current Expenses, and the Rebate Amount, if any. The lien of the 2026A Bonds on the Pledged Revenues is a first lien on such revenues and will be on a parity with the Outstanding Bonds and with any Additional Parity Bonds hereafter issued. The aggregate principal amount of Bonds which will be Outstanding subsequent to the issuance of the 2026A Bonds is $28,490,000. **The 2026A Bonds are not a general obligation or indebtedness of the State of Florida, the Board of Governors, or the University, and the full faith and credit of the State of Florida is not pledged to payment of the 2026A Bonds.** See "SECURITY FOR THE 2026A BONDS" herein for more detailed information.

Requests for additional information may be made to:

Division of Bond Finance
Phone: (850) 488-4782
Fax: (850) 413-1315
Email: bond@sbafla.com
Mail: P. O. Box 13300
Tallahassee, Florida 32317-3300
Website: bondfinance.sbafla.com

This Official Statement speaks only as of its date, and the information contained herein is subject to change. Any statements made in this Official Statement which involve opinions or estimates, whether or not expressly stated, are set forth as such and not as representations of fact. No representation is made that any of the opinions or estimates will be realized. To make an informed decision, a full review should be made of the entire Official Statement. The descriptions of the 2026A Bonds and the documents authorizing and securing the same do not purport to be comprehensive or definitive. All references to and descriptions of such documents are qualified by reference to the actual documents. Copies of such documents may be obtained from the Division. Any addresses of or links to websites which are contained herein are not incorporated into this Official Statement and are provided for convenience only.

Certain statements contained in this Official Statement, including the Appendices hereto, reflect not historical facts but forecasts and constitute "forward-looking statements." No assurance can be given that the future results discussed herein will be achieved, and actual results may differ materially from the forecasts described herein. In this respect, the words "estimate," "forecast," "project," "anticipate," "expect," "intend," "believe," "budget," and similar expressions are intended to identify forward-looking statements. All projections, forecasts, assumptions and other forward-looking statements in this Official Statement are expressly qualified in their entirety by the cautionary statement set forth above. Additionally, estimates are based on information available at the time of the estimates. Such estimates are subject to revision as additional information becomes available. Also, estimates are subject to risks and uncertainties which may cause results to differ materially from those estimates set forth herein. No assurance is given that actual results will not differ materially from the estimates provided herein.

AUTHORITY FOR THE ISSUANCE OF THE 2026A BONDS

General Legal Authority

The 2026A Bonds are being issued by the Division, on behalf of the Board of Governors of the State University System of Florida (the "Board of Governors"), pursuant to Article VII, Section 11(d) and Article IX, Section 7(d) of the Florida Constitution, the State Bond Act, Section 1010.62, Florida Statutes, and other applicable provisions of law. Article VII, Section 11(d), of the Florida Constitution provides that revenue bonds payable solely from funds derived directly from sources other than State tax revenues may be issued by the State of Florida or its agencies, without a vote of the electors, to finance or refinance capital projects. Section 215.59(2), Florida Statutes, authorizes the issuance of revenue bonds by the Division pursuant to Article VII, Section 11(d), of the Florida Constitution. Sections 215.59(2) and 215.79, Florida Statutes, authorize the issuance of revenue bonds and the refunding of such bonds by the Division pursuant to Article VII, Section 11(d), of the Florida Constitution.

Division of Bond Finance

The Division, a public body corporate created pursuant to the State Bond Act, is authorized to issue bonds on behalf of the State or its agencies. The Governing Board of the Division (the "Governing Board") is composed of the Governor, as Chairman, and the Cabinet of the State of Florida, consisting of the Attorney General as Secretary, the Chief Financial Officer as Treasurer, and the Commissioner of Agriculture. The Director of the Division serves as an assistant secretary of the Governing Board and directs the day-to-day operations of the Division, including the issuance of bonds.

State Board of Administration of Florida

The State Board of Administration of Florida (the "Board of Administration") was created under Article IV, Section 4, of the Florida Constitution, as revised in 1968 and subsequently amended, and succeeds to all the power, control and authority of the State Board of Administration established pursuant to Article IX, Section 16, of the Constitution of the State of Florida of 1885. It will continue as a body at least for the life of Article XII, Section 9(c) of the Florida Constitution. The Board of Administration is composed of the Governor, as Chairman, the Chief Financial Officer, and the Attorney General. Under the State Bond Act, the Board of Administration determines the fiscal sufficiency of all bonds proposed to be issued by the State of Florida and its agencies. The Board of Administration also acts as the fiscal agent of the Board of Governors in administering various funds and accounts established pursuant to the Resolution, including the Sinking Fund, the Rebate Fund, and the Reserve Account, if any. See "SECURITY FOR THE 2026A BONDS – Flow of Funds" herein for a more detailed description of the funds and accounts managed by the Board of Administration.

Board of Governors

The Board of Governors was established by Article IX, Section 7 of the Florida Constitution, to operate, regulate, control and manage the State University System, which is comprised of all public universities within the State (the "State Universities"). The responsibilities of the Board of Governors include defining the mission of each State University, ensuring the coordination and operation of the State University System, and avoiding wasteful duplication of facilities or programs. The Board of Governors' management of the State University System is subject to the power of the Florida Legislature to appropriate funds.

The Board of Governors provides fiscal policy guidelines to the State Universities. State Universities must engage in debt management practices that are consistent with the Board of Governors' Debt Management Guidelines. The Debt Management Guidelines address types of debt that may be issued, the amount of debt that may be incurred, and the purposes for which such debt may be issued. State Universities are also statutorily required to receive approval from the Board of Governors prior to the issuance of revenue bonds, and such approval, unless sought for refunding bonds, must be requested by a resolution adopted by the State University's board of trustees.

The Board of Governors consists of 17 members, 14 of whom are appointed by the Governor to staggered seven-year terms as provided by law, subject to confirmation by the Florida Senate. The Commissioner of Education, the President of the Advisory Council of Faculty Senates, and the Chair of the Florida Student Association are *ex officio* members of the Board of Governors. The following individuals have been appointed by the Governor to serve as members of the Board of Governors:

Board Members	Term Expires
Alan Levine, Chair	January 6, 2031
Timothy M. Cerio, Vice Chair	January 6, 2031
Ashley Bell Barnett	January 6, 2033
Douglas Broxson	January 6, 2031
Aubrey Edge	January 6, 2027
Carson Good	January 6, 2031
Edward Haddock	January 6, 2027
Ken Jones	January 6, 2027
Ashley Lukis	January 6, 2027
Charles H. Lydecker	January 6, 2033
Craig Mateer	January 6, 2027
Michael Okaty	January 6, 2033
Keith Perry	January 6, 2031
Nick Sinatra	January 6, 2033

The following individuals are *ex officio* members of the Board of Governors:

Dr. Henry Mack –Commissioner of Education
Kimberly Dunn – Chair, Advisory Council of Faculty Senates
Ian Seibert – Chair, Florida Student Association

University Board of Trustees

Article IX, Section 7 of the Florida Constitution provides for an appointed board of trustees at each State University within the State University System, the powers and duties of which are established by the Board of Governors. The responsibilities for the boards of trustees include, but are not limited to, establishing policies and procedures that govern the State Universities in accordance with the rules of the Board of Governors, approving the annual operating budget for the State Universities based on the guidelines provided by the Board of Governors, and setting certain student fees, including housing fees and rental rates.

Each board of trustees consists of thirteen members and administers the University. Six members of each board of trustees are appointed by the Governor, and five members are appointed by the Board of Governors. The appointed members must be confirmed by the Florida Senate. The chair of the faculty senate and the president of the student body are also members of each board. See Appendix D – "Florida State University" for a list of the trustees serving on the Florida State University Board of Trustees.

Administrative Approval

The Division may issue revenue bonds on behalf of State Universities at the request of the Board of Governors. The Board of Governors requested the Division to proceed with any actions required for the issuance of the 2026A Bonds by a resolution adopted June 25, 2026.

The Governing Board authorized the issuance of the 2026A Bonds by a resolution adopted on June 9, 2026 (the "Twelfth Supplemental Resolution"), which supplements the original resolution adopted on July 21, 1992 (the "Original Resolution"), as amended by supplemental resolutions adopted on November 26, 2002 (the "Second Supplemental Resolution"), August 9, 2005 (the "Fourth Supplemental Resolution"), May 15, 2007 (the "Fifth Supplemental Resolution"), and November 9, 2010 (the "Sixth Supplemental Resolution") (collectively, the "Amending Resolutions"). Copies of the Original Resolution, the Amending Resolutions, and Twelfth Supplemental Resolution are attached hereto as Appendices A, B, and C, respectively. The Original Resolution, as amended by the Amending Resolutions, and as supplemented through the Twelfth Supplemental Resolution, is referred to herein as the "Resolution."

The Board of Administration approved the fiscal sufficiency of the 2026A Bonds, as required by the State Bond Act, by a resolution adopted on June 9, 2026.

DESCRIPTION OF THE 2026A BONDS

The 2026A Bonds are being issued as registered bonds in the denomination of $1,000 or integral multiples thereof. The 2026A Bonds are payable from the Pledged Revenues as described herein. The 2026A Bonds will be dated the date of delivery thereof and will mature as set forth on the inside front cover. Interest is payable semiannually on January 1 and July 1 of each year, commencing January 1, 2027, until maturity or redemption. Interest on the 2026A Bonds will be calculated on the basis of a 360-day year of twelve 30-day months.

The 2026A Bonds will initially be issued exclusively in "book-entry" form. Ownership of one 2026A Bond for each maturity (as set forth on the inside front cover), each in the aggregate principal amount of such maturity, will be initially registered in the name of "Cede & Co." as registered owner and nominee for the Depository Trust Company, New York, New York ("DTC"), which will act as securities depository for the 2026A Bonds. Individual purchases of the 2026A Bonds will be made in book-entry form only, and the purchasers will not receive physical delivery of the 2026A Bonds or any certificate representing their beneficial ownership interest in the 2026A Bonds. See Appendix I, "Provisions for Book-Entry Only System or Registered Bonds" for a description of DTC, certain responsibilities of DTC, the Board of Governors, and the Bond Registrar/Paying Agent, and the provisions for registration and registration of transfer of the 2026A Bonds if the book-entry only system of registration is discontinued.

REDEMPTION PROVISIONS

Optional Redemption

The 2026A Bonds maturing in the years 2027 through 2036, both inclusive, are not redeemable prior to their stated dates of maturity. The 2026A Bonds maturing in the year 2037 and thereafter are redeemable prior to their stated dates of maturity without premium, at the option of the Division (i) in part, by maturities to be selected by the Division, and by lot within a maturity if less than an entire maturity is to be redeemed, or (ii) as a whole, on July 1, 2036, or on any date thereafter, at the principal amount of the 2026A Bonds so redeemed, together with interest accrued thereon to the date of redemption.

Notice of Redemption

Notices of redemption of 2026A Bonds or portions thereof will be mailed by first class mail at least 30 days prior to the date of redemption to Registered Owners of record as of 45 days prior to the date of redemption. Such notices of redemption will specify the serial numbers and the principal amount of the 2026A Bonds to be redeemed, if less than all, the date fixed for redemption and the redemption price. Interest on the 2026A Bonds called for redemption will cease to accrue upon the redemption date. In lieu of mailing, the Bond Registrar/Paying Agent may elect to provide such notice of redemption by electronic means to any Registered Owner who has consented to such method of receiving notice.

Failure to give any required notice of redemption as to any particular 2026A Bonds will not affect the validity of the call for redemption of any 2026A Bonds in respect of which no such failure has occurred. Any notice mailed as provided in the Resolution will be conclusively presumed to have been duly given, whether or not the Registered Owner receives the notice.

PURPOSE OF THE ISSUE

The proceeds derived from the sale of the 2026A Bonds will be used to pay a portion of the costs of the 2026A Project, as defined herein, and pay costs of issuance of the 2026A Bonds.

2026A Project

The 2026A Project consists of the construction of a seven-level, 930-space parking garage on the northwest side of the University's main campus. Once the 2026A Project is completed, and after replacing 330 parking spaces lost in preparation for the construction of the 2026A Project, approximately 580 spaces will be added to the Parking System. The 2026A project will support increased activity on the northwest side of the University's main campus that is expected to be generated by the opening of new 1,200-bed undergraduate residence hall and 765-seat dining facility, which the University is constructing concurrently with the 2026A Project.

The University's Department of Planning, Design, and Construction has developed a construction budget for the 2026A Project of $33,300,00, which is comprised of construction costs and services reimbursement ($28,500,000); professional fees ($1,500,000); inspections, surveys, tests, and permits ($500,000); and contingencies ($2,500,000). The 2026A Project will be funded by proceeds of the 2026A Bonds and a cash contribution from the University of approximately $8,263,500 (consisting of $5,000,000 from Parking System reserves and $3,263,500 from Business Services unrestricted auxiliary funds).

Construction of the 2026A Project will be coordinated by a construction manager, Culpepper Construction, who selected in accordance with the applicable Board of Governors requirements, which include public advertisement; review of credentials, references, and qualifications; confirmation of bonding capabilities; and a presentation interview. The University has entered into a guaranteed maximum price ("GMP") contract with the construction manager for delivery of the 2026A

Project. If the 2026A Project exceeds the GMP, the construction manager may be responsible for at least some of the cost. Oversight of the 2026A Project will be conducted by the construction manager and the University's Department of Planning, Design, and Construction. In addition to compliance with all applicable codes and standards, permits have been approved by the Division of State Fire Marshal. The University has indicated that there are no known environmental risks present at the site.

Design and preliminary engineering work were substantially completed in January 2026, and construction on the 2026A Project began in April 2026. The University expects the 2026A Project will open in July 2027. The 2026A Project is fully insured by the construction manager's Builder's Risk Policy for the duration of the construction of the 2026A Project.

Sources and Uses of Funds

Sources of Funds:	
Par Amount of 2026A Bonds	$24,170,000
Net Original Issue Premium	1,066,817
Estimated Construction Fund Earnings[1]	109,237
University Cash Contribution	8,263,421
Total Sources	$33,609,475
Uses of Funds:	
2026A Project Costs	$33,300,000
Underwriter's Discount	200,411
Cost of Issuance	109,064
Total Uses	$33,609,475

[1] Interest is estimated at 3% over the construction period.

2026A Project Construction Fund

The Resolution provides for the creation of and deposit of the net proceeds of the 2026A Bonds into a trust fund, the "2026A Project Construction Fund," to be used only for the payment of the costs of the 2026A Project. The Registered Owners of the 2026A Bonds will have a lien on all the proceeds of such Bonds deposited in the 2026A Project Construction Fund until such moneys are applied as provided in the Resolution. Any moneys not immediately needed for construction of the 2026A Project may be temporarily invested and reinvested as provided in the Resolution. See "MISCELLANEOUS – Investment of Funds" below for policies governing the investment of the 2026A Project Construction Fund.

Withdrawals from the Construction Fund may be made as provided by law. Funds remaining in the 2026A Project Construction Fund after completion of the 2026A Project shall be either (i) applied to fixed capital outlay projects of the Parking System or (ii) deposited into the Sinking Fund, to be used for the purposes thereof.

SECURITY FOR THE 2026A BONDS

Pledge of Parking System Revenues

The 2026A Bonds and the interest thereon constitute obligations of the Board of Governors on behalf of the University and are payable solely from and secured as to the payment of principal and interest by a first lien on the Pledged Revenues on a parity with the Outstanding Bonds. The aggregate amount of Bonds which are anticipated to be outstanding subsequent to the issuance of the 2026A Bonds is $28,490,000. Pledged Revenues are derived from student transportation access fees and the operation of the Parking System. The Parking System consists of all of the University's existing parking facilities located on the main campus in Tallahassee, Florida, and such additional parking facilities as may be added to the Parking System, all as more fully described in "PARKING SYSTEM" herein. The Pledged Revenues are the Parking System Revenues remaining after deducting the Administrative Expenses, the Current Expenses and the Rebate Amount, if any.

The 2026A Bonds are "revenue bonds" within the meaning of Article VII, Section 11(d), of the Florida Constitution, and are payable solely from funds derived directly from sources other than State tax revenues. **The 2026A Bonds do not constitute a general obligation or indebtedness of the State of Florida or any of its agencies or political subdivisions, including the Board of Governors and the University, and the full faith and credit of the State is not pledged to the payment of the principal of, premium, if any, or interest on the 2026A Bonds. The issuance of the 2026A Bonds does not, directly or indirectly or contingently, obligate the State of Florida to use State funds, other than the Pledged Revenues, to levy or to pledge any form of taxation whatsoever or to make any appropriation for payment of the principal of, premium, if any, or interest on the 2026A Bonds.**

No Funded Reserve Account

The Resolution provides that the Reserve Account for the 2026A Bonds may be funded in an amount determined by the Director, which amount may be zero. The Reserve Requirement for the 2026A Bonds has been determined to be zero. No deposit will be made to the Debt Service Reserve Account from the proceeds of the 2026A Bonds.

Flow of Funds

Collection of Pledged Revenues. Upon collection, Parking System Revenues are deposited into the University's bank account and accounted for in a separate fund (the "Revenue Fund") to be administered in accordance with the provisions of the Resolution and applicable laws. After providing for the payments required below, the University may use the Pledged Revenues for optional redemption or purchase of Bonds or any lawful purpose of the University.

Application of Revenues. All revenues on deposit in the Revenue Fund will be applied only in the following manner and order of priority:

(A) Payment of Current Expenses of the Parking System;

(B) Transfer to the Board of Administration of a sufficient amount of money no later than thirty days before an Interest Payment Date and/or a Principal Payment Date to be used as follows:

(1) for the payment of the Administrative Expenses;

(2) for deposit into the Sinking Fund, an amount sufficient to pay the next installments of principal and interest to become due during the then current Fiscal Year, including Amortization Installments for any Term Bonds;

(3) for the maintenance and establishment, if necessary, together with other moneys available therefore, of the Reserve Account, or subaccount therein, in an amount equal to the Debt Service Reserve Requirement; and

(4) for deposit to the Rebate Fund, an amount of moneys sufficient to pay the Rebate Amount; and

(C) Deposit into the Parking System Maintenance and Equipment Reserve Fund the amounts required by the Resolution to be deposited therein, as approved in the annual budget of the University.

(D) The balance not needed for (A), (B), and (C) above may be applied for optional redemption or purchase of Bonds or any lawful University purposes.

Any withdrawals from the Reserve Account, including disbursements made under a Reserve Account Credit Facility, will be subsequently restored (or, in the case of a Reserve Account Credit Facility, the provider thereof will be reimbursed) from the first revenues available after all required Current Expenses, Administrative Expenses, and current payments for the Sinking Fund, including any deficiencies for prior payments, have been made in full.

Covenants of the Board of Governors

The Board of Governors, on its behalf and on behalf of the University, has additionally covenanted in the Resolution as follows:

(A) That it will punctually pay the Pledged Revenues in the manner and at the times provided in the Resolution and duly and punctually perform and carry out all covenants of and duties imposed upon it by the Resolution.

(B) That in preparing, approving and adopting any budget controlling or providing for the expenditures of funds for each budget period it will allocate, allot and approve from the Parking System Revenues and other available funds the amounts sufficient to pay the Pledged Revenues as provided in the Resolution.

(C) That it will from time to time recommend, fix and include in budgets such revisions to the rentals, fees, and other charges which will produce Parking System Revenues sufficient to pay, when due, 100% of the amounts required under the Resolution.

(D) That it will continue to collect the Parking System Revenues at the rates which are in effect at any particular time.

Additional Parity Bonds

The Resolution provides that Additional Parity Bonds may be issued, but only upon the following terms, restrictions, and conditions:

(A) the proceeds from the proposed Additional Parity Bonds may only be used to acquire and construct capital additions or improvements to the Parking System or to refund outstanding Bonds;

(B) all previously authorized Bonds must have been issued and delivered, or authority for the unused portion of any such previously authorized Bonds must have been canceled;

(C) the Board of Governors must authorize the issuance of the Additional Parity Bonds;

(D) the Board of Administration must approve the fiscal sufficiency of such Additional Parity Bonds;

(E) certificates must be executed by the Board of Governors setting forth (1) the average amount of Pledged Revenues from the two Fiscal Years immediately preceding the issuance of the proposed Additional Parity Bonds, and (2) the Maximum Annual Debt Service on the Bonds then Outstanding and the Additional Parity Bonds then proposed to be issued;

(F) the Board of Governors and the University must be current in all deposits into the various funds and accounts and all payments theretofore required to have been deposited or made by it under the provisions of the Resolution and the Board of Governors and the University must be currently in compliance with the covenants and provisions of the Resolution and any supplemental resolution thereafter adopted for the issuance of Additional Parity Bonds, unless upon the issuance of such Additional Parity Bonds, the Board of Governors and the University will be in compliance with all such covenants and provisions; and

(G) the average amount of Pledged Revenues for the two immediately preceding Fiscal Years, as adjusted as provided for in the Resolution, must be at least equal to 120% of the Maximum Annual Debt Service on the Bonds then Outstanding, and the Additional Parity Bonds then proposed to be issued.

Bonds may be refunded in whole or in part as long as the Additional Parity Bond requirements are complied with, except that refunding bonds with a lower Annual Debt Service Requirement than the Bonds they are refunding do not have to comply with the Additional Parity Bond test set forth in paragraph (G), above.

Additionally, the Resolution provides that for purposes of the Additional Parity Bond test set forth in paragraph (G), above, the Pledged Revenues may be adjusted to reflect rate increases and additions to the Parking System. If, during the two Fiscal Years immediately prior to the issuance of the proposed Additional Parity Bonds the University has increased the rates or fees for the services or facilities of the Parking System, then the average amount of Pledged Revenues will be increased to reflect the Pledged Revenues which would have been derived from the Parking System as if such increase in rates or fees had been in effect during all of such two preceding Fiscal Years. Additionally, if the University has expanded an existing facility or added an additional facility to the Parking System during such time, the Pledged Revenues will be increased to reflect the revenues that would have been derived from such facility if it was a part of the Parking System during all of such two preceding Fiscal Years. Additionally, the revenues from such facilities may also be adjusted for any increase in rates or fees as though they had been in effect during all of such two preceding Fiscal Years.

All of the above terms, conditions and restrictions being complied with, the 2026A Bonds will be issued on a parity with the Outstanding Bonds. Any Additional Parity Bonds subsequently issued in accordance with the Resolution will be on a parity as to lien on the Pledged Revenues with the Outstanding Bonds and the 2026A Bonds.

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PARKING SYSTEM
(Source: Florida State University)

Introduction

Florida State University (the "University") is a comprehensive, graduate-research university, offering undergraduate, graduate, advanced graduate, and professional programs of study. The main university campus is spread over 488 acres in Tallahassee, Florida. The total student body exceeds 46,000, of whom approximately 72% are undergraduates and over 81% are full-time students. Information regarding the University is provided in Appendix D, "Florida State University".

The Parking System includes all parking facilities and transit services for the University's main campus in Tallahassee, Florida. It is a self-supporting auxiliary enterprise operation which does not receive any State financial appropriations. Any expansions or enhancements to the Parking System must be paid from revenues generated by the University's on-campus parking and transportation activities. Parking System Revenues are derived primarily from primarily from three sources: the per-credit hour Transportation Access Fee, included in the tuition and fees charged to all students enrolled in classes on the main campus; parking permit sales; and parking citation fines.

On the main campus, all vehicles must park in accordance with the University's Parking and Traffic Regulations, which require all students, faculty, and staff who park on University property to register their vehicle(s) for a virtual parking permit and pay the appropriate fee, if applicable. Parking permits restrict vehicles to specific parking areas that correspond to the type of parking permit issued. All faculty and staff must pay to purchase a parking permit. Students paying the Transportation Access Fee are able to register for and obtain a student parking permit at no additional cost, which allows them to park in any appropriately marked spaces from 5:45 AM to midnight on weekdays. In recent years, the University has begun offering students the option to purchase reserve permits to access premium parking options and requiring students to purchase overnight permits to park overnight on weekdays to mitigate after-hours use of parking spaces by non-students and reduce nighttime parking congestion. Additionally, commercial vehicles and visitors to the University must either purchase a parking permit or pay to park in designated hourly visitor parking spaces to park on campus. Even vehicles with a permit must pay to park in an hourly space. Generally, there is no permit or hourly space enforcement on weekends. See "Rates and Charges" below for more information on the types of parking permits offered for sale and fees charged for such permits.

The Parking System, through a contract with the City of Tallahassee transit system, operates an on-campus bus service circulating through the campus with scheduled service to all areas of the campus. Additionally, all students, faculty, and staff may ride to campus on the City of Tallahassee transit system from anywhere in the city by showing their FSUCard. This fare-free service is provided seven days a week. According to the Resolution, the expenses associated with the operation and maintenance of the bus service are subordinate to the payment of debt service on the Bonds.

Staffing

The Office Transportation and Parking Services, which is responsible for all aspects of maintaining and administering the University's Parking System, currently employs 22 full-time and 11 part-time staff. The staff, which includes students and non-students, is comprised of the administration office staff, garage and facilities maintenance staff, and parking enforcement and appeals staff.

Parking Facilities

The Parking System currently has 16,484 vehicle spaces on the main campus, which consists of 10,035 surface spaces and 6,449 spaces in six multi-level garages. The majority of vehicle spaces (15,902) are reserved for students, faculty, and staff with parking permits; 8,226 spaces are reserved for students, 4,261 for faculty and staff, and 3,415 are shared between students and faculty and staff. The remaining vehicle spaces consist of service vehicle spaces, visitor lot spaces, hourly spaces, and loading zones. The current ratio of faculty and staff parking spaces to permit holders is 1 parking space for each 1.60 permit holders and the current ratio for student parking spaces to permit holders to is 1 parking space (including 90% of shared spaces) for each 2.43 permit holders.

Capital Improvement Plan

Planned Additions to the Parking System – The Office of Transportation and Parking Services continuously monitors the demand for parking. In addition, the University assesses and considers public transportation services, potential utilization of off-campus parking as needed, the projected growth of the University, and the financial implications of constructing additional facilities as part of the scope in determining whether additional parking is validated and feasible. Following the construction of the 2026A Project, the University currently has no plans to construct additional parking garages or surface lots.

Maintenance of the Parking System – The University utilizes advisory committees to assist the administration in planning goals and objectives for key programs affecting the University. Upon recommendation from the Parking and Transportation Advisory Committee, a routine condition assessment of the Parking System's garages and surface lots is prepared every two years by a professional engineering firm. These assessments are used to monitor the continuing health of Parking System assets and provide a financial estimate for capital repairs needed going forward.

The University maintains a Parking System Maintenance and Equipment Reserve Fund (the "R&R Fund") established by the Resolution for use by the University to pay the cost of unusual or extraordinary maintenance, repairs, renewals, replacements and renovations not paid as part of the ordinary and normal expense of the operation and maintenance of the Parking System. The amount required to be deposited by the University into the R&R Fund is determined annually as part of the development of the annual budget of the University. The University will continue to deposit a percentage of the annual Parking System Revenues into the R&R Fund each year. Historically, this has been approximately 30% of operating revenues. As of June 30, 2026, approximately $4.8 million of the Parking System's fund balance was attributable to the R&R Fund.

Insurance on Facilities

All University facilities, and the contents thereof, are insured under the State Risk Management Trust Fund as required by Chapter 284, Florida Statutes.

Demand for On-Campus Parking

Parking Needs Assessment – Over time the University has shifted its parking philosophy away from the historic model of providing surface parking in lots adjacent to the buildings they serve toward establishing a pedestrian-oriented core on the University's main campus with parking garages near the perimeter of campus. The 2020 Update to the Campus Master Plan continues the shift in parking philosophy to the establishment of a pedestrian-oriented core. In accordance with the 2020 Update, parking within the core of campus has been limited primarily to larger central parking facilities and spaces for service and handicapped vehicles. Several small lots in the core campus have been removed from service and either returned to green space or reserved for building expansion. The University has determined that additional parking spaces are needed to support increased activity in the area that is expected to be generated by the new housing and dining facilities being constructed on the northwest side of the University's main campus, and to replace parking spaces displaced by the construction of these new facilities. The University is constructing the 2026A Project to meet this need.

Daytime Commuting Population – The daily commuting population is approximately 37,664 students and 7,577 faculty and staff. In addition, there is an undeterminable number of visitor, delivery, service, and emergency vehicles that require parking spaces each day. Due to the location of the University, the use of alternative off-campus parking is limited and inconvenient for students, faculty, staff, and visitors.

Parking System Revenues

The operating revenues of the University's Parking System are derived primarily from the Transportation Access Fee, permit sales, and fines from parking citations. The largest source of Parking System revenues is the Transportation Access Fee, which is assessed on a per credit hour basis for all students taking classes on the main campus as a part of tuition at a rate of $8.90 per credit hour. Students who pay the Transportation Access Fee are entitled to register for a free parking permit. The second largest source of revenues is permit sales. Historically, this revenue has primarily been derived from permit sales to faculty and staff and has expanded to include revenues from students purchasing reserved and overnight parking permits. The current rates for the most common types of parking permits are included in "Rates and Charges" below.

For Fiscal Year 2026, the Transportation Access Fee accounted for approximately 64.1% of preliminary Parking System revenues, permit sales represented approximately 24.3%, and parking citations accounted for approximately 9.5%. Variables that most heavily influence these revenues are employment and enrollment levels as well as changes to the amounts charged for various types of parking permits and the Transportation Access Fee.

Rates and Charges

The University sets rates for all parking charges, including the amount of the Transportation Access Fee and the annual costs for the various types of parking permits, by promulgation of a rule outlining such fees and charges. These rates can be adjusted annually to provide the necessary funds to pay the cost of operation and maintenance of the Parking System and to meet any debt service obligations on the Bonds. Pursuant to Article IX, Section 7(e) of the Florida Constitution, increases to fees charged by a State University must be approved by a super-majority (9 of 13 members) of its board of trustees. As a result, increases to the amount charged for the Transportation Access Fee and parking permits, which secure payment of the Bonds, require a super-majority vote by the Board of Trustees. The following table sets forth the annual rates charged for common parking permits, the number of permits sales by type, and the Transportation Access Fee for the past five Fiscal Years; however, parking permits issued at no additional cost to students paying the Transportation Access Fee are not included.

Historical Rate Schedule and Annual Parking Permit Sales by Type and Transportation Access Fee Cost and Credit Hours Assessed

	Fiscal Year Ended June 30,				
Parking Permits by Type[1]	**2022**	**2023**	**2024**	**2025**	**2026**[2]
Faculty/Staff					
No. Permits Sold	5,263	5,440	5,689	5,962	6,212
Annual Permit Cost	$232.56	$232.56	$232.56	$232.56	$232.56
Dean (Faculty/Staff Reserved)					
No. Permits Sold	63	67	77	76	99
Annual Permit Cost	$539.53	$539.53	$539.53	$539.53	$539.53
Emeritus					
No. Permits Sold	288	315	318	313	294
Annual Permit Cost	$13.95	$13.95	$13.95	$13.95	$13.95
Staff Overnight					
No. Permits Sold	88	65	69	64	74
Annual Permit Cost	$116.28	$116.28	$116.28	$116.28	$116.28
Student Overnight[3]					
No. Permits Sold	-	-	-	5,096	5,302
Annual Permit Cost	-	-	-	$279.07	$279.07
Student Reserved[4]					
No. Permits Sold	-	412	495	500	551
Annual Permit Cost	-	$386.05	$386.05	$386.05	$386.05
Commercial Vendor					
No. Permits Sold	195	218	169	349	450
Annual Permit Cost	$302.33	$302.33	$302.33	$302.33	$302.33
Other Permits[5]					
No. Permits Sold	95	88	81	117	221
Annual Permit Cost	$19.53-60.47	$19.53-60.47	$19.53-60.47	$19.53-60.47	$19.53-60.47
Total Permits Sold	**5,992**	**6,605**	**6,898**	**12,477**	**13,203**
Percentage Change	(2.77%)[6]	10.23%	4.44%	80.88%	5.82%
Transportation Access Fee					
Per Credit Hour Rate	$8.90	$8.90	$8.90	$8.90	$8.90
Total Credit Hours	1,066,357	1,044,490	1,037,969	1,046,310	1,076,719
Percentage Change	(0.11%)	(2.05%)	(0.62%)	0.80%	2.91%

1 Annual number of permits issued for each type includes replacement permits issued at no charge and prorated permits. The cost of each type of permit shown excludes applicable State sales tax.
2 Permit sales for Fiscal Year 2026 are preliminary, subject to change.
3 First offered in Fiscal Year 2025.
4 First offered in Fiscal Year 2023.
5 Other permits include motorcycle permits ($54.74), loading zone permits ($19.53), and service vehicle permits ($60.47).
6 Total permit sales decreased in Fiscal Year 2022 due to declining motorcycle permit sales following a policy change allowing faculty, staff, and students who purchase a parking permit for a car to add a motorcycle to their account at no charge.

The Transportation Access Fee has not increased since Fiscal Year 2013 and the annual costs for existing parking permits have not increased since Fiscal Year 2017, resulting in fairly modest changes to year-over-year Parking System revenues. However, additional types of parking permits have been added in recent years, resulting in an increase in both number of permits sold and permit revenues. A student reserved permit was added in Fiscal Year 2023 at a pre-tax cost of $386.05 per year, a student overnight permit was added in Fiscal Year 2025 at a pre-tax cost of $279.07 per year. The overnight student permit has had the most significant impact on Parking System Revenues; with over 5,000 sold in each of the last two Fiscal

Years, these permits have increased revenues by more than $1.4 million annually. See "PARKING SYSTEM – Selected Historical Financial Information" herein for more information on annual revenue collections.

The University's Office of Transportation and Parking Services does not prepare a formal projection of parking permit sales by category. There have been no changes to the types of parking permits offered for Fiscal Year 2027. Additionally, the University does not currently have any plans to increase the per credit hour rate of the Transportation Access Fee or the annual costs of parking permits during the next five Fiscal Years.

Collection and Enforcement

The University collects payments for faculty and staff parking permits on a continuous basis. Faculty and staff may elect to purchase an annual permit or a permanent permit, which is valid for the term of employment and is paid for by a bi-weekly payroll deduction or by one-time payment from employee paid annually. The University collects payments for reserved and overnight student parking permits on a continuous basis as online orders are received. Students may elect to purchase an annual permit online at the beginning of the fall semester that is valid for twelve months or they can purchase a prorated permit any time thereafter that is valid through the following August 15th. The Transportation Access Fee is assessed on a per credit hour basis and collected as part of the tuition payment and registration process at the beginning of each term. Peak times for revenues collected for this process are September in the fall term, January in the spring term, and May and July in the two summer terms. In addition, students may opt to purchase reserved parking or overnight permits.

Parking fines are levied on any vehicle parked on campus without the proper permit during restricted hours on weekdays; those persons found to be in violation of the regulations may be given a citation (parking ticket) ranging from $50 to $250, depending upon the offense. The University requires full payment of such fines unless an appeal is made to the Parking Violations Appeals Court within 30 days of the date of issuance of the citation. If a parking citation is not appealed or paid within thirty days from the date of issuance, the person is automatically adjudicated guilty and a $10 late fee is added to the outstanding parking fine. The charges are then transferred into the University Central Accounts Receivable records. If the charges are not settled, further class registration will be suspended, and the student's records will not be released. Vehicles may be impounded for unpaid citations. After impoundment, these vehicles are held until all previously incurred fines are paid in full. Any unpaid fines are classified as a debt to the University and diplomas and transcripts of the student incurring the fine are withheld until all fines have been paid. Unpaid fines incurred by faculty and staff members can be deducted from their paychecks. Over the past five years, the collection rates for all parking fines have averaged 91% of the fines assessed.

Budgetary Information

The budgetary process for the University Parking System is implemented by the Department of Business Services and follows the guidelines issued by the Budget Office as related to spending authorization. Within the Department of Business Services an annual operating budget is developed for the Parking System. Monthly financial statements are prepared for distribution to the Director of Transportation and Parking, the Director of Business Services, and the Vice-President of Finance and Administration. These financial statements are prepared on an accrual basis of accounting and are monitored on a monthly basis to determine how effectively the Parking System is meeting budgeted projections of revenues and expenses. Modifications to the budgeted goals and objectives are made when deemed necessary based on revenue and expenditures being under or over projected goals. All Parking System Revenues are held in an Auxiliary Trust Fund under the control of the Board of Trustees. The Parking System does not budget for depreciation, amortization of deferred finance charges or bond premiums and discounts. These items are reported at the University wide level.

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The following table sets forth the Parking System's operating budget and actual results for Fiscal Year 2025, which have been prepared by the University on a cash basis for internal management purposes and have not been audited.

Comparison of Parking System Budget to Actual

	Fiscal Year 2025		
	Budget	**Actual**	**Variance**
Operating Revenues			
Sales and Service	$13,361,779	$14,231,528	$869,749
Total Operating Revenues	$13,361,779	$14,231,528	$869,749
Operating Expenses			
Salaries and Related Benefits	$1,847,055	$1,810,145	$36,910
Expenses[1]	9,610,333	8,784,743	825,590
Depreciation[2]	-	2,016,836	(2,016,836)
Total Operating Expenses	$11,457,388	$12,611,724	($1,154,336)
Operating Income	$1,904,391	$1,619,804	($284,587)
Non-operating Revenues (Expenses)			
Investment Income	$270,391	$857,431	$587,040
Other Income (Expense)[3]	-	57,376	57,376
Interest Expense[4]	(567,000)	(73,349)	493,651
Total Non-operating Revenues (Expenses)	($296,609)	$841,458	$1,138,067
Income Before Transfers	$1,607,782	$2,461,262	$853,480
Change in Net Assets	$1,607,782	$2,461,262	$853,480
Total Net Assets, beginning of year	65,319,979	65,319,979	-
Total Net Assets, end of year	$66,927,761	$67,781,241	$853,480

1 Includes expenses related to the operation of a shuttle system which are not considered to be Current Expenses of the Parking System for purposes of calculating Pledged Revenues and are subordinate to the payment of debt service on the Bonds.
2 These financial statement categories were not budgeted by Parking Services but consist of transactions and/or accounting entries made by the University's Controllers Office on behalf of Parking Services.
3 Includes certain transfers that are reclassified as non-operating revenues/expenses, which are not budgeted for.
4 Includes only the interest portion of budgeted debt service payments for purposes of this comparison. The Parking System budgets for principal and interest payments.

Selected Historical Financial Information

The following two tables set forth selected historical financial information for the Parking System for the past five Fiscal Years. The financial information for the Parking System was prepared by the University for internal management purposes as an integral part of the University's financial statements and was not independently audited. The activities of the Parking System are included in the University financial statements which are audited by the State Auditor General's office. The University's audited financial statements for Fiscal Year 2025, and Parking System unaudited financial statements for Fiscal Year 2025, are reproduced herein as Appendices E and F, respectively.

The information provided in the following two tables has been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America applicable to public colleges and universities as prescribed by the Governmental Accounting Standards Board ("GASB"). GASB allows public universities various reporting options. The University has elected to report as an entity engaged in only business-type activities. This election requires the adoption of the accrual basis of accounting and entity-wide reporting. As a result, the financial statements prepared for the Fiscal Years presented below include depreciation expense, assets and related liabilities from the investment in plant group, and construction assets, liabilities, and related financial activity. In addition, the balance sheets have been replaced by the statement of net assets, and the statement of changes in fund balance has been replaced by the statement of revenues, expenses, and changes in net assets.

Florida State University Parking System
Statement of Net Position
(Unaudited)

	At June 30,				
Assets	**2021**	**2022**	**2023**	**2024**	**2025**
Current Assets:					
Cash and cash equivalents	$45,108	$34,637	$51,333	$609,061	$123,597
Investments	9,523,946	10,044,955	11,361,231	11,285,585	10,397,747
Accounts receivable, net	287,320	339,972	426,464	461,362	423,781
Interest and dividends receivable	8,505	10,726	20,417	9,074	13,627
Due from component unit	-	1,965	1,762	-	-
Total Current Assets	**$9,864,879**	**$10,432,255**	**$11,861,207**	**$12,365,082**	**$10,958,752**
Noncurrent Assets:					
Cash and cash equivalents	-	-	-	-	$107,806
Restricted Investments	$2,589,275	$3,551,207	$3,151,207	$3,650,366	6,378,011
Capital assets, net of accumulated depreciation	63,576,508	61,697,057	59,824,555	58,153,978	56,953,175
Total Noncurrent Assets	**$66,165,783**	**$65,248,264**	**$62,975,762**	**$61,804,344**	**$63,438,992**
Total Assets	**$76,030,662**	**$75,680,519**	**$74,836,969**	**$74,169,426**	**$74,397,744**
Liabilities					
Current Liabilities:					
Accounts payable	$251,951	$171,207	$546,010	$285,002	$536,135
Construction contracts payable	-	10,200	-	86,736	146,469
Accrued salaries and wages payable	20,822	30,197	37,424	38,768	45,486
Bonds payable, current portion	3,629,441	3,219,441	2,319,441	2,419,441	1,540,569
Compensated Absences Payable	7,884	8,105	10,050	11,530	-
Total Current Liabilities	**$3,910,098**	**$3,439,150**	**$2,912,925**	**$2,841,477**	**$2,268,659**
Noncurrent Liabilities:					
Bonds payable, long-term portion	$13,846,737	$10,627,296	$8,307,855	$5,888,413	$4,347,844
Compensated absences payable	105,073	96,152	109,954	119,557	-
Total Noncurrent Liabilities	**$13,951,810**	**$10,723,448**	**$8,417,809**	**$6,007,970**	**$4,347,844**
Total Liabilities	**$17,861,908**	**$14,162,598**	**$11,330,734**	**$8,849,447**	**$6,616,503**
Net Position					
Invested in capital assets, net of related debt	$46,100,330	47,850,320	$49,197,259	$49,846,123	$51,064,762
Restricted for debt service	44,996	47,684	65,491	21,167	163,228
Restricted for capital projects	-	275,585	345,145	681,321	3,034,969
Restricted for renewal and replacement	2,547,121	3,220,766	2,746,120	2,864,043	3,146,448
Unrestricted	9,476,307	10,123,566	11,152,220	11,907,325	10,371,834
Total Net Position	**$58,168,754**	**$61,517,921**	**$63,506,235**	**$65,319,979**	**$67,781,241**

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Florida State University Parking System
Statement of Revenues, Expenses and Changes in Net Position
(Unaudited)

	Fiscal Year ended June 30,				
Operating Revenues	**2021**	**2022**	**2023**	**2024**	**2025**
Transportation Access Fee	$9,500,711	$9,490,575	$9,295,957	$9,237,927	$9,312,157
Citations	514,825	1,125,548	1,081,315	1,255,498	1,112,281
Permits	1,413,873	1,624,903	1,864,130	2,026,044	3,505,052
Meters and pay lots	19,320	103,744	102,462	173,668	178,675
Other	64,313	112,854	119,763	122,609	123,363
Total Operating Revenues	**$11,513,042**	**$12,457,624**	**$12,463,627**	**$12,815,746**	**$14,231,528**
Operating Expenses					
Salaries and related benefits	$1,238,254	$1,304,916	$1,497,381	$1,675,546	$1,810,145
Services and Supplies[1]	3,884,820	6,057,515	7,115,342	7,809,115	8,205,766
Depreciation[2]	1,948,349	1,944,106	1,952,525	1,966,672	2,016,836
Administrative Overhead[2]	166,251	408,799	224,321	393,757	578,977
Total Operating Expenses	**$7,237,674**	**$9,715,336**	**$10,789,569**	**$11,845,090**	**$12,611,724**
Operating Income	**$4,275,368**	**$2,742,288**	**$1,674,058**	**$970,656**	**$1,619,804**
Non-Operating Revenues (Expenses)					
Investment income	$205,117	$116,352	$317,959	$829,782	$857,431
Unrealized gain on investments	(463,164)	(546,268)	424,413	306,323	19,277
Interest expense	(868,676)	(460,677)	(211,177)	(61,177)	(73,349)
Other non-operating revenues/expenses	3,631,004	1,497,472	(216,939)	(231,840)	38,099
Total Non-Operating Revenues (Expenses)	**$2,504,281**	**$606,879**	**$314,256**	**$843,088**	**$841,458**
Income before transfers	$6,779,649	$3,349,167	$1,988,314	$1,813,744	$2,461,262
Change in Net Position	$6,779,649	$3,349,167	$1,988,314	$1,813,744	$2,461,262
Total Net Position, beginning of year	$51,389,105	$58,168,754	$61,517,921	$63,506,235	$65,319,979
Total Net Position, end of year	$58,168,754	$61,517,921	$63,506,235	$65,319,979	$67,781,241

[1] Includes cost of operating the transit/bus system of $1,896,760 in Fiscal Year 2021; $5,528,910 in Fiscal year 2022; $5,004,273 in Fiscal Year 2023; $5,405,526 in Fiscal Year 2024; and $5,420,350 in Fiscal Year 2025. These expenses are excluded from Current Expenses for the purpose of calculating Pledged Revenues.

[2] Not included in Current Expenses for purposes of calculating Pledged Revenues.

Summary of Historical Financial Condition and Results of Operations

The operation of the Parking System depends on revenues collected from the student transportation access fee, parking fines, permit sales, meter and pay lots, and other miscellaneous revenues. Operating expenses primarily include costs associated with salaries, utilities, operation of the transit system (which are subordinated to the payment of debt service), supplies and general maintenance and upkeep of the Parking System facilities. Non-operating expenses include those necessary for the capital improvements to the facilities. Net revenues of the Parking System after providing for the payment of operating expenses (net of transit system expenses) are pledged to satisfy the debt service obligations on the Outstanding Bonds.

For Fiscal Year 2021, total operating revenue totaled $11.5 million, representing a 5.9% decrease as compared to the prior Fiscal Year, primarily due to a decrease in citations and permits issued due to a reduced on-campus presence in response to the COVID-19 pandemic. Operating expenses totaled $7.2 million for Fiscal Year 2021, representing a decrease of $1.4 million, or 16.6%, as compared to the prior Fiscal Year, mainly due to planned reductions in services and supplies expenses in response to the COVID-19 pandemic.

For Fiscal Year 2022, total operating revenue totaled $12.5 million, representing an 8.2% increase as compared to the prior Fiscal Year, primarily due to an increase in citations and permits issued due to an increase in on-campus activity as the University transitioned into a post-pandemic environment. Operating expenses totaled $9.7 million for Fiscal Year 2022, representing an increase of $2.5 million, or 34.2%, as compared to the prior Fiscal Year, mainly driven by additional transit expenses due to an increase in on-campus activity as the University transitioned into a post-pandemic environment.

For Fiscal Year 2023, total operating revenue totaled $12.5 million and was relatively flat as compared to the prior Fiscal Year. Operating expenses totaled $10.79 million for Fiscal Year 2023, representing an increase of $1.1 million, or 11.1%, as compared to the prior Fiscal Year, due in part to increases in demand and costs for goods and services.

For Fiscal Year 2024, total operating revenue totaled $12.8 million, representing 2.8% increase as compared to the prior Fiscal Year, due to increases in citation, permit, and meter and pay lot revenues. Citation revenue increased due to the addition of a fourth enforcement vehicle put in service in January 2024, permit revenue increased due to growth in the overall number university personnel, and meter and pay lot revenue increased due to an increase in the base rate fee plus the implementation of a graduated fee structure. Operating expenses totaled $11.8 million for Fiscal Year 2024, representing an increase of $1.1 million, or 9.8%, as compared to the prior Fiscal Year. Salaries and employee benefits increased by 11.9% due to increases in staff salaries, minimum wage, and filled vacancies. Additionally, services and supplies increased by 9.8%, primarily due to the acquisition and installation of magnet barrier gates as well as increases in equipment and vehicle maintenance.

For Fiscal Year 2025, total operating revenue totaled $14.2 million, an increase of $1.4 million, or 11.0%, as compared to the prior Fiscal Year, primarily as a result of an increase to permit revenue of $1.5 million due to the introduction of overnight student parking permits. See "PARKING SYSTEM – Rates and Charges" for additional information on permit sales. Operating expenses totaled $12.6 million for Fiscal Year 2025 representing an increase of $0.8 million, or 6.5%, as compared to Fiscal Year 2024 due primarily to an 8% increase in salaries and employee benefits and a 5.1% increase in services and supplies expenses primarily from non-recurring contractual services.

Total net position of the Parking System has increased by approximately $9.6 million, or 16.5%, over the five-year period from Fiscal Year 2021 through Fiscal Year 2025. This includes an increase of $0.9 million, or 9.5%, in Unrestricted Net Position over this five-year period from $9.5 million as of June 30, 2021, to $10.4 million as of June 30, 2025.

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Historical Pledged Revenues and Debt Service Coverage

Historical operating results of the Parking System, Pledged Revenues, and debt service coverage ratios for Fiscal Years 2021 through 2025 are presented in the table below.

Historical Pledged Revenues and Debt Service Coverage

	Fiscal Year ended June 30,				
	2021	**2022**	**2023**	**2024**	**2025**
Operating Revenues					
Transportation Access Fee	$9,500,711	$9,490,575	$9,295,957	$9,237,927	$9,312,157
Citations	514,825	1,125,548	1,081,315	1,255,498	1,112,281
Permits	1,413,873	1,624,903	1,864,130	2,026,044	3,505,052
Meters, Pay Lots and Other Revenues	83,633	216,598	222,225	296,277	302,038
Total Operating Revenues	**$11,513,042**	**$12,457,624**	**$12,463,627**	**$12,815,746**	**$14,231,528**
Operating Expenses	$7,237,674	$9,715,336	$10,789,569	$11,845,090	$12,611,724
Less: Depreciation Expense	(1,948,349)	(1,944,106)	(1,952,525)	(1,966,672)	(2,016,836)
Less: Subordinate Transit Expenses	(1,896,760)	(5,528,910)	(5,004,273)	(5,405,526)	(5,420,350)
Less: Subordinate Administrative Overhead	(166,251)	(408,799)	(224,321)	(393,757)	(578,977)
Current Expenses[1]	**$3,226,314**	**$1,833,521**	**$3,608,450**	**$4,079,135**	**$4,595,561**
Net Operating Revenue	$8,286,728	$10,624,103	$8,855,177	$8,736,611	$9,635,967
Plus: Investment Income[2]	$203,678	$111,783	$298,556	$810,198	$852,193
Pledged Revenues	**$8,490,406**	**$10,735,886**	**$9,153,733**	**$9,546,809**	**$10,488,160**
Debt Service					
Annual Debt Service	$4,737,257	$4,317,250	$3,657,750	$2,607,750	$2,602,750
Maximum Annual Debt Service[3]	$4,737,257	$4,317,250	$3,657,750	$2,607,750	$2,602,750
Debt Service Coverage					
Annual Debt Service	1.79x	2.49x	2.50x	3.66x	4.03x
Maximum Annual Debt Service	1.79x	2.49x	2.50x	3.66x	4.03x
Net Revenues After Debt Service[4]	$3,753,149	$6,418,636	$5,495,983	$6,939,059	$7,885,410

1 Excludes depreciation and costs related to the operation of the transit system per the Resolution.
2 Investment income presented in this table includes only interest earned on the operating account of the Parking System.
3 For Fiscal Years 2021 through 2025, Maximum Annual Debt Source occurred in that Fiscal Year.
4 Amount available for the operation of the transit system and other non-operating expenses.

Projected Pledged Revenues and Debt Service Coverage

The following table shows the projected debt service coverage for the most recently completed Fiscal Year 2026 and the current and next three Fiscal Years for the Outstanding Bonds and the 2026A Bonds based on projected Parking System revenues and expenses which have been prepared by the University. The final operating revenues and operating expenses for Fiscal Year 2026 are not yet available. Projected revenues are based on the University's expectation to keep fees flat over the period and conservatively assume no increase in either annual permit sales or Transportation Access Fee credit hours. Projected operating expenses assume an annual escalator assumption of 3%, with additional expenses projected in Fiscal Year 2028 due to the opening of the Project. **The below 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.**

Projected Pledged Revenues and
Debt Service Coverage

	Fiscal Year ending June 30,				
	2026	**2027**	**2028**	**2029**	**2030**
Operating Revenues					
Transportation Access Fee	$9,356,960	$9,356,960	$9,356,960	$9,356,960	$9,356,960
Citations	1,117,633	1,117,633	1,117,633	1,117,633	1,117,633
Permits	3,521,916	3,521,916	3,521,916	3,521,916	3,521,916
Meters, Pay Lots and Other Revenues	303,491	303,491	303,491	303,491	303,491
Total Operating Revenues	**$14,300,000**	**$14,300,000**	**$14,300,000**	**$14,300,000**	**$14,300,000**
Operating Expenses	$12,990,076	$13,379,778	$14,531,171	$14,967,106	$15,416,120
Less: Depreciation Expense	(2,077,341)	(2,139,661)	(2,203,851)	(2,269,967)	(2,338,066)
Less: Subordinate Transit Expenses	(5,582,961)	(5,750,449)	(5,922,963)	(6,100,652)	(6,283,671)
Less: Subordinate Administrative Overhead	(596,346)	(614,237)	(632,664)	(651,644)	(671,193)
Current Expenses[1]	**$4,733,428**	**$4,875,431**	**$5,771,694**	**$5,944,844**	**$6,123,190**
Net Operating Revenue	$9,566,572	$9,424,569	$8,528,306	$8,355,156	$8,176,810
Plus: Investment Income[2]	$200,000	$206,000	$212,180	$218,545	$225,102
Pledged Revenues	**$9,766,572**	**$9,630,569**	**$8,740,486**	**$8,573,701**	**$8,401,912**
Debt Service					
Annual Debt Service	$1,827,750	$2,533,380	$2,859,244	$2,853,994	$2,854,994
Maximum Annual Debt Service[3]	$1,827,750	$2,859,244	$2,859,244	$2,856,744	$2,856,744
Debt Service Coverage					
Annual Debt Service	5.34x	3.80x	3.06x	3.00x	2.94x
Maximum Annual Debt Service	5.34x	3.37x	3.06x	3.00x	2.94x
Net Revenues After Debt Service[4]	$7,738,822	$6,891,189	$5,669,063	$5,501,163	$5,321,816

1 Excludes depreciation and costs related to the operation of the transit system per the Resolution.
2 Investment income presented in this table includes only interest earned on the operating account of the Parking System.
3 Following the issuance of the 2026A Bonds in Fiscal Year 2027, Maximum Annual Debt Service occurs in Fiscal Year 2028 and then in Fiscal Year 2031.
4 Amount available for the operation of the transit system and other non-operating expenses.

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SCHEDULE OF DEBT SERVICE

The table below shows the debt service on the Outstanding Bonds, as well as the debt service on the 2026A Bonds and the total debt service.

Fiscal Year	Outstanding Bonds	Debt Service on the 2026A Bonds[1] Principal	Interest	Total	Total Debt Service
2026	$1,827,750	-	-	-	$1,827,750
2027	996,000	$620,000	$917,380	$1,537,380	2,533,380
2028	1,002,000	780,000	1,077,244	1,857,244	2,859,244
2029	995,750	820,000	1,038,244	1,858,244	2,853,994
2030	997,750	860,000	997,244	1,857,244	2,854,994
2031	997,500	905,000	954,244	1,859,244	2,856,744
2032	-	950,000	908,994	1,858,994	1,858,994
2033	-	1,000,000	861,494	1,861,494	1,861,494
2034	-	1,050,000	811,494	1,861,494	1,861,494
2035	-	1,100,000	758,994	1,858,994	1,858,994
2036	-	1,155,000	703,994	1,858,994	1,858,994
2037	-	1,215,000	646,244	1,861,244	1,861,244
2038	-	1,275,000	585,494	1,860,494	1,860,494
2039	-	1,335,000	521,744	1,856,744	1,856,744
2040	-	1,405,000	454,994	1,859,994	1,859,994
2041	-	1,460,000	398,794	1,858,794	1,858,794
2042	-	1,520,000	340,394	1,860,394	1,860,394
2043	-	1,580,000	279,594	1,859,594	1,859,594
2044	-	1,645,000	216,394	1,861,394	1,861,394
2045	-	1,710,000	148,538	1,858,538	1,858,538
2046	-	1,785,000	75,863	1,860,863	1,860,863
Total	**$6,816,750**	**$24,170,000**	**$12,697,373**	**$36,867,373**	**$43,684,123**

PROVISIONS OF STATE LAW

Bonds Legal Investment for Fiduciaries

The State Bond Act provides that all bonds issued by the Division are legal investments for state, county, municipal or other public funds, and for banks, savings banks, insurance companies, executors, administrators, trustees, and all other fiduciaries and also are securities eligible as collateral deposits for all state, county, municipal, or other public funds.

Negotiability

The 2026A Bonds will have all the qualities and incidents of negotiable instruments under the Uniform Commercial Code – Investment Securities Law of the State.

TAX MATTERS

Federal Tax Treatment of the 2026A Bonds

The Internal Revenue Code of 1986, as amended (the "Code") establishes certain requirements which must be met subsequent to the issuance and delivery of the 2026A Bonds in order that interest on the 2026A Bonds be and remain excluded from gross income for purposes of federal income taxation. Non-compliance may cause interest on the 2026A Bonds to be included in federal gross income retroactive to the date of issuance of the 2026A Bonds, regardless of the date on which such non-compliance occurs or is ascertained. These requirements include, but are not limited to, provisions which prescribe yield and other limits within which the proceeds of the 2026A Bonds and the other amounts are to be invested and require that certain investment earnings on the foregoing must be rebated on a periodic basis to the Treasury Department of the United States. The Board of Governors, the Division, the Board of Administration, and the University have covenanted to comply with such requirements in order to maintain the exclusion from federal gross income of the interest on the 2026A Bonds.

In the opinion of Bond Counsel, assuming compliance with certain covenants, under existing laws, regulations, judicial decisions and rulings, interest on the 2026A Bonds is excludable from gross income for purposes of federal income tax purposes under Section 103 of the Code and is not an item of tax preference for purposes of the federal alternative minimum tax; however, interest on the 2026A Bonds may be taken into account for the purpose of computing the alternative minimum tax imposed on certain corporations.

Except as described above, Bond Counsel will express no opinion regarding other federal income tax consequences resulting from the ownership of, receipt or accrual of interest on, or disposition of 2026A Bonds. Prospective purchasers of 2026A Bonds should be aware that the ownership of 2026A Bonds may result in collateral federal income tax consequences, including (i) the denial of a deduction for interest on indebtedness incurred or continued to purchase or carry 2026A Bonds; (ii) the reduction of the loss reserve deduction for property and casualty insurance companies by fifteen percent (15%) of certain items, including interest on 2026A Bonds; (iii) the inclusion of interest on 2026A Bonds in earnings of certain foreign corporations doing business in the United States for purposes of the branch profits tax; (iv) the inclusion of interest on 2026A Bonds in passive income subject to federal income taxation of certain Subchapter S corporations with Subchapter C earnings and profits at the close of the taxable year; and (v) the inclusion of interest on 2026A Bonds in "modified adjusted gross income" by recipients of certain Social Security and Railroad Retirement benefits for the purposes of determining whether such benefits are included in gross income for federal income tax purposes.

As to questions of fact material to the opinion of Bond Counsel, Bond Counsel will rely upon representations and covenants made on behalf of the Board of Governors, the Division, the Board of Administration, and the University, certificates of appropriate officers and certificates of public officials (including certifications as to the use of proceeds of the 2026A Bonds and of the property financed or refinanced thereby), without undertaking to verify the same by independent investigation.

PURCHASE, OWNERSHIP, SALE OR DISPOSITION OF THE 2026A BONDS AND THE RECEIPT OR ACCRUAL OF THE INTEREST THEREON MAY HAVE ADVERSE FEDERAL TAX CONSEQUENCES FOR CERTAIN INDIVIDUAL AND CORPORATE BONDHOLDERS, INCLUDING, BUT NOT LIMITED TO, THE CONSEQUENCES DESCRIBED ABOVE. PROSPECTIVE PURCHASERS AND BONDHOLDERS SHOULD CONSULT WITH THEIR TAX SPECIALISTS FOR INFORMATION IN THAT REGARD.

Information Reporting and Backup Withholding

Interest paid on tax-exempt bonds such as the 2026A Bonds is subject to information reporting to the Internal Revenue Service in a manner similar to interest paid on taxable obligations. This reporting requirement does not affect the excludability of interest on the 2026A Bonds from gross income for federal income tax purposes. However, in conjunction with that information reporting requirement, the Code subjects certain non-corporate owners of 2026A Bonds, under certain circumstances, to "backup withholding" at the rate specified in the Code with respect to payments on the 2026A Bonds and proceeds from the sale of 2026A Bonds. Any amount so withheld would be refunded or allowed as a credit against the federal income tax of such owner of Bonds. This withholding generally applies if the owner of 2026A Bonds (i) fails to furnish the payor such owner's social security number or other taxpayer identification number ("TIN"); (ii) furnished the payor an incorrect TIN; (iii) fails to properly report interest, dividends, or other "reportable payments" as defined in the Code; or (iv) under certain circumstances, fails to provide the payor or such owner's securities broker with a certified statement, signed under penalty of perjury, that the TIN provided is correct and that such owner is not subject to backup withholding. Prospective purchasers of the 2026A Bonds may also wish to consult with their tax advisors with respect to the need to furnish certain taxpayer information in order to avoid backup withholding.

Other Tax Matters

During recent years, legislative proposals have been introduced in Congress, and in some cases enacted, that altered certain federal tax consequences resulting from the ownership of obligations that are similar to the 2026A Bonds. Similar proposals may also be considered by the State legislature. In some cases, these proposals have contained provisions that altered these consequences on a retroactive basis. Such alteration of federal tax consequences may have affected the market value of obligations similar to the 2026A Bonds. From time to time, legislative proposals are pending which could have an effect on both the federal tax consequences resulting from ownership of the 2026A Bonds and their market value. No assurance can be given that legislative proposals will not be enacted that would apply to, or have an adverse effect upon, the 2026A Bonds.

Prospective purchasers of the 2026A Bonds should consult their own tax advisors as to the tax consequences of owning the 2026A Bonds in their particular state or local jurisdiction and regarding any pending or proposed federal or state tax legislation, regulations, or litigation, as to which Bond Counsel expresses no opinion.

Tax Treatment of Original Issue Discount and Premium

The 2026A Bonds maturing in the years 2041 through 2046, both inclusive (collectively, the "Discount Bonds"), were offered and sold to the public at an original issue discount. Under the Code, the difference between the maturity amount of the Discount Bonds and the initial offering price to the public, excluding bond houses, brokers or similar persons or organizations acting in the capacity of underwriters or wholesalers, at which price a substantial amount of the Discount Bonds of the same maturity and, if applicable, interest rate, was sold is "original issue discount." Original issue discount will accrue over the term of the Discount Bonds at a constant interest rate compounded periodically. A purchaser who acquires the Discount Bonds in the initial offering at a price equal to the initial offering price thereof to the public will be treated as receiving an amount of interest excludable from gross income for federal income tax purposes equal to the original issue discount accruing during the period he or she holds the Discount Bonds, and will increase his or her adjusted basis in the Discount Bonds by the amount of such accruing discount for purposes of determining taxable gain or loss on the sale or disposition of the Discount Bonds. The federal income tax consequences of the purchase, ownership and redemption, sale or other disposition of the Discount Bonds which are not purchased in the initial offering at the initial offering price may be determined according to rules which differ from those above.

The 2026A Bonds maturing in the years 2027 through 2039, both inclusive (collectively, the "Premium Bonds"), were offered and sold to the public at a price in excess of their stated redemption price (the principal amount) at maturity. The difference between the principal amount of the Premium Bonds and the initial offering price to the public (excluding bond houses, brokers or similar persons or organizations acting in the capacity of underwriters or wholesalers) at which price a substantial amount of such Premium Bonds of the same maturity and, if applicable, interest rate, was sold constitutes to an initial purchaser amortizable bond premium, which is not deductible from gross income for federal income tax purposes. The amount of amortizable bond premium for a taxable year is determined actuarially on a constant interest rate basis over the term of each of the Premium Bonds, which ends on the earlier of the maturity or call date for each of the Premium Bonds which minimizes the yield on such Premium Bonds to the purchaser. For purposes of determining gain or loss on the sale or other disposition of a Premium Bond, an initial purchaser who acquires such obligation in the initial offering is required to decrease such purchaser's adjusted basis in such Premium Bond annually by the amount of amortizable bond premium for the taxable year. The amortization of bond premium may be taken into account as a reduction in the amount of tax-exempt income for purposes of determining various other tax consequences of owning such Premium Bonds.

PROSPECTIVE PURCHASERS AND BONDHOLDERS OF ANY SUCH DISCOUNT BONDS OR PREMIUM BONDS SHOULD CONSULT THEIR OWN TAX ADVISORS WITH RESPECT TO THE PRECISE DETERMINATION FOR FEDERAL INCOME TAX PURPOSES OF ORIGINAL ISSUE DISCOUNT AND AMORTIZABLE BOND PREMIUM, AS APPLICABLE, THE TREATMENT UPON THE SALE, REDEMPTION, OR OTHER DISPOSITION OF DISCOUNT BONDS OR PREMIUM BONDS, AS APPLICABLE, AND THE STATE AND LOCAL TAX CONSEQUENCES OF OWNING AND DISPOSING OF DISCOUNT BONDS OR PREMIUM BONDS, AS APPLICABLE.

State Taxes

The 2026A Bonds and the income therefrom are not subject to any taxation by the State or any county, municipality, political subdivision, agency, or instrumentality of the State, except estate taxes imposed by Chapter 198, Florida Statutes, as amended, and net income and franchise taxes imposed by Chapter 220, Florida Statutes, as amended.

Florida laws governing the imposition of estate taxes do not provide for an exclusion of state or local bonds from the calculation of the value of the gross estate for tax purposes. Florida's estate tax is generally calculated on the basis of the otherwise unused portion of the federal credit allowed for state estate taxes. Under Chapter 198, Florida Statutes, all values for state estate tax purposes are as finally determined for federal estate tax purposes. Since state and local bonds are included in the valuation of the gross estate for federal tax purposes, such obligations would be included in such calculation for Florida estate tax purposes. Prospective owners of the 2026A Bonds should consult their own attorneys and advisors for the treatment of the ownership of the 2026A Bonds for estate tax purposes.

The 2026A Bonds and the income therefrom are subject to the tax imposed by Chapter 220 on interest, income, or profits on debt obligations owned by corporations and other specified entities.

MISCELLANEOUS

Investment of Funds

Funds held pursuant to the Resolution – The Resolution directs the manner in which amounts held in the various funds may be invested. At closing, the net proceeds the 2026A Bonds will be deposited into the 2026A Project Construction Fund to pay the costs of the 2026A Project as described under the heading "PURPOSE OF THE ISSUE" above. After collection, the Pledged Revenues are transferred to the Revenue Fund, which is held by the University, and amounts required for debt service are transferred to the Sinking Fund held by the Board of Administration and invested, as described below. Monies remaining in the Revenue Fund may be invested pursuant to the University's investment management policy, which includes, but is not limited to, being invested in the State Treasury's special purpose investment account.

Investment by the Chief Financial Officer – Funds held in the State Treasury are invested by internal and external investment managers. As of December 31, 2025, the ratio was approximately 43% internally managed funds, approximately 55.6% externally managed funds, approximately 0.4% in Certificates of Deposit, and approximately 1% in an externally managed Securities Lending program. The total portfolio market value on December 31, 2025, was approximately $60.6 billion.

Under State law, the Treasury is charged with investing funds of each State agency and the judicial branch. As of December 31, 2025, approximately $54.9 billion of the investments in the Treasury consisted of accounts held by State agencies that are required by law to maintain their investments in the Treasury; additionally, approximately $5.2 billion as of this date consisted of moneys held by certain boards, associations, or entities created by the State Constitution or by State law that are not required to maintain their investments with the Treasury and are permitted to withdraw these funds from the Treasury.

As provided by State law, the Treasury must be able to timely meet all disbursement needs of the State. Accordingly, the Treasury allocates its investments to provide for estimated disbursements plus a cushion for liquidity in instances of greater than expected disbursement demand. To this end, a portion of Treasury's investments are managed for short term liquidity and preservation of principal. The remainder is managed to obtain maximum yield, given the safety parameters of State law and Treasury's Comprehensive Investment Policy. Investments managed for short term liquidity and preservation of principal are managed "internally" by Treasury personnel. The majority of investments managed for a maximum return are managed by "external" investment companies hired by the State.

The Externally Managed Investment Program provides long-term value while limiting risk appropriately and provides a backup source of liquidity. External investment strategy focuses on medium- and long-term fixed income securities, rather than money market instruments, in order to take advantage of higher returns historically achieved by such securities. Portfolio managers are hired to actively manage funds. These funds may be invested in U.S. Treasury government agency obligations, investment grade corporate debt, municipal debt, mortgage-backed securities, asset backed securities, and U.S. dollar denominated investment grade foreign bonds that are registered with the Securities and Exchange Commission. The managers may also use leveraging techniques such as forward purchase commitments, and interest rate futures.

Investment by the Board of Administration – The Board of Administration manages investment of assets on behalf of the members of the Florida Retirement System (the "FRS") Defined Benefit Plan. It also acts as sinking fund trustee for most State bond issues and oversees the management of FRS Investment Plan investment options, Florida Hurricane Catastrophe Fund moneys, a short-term investment pool for local governments, and smaller trust accounts on behalf of third-party beneficiaries.

The Board of Administration adopts specific investment policy guidelines for the management of its funds which reflect the long-term risk, yield, and diversification requirements necessary to meet its fiduciary obligations. As of December 31, 2025, the Board of Administration directed the investment and administration of 30 funds.

As of December 31, 2025, the total market value of the FRS (Defined Benefit) Trust Fund was approximately $222.5 billion. The Board of Administration pursues an investment strategy which allocates assets to different investment types. The long-term objective is to meet liability needs as determined by actuarial assumptions. Asset allocation levels are determined by the liquidity and cash flow requirements of the FRS, absolute and relative valuations of the asset class investments, and opportunities within those asset classes. Funds are invested internally and externally under a Defined Benefit Plan Investment Policy Statement.

The Board of Administration uses a variety of derivative products as part of its overall investment strategy. These products are used to manage risk or to execute strategies more efficiently or more cost effectively than could be done in the cash markets. They are not used to speculate in the expectation of earning extremely high returns. Any of the products used must be within investment policy guidelines designed to control the overall risk of the portfolio.

The Board of Administration invests assets in 29 designated funds other than the FRS (Defined Benefit) Trust Fund, including sinking funds for State bond issues. As of December 31, 2025, the total market value of these funds equaled approximately $71.8 billion. Each fund is independently managed by the Board of Administration in accordance with the applicable documents, legal requirements, and investment plans. Liquidity and preservation of capital are preeminent investment objectives for most of these funds, so investments for these are restricted to high quality money market instruments (e.g., cash, short term treasury securities, certificates of deposit, banker's acceptances, and commercial paper). The term of these investments is generally short but may vary depending upon the requirements of each trust and its investment plan.

Investment of sinking funds for State bond issues is controlled by the resolution authorizing issuance of a particular series of bonds. The Board of Administration's investment policy with respect to such sinking funds is that only U.S. Treasury securities, and repurchase agreements backed thereby, be used.

Information Technology Security

Similar to other large organizations, the State and the University rely on electronic systems and information technologies ("IT") to conduct operations. Protecting the State's IT infrastructure and data is essential to delivering government services. The State and the University maintain a security posture designed to protect data, deter attacks on IT infrastructure, and respond to security incidents to minimize the impact on operations. The State has also historically maintained reserve funds and a liquidity position that provide the ability to respond to potential threats, breaches, and incidents.

The State has defended against cyberattacks in the past and cyberattacks are an ongoing risk to the State's IT infrastructure and data. Despite the State's robust cybersecurity policies and procedures designed to protect their data and IT infrastructure, no assurance is given that such security measures will prevent cyberattacks, nor can any assurance be given that any cyberattacks, if successful, will not have a material impact on State operations.

The Information Technology Management Act, which includes the State Cybersecurity Act and Local Government Cybersecurity Act, provides the legal framework for the State's cybersecurity policies. The Florida Digital Service (the "FLDS"), created within the Department of Management Services, is the lead entity for cybersecurity for the State and is led by the State Chief Information Officer who is charged with implementing the State's comprehensive framework for addressing cybersecurity and establishing standards and processes consistent with best practices for IT security across all State agencies. The FLDS is responsible for assessing cybersecurity risks and determining appropriate security measures for State agencies and local governments; creating and annually updating the statewide cybersecurity strategic plan, including security goals and objectives and performance monitoring; and annually reviewing each State agency's IT security plans. The FLDS is also responsible for maintaining the framework used by State agencies and local governments to conduct risk assessments and reporting of security incidents. State law requires State agencies to designate information security managers to administer their cybersecurity programs, establish cybersecurity response teams, and develop processes for detecting, reporting, and responding to cybersecurity incidents based on the framework established by the FLDS. The FLDS operates the Cybersecurity Operation Center (the "CSOC"), a centralized threat clearinghouse and site for incident response coordination. The CSOC is primarily virtual, operates 24-hour, seven days per week, and is staffed by cybersecurity experts that help to monitor threats and vulnerabilities faced by State agencies and local governments during emergency and regular operations. Within the State's emergency response capabilities through the Division of Emergency Management, the FLDS leads the cybersecurity emergency support function, ESF CYBER, under the State's comprehensive emergency management plan, providing consultation and support to the State Emergency Response Team and the State Emergency Operations Center during cybersecurity incidents as well as during events caused by a cybersecurity incident or events that create the potential for cybersecurity incidents. The FLDS also works with the Florida Cybersecurity Advisory Council (the "Council"), to identify long term strategies to improve the State's cybersecurity and protect Floridians' personal information from cyber threats. The Council, comprised of State officials, including the Lieutenant Governor, the State Chief Information Officer, and the State Chief Information Security Officer, and cybersecurity experts from outside of State government, serves as an additional resource to assist State agencies and local governments by reviewing their cybersecurity policies, assessing ongoing and potential risks, assisting the FLDS in developing cybersecurity best practices; and examining inconsistencies between state and federal law regarding cybersecurity. The Council also makes legislative recommendations that it considers necessary to address cybersecurity to the President of the Senate and the Speaker of the House of Representatives on an annual basis.

The University's cybersecurity program is managed by the Information Security and Privacy Office ("ISPO"). ISPO is responsible for developing and administering information security and privacy strategies that protect the confidentiality, integrity, and availability of the University's IT assets, technology resources including, but not limited to, computers, networks, servers, applications, databases, software, and operating systems. ISPO has implemented a comprehensive framework of risk-based safeguards, proactive defense, effective incident response, and community engagement to protect the University's IT assets from cyberattacks and threats. ISPO consists of three main organizational areas that implement this framework: Enterprise Security Architecture, Security Programs and Operations, and Privacy, Risk, and Compliance. The Enterprise Security Architecture team is responsible for establishing security architecture, designing defense-in-depth security strategy, implementing standards based on National Institute of Standards and Technology ("NIST") guidelines, establishing baseline configurations that eliminate as many security risks as possible and reduce vulnerabilities, providing security consulting and project management of security projects. The Security Programs and Operations team is responsible for managing the Security Operations Center and the Intrusion Detection and Prevention Systems; monitoring for threats from malware and phishing, performing investigations, and issuing security alerts and advisories about cybersecurity risks and vulnerabilities; and providing incident and vulnerability management. The Privacy, Risk and Compliance team oversees compliance with data protection laws, NIST guidelines, and the Payment Card Industry's payment security standards; it also operates an IT risk management assessment program, maintains a risk register, and provides enterprise disaster recovery, security and privacy education, audit remediation, and other follow-up and support for completed risk assessments.

The Board of Administration acts as the fiscal agent for the bonds issued by the Division on behalf of the State and its agencies. As trustee for the Division's bond programs, the Board of Administration protects its data and IT infrastructure, including data and information related to bond programs, through a multifaceted cybersecurity strategy. The Board of Administration's cybersecurity strategy includes a comprehensive set of security policies and procedures, which are designed to guide staff in their cybersecurity responsibilities; a security awareness program, which educates staff on active cybersecurity threats and security best practices; a risk-based threat and vulnerability management program; and a managed threat detection and incident response service which is continuously monitored by a third-party service provider. Additionally, the Board of Administration has implemented access and authentication protocols, which include multi-factor authentication and industry standard encryption to protect data in transit and at rest. As a further precaution, the Board of Administration's cybersecurity program is subjected to routine internal audits to evaluate the effectiveness of the program, as well as annual external audits and penetration testing to identify opportunities to improve its security posture. The Board of Administration's cybersecurity strategy is supported by administrative and technical controls, which assist in identifying potential threats and preventing attacks that may target the Board of Administration's data and IT systems. In the event a cybersecurity issue arises, the Board of Administration has an incident response capability to quickly address such issues, including comprehensive plans and external services to assist with incident response, crisis communication, and breach notification management.

Environmental Risk Mitigation and Resiliency

With more than 2,000 linear miles of coastline and relatively low elevations, weather and natural resources affect the State's economy in a variety of ways. Economic activity attributable to in-migration and tourism represents a significant part of the State's economy, and the State's warm weather and beaches attract seasonal and permanent residents and tourists. In addition, a majority of the State's residents live and work in coastal counties. Because of the State's reliance on its natural resources to generate business and sustain in-migration, its economy and financial condition may be vulnerable to the impacts of environmental events, including hurricanes and inland and coastal flooding, as well as long-term environmental risks associated with climate change.

The State has dedicated leadership and a variety of resources that have enabled it to effectively respond to environmental events. The State has a demonstrated history of protecting and preserving valuable natural resources, mitigating the impacts of environmental risks on public and private property, and providing funding for projects to improve the State's resilience. However, the frequency of environmental events, such as hurricanes, may increase on an annual basis according to models and forecasts. The State's demographic and economic growth have steadily increased the value of property at risk from any single environmental event even as improvements in building codes, innovations in construction, and mitigation and resiliency efforts have reduced disaster mortality. Consequently, the magnitude of the impact from environmental risks on the State's operations, economy, or financial condition is indeterminate and is unpredictable for future environmental events. There can be no assurance that such risks will not have an adverse effect on the operations, economy, or financial condition of the State.

Environmental resiliency efforts are a joint responsibility of local government and state leadership. The State is taking a coordinated approach to maximize the benefit of mitigation efforts and to improve the State's resilience to weather events, such as hurricanes, flooding, and sea level rise. Statewide resiliency efforts are directed and coordinated by the Statewide Office of Resilience within the Executive Office of the Governor, the Department of Environmental Projection ("DEP"), and the Division of Emergency Management ("DEM"). Additionally, the Chief Science Officer, housed within DEP, is charged with coordinating and prioritizing scientific data, research, monitoring, and analysis needs to ensure alignment with current and emerging environmental concerns most pressing to the State.

The State has financial reserves available to cover response-related expenditures, and, in most cases, the State can request reimbursement from federal relief funds to pay for a portion of such expenditures. Further, upon a declaration of a state of emergency, State law provides the Governor broad spending authority to meet financial needs resulting from a disaster, including access to a $500 million Emergency Preparedness and Response Fund. Notwithstanding multiple hurricanes, State finances and the economy have only experienced temporary economic disruption.

The State can respond to the impacts of environmental events through DEM which provides comprehensive, statewide planning for and response to both natural and manmade disasters, including floods and hurricanes. DEM coordinates its efforts with the federal government, State agencies, local governments, and private sector organizations. In addition to coordinating the State's operational response activities during emergencies and disasters, DEM prepares and implements a statewide Comprehensive Emergency Management Plan that describes the basic strategies, assumptions, operational objectives, and mechanisms through which resources are mobilized and disaster assistance is provided. DEM routinely conducts extensive exercises to test State and county emergency response capabilities.

The State has a singular, statewide, standard building code, which establishes requirements for all public and private buildings, structures, and facilities across the State. It is the minimum standard that all counties and municipalities are required to enforce. The code includes flood provisions that meet or exceed the federal flood insurance requirements and imposes more stringent requirements on construction in areas that are more susceptible to adverse impacts from hurricanes. State law limits development and imposes strict construction standards for most activities along the coastline and requires DEP to regulate coastal construction to protect the State's coastline from construction that would be overly susceptible to environmental impacts. State law also requires local governments in coastal areas to have a "Peril of Flood" coastal management element in their comprehensive plans to reduce flood risk and eliminate unsafe development. Public entities are also required to conduct Sea Level Impact Projection ("SLIP") studies before undertaking building projects within the coastal building zones. Each SLIP study assesses the project's risks of flooding, inundation, and wave damage based on appropriate flood mitigation strategies.

The State works to reduce the impact of environmental events through a number of targeted programs. DEP and DEM administer several programs that offer technical assistance and funding related to flooding, sea level rise, and environmental impacts to Florida's coastline. DEM also works with local governments to administer their local flood damage reduction regulations and provides technical assistance to improve their administration of local floodplain management and building code requirements and ensure compliance with development regulations.

Bond Ratings

Moody's Ratings, Fitch Ratings, and S&P Global Ratings, (herein referred to collectively as "Rating Agencies"), have assigned their municipal bond ratings of Aa2 (stable outlook), AA (stable outlook), and AA+ (stable outlook), respectively, to the 2026A Bonds. Such ratings reflect only the respective views of such Rating Agencies at the time such ratings were issued, and an explanation of the significance of such ratings may be obtained from any of the respective rating agencies.

The University furnished to such Rating Agencies certain information and material in respect to the University and the 2026A Bonds. Generally, Rating Agencies base their ratings on such information and materials and on investigations, studies, and assumptions made by the Rating Agencies. There is no assurance that such ratings will be maintained for any given period of time or that they may not be lowered, suspended or withdrawn entirely by the Rating Agencies, or any of them, if in their or its judgment, circumstances warrant. Any such downward change in, suspension of, or withdrawal of such ratings may have an adverse effect on the market price of the 2026A Bonds.

Litigation

There is no litigation pending, or to the knowledge of the University, the Board of Governors, or the Division threatened, which if successful would have the effect of restraining or enjoining the issuance or delivery of the 2026A Bonds or the fixing or collection of the revenues pledged thereto. Nor is there any litigation pending, or to the knowledge of the University, the Board, or the Division threatened, which questions or affects the validity of the 2026A Bonds, the proceedings and authority under which the 2026A Bonds are to be issued or the corporate existence of the Board of Governors or the title of the present officers to their respective offices. The University, the Board of Governors, and the Division from time to time engage in certain routine litigation, the outcome of which would not be expected to have any material adverse effect on the issuance and delivery of the 2026A Bonds.

Legal Opinion and Closing Certificates

A certificate will be provided on the date of delivery of the 2026A Bonds, executed by appropriate State officials, to the effect that to the best of their knowledge the Official Statement, as of its date and as of the date of delivery of the 2026A Bonds, does not contain an untrue statement of a material fact or omit to state a material fact which should be included herein for the purpose for which the Official Statement is intended to be used, or which is necessary to make the statements contained herein, in the light of the circumstances under which they were made, not misleading. The legal opinion of Bryant Miller Olive P.A., Tallahassee, Florida, Bond Counsel, will be provided on the date of delivery of the 2026A Bonds, the proposed form of which is attached hereto as Appendix G.

Continuing Disclosure

The Board of Governors and the University will undertake, for the benefit of the beneficial owners and the Registered Owners of the 2026A Bonds to provide, or cause to be provided, certain financial information and operating data and to provide notices of certain material events. Such financial information and operating data will be transmitted to the Municipal Securities Rulemaking Board (the "MSRB") using its Electronic Municipal Market Access System ("EMMA"). Any notice of material events will also be transmitted to the MSRB using EMMA. This undertaking is being made in order to assist the underwriters in complying with Rule 15c2-12 of the Securities and Exchange Commission. The form of the undertaking is set forth in Appendix H, Form of Continuing Disclosure Agreement. Additionally, the Division has policies and procedures in place to assist the Board of Governors and the University in complying with disclosure undertakings. Neither the Board of Governors, the University, nor the Division has failed, in the previous five years, to comply in all material aspects with any prior disclosure undertakings.

From time to time, the Board of Governors or the University may voluntarily submit additional information that is not required by any of the Board of Governors and the University's continuing disclosure undertakings on EMMA or the Division's website. Although the Board of Governors and the University may provide additional information from time to time regarding the matters in such voluntary submissions, they are not required to do so. Further, the information on the Division's website is not incorporated by reference into this Official Statement and the Division is not obligated to provide or update such information at any time in the future. Additionally, the Division may independently provide periodic information about the financial and operating performance of the State and its agencies on its website. In such instances, neither the Board of Governors, the University, nor the Division will have any obligation to update such information or include it in any future submission.

Underwriting

Fidelity Capital Markets (the "Underwriter") has agreed to purchase the 2026A Bonds at an aggregate purchase price of $25,036,405.49 (which represents the par amount of the 2026A Bonds plus a net original issue premium of $1,066,816.60 and minus the Underwriter's discount of $200,411.11). The Underwriter may offer and sell the 2026A Bonds to certain dealers (including dealers depositing bonds into investment trusts) and others at prices lower than the offering price stated on the inside front cover.

Execution of Official Statement

The Division and the Board of Governors have authorized the execution and delivery of the Official Statement.

DIVISION OF BOND FINANCE of the STATE BOARD OF ADMINISTRATION	BOARD OF GOVERNORS of the STATE UNIVERSITY SYSTEM
J. BEN WATKINS III Director, Division of Bond Finance	ALAN LEVINE Chair, Board of Governors

APPENDIX A

A RESOLUTION AUTHORIZING THE ISSUANCE OF NOT TO EXCEED $8,000,000 STATE OF FLORIDA, BOARD OF REGENTS, FLORIDA STATE UNIVERSITY PARKING FACILITY REVENUE BONDS, SERIES 1992, TO FINANCE THE CONSTRUCTION OF A PARKING FACILITY AT THE FLORIDA STATE UNIVERSITY; PROVIDING FOR CERTAIN COVENANTS IN CONNECTION THEREWITH AND PROVIDING FOR AN EFFECTIVE DATE.

BE IT RESOLVED BY THE GOVERNOR AND CABINET OF THE STATE OF FLORIDA, AS THE GOVERNING BOARD OF THE DIVISION OF BOND FINANCE OF THE STATE BOARD OF ADMINISTRATION ON BEHALF OF AND IN THE NAME OF THE BOARD OF REGENTS OF THE DIVISION OF UNIVERSITIES OF THE STATE OF FLORIDA DEPARTMENT OF EDUCATION.

ARTICLE I
DEFINITIONS, AUTHORITY AND FINDINGS

SECTION 1.01. DEFINITIONS. The following terms shall have the following meanings in this Resolution unless the text otherwise requires:

(A) "Accreted Value" shall mean, as of any date of computation with respect to any Capital Appreciation Bonds, an amount equal to the principal amount of such Capital Appreciation Bond at its initial offering plus the accrued interest on such Capital Appreciation Bond from the date of delivery to the original purchasers thereof to the Interest Payment Date next preceding the date of computation or the date of computation if an Interest Payment Date, such interest to accrue at a rate per annum determined pursuant to a subsequent resolution of the Division of Bond Finance (not to exceed the maximum rate permitted by law), compounded periodically, plus, with respect to matters related to the payment upon redemption of the Capital Appreciation Bond, if such date of computation shall not be an Interest Payment Date, the ratable portion of the difference between the Accreted Value as of the immediately preceding Interest Payment Date (or the date of delivery of the Bonds to the original purchasers thereof if the date of computation is prior to the first Interest Payment Date succeeding the date of delivery) and the Accreted Value as of the immediately succeeding Interest Payment Date, calculated based on the assumption that Accreted Value accrues during any period in equal daily amounts on the basis of a year of twelve 30-day months.

(B) "Administrative Expenses" shall mean, with respect to the Bonds or the administration of any funds under this Resolution, to the extent applicable: (i) fees or charges, or both, of the Board of Administration and the Division of Bond Finance; and (ii) such other fees or charges, or both, as may be approved by the Board of Administration or the Division of Bond Finance, including but not limited to those relating to tax law compliance, disclosure of information, paying agents, rating agencies and providers of credit enhancement; all as may be determined from time to time as necessary.

(C) "Amortization Installment" shall mean an amount so designated which is established for the Term Bonds of each Series; provided that each such Amortization Installment shall be deemed due upon the date provided pursuant to a subsequent resolution adopted by the Division of Bond Finance and the aggregate of such Amortization Installments for each Series shall equal the aggregate principal of the Term Bonds together with redemption premiums, if any, on the Term Bonds.

(D) "Annual Debt Service Requirement" shall mean, at any time, the amount of money required to pay the interest, principal and Amortization Installment in each Fiscal Year, provided that any interest, principal, or Amortization Installment payable on July 1 of any Fiscal Year shall be deemed payable in the prior Fiscal Year.

(E) "Auditor General" shall mean the Auditor General of the State of Florida.

(F) "Board of Administration" shall mean the State Board of Administration, as created pursuant to the provisions of Article XII, Section 9, Florida Constitution and Chapter 215, Florida Statutes.

(G) "Board of Regents" shall mean the Board of Regents of the Division of Universities of the State of Florida Department of Education, as created pursuant to the provisions of Chapter 240, Florida Statutes.

(H) "Bond Amortization Account" shall mean the account within the Sinking Fund created pursuant to Section 4.02(B) of this Resolution.

(I) "Bond Insurance Policy" shall mean an insurance policy issued for the benefit of the Holders of any Bonds, pursuant to which the issuer of such insurance policy shall be obligated to pay when due the principal of and interest on such Bonds to the extent of any deficiency in the amounts in the funds and accounts held under this Resolution, in the manner and in accordance with the terms provided in such Bond Insurance Policy.

(J) "Bond Registrar/Paying Agent" shall mean Citibank, N.A., New York, New York, or its successor.

(K) "Bonds" shall mean the 1992 Bonds and any additional parity Bonds issued in accordance with Section 5.01 hereof.

(L) "Capital Appreciation Bonds" shall mean those Bonds issued under this Resolution as to which interest is compounded periodically on each of the applicable periodic dates designated for compounding and is payable in an amount equal to the then current Accreted Value at the maturity, earlier redemption or other payment date thereof, and which may be either Serial Bonds or Term Bonds, all as determined pursuant to a subsequent resolution of the Division of Bond Finance.

(M) "Completion Bonds" shall mean those Bonds issued pursuant to Section 5.04 of this Resolution to pay the cost of completing the 1992 Project.

(N) "Current Expenses" shall mean and include all necessary operating expenses, current maintenance charges, expenses of reasonable upkeep and repairs, properly allocated share of charges for insurance and all other expenses of the Board of Regents or the University incident to the operation of the Parking System as expanded by the terms of this Resolution, but shall exclude depreciation, all general administrative expenses of the Board of Regents or the University, the expenses of operation of auxiliary facilities the revenues of which are not pledged as security for the Bonds and the payments into the Parking System Maintenance and Equipment Reserve Fund hereinafter provided for.

(O) "Defeasance Obligations" shall mean, to the extent permitted by law, direct obligations of, or obligations the principal of and interest on which are unconditionally guaranteed by, the United States of America, including obligations issued or held in book entry form on the books of the Department of the Treasury of the United States and including advance refunded tax-exempt bonds fully secured by non-callable direct obligations of the United States of America, non-callable obligations guaranteed by the United States of America, or "stripped" interest payment obligations of debt obligations of the Resolution Funding Corporation.

(P) "Division of Bond Finance" shall mean the Division of Bond Finance of the State Board of Administration.

(Q) "Fiscal Year" shall mean the period beginning with and including July 1 of each year and ending with and including the next June 30.

(R) "Governing Board" shall mean the Governor and Cabinet of the State of Florida as the governing board of the Division of Bond Finance.

(S) "Holder of Bonds", "Bondholder", "Registered Owner" or any similar term, shall mean any person who shall be the registered owner of any Bonds.

(T) "Interest Payment Date" shall mean, for each Series of Bonds, such dates of each Fiscal Year on which interest on the Outstanding Bonds of such Series is payable, as set forth pursuant to a subsequent resolution of the Division of Bond Finance.

(U) "Maximum Annual Debt Service" shall mean, at any time, the maximum amount (with respect to the particular Series of Bonds, or all Bonds, as the case may be), required to be deposited in the then current or any succeeding Fiscal Year into the Sinking Fund. For the purpose of calculating the deposits to be made into a sub-account in the Reserve Account, the Maximum Annual Debt Service shall mean, at any time, the maximum amount, if any, required to be deposited in the then current or any succeeding Fiscal Year into the Sinking Fund with respect to the Bonds for which such sub-account has been established. In the calculation of Maximum Annual Debt Service, any interest, principal, or Amortization Installment payable on July 1 of any Fiscal Year shall be deemed payable in the prior Fiscal Year. The amount of Term Bonds maturing in any Fiscal Year shall not be included as part of the Amortization Installment in determining the Maximum Annual Debt Service for that Fiscal Year.

(V) "1992 Bonds" shall mean the not to exceed $8,000,000 State of Florida, Board of Regents, Florida State University Parking Facility Revenue Bonds, Series 1992.

(W) "1992 Project" shall mean the parking facility and auxiliary service support building as previously approved by the Board of Regents and the Legislature, and subject to any deletions, modifications, or substitutions deemed necessary and expedient and approved by resolution of the Board of Regents.

(X) "1992 Project Construction Fund" shall mean a trust fund in which shall be deposited the net proceeds of the 1992 Bonds and other available moneys for the construction of the 1992 Project.

(Y) "Outstanding" shall mean, as of any date of determination, all Bonds theretofore authenticated and delivered except:

(i) Bonds theretofore canceled by the Bond Registrar/Paying Agent or delivered to the Bond Registrar/Paying Agent for cancellation;

(ii) Bonds which are deemed paid and defeased and no longer Outstanding as provided herein;

(iii) Bonds in lieu of which other Bonds have been issued pursuant to the provisions hereof relating to Bonds destroyed, stolen or lost, unless evidence satisfactory to the Bond Registrar/Paying Agent has been received that any such Bond is held by a bona fide purchaser; and

(iv) For purposes of any consent or other action to be taken hereunder by the Holders of a specified percentage of principal amount of Bonds, Bonds held by or for the account of the Division of Bond Finance or the Board of Regents.

(Z) "Parking System" shall mean (i) the University's existing parking facilities located in Tallahassee, Florida on the Tallahassee campus of the University; (2) the 1992 Project; and (3) such additional parking facilities as at some future date may be added to the Parking System.

(AA) "Parking System Maintenance and Equipment Reserve Fund" shall mean the fund required to be created pursuant to Section 4.02(C) hereof.

(BB) "Parking System Revenues" shall mean all fees, rentals or other charges and income received by the University from students, faculty members and others using or being served by or having the right to use, or having the right to be served by, the Parking System, and all parts thereof, without any deductions whatever, and specifically including, without limiting the generality of the foregoing, parking permit fees, parking citation collections, immobilization fees, and any special rental fees or charges for services or space provided.

(CC) "Pledged Revenues" shall mean the net Parking System Revenues after deducting from Parking System Revenues the Administrative Expenses, the Current Expenses and the Rebate Amount, if any.

(DD) "Principal Payment Date" shall mean, for each Series of Bonds, such dates of each Fiscal Year on which principal of Outstanding Bonds of such Series is payable, as set forth pursuant to a subsequent resolution of the Division of Bond Finance.

(EE) "Project Costs" shall mean the actual costs of the 1992 Project, including costs of design and construction; materials, labor, parking equipment and apparatus; sitework and landscaping; interest on the Bonds for a reasonable period after date of delivery thereof, if necessary; an amount sufficient to establish adequate reserves; architect and engineering fees; legal fees; reimbursement for prior authorized expenditures; and fees and expenses of the Division of Bond Finance, the Board of Administration, the University, or the Board of Regents necessary to the construction and placing in operation of the 1992 Project and the financing thereof.

(FF) "Rating Agency" shall mean a nationally recognized bond rating agency.

(GG) "Rebate Amount" shall have the meaning ascribed to that term in Section 6.04 of this Resolution.

(HH) "Rebate Fund" shall mean the Rebate Fund created and established pursuant to Section 6.04 of this Resolution.

(II) "Rebate Year" shall mean, with respect to each Series of Bonds issued hereunder, (i) the twelve-month period commencing on the anniversary of the "closing date" with respect to such Series of Bonds in each year and ending on the day prior to the anniversary of the "closing date" in the following year, except that the first Rebate Year with respect to such Series of Bonds shall commence on the "closing date" for such Series of Bonds and the final Rebate Year with respect to the Bonds shall end on the date of final maturity of such Series of Bonds or (ii) such other period as regulations promulgated or to be promulgated by the United States Department of Treasury may prescribe. "Closing date" as used herein shall mean, with respect to the Series of Bonds issued hereunder, the date of issuance and delivery of such Series of Bonds to the original purchaser thereof.

(JJ) "Record Date" shall mean with respect to each Series of Bonds, the 15th day of the calendar month next preceding the month of an Interest Payment Date.

(KK) "Reserve Account" shall mean the account within the Sinking Fund created pursuant to Section 4.02(B) of the Resolution and which shall include any subaccounts established for a particular Series of Bonds.

(LL) "Reserve Account Credit Facility" shall mean a Reserve Account Insurance Policy, Reserve Account Letter of Credit or other comparable insurance or financial product, if any, deposited in a debt service reserve subaccount in lieu of or in partial substitution for cash or securities on deposit therein. The provider of such Reserve Account Credit Facility shall be rated in one of the two highest full rating categories of a Rating Agency.

(MM) "Reserve Account Insurance Policy" shall mean the insurance policy, surety bond or other acceptable evidence of insurance, if any, deposited in a debt service reserve subaccount, if any, in lieu of or in partial substitution for cash or securities on deposit therein. The provider of such Reserve Account Insurance Policy shall be an insurer rated in one of the two highest full rating categories of a Rating Agency.

(NN) "Reserve Account Letter of Credit" shall mean the irrevocable, transferable letter of credit, if any, deposited in a debt service reserve subaccount, if any, in lieu of or in partial substitution for cash or securities on deposit therein. The provider of such letter of credit shall be a banking association, bank or trust company or branch thereof whose letter of credit results in the rating of municipal obligations secured by such letter of credit to be rated in one of the two highest full rating categories of a Rating Agency.

(OO) "Reserve Requirement" or "Debt Service Reserve Requirement" shall mean, as of any date of calculation for a particular debt service reserve subaccount, an amount to be determined by the Director of the Division, which amount shall not exceed the lesser of (1) the Maximum Annual Debt Service requirement on the Bonds secured by such subaccount, (2) 125% of the average annual debt service of the Bonds secured by such subaccount, (3) 10% of the par amount of the Bonds secured by such subaccount, or (4) the maximum debt service reserve permitted with respect to tax-exempt obligations under the U.S. Internal Revenue Code of 1986, as amended, with respect to the Bonds secured by such subaccount.

(PP) "Resolution" shall mean this resolution adopted by the Governor and Cabinet as the Governing Board of the Division of Bond Finance authorizing the issuance of the Bonds.

(QQ) "Serial Bonds" shall mean the Bonds of a Series which shall be stated to mature in periodic installments.

(RR) "Series" or "Series of Bonds" shall mean all of the Bonds authenticated and delivered on original issuance pursuant to this Resolution or any supplemental resolution authorizing such Bonds as a separate Series of Bonds, or any Bonds thereafter authenticated and delivered in lieu of or in substitution for such Bonds pursuant to Article II hereof, regardless of variations in maturity, interest rate or other provisions.

(SS) "Sinking Fund" shall mean the Florida State University Parking System Sinking Fund created and established pursuant to Section 4.02(B) of this Resolution.

(TT) "State" shall mean the State of Florida.

(UU) "Term Bonds" shall mean the Bonds of a Series which shall be stated to mature on one date and for the amortization of which payments are required to be made into the Bond Amortization Account in the Sinking Fund, hereinafter created, as may be provided pursuant to a subsequent resolution of the Division of Bond Finance.

(VV) "University" shall mean The Florida State University.

Where the context so requires, words importing singular number shall include the plural number in each case and vice versa, words importing persons shall include firms and corporations, and the masculine includes the feminine and vice versa.

SECTION 1.02. AUTHORITY FOR THIS RESOLUTION. This Resolution is adopted pursuant to the provisions of Article VII, Section 11(d) of the Florida Constitution; Sections 215.57-215.83, Florida Statutes, the State Bond Act; Chapters 240 and 243, Florida Statutes, and other applicable provisions of law.

SECTION 1.03. FINDINGS. It is hereby found, determined, and declared as follows:

(A) The Board of Regents is authorized to acquire, own, construct, operate, maintain, improve and extend public buildings and facilities for use by any of the several State universities, and to finance such improvements; and the Board of Regents is further authorized to pay the principal of and interest on obligations issued on its behalf to finance the construction and acquisition of such improvements.

(B) The construction of the 1992 Project at the University is necessary, desirable and in the best interest of the University.

(C) The Board of Regents, will adopt a resolution prior to the sale of the Series 1992 Bonds requesting the Board of Education and the Division of Bond Finance to take the necessary actions required for the issuance of the State of Florida, Board of Regents, Florida State University Parking Facility Revenue Bonds, Series 1992.

(D) The State at this time is without immediately available funds to make the capital outlay necessary for the construction of the 1992 Project.

(E) Pursuant to the State Bond Act, the Division of Bond Finance is authorized to issue the 1992 Bonds on behalf of the Board of Regents to finance the 1992 Project.

(F) The 1992 Project shall be the construction and establishment of a parking facility substantially in accordance with the plans and specifications as may be approved by the Board of Regents from time to time.

(G) As required by Article VII, Section 11(e) of the Florida Constitution, the Florida Legislature approved the 1992 Project in Section 5 of Chapter 92-293, Laws of Florida.

(H) The principal of and interest on the Bonds to be issued pursuant to this Resolution, and all of the reserve, sinking fund and other payments provided for herein, will be payable solely from the revenues accruing to and to be received by the Board of Regents or the University in the manner provided by this Resolution, consisting of the Pledged Revenues as hereinafter defined.

(I) The Bonds to be issued pursuant to this Resolution shall not constitute, directly or indirectly, a debt or a charge against the State of Florida or any political subdivision thereof, but shall be revenue bonds within the meaning of Article VII, Section 11(d), Florida Constitution, and shall be payable solely from funds derived directly from sources other than state tax revenues.

(J) The Division of Bond Finance pursuant to the statutes and constitutional provisions herein cited, is authorized to issue the Bonds, on behalf of, and in the name of the Board of Regents, subject to the terms, limitations and conditions contained in this Resolution.

(K) Pursuant to Sections 215.59 and 215.64, Florida Statutes, the Division of Bond Finance is authorized to issue revenue bonds on behalf of state agencies payable from funds derived directly from sources other than state tax revenues, without the vote of electors in the manner provided by law.

SECTION 1.04. RESOLUTION TO CONSTITUTE CONTRACT. In consideration of the acceptance of the 1992 Bonds by those who shall hold the same from time to time, this Resolution shall be deemed to be and shall constitute a contract among the Division of Bond Finance, the Board of Regents, the University and such Bondholders. The covenants and agreements to be performed by the Board of Regents and the University shall be for the equal benefit, protection, and security of the legal holders of any and all of the 1992 Bonds, as defined herein, all of which shall be of equal rank and without preference, priority, or distinction as to any of such Bonds over any other thereof, except as expressly provided therein and herein.

ARTICLE II
AUTHORIZATION, TERMS, EXECUTION, REGISTRATION, TRANSFER AND ISSUANCE OF BONDS

SECTION 2.01. AUTHORIZATION OF 1992 BONDS. Subject and pursuant to the provisions of this Resolution, fully registered revenue bonds of the Board of Regents of the Division of Universities of the State of Florida Department of Education to be known as "State of Florida, Board of Regents, Florida State University Parking Facility Revenue Bonds, Series 1992", are hereby authorized to be issued by the Division of Bond Finance on behalf of the Board of Regents in an aggregate principal amount not to exceed Eight Million Dollars ($8,000,000), for the purpose of financing the construction and equipping of the 1992 Project as described herein.

SECTION 2.02. DESCRIPTION OF 1992 BONDS. The 1992 Bonds shall be issued in fully registered form without coupons; shall be dated as determined pursuant to subsequent resolution of the Division of Bond Finance; shall be numbered consecutively from one (1) upward and shall be in the denomination of $5,000 each or any integral multiples thereof; shall bear interest at not exceeding the maximum rate permitted by law, payable on each Interest

Payment Date, except for Capital Appreciation Bonds which shall bear interest as described under the defined term Accreted Value, payable only upon redemption, acceleration or maturity thereof; and shall mature on such dates in such years and amounts as shall be determined pursuant to a subsequent resolution adopted by the Division of Bond Finance on or prior to the sale of the Bonds.

The 1992 Bonds may be sold at one time or in Series from time to time as the Division of Bond Finance may determine by resolution. If issued in Series, each Series shall be dated and have an identifying number or letter. All of such 1992 Bonds, when issued, will rank equally as to source and security for payment.

Interest shall be paid on the Interest Payment Dates to the Registered Owner whose name appears on the books of the Bond Registrar/Paying Agent (the "Registered Owner") as of 5:00 p.m. (local time, Tallahassee, Florida) on the Record Date next preceding such Interest Payment Date by check or draft mailed (or transferred by a mode at least equally as rapid as mailing) from the Bond Registrar/Paying Agent to the Bondholder, except for Capital Appreciation Bonds which shall bear interest as described under the defined term Accreted Value, payable only upon redemption, acceleration or maturity thereof.

SECTION 2.03. NO PLEDGE OF FULL FAITH AND CREDIT OF STATE OF FLORIDA. The payment of the principal of and interest on the Bonds is secured only by the Pledged Revenues, as defined herein, generated by the Parking System in the manner set forth herein. The Bonds do not constitute general obligations or indebtedness of the State of Florida or any of its agencies and shall not be a debt of the State or of any agency, and the full faith and credit of the State is not pledged to the principal of or interest on the Bonds.

SECTION 2.04. 1992 BONDS MAY BE ISSUED AS SERIAL BONDS OR TERM BONDS. The 1992 Bonds may be issued as, or as a combination of, Serial Bonds, Term Bonds, Capital Appreciation Bonds or such other type of bonds as shall be determined pursuant to a subsequent resolution of the Division of Bond Finance.

SECTION 2.05. PRIOR REDEMPTION OF THE 1992 BONDS. The 1992 Bonds shall be subject to redemption as provided in this Resolution and in the Notice of Bond Sale, provided that the Director or the Secretary or an Assistant Secretary of the Governing Board is authorized to amend the redemption provisions of the 1992 Bonds in such manner as he may determine to be in the best interest of the State.

Unless waived by any Holder of 1992 Bonds to be redeemed, a notice of the redemption prior to maturity of any of the 1992 Bonds shall be mailed by first class mail (postage prepaid) at least thirty (30) days prior to the date of redemption to the Registered Owner of the 1992 Bonds to be redeemed, of record on the books of the Bond Registrar, as of forty-five days prior to the date of redemption. Such notice of redemption shall specify the serial or other distinctive numbers or letters of the 1992 Bonds to be redeemed, if less than all, the date fixed for redemption, and the redemption price thereof and, in the case of 1992 Bonds to be redeemed in part only, the principal amount thereof to be redeemed. Failure to give any such notice by mailing to any Holder of 1992 Bonds, or any defect therein, shall not affect the validity of the proceedings for the redemption of any 1992 Bond or portion thereof with respect to which no such failure has occurred. Any notice mailed as provided above shall be conclusively presumed to have been given, whether or not the Registered Owner of such 1992 Bond receives such notice.

The privilege of transfer or exchange of any of the 1992 Bonds is suspended during a period beginning at the opening of business on the 15th business day next preceding the date fixed for redemption and ending at the close of business on the date fixed for redemption.

Notice having been given in the manner and under the conditions hereinabove provided, the 1992 Bonds or portions of 1992 Bonds so called for redemption shall, on the redemption date designated in such notice, become and be due and payable at the redemption price provided for redemption of such 1992 Bonds or portions of 1992 Bonds on such date. On the date so designated for redemption, notice having been given and moneys for payment of the redemption price being held in separate accounts by an escrow agent, the Board of Administration, or the Bond Registrar/Paying Agent, in trust for the Registered Owners of the 1992 Bonds or portions thereof to be redeemed, all as provided in this Resolution, interest on the 1992 Bonds or portions of 1992 Bonds so called for redemption shall cease to accrue, such 1992 Bonds and portions of 1992 Bonds shall cease to be Outstanding under the provisions of this Resolution and shall not be entitled to any lien, benefit or security under this Resolution, and the Registered Owners of such 1992 Bonds or portions of 1992 Bonds shall have no rights in respect thereof except to receive payment of the redemption price thereof from the moneys held in trust for the payment thereof and, to the extent provided herein to receive 1992 Bonds for any unredeemed portion of the Bonds. Any and all 1992 Bonds redeemed prior to maturity shall be duly cancelled by the Bond Registrar/Paying Agent and shall not be reissued.

In addition to the foregoing notice, further notice shall be given by the Bond Registrar/Paying Agent as set out below, but no defect in said further notice nor any failure to give all or a portion of such further notice shall in any manner defeat the effectiveness of a call for redemption if notice thereof is given as prescribed above.

(a) Each further notice of redemption given hereunder shall contain the information required above for an official notice of redemption plus (i) the CUSIP numbers of all 1992 Bonds being redeemed; (ii) the date of issue of the 1992 Bonds as originally issued; (iii) the rate of interest borne by each 1992 Bond being redeemed; (iv) the maturity date of each 1992 Bond being redeemed; (v) the publication date of the official notice of redemption; (vi) the name and address of the Bond Registrar/Paying Agent; and (vii) any other descriptive information needed to identify accurately the 1992 Bonds being redeemed.

(b) Each further notice of redemption shall be sent at least thirty-five (35) days before the redemption date by certified mail or overnight delivery service or telecopy to all registered securities depositories then in the business of holding substantial amounts of obligations of types comprising the 1992 Bonds (such depositories now being The Depository Trust Company, New York, New York, Midwest Securities Trust Company, Chicago, Illinois, and Philadelphia Depository Trust Company, Philadelphia, Pennsylvania) and to one or more national information services that disseminate notices of redemption of obligations such as the 1992 Bonds.

(c) Each further notice of redemption shall be published one time in The Bond Buyer of New York, New York or in some other financial newspaper or journal which regularly carries notices of redemption of other obligations similar to the 1992 Bonds, such publication to be made at least thirty (30) days prior to the date fixed for redemption.

(d) Upon the payment of the redemption price of 1992 Bonds being redeemed, each check or other transfer of funds issued for such purpose shall bear the CUSIP number identifying the 1992 Bonds redeemed with the proceeds of such check or other transfer.

In case part but not all of an Outstanding 1992 Bond shall be selected for redemption, the Registered Owner thereof shall present and surrender such 1992 Bond to the Bond Registrar/Paying Agent for payment of the principal amount thereof so called for redemption, and the Bond Registrar/Paying Agent shall execute and deliver to or upon the order of such Registered Owner, without charge therefor, for the unredeemed balance of the principal amount of the 1992 Bond so surrendered, a 1992 Bond or 1992 Bonds fully registered as to principal and interest.

SECTION 2.06. EXECUTION OF 1992 BONDS. The 1992 Bonds shall be executed in the name of the Board of Regents by its Chairman and attested to by its Vice-Chairman, or such other member of the Board of Regents as may be designated pursuant to subsequent resolution of the Governing Board of the Division of Bond Finance, and the corporate seal of the Board of Regents or a facsimile thereof shall be affixed thereto or reproduced thereon. The Bond Registrar/Paying Agent's certificate of authentication shall appear on the 1992 Bonds, signed by an authorized signatory of said Bond Registrar/Paying Agent. Any of the signatures required hereinabove may be a facsimile signature imprinted or reproduced on the 1992 Bonds, provided that at least one signature required shall be manually subscribed. In case any one or more of the officers who shall have signed or sealed any of the 1992 Bonds shall cease to be such officer of the Board of Regents before the Bonds so signed and sealed shall have been actually sold and delivered, the 1992 Bonds may nevertheless be sold and delivered as herein provided and may be issued as if the person who signed or sealed such 1992 Bonds had not ceased to hold such office. Any 1992 Bond may be signed and sealed on behalf of the Board of Regents by such person as to the actual time of the execution of such 1992 Bond shall hold the proper office, although at the date of such 1992 Bond, such person may not have held such office or may not have been so authorized.

A certificate as to Circuit Court validation, in the form hereinafter provided, shall be executed with the facsimile signature of any present or future Chairman of the Governing Board of the Division of Bond Finance.

A certificate as to the approval of the issuance of the 1992 Bonds pursuant to the provisions of the State Bond Act, in the form provided herein, shall be executed by the facsimile signature of the Comptroller of the State of Florida, as Secretary of the Governing Board of the Division of Bond Finance.

SECTION 2.07. NEGOTIABILITY. The 1992 Bonds shall have all the qualities and incidents of a negotiable instrument under the Uniform Commercial Code - Investment Securities Law of the State of Florida. The original Holder and each successive Holder of any of the 1992 Bonds shall be conclusively deemed by his acceptance thereof to have agreed that the 1992 Bonds shall be and have all the qualities and incidents of a negotiable instrument under the Uniform Commercial Code - Investment Securities Law of the State of Florida.

SECTION 2.08. REGISTRATION AND TRANSFER. The 1992 Bonds shall be issued only as fully registered bonds without coupons. The Bond Registrar/Paying Agent shall be responsible for maintaining the books for the registration of and for the transfer of the Bonds in compliance with its agreement with the State.

Upon surrender to the Bond Registrar/Paying Agent for transfer or exchange of any 1992 Bond, duly endorsed for transfer or accompanied by an assignment duly executed by the Registered Owner or his attorney duly authorized in writing, the Bond Registrar/Paying Agent shall deliver in the name of the transferee or transferees a fully registered 1992 Bond of authorized denomination of the same maturity for the aggregate principal amount which the Registered Owner is entitled to receive.

All 1992 Bonds presented for transfer, exchange, redemption or payment shall be accompanied (if so required by the Division of Bond Finance or the Bond Registrar/Paying Agent) by a written instrument or instruments of transfer or authorization for exchange, in form and with guaranty of signature satisfactory to the Division of Bond Finance and the Bond Registrar/Paying Agent, duly executed by the Registered Owner or by his duly authorized attorney.

Neither the Division of Bond Finance nor the Bond Registrar/Paying Agent may charge the Bondholder or his transferee for any expenses incurred in making any exchange or transfer of the 1992 Bonds. However, the Division of Bond Finance and the Bond Registrar/Paying Agent may require payment from the 1992 Bondholder of a sum sufficient to cover any tax, fee, or other governmental charge that may be imposed in relation thereto. Such governmental charges and expenses shall be paid before any such new 1992 Bond shall be delivered.

New 1992 Bonds delivered upon any transfer or exchange shall be valid obligations of the Board of Regents evidencing the same debt as the 1992 Bonds surrendered, shall be secured by this Resolution, and shall be entitled to all of the security and benefits hereof to the same extent as the 1992 Bonds surrendered.

The Board of Regents and the Bond Registrar/Paying Agent may treat the Registered Owner of any 1992 Bond as the absolute owner thereof for all purposes, whether or not such 1992 Bond shall be overdue, and shall not be bound by any notice to the contrary. The person in whose name any 1992 Bond is registered may be deemed the owner thereof by the Board of Regents and the Bond Registrar/Paying Agent, and any notice to the contrary shall not be binding upon the Division of Bond Finance or the Bond Registrar/Paying Agent.

Notwithstanding the foregoing provisions of this Section 2.08, the Division of Bond Finance reserves the right, on or prior to the delivery of the 1992 Bonds, to amend or modify the foregoing provisions relating to registration of the 1992 Bonds in order to comply with all applicable laws, rules, and regulations of the United States Government and the State of Florida relating thereto.

SECTION 2.09. AUTHENTICATION. No Bond shall be valid or obligatory for any purpose or be entitled to any security or benefit under this Resolution unless and until a certificate of authentication on such Bond substantially in the form herein set forth shall have been duly executed by the manual signature of the Bond Registrar/Paying Agent, and such executed certificate of the Bond Registrar/Paying Agent upon any such Bond shall be conclusive evidence that such Bond has been authenticated and delivered under this Resolution. The Bond Registrar/Paying Agent's certificate of authentication on any Bond shall be deemed to have been executed by it if signed by an authorized officer or signatory of the Bond Registrar/Paying Agent, but it shall not be necessary that the same officer or signatory sign the certificate of authentication on all of the Bonds issued hereinafter.

SECTION 2.10. DISPOSITION OF BONDS PAID OR EXCHANGED. Whenever any Bond shall be delivered to the Bond Registrar/Paying Agent for cancellation, upon payment of the principal amount thereof or for replacement or transfer or exchange, such Bond shall either be cancelled and retained by the Bond Registrar/Paying Agent for a period of time specified in writing by the Division of Bond Finance or the Board of Administration, or, at the option of the Division of Bond Finance or the Board of Administration, shall be cancelled and destroyed by the Bond Registrar/Paying Agent and counterparts of a certificate of destruction evidencing such destruction shall be furnished to the Division of Bond Finance or the Board of Administration.

SECTION 2.11. BONDS MUTILATED, DESTROYED, STOLEN OR LOST. In case any Bond shall become mutilated, or be destroyed, stolen or lost, the Division of Bond Finance may in its discretion issue and deliver a new Bond of like tenor as the Bond so mutilated, destroyed, stolen, or lost, in exchange and substitution for such mutilated Bond, upon surrender and cancellation of such mutilated Bond or in lieu of and substitution for the Bond destroyed, stolen or lost, and upon the holder furnishing the Division of Bond Finance proof of his ownership thereof and satisfactory indemnity and complying with such other reasonable regulations and conditions as the Division of Bond Finance may prescribe and paying such expense as the Division of Bond Finance may incur. All Bonds so surrendered shall be cancelled by the Bond Registrar/Paying Agent. If any such Bond shall have matured or be about to mature, instead of issuing a substitute Bond, the Division of Bond Finance may pay the same, upon being indemnified as aforesaid, and if such Bond be lost, stolen or destroyed, without surrender thereof.

Any such duplicate Bond issued pursuant to this Section 2.11 shall constitute original, additional, contractual obligations on the part of the Board of Regents, whether or not the lost, stolen or destroyed Bond be at any time found by anyone and such duplicate Bond shall be entitled to equal and proportionate benefits and rights as to lien, source and security for payment, pursuant to this Resolution from the Pledged Revenues.

SECTION 2.12. FORM OF 1992 BONDS. The text of the 1992 Bonds, together with the validation certificate to be endorsed thereon, shall be substantially of the following tenor, with such omissions, insertions and variations as may be necessary and desirable and authorized or permitted by this Resolution or any subsequent resolution adopted prior to the issuance thereof:

REGISTERED
NUMBER
R - _______
UNITED STATES OF AMERICA
STATE OF FLORIDA
BOARD OF REGENTS
FLORIDA STATE UNIVERSITY
PARKING FACILITY REVENUE BONDS
SERIES 1992

MATURITY DATE	_________
INTEREST RATE	_________%
DATED DATE	_________
REGISTERED OWNER	_________
	_________
PRINCIPAL AMOUNT	_________ DOLLARS

THE BOARD OF REGENTS OF THE DIVISION OF UNIVERSITIES OF THE STATE OF FLORIDA DEPARTMENT OF EDUCATION, a public body corporate (hereinafter referred to as the "Board of Regents"), for value received, hereby promises to pay to the Registered Owner or registered assigns from the special funds hereinafter described on the Maturity Date, unless redeemed prior thereto as hereinafter provided, upon the presentation and surrender hereof at the principal corporate trust office of Citibank, N.A., New York, New York, as Bond Registrar/Paying Agent, the Principal Amount shown above and to pay to the Registered Owner hereof, solely from such special funds, by check or draft mailed (or transferred by a mode at least equally as rapid as mailing) to such Registered Owner at his address as it appears at 5:00 p.m. (local time, New York, New York) on the Record Date, on the registration books kept by the Bond Registrar/Paying Agent under this Resolution hereinafter referred to, interest on such Principal Amount from the date hereof or from the most recent interest payment date to which interest has been paid, whichever is applicable, at the rate per annum specified above until the payment of said Principal Amount, such interest being payable on the first day of _____ and the first day of _______ in each year. The Record Date for the _____ payment is _____ 15, and the Record Date for the ______ payment is ______ 15. Both principal of and interest on this Bond are payable in lawful money of the United States of America.

This Bond is one of an authorized issue of Bonds in the aggregate principal amount of Eight Million Dollars ($8,000,000) issued for the purpose of financing part of the cost of the construction of the 1992 Project, as defined in the Resolution, at the Florida State University, and purposes necessary therefor or appurtenant thereto (hereinafter referred to as "1992 Project"), to be operated and maintained by the Florida State University, under the authority of and in full compliance with the Constitution and Statutes of the State of Florida, including particularly Sections 215.57-215.83, Florida Statutes, and Chapters 240 and 243, Florida Statutes, and other applicable provisions of law, and a Resolution duly adopted by the Governor and Cabinet of the State of Florida, as the Governing Board of the Division of Bond Finance, on the __th day of ________, 199_ (herein referred to as the "Resolution"), and is subject to all the terms and conditions of said Resolution.

(Insert redemption provisions)

This Bond is secured by a lien upon and is payable solely from Pledged Revenues derived from operation of the Parking System, after providing for Administrative Expenses, Current Expenses and the Rebate Amount, if any.

THIS BOND DOES NOT CONSTITUTE A GENERAL OBLIGATION OR INDEBTEDNESS OF THE STATE OF FLORIDA OR ANY OF ITS AGENCIES AND SHALL NOT BE A DEBT OF THE STATE OR OF ANY AGENCY, AND THE FULL FAITH AND CREDIT OF THE STATE IS NOT PLEDGED TO THE PAYMENT OF THE PRINCIPAL OF OR INTEREST ON THIS BOND. THE ISSUANCE OF THIS BOND DOES NOT, DIRECTLY OR INDIRECTLY OR CONTINGENTLY, OBLIGATE THE STATE OF FLORIDA TO USE STATE FUNDS OTHER THAN THE PLEDGED REVENUES, TO LEVY, TO PLEDGE ANY FORM OF TAXATION WHATSOEVER OR TO MAKE ANY APPROPRIATION FOR ITS PAYMENT.

This Bond is a revenue bond within the meaning of Article VII, Section 11(d), of the Constitution of Florida, and shall be payable solely from the special funds described herein and more specifically in the Resolution, which special funds are derived directly from sources other than State tax revenues.

This Bond has all the qualities and incidents of negotiable instruments under the Uniform Commercial Code - Investments Securities Law of the State of Florida. The original Holder and each successive Holder of this Bond shall be conclusively deemed by his acceptance hereof to have agreed that this Bond shall be and have all the qualities and incidents of negotiable instruments under the Uniform Commercial Code - Investments Securities Law of the State of Florida.

This Bond may be transferred only upon the books kept by the Bond Registrar/Paying Agent under the Resolution upon surrender thereof at the principal corporate trust office of the Bond Registrar/Paying Agent with an assignment duly executed by the Registered Owner or his duly authorized attorney, but only in the manner, subject to the limitations and upon payment of the charges provided in the Resolution, and upon surrender and cancellation of this Bond. Upon any such transfer, there shall be executed in the name of the transferee, and the Bond Registrar/Paying Agent shall deliver, a new registered bond or certificates in the same aggregate principal amount and series, maturity and interest rate of the authorized denominations as the surrendered bond or certificates.

It is hereby certified and recited that all acts, conditions and things required to exist, to happen and to be performed precedent to and in the issuance of this Bond, exist, have happened and have been performed in regular and due form and time as required by the Constitution and laws of the State of Florida applicable thereto, and that the issuance of this Bond, and the issue of Bonds of which this Bond is one, does not violate any constitutional or statutory limitation of indebtedness.

IN WITNESS WHEREOF, the Division of Bond Finance has issued this Bond on behalf of the Board of Regents and has caused the same to be signed by the Chairman of the Board of Regents or to be executed with his facsimile signature, and the corporate seal of the Board of Regents to be affixed hereto or imprinted hereon, attested by the Vice-Chairman of the Board of Regents with his manual or facsimile signature, all as of the first (1st) day of ______________, 199_.

STATE BOARD OF REGENTS

ATTEST: ______________________ ____________________________

Vice-Chairman Chairman

BOND REGISTRAR/PAYING AGENT'S CERTIFICATE OF AUTHENTICATION

This Bond is one of the Bonds of the issue described in the within-mentioned Resolution.

____
AS BOND REGISTRAR/PAYING AGENT

By ___________________________
Authorized Signature

____
Date of Authentication

APPROVAL CERTIFICATE OF THE DIVISION OF BOND FINANCE

The issuance of this Bond has been approved under the provisions of the State Bond Act, comprising Sections 215.57 through 215.83, Florida Statutes, by the governing board of the Division of Bond Finance.

DIVISION OF BOND FINANCE OF THE STATE BOARD OF ADMINISTRATION

BY ____________________
GERALD LEWIS, Comptroller of the State of Florida as Secretary of the Governing Board of the Division of Bond Finance of the State Board of Administration

CERTIFICATE OF VALIDATION

This Bond is one of a Series of Bonds which was validated and confirmed by Judgment of the Circuit Court of the Second Judicial Circuit in and for Leon County, Florida, rendered on _____________, 199_.

____
Governor, as Chairman of the Governing Board of the Division of Bond Finance of the State Board of Administration

ASSIGNMENT

For value received, the undersigned ____________________ sells, assigns and transfers to ____________________
____

PLEASE INSERT SOCIAL SECURITY OR OTHER TAXPAYER IDENTIFICATION NUMBER OF TRANSFEREE

the within Bond, and does hereby irrevocably constitute and appoint the Bond Registrar/Paying Agent as his agent, to transfer the Bond on the books kept for the registration thereof, with full power of substitution in the premises.

Dated___________________________________

Signature Guaranteed:

____
(Bank, Trust Company or Firm)

Notice: Signature(s) must be guaranteed by a member firm of the New York Stock Exchange or a commercial bank or trust company.

____
(Authorized Signature)

____
NOTICE: The signature to this assignment must correspond with the name of the Registered Owner as it appears upon the face of the within Bond in ever particular, without alteration, enlargement or any change whatever, and the Social Security Number or federal employer identification must be supplied.

ARTICLE III
APPLICATION OF PROCEEDS

SECTION 3.01. CONSTRUCTION OF THE 1992 PROJECT. The Board of Regents is authorized to construct the 1992 Project from the proceeds of the sale of the 1992 Bonds and other legally available funds, subject to the provisions of this Resolution and the applicable laws of Florida.

SECTION 3.02. APPLICATION OF 1992 BOND PROCEEDS. (A) Upon receipt of the proceeds of the sale of the 1992 Bonds, and after reserving an amount sufficient to pay all costs and expenses incurred in connection with the preparation, issuance and sale of the 1992 Bonds, including a reasonable charge for the Division of Bond Finance's services, the Division of Bond Finance shall transfer and deposit the remainder of the 1992 Bond proceeds as follows:

(1) An amount which together with other moneys available therefor and on deposit in the Reserve Account is equal to the Debt Service Reserve Requirement, shall be transferred to the Board of Administration and deposited in the Reserve Account in the Sinking Fund to be used solely for the purpose of the Reserve Account. Alternatively, the Division of Bond Finance, as provided in Section 4.02(B), may elect at any time to provide in lieu of all or a portion of such funds a Reserve Account Credit Facility in an amount equal to the difference between the Debt Service Reserve Requirement and the sums then on deposit in the applicable sub-account in the Reserve Account.

(2) Any accrued interest or amounts to be used to pay interest for a specified period of time shall be transferred to the Board of Administration and deposited in the Sinking Fund, created by this Resolution, and used for the payment of interest on the 1992 Bonds.

(3) After making the transfers provided for in subsections (1) and (2) above, the balance of the proceeds of the 1992 Bonds shall be transferred to and deposited in the 1992 Project Construction Fund, which is hereby created in the State Treasury.

Any unexpended balance remaining in the 1992 Project Construction Fund, after a consulting architect shall certify that the 1992 Project has been completed and all costs thereof paid or payment provided for, shall be deposited in the Sinking Fund created by this Resolution.

In addition to the aforementioned proceeds of the 1992 Bonds, the Board of Regents covenants that it will deposit in the 1992 Project Construction Fund additional funds legally available for such purpose which, together with the proceeds of the 1992 Bonds, will be sufficient to finance the total 1992 Project Costs. Any such additional funds, other than the proceeds of the 1992 Bonds or Completion Bonds, shall be derived from sources and in a manner which will not jeopardize the security of the Bonds issued pursuant to this Resolution.

All moneys in said 1992 Project Construction Fund, or in any other construction fund hereafter created for any project hereafter financed in whole or in part from the proceeds of pari passu additional Bonds as provided herein, shall constitute a trust fund for such purposes and there is hereby created a lien upon such funds in favor of the holders of Bonds issued pursuant to this Resolution, until such funds are applied as provided herein, except to the extent such moneys are required for the payment of any Rebate Amount, and all moneys in such funds shall be continuously secured in the manner now provided by the laws of the State for securing deposits of state funds.

SECTION 3.03. INVESTMENT OF 1992 PROJECT CONSTRUCTION FUND. Any moneys in the 1992 Construction Fund not immediately needed for the purposes provided in this Resolution, may be temporarily invested and reinvested as provided in Section 18.10, Florida Statutes.

ARTICLE IV
APPLICATION AND ADMINISTRATION OF
PLEDGED REVENUES

SECTION 4.01. BONDS SECURED BY PLEDGED REVENUES. (A) The payment of principal of and interest on the Bonds shall be secured forthwith equally and ratably by a valid and enforceable senior lien on the Pledged Revenues as provided for in Section 6.01 of this Resolution and to be received under this Resolution, and such Pledged Revenues, except as may be required for payment of Rebate Amounts, are hereby irrevocably pledged to the payment of the principal of and interest on the Bonds, as the same become due.

(B) The Bonds shall not be or constitute an indebtedness of the State, or any political subdivision thereof or any instrumentality thereof, but shall be payable solely from the Pledged Revenues, as provided herein. No Holder or Holders of the Bonds shall ever have the right to compel the exercise of the taxing power of the State, or any political subdivision thereof, to pay such Bonds or the interest thereon, or be entitled to payment of such principal and interest from any other funds except such payments consisting of the Pledged Revenues, in the manner provided herein.

SECTION 4.02. APPLICATION OF PARKING SYSTEM REVENUES. Upon collection the Parking System Revenues shall be deposited by the University in a separate account in a bank approved by the Board of Regents and the State Treasurer. This separate account shall be known as the "Florida State University Parking System Revenue Fund" (hereinafter referred to as the "Revenue Fund") which is hereby created. Said fund constitutes a trust fund for the purposes provided in this Resolution, and shall be kept separate and distinct from all other funds of the University and the Board of Regents and used only for the purposes and in the manner provided in this Resolution. All revenues on deposit at any time in the Revenue Fund shall be applied only in the following manner and order of priority:

(A) First, for payment of Current Expenses of the Parking System for the current month, and to maintain on deposit a sufficient amount of moneys for payment of the next months's Current Expenses of the Parking System, as determined in the annual budget of the University.

(B) Second, the remaining moneys not needed for the purpose of (A) above shall be transferred to the Board of Administration to be used as follows:

(i) for payment of the Administrative Expenses;

(ii) for deposit into the Sinking Fund, which is hereby created, until there is accumulated in said Sinking Fund an amount sufficient to pay the next installments of principal and interest to become due during the then current Fiscal Year, including Amortization Installments for any Term Bonds which funds shall be deposited into the Bond Amortization Account which is hereby created;

(iii) for the maintenance and establishment, if necessary, together with other moneys available for such purposes, of the Reserve Account, or sub-accounts therein, in the Sinking Fund in an amount equal to the Debt Service Reserve Requirement.

The moneys in the Reserve Account shall be used for the payments provided for in (ii) above when the other moneys in the Sinking Fund are insufficient therefor, any withdrawals from the Reserve Account shall be restored from the first moneys available therefor in the Sinking Fund after the required payments under (ii) above have been made or provided for. Any unused portion of the Reserve Account may be used by the Board of Regents to reduce the final installments of the Annual Debt Service Requirement becoming due. If the funds on deposit in the Reserve Account exceed the Reserve Requirement with respect to the Series of Bonds secured thereby, such excess shall remain in the Sinking Fund to be used for the purposes thereof.

Notwithstanding the foregoing provisions, in lieu of the required deposits into the Reserve Account, the Board of Regents may at any time cause to be deposited into one or more sub-accounts in the Reserve Account, a Reserve Account Credit Facility for the benefit of the Bondholders for which such sub-account has been established, in an amount which, together with sums on deposit, equals the Debt Service Reserve Requirement. The Reserve Account Credit Facility shall be payable or available to be drawn upon, as the case may be, on or before any Interest Payment Date or Principal Payment Date on which a deficiency exists which cannot be cured by funds in any other account held for such Bonds pursuant to this Resolution and available for such purpose. In no event shall the use of such Reserve Account Credit Facility be permitted if it would cause, at the time of acquisition of such Reserve Account Credit Facility, an impairment in any existing rating on the Bonds or any Series of Bonds. If a disbursement is made under the Reserve Account Credit Facility, the Board of Regents shall be obligated, from the first Pledged Revenues available, to either reinstate such Reserve Account Credit Facility, immediately following such disbursement to the amount required to be maintained in the Reserve Account or to deposit into the applicable sub-account in the Reserve Account from the Pledged Revenues, as herein provided, funds in the amount of the disbursement made under such Reserve Account Credit Facility plus any amounts required to reimburse the Reserve Account Credit Facility provider for previous disbursements made pursuant to such Reserve Account Credit Facility, or a combination of such alternatives as shall equal the amount required to be maintained.

In the event that any moneys shall be withdrawn by the Board of Administration from the Reserve Account for the payment of interest, principal or Amortization Installments, such withdrawals shall be subsequently restored from the first Pledged Revenues available after all required payments have been made as provided in paragraph (ii) of this section, including any deficiencies for prior payments, unless restored by a reinstatement under a Reserve Account Credit Facility of the amount withdrawn.

Moneys in the Reserve Account shall be used only when the other moneys in the Sinking Fund available for such purpose are insufficient therefor.

The Division of Bond Finance shall cause to be established and the Board of Administration shall establish one or more specific sub-accounts in the Reserve Account. Each sub-account may be established for one or more Series of Bonds. Each sub-account shall be available only to cure deficiencies in the accounts in the Sinking Fund with respect to the Series of Bonds for which such sub-account has been established, and no amounts in the other sub-accounts in the Reserve Account shall be available for such purpose. Such separate sub-account shall be established and designated in the resolution authorizing such Series of Bonds. Such resolution may also specify the method of valuation of the amounts held in such separate sub-account.

Any moneys in a sub-account in the Reserve Account in excess of the amount required to be maintained therein shall first be used to cure any deficiency in any other sub-account in the Reserve Account and any remaining monies shall be deposited into the Revenue Fund; and

(iv) for deposit to the Rebate Fund created by Section 6.04(B) of this Resolution, an amount of moneys sufficient to pay the Rebate Amount.

(C) Third, as soon as the required balances have been accumulated in each Fiscal Year in the Sinking Fund, including the Reserve Account, and deficiencies have been restored for prior payments, moneys remaining in the Sinking Fund shall be transferred by the Board of Administration to the University for deposit in the Parking System Maintenance and Equipment Reserve Fund to be established by the University in a separate account in a bank approved by the Board of Regents and the State Treasurer. Amounts required by this Resolution to be deposited in the Parking System Maintenance and Equipment Reserve Fund shall be as approved in the annual budget of the University pursuant to Section 8.12 hereof. Such deposits shall continue to be made in each Fiscal Year in amounts necessary to maintain a balance of deposits in such amounts as are required to be deposited by the Board of Regents.

The moneys in said Parking System Maintenance and Equipment Reserve Fund may be drawn on and used by the Board of Regents or the University for the purpose of paying the cost of unusual or extraordinary maintenance or repairs, renewals and replacements, and the renovating or replacement of the equipment not paid as part of the ordinary and normal expense of the operation and maintenance of said 1992 Project.

In the event the moneys in the Sinking Fund and Reserve Account therein on any Interest Payment Date or Principal Payment Date shall be insufficient to pay the next maturing installment of principal or interest on the Bonds, then moneys in said Parking System Maintenance and Equipment Reserve Fund may be transferred to the Sinking Fund to the extent necessary to eliminate such deficiencies and to avoid a default or to the Rebate Fund to pay the Rebate Amount.

(D) Fourth, the balance of any money not needed for the payments provided in (A), (B) and (C) above, shall be applied in the sole discretion of the University for:

1. Optional redemption or purchase of Bonds; or

2. Any lawful purpose of the University.

(E) If on any payment date the revenues are insufficient to place the required amounts in any of the funds as above provided, the deficiency shall be made up in subsequent payments in addition to the payments which would otherwise be required to be made into such funds on the subsequent payment dates.

(F) The Revenue Fund and the Sinking Fund shall constitute trust funds for the purposes provided herein for such funds. All of such funds shall be continuously secured in the same manner as deposits of state funds are required to be secured by the laws of the State.

Except insofar as such funds may be needed for any payment required to be made by the terms of this Resolution or the Bonds, moneys in any of the funds authorized or required by this Resolution may be invested and reinvested at any time as provided by Section 18.10, Florida Statutes. When so invested or reinvested, the interest income derived from the investment or reinvestment of such obligations shall be deposited in the Revenue Fund and used for the purposes therein. The proceeds derived from the investment or reinvestment of such obligations shall be held for and credited to the fund for which said obligations were purchased except as otherwise provided in this Resolution; provided, however, that any such obligations purchased as investments for moneys in the Sinking Fund shall mature not later than the dates upon which such moneys will be needed for the payment of maturing principal and interest to be paid from said Sinking Fund.

ARTICLE V
ADDITIONAL PARITY BONDS AND REFUNDING REQUIREMENTS

SECTION 5.01. ISSUANCE OF ADDITIONAL PARITY BONDS. The Division of Bond Finance is authorized to issue additional parity Bonds after the issuance of the 1992 Bonds authorized by this Resolution, but only upon the following terms, restrictions and conditions:

(A) The proceeds from such additional parity Bonds shall be used to acquire and construct capital additions or improvements to the Parking System.

(B) All previously authorized certificates or bonds shall have been issued and delivered, or authority for the issuance and delivery of any unissued portion thereof shall have been cancelled.

(C) The Board of Regents shall authorize the issuance of such additional parity Bonds.

(D) The Board of Administration shall approve the fiscal sufficiency of such additional parity Bonds.

(E) Certificates shall be executed by the Board of Regents or other appropriate State official setting forth:

(1) the average amount of Pledged Revenues from the two Fiscal Years immediately preceding the issuance of the proposed additional parity Bonds, and;

(2) the Maximum Annual Debt Service on the Bonds then Outstanding and the additional parity Bonds then proposed to be issued.

(F) The Board of Regents must be current in all deposits into the various funds and accounts and all payments theretofore required to have been deposited or made by it under the provisions of this Resolution and the Board of Regents must be currently in compliance with the covenants and provisions of this Resolution and any supplemental resolution hereafter adopted for the issuance of additional parity Bonds; unless upon the issuance of such additional parity Bonds the Board of Regents will be in compliance with all such covenants and provisions.

(G)(1) The average amount of Pledged Revenues for the two immediately preceding Fiscal Years adjusted as hereinafter provided, as certified by the Board of Regents or other appropriate State official pursuant to Section 5.01(E)(1), will be at least equal to one hundred twenty percent (120%) of the Maximum Annual Debt Service on (i) the Bonds then Outstanding, and (ii) the additional parity Bonds then proposed to be issued;

(2) The Pledged Revenues calculated pursuant to the foregoing subsection (G)(1) may be adjusted, at the option of the Board of Regents as follows:

(a) If the Board of Regents or the University, prior to the issuance of the proposed additional parity Bonds, shall have increased the rates, fees, rentals or other charges for the services or facilities of the Parking System, the average amount of Pledged Revenues for the two immediately preceding Fiscal Years prior to the issuance of said additional parity Bonds shall be adjusted to show the Pledged Revenues which would have been derived from the Parking System as if such increased rates, fees, rentals or other charges for the services or facilities of the Parking System had been in effect during all of such two preceding Fiscal Years.

(b) If the Board of Regents or the University shall have acquired or has contracted to acquire any privately or publicly owned existing parking facility, then the average amount of Pledged Revenues derived from the Parking System during the two immediately preceding Fiscal Years prior to the issuance of said additional parity Bonds as certified by the Board of Regents or other appropriate State official, shall be increased by adding to the Pledged Revenues for said two preceding Fiscal Years the net revenues which would have been derived from the existing parking facility so acquired as if such existing parking facility had been a part of the Parking System during such two Fiscal Years. For the purposes of this paragraph, the revenues derived from said existing parking facility during such two preceding Fiscal Years shall be adjusted to determine such net revenues by deducting the cost of operation and maintenance of said existing parking facility from the gross revenues of said parking facility in the same manner provided in the Resolution for the determination of Pledged Revenues. The revenues from such facilities may also be adjusted for any increase in rates as though they had been in effect during all of such two preceding Fiscal Years.

(c) Should the Board of Regents or the University be constructing or acquiring additions, extensions or improvements to the Parking System from the proceeds of such additional parity Bonds or from sources other than additional parity Bonds and if the Board of Regents or the University shall have established rates, fees, rentals or other charges to be charged and collected from users of such facilities when service is rendered, the average amount of Pledged Revenues for the two immediately preceding Fiscal Years prior to the issuance of such additional parity Bonds, as certified by the Board of Regents, shall be adjusted to show the Pledged Revenues estimated by the Board of Regents to be received from the users of the facilities to be financed, during the first twelve (12) months of operation after completion of the construction or acquisition of said additions, extensions and improvements as if such rates, fees, rentals or other charges for such services or facilities had been in effect during all of such two Fiscal Years.

SECTION 5.02. REFUNDING BONDS. All of the Bonds originally issued pursuant to this Resolution then Outstanding, together with all additional parity Bonds theretofore issued and then Outstanding, may be refunded as a whole or in part. This section shall not be construed as a limitation on the Division of Bond Finance's authority to issue refunding obligations that are junior to the Bonds or refunding Bonds for the purpose of refunding junior obligations. If the Annual Debt Service Requirement of the refunding Bonds in each Fiscal Year is equal to or less than the Annual Debt Service Requirement of the refunded Bonds, then the provisions of Section 5.01(G) of this Resolution shall not apply to the issuance of the refunding Bonds.

SECTION 5.03. ISSUANCE OF OTHER OBLIGATIONS OR CREATION OF ENCUMBRANCES. The Division of Bond Finance covenants that it will not issue any other obligations, except additional parity Bonds provided for in Section 5.01 hereof, refunding Bonds provided for in Section 5.02 hereof, or Completion Bonds provided for in Section 5.04 hereof, payable from the Pledged Revenues nor voluntarily create or cause to be created any other debt, lien, pledge, assignment, encumbrance or other charge, having priority to or being on a parity with the lien of the Bonds issued pursuant to this Resolution, upon the Pledged Revenues securing the Bonds provided for in this Resolution. Any such other obligations hereafter issued by the Board of Regents, in addition to the Bonds authorized by this Resolution and such additional parity Bonds and parity refunding bonds or Completion Bonds provided for in Sections 5.01, 5.02, or 5.04 hereof, shall contain an express statement that such obligations are junior and subordinate to the Bonds issued pursuant to this Resolution, and any additional parity Bonds thereafter issued, as to lien on and source and security for payment from such Pledged Revenues.

SECTION 5.04. COMPLETION BONDS. The Board of Regents and the Division of Bond Finance need not comply with Section 5.01 of this Resolution in the issuance of Completion Bonds, provided that the net proceeds of such Completion Bonds available for deposit into the 1992 Construction Fund for such costs shall be equal to or less than 20% of the original estimated cost of the 1992 Project at the time of the original issuance of the 1992 Bonds.

ARTICLE VI
COVENANTS

SECTION 6.01. PLEDGE OF PLEDGED REVENUES. The Board of Regents hereby covenants and agrees with the Holders of 1992 Bonds that, so long as any of the Bonds, or interest thereon, are Outstanding and unpaid, all of the Pledged Revenues provided for in this Resolution shall be pledged to the payment of the principal of and interest on the Bonds and the payment of Rebate Amounts, if any, in the manner provided in this Resolution and the Holders of the Bonds shall have a valid and enforceable senior lien on such Pledged Revenues in the manner provided herein.

SECTION 6.02. PLEDGED REVENUE COVENANTS. The Board of Regents covenants:

(A) That it will punctually pay the Pledged Revenues provided for in Section 6.01 of this Resolution in the manner and at the times provided in this Resolution and that it will duly and punctually perform and carry out all the covenants of the Board of Regents made herein and the duties imposed upon the Board of Regents by this Resolution.

(B) That in preparing, approving and adopting any budget controlling or providing for the expenditures of its funds for each budget period it will allocate, allot and approve from its Parking System Revenues and other available funds the amounts sufficient to pay the Pledged Revenues due under this Resolution.

(C) That it will from time to time recommend, fix and include in its budgets such revisions in the amounts of rentals, fees and other charges to be levied upon and collected from each person using the facilities of the Parking System which will produce sums sufficient to pay, when due, the requirements as set forth under this Resolution.

(D) That it will continue to collect the fines, fees, rentals and other amounts charged all students, faculty members and tenants of the facilities of the Parking System.

SECTION 6.03. FEES, RENTALS OR OTHER CHARGES. (A) The Board of Regents covenants that it will fix, establish and collect such fees, rentals or other charges from students, faculty members and others using or being served by, or having the right to use, or having the right to be served by the Parking System, and revise the same from time to time whenever necessary, so that the Parking System Revenues shall be sufficient in each Fiscal Year to pay at least one hundred percent (100%) of an amount equal to the Current Expenses and Administrative Expenses, and so that the Pledged Revenues shall be sufficient in each Fiscal Year to pay at least one hundred percent (100%) of an amount equal to the Annual Debt Service Requirement for the Bonds and at least one hundred percent (100%) of all other payments required by the terms of this Resolution.

(B) The Board of Regents will increase such fees, rentals or other charges as shall be necessary to comply with the provisions of subsection (A), provided that such increase will not result in a reduction of the number of persons being served by the Parking System, or a reduction of Parking System Revenues for the then current or any future Fiscal Year.

(C) Whenever in any year the amounts of Parking System Revenues stated in the annual budget, as provided hereafter, for the ensuing Fiscal Year shall be insufficient to comply with the requirements of the above paragraph for such Fiscal Year, then it shall be the duty of the Board of Regents to increase such fees, rentals or other charges for the ensuing Fiscal Year in an amount sufficient to comply with the provisions of the above paragraph for such ensuing Fiscal Year, and any deficiencies in prior years.

SECTION 6.04. COMPLIANCE WITH TAX REQUIREMENTS: REBATE FUND. (A) In addition to any other requirement contained in this Resolution, the Division of Bond Finance, the Board of Regents, and the Board of Administration hereby covenant and agree, for the benefit of the Holders from time to time of the Bonds, that each will comply with the requirements contained in Section 103 and Part IV of Subchapter B of Chapter 1 of the Internal Revenue Code of 1986, as amended, and temporary, proposed or permanent implementing regulations promulgated thereunder (the "Code") as shall be set forth in the non-arbitrage certificate of the Board of Regents dated and delivered on the date of original issuance and delivery of each series of Bonds. Specifically, without intending to limit in any way the generality of the foregoing, the Division of Bond Finance and Board of Regents covenant and agree:

(i) to pay or cause to be paid to the United States of America from the Parking System Revenues and any other legally available funds, at the times required pursuant to Section 148(f) of the Code, the excess of the amount earned on all nonpurpose investments (as defined in Section 148(f)(6) of the Code) over the amount which would have been earned if such nonpurpose investments were invested at a rate equal to the yield on the Bonds, plus any income attributable to such excess (the "Rebate Amount");

(ii) to maintain and retain or cause to be maintained and retained all records pertaining to and to be responsible for making or causing to be made all determinations and calculations of the Rebate Amount and required payments of the Rebate Amount as shall be necessary to comply with the Code;

(iii) to refrain from using proceeds from the Bonds in a manner that might cause the Bonds or any of them, to be classified as private activity bonds under Section 141(a) of the Code; and

(iv) to refrain from taking any action that would cause the Bonds, or any of them to become arbitrage bonds under Section 148 of the Code.

The Board of Regents, the Division of Bond Finance and the Board of Administration understand that the foregoing covenants impose continuing obligations that will exist throughout the term of the issue to comply with the requirements of the Code.

(B) The Division of Bond Finance and Board of Regents covenant and agree that they shall maintain and retain or cause to be maintained and retained all records pertaining to and they shall be responsible for making and having made all determinations and calculations of the Rebate Amount for each Series of Bonds issued hereunder for each Rebate Year within thirty (30) days after the end of such Rebate Year and within thirty (30) days after the final maturity of each such Series of Bonds. On or before the expiration of each such thirty (30) day period, the Board of Regents shall deposit or direct the Board of Administration to deposit into the Rebate Fund which is hereby created and established in the Board of Administration, from investment earnings or moneys deposited in the other funds and accounts created hereunder, or from any other legally available funds of the Board of Regents, an amount equal to the Rebate Amount for such Rebate Year. The Board of Administration shall use such moneys deposited in the Rebate Fund only for the payment of the Rebate Amount to the United States as required by subsection (A) of this section, and as directed by the Board of Regents, which payments shall be made in installments, commencing not more than thirty (30) days after the end of the fifth Rebate Year and with subsequent payments to be made not later than five (5) years after the preceding payment was due except that the final payment shall be made within thirty (30) days after the final maturity of the last obligation of the Series of Bonds issued hereunder. In complying with the foregoing, the Division of Bond Finance and the Board of Regents may rely upon any instructions or opinions from a nationally recognized bond/tax counsel.

Notwithstanding anything in this Resolution to the contrary, to the extent moneys on deposit in the Rebate Fund are insufficient for the purpose of paying the Rebate Amount and other funds of the Board of Regents are not available to pay the Rebate Amount, then the Board of Administration shall pay the Rebate Amount first from Pledged Revenues and, to the extent the Pledged Revenues be insufficient to pay the Rebate Amount, then from moneys on deposit in any of the funds and accounts created hereunder.

If at any time the Division of Bond Finance or the Board of Regents determines that the amount of money on deposit in the Rebate Fund is in excess of the Rebate Amount, the Division of Bond Finance or the Board of Regents may direct the Board of Administration to transfer the amount of money in excess of the Rebate Amount to the University, for deposit in the Revenue Fund.

If any amount shall remain in the Rebate Fund after payment in full of all Bonds issued hereunder and after payment in full to the United States in accordance with the terms hereof, such amounts shall be paid over to the Board of Regents and may be used for other purposes authorized by law.

The Rebate Fund shall be held separate and apart from all other funds and accounts of the Board of Regents and shall be subject to a lien in favor of the Bondholders, but only to secure payment of the Rebate Amount, and the moneys in the Rebate Fund shall be available for use only as herein provided.

The Division of Bond Finance, the Board of Administration, and the Board of Regents shall not be required to continue to comply with the requirements of this section in the event that the Division of Bond Finance and the Board of Administration receive an opinion of nationally recognized bond/tax counsel that (i) such compliance is no longer required in order to maintain the exclusion from gross income for federal income tax purposes of interest on the Bonds or (ii) compliance with some other requirement will comply with the provisions of the Code in respect of arbitrage rebate, or in the event that any other agency is subsequently designated by proper authority to comply with the requirements of this section.

SECTION 6.05. ANNUAL FINANCIAL STATEMENT. (A) Annually, within ninety days after the end of the Fiscal Year, the University will prepare a financial statement of the Parking System for the preceding Fiscal Year, reflecting in reasonable detail the financial condition and record of operation of the Parking System, and other Pledged Revenue sources, including particularly the University's enrollment, the degree of use and rates charged for the use of, and the insurance on, the Parking System and the status of the several accounts and funds established in this Resolution.

(B) Should the University fail to comply with subsection (A) of this section, upon request of at least 5% of the Bondholders an audit shall be completed by a certified public accountant or firm of certified public accountants. The cost of this audit shall be borne by the University.

ARTICLE VII
REMEDIES

SECTION 7.01. ENFORCEABILITY BY BONDHOLDERS. (A) This Resolution, including the pledge of the Pledged Revenues, shall be deemed to have been made for the benefit of the Holders from time to time of the Bonds, as defined herein, and that such pledge and all the provisions of this Resolution shall be enforceable in any court of competent jurisdiction by any Holder or Holders of such Bonds, against either the Board of Regents or the Board of Administration or any other agency of the State, or instrumentality thereof having any duties concerning collection, administration and disposition of the Pledged Revenues. The Board of Regents does hereby consent to the bringing of any proceedings in any court of competent jurisdiction by any Holder or Holders of the Bonds for the enforcement of all provisions of this Resolution and does hereby waive, to the extent permitted by law, any privilege or immunity from suit which it may now or hereafter have as an agency of the State. However, no covenant or agreement contained in this

Resolution or any Bond issued pursuant hereto shall be deemed to be the covenant or agreement of any officer or employee of the State in his or her or individual capacity, and neither the officers nor employees of the State nor any official executing any of the Bonds shall be liable personally on the Bonds or be subject to any personal liability or accountability by reason of the issuance thereof.

(B) Any Holders of the Bonds, or any trustee acting for the Holders of such Bonds, may by civil action in any court of competent jurisdiction, protect and enforce any and all rights, including the right to the appointment of a receiver, existing under the laws of the State, or granted and contained in this Resolution, and may enforce and compel the performance of all duties required by this Resolution, and by any applicable Statutes, to be performed by the Division of Bond Finance, the Board of Regents, the University, or the Board of Administration, or by any officer thereof, including the payment of the Pledged Revenues payable under this Resolution. Nothing herein, however, shall be construed to grant to any Holder of the Bonds any lien on the Parking System or any other facility or funds of the University, or the Board of Regents, or the Division of Bond Finance.

ARTICLE VIII
MISCELLANEOUS

SECTION 8.01. RESOLUTION NOT ASSIGNABLE. This Resolution shall not be assignable by the Division of Bond Finance or the Board of Administration, except for the benefit of the Bondholders; provided, however, the Board of Regents may lease, from time to time, to other tenants such portion or portions of the Parking System as are not needed by the Board of Regents, to the extent that any such lease would not adversely affect the exclusion of interest on the Bonds from gross income for federal income tax purposes.

SECTION 8.02. MODIFICATION OR AMENDMENT. Except as otherwise provided in the second and third paragraph hereof, no material modification or amendment of this Resolution, or of any resolution amendatory thereof or supplemental thereto, may be made without the consent in writing of (i) the Holders of more than fifty percent in principal amount of the Bonds then Outstanding or (ii) in case less than all of the several Series of Bonds then Outstanding are affected by the modification or amendment, the Holders of more than fifty percent in principal amount of the Bonds of each Series so affected and Outstanding at the time such consent is given; provided, however, that no modification or amendment shall permit a change in the maturity of such Bonds or a reduction in the rate of interest thereon, or affecting the promise to pay the interest of and principal on the Bonds, as the same mature or become due, or reduce the percentage of Holders of Bonds required above for such modification or amendments, without the consent of the Holders of all the Bonds.

For purposes of this section, to the extent any Series of Bonds is insured by a Bond Insurance Policy and such Series of Bonds is then rated in as high a rating category as the rating category in which such Series of Bonds was rated at the time of initial issuance and delivery thereof by a Rating Agency, then the consent of the issuer of the Bond Insurance Policy shall constitute the consent of the Holders of such Series.

The Resolution may be amended, changed, modified and altered without the consent of the Holders of Bonds, (i) to cure any defect, omission, conflict, or ambiguity in this Resolution or between the terms and provisions hereof and any other document executed or delivered herewith, (ii) to provide other changes including such changes as may be necessary in order to adjust the terms hereof so as to facilitate the issuance of various types of Bonds including, but not limited to, Capital Appreciation Bonds, and any other Bonds which may be issued hereunder, which will not adversely affect the interest of such Holder of Bonds, (iii) to provide for the issuance of Bonds in coupon form if, in the opinion of a nationally recognized bond/tax counsel, such issuance will not affect the exemption from federal income taxation of interest on the Bonds, (iv) to obtain credit enhancements or a higher rating in one of the three highest full rating categories of a Rating Agency, (v) to add to the covenants and agreements of the Division of Bond Finance or the Board of Regents in this Resolution, other covenants and agreements to be observed by the Division of Bond Finance or the Board of Regents which are not contrary to or inconsistent with this Resolution as theretofore in effect, (vi) to add to the limitations and restrictions in this Resolution, other limitations and restrictions to be observed by the Division of Bond Finance or the Board of Regents which are not contrary to or inconsistent with this Resolution as theretofore in effect, (vii) to permit the qualification hereof and thereof under the Trust Indenture Act of 1939, as amended, or any similar federal statute hereafter in effect or to permit the qualifications of the Bonds for sale under the securities laws of any of the states of the United States of America, (viii) to enable the Division of Bond Finance and the Board of Regents to comply with their covenants, agreements and obligations under Section 6.04 hereof, (ix) to specify and determine any matters and things relative to the Bonds which are not contrary to or inconsistent with this Resolution and which shall not adversely affect the interests of the Bondholders, and (x) to amend or modify any provisions of this Resolution so long as such amendment or modification does not adversely affect the interests of the Bondholders.

SECTION 8.03. SEVERABILITY OF INVALID PROVISIONS. If any one or more of the covenants or provisions of this Resolution shall be held contrary to any express provision of law or contrary to the policy of express law, though not expressly prohibited, or against public policy, or shall for any reason whatsoever be held invalid, then such covenants or provisions shall be null and void and shall be deemed separable from the remaining covenants or provisions of this Resolution or of the Bonds and shall in no way affect the validity or enforceability of any other covenants, agreements or provisions of this Resolution or of the Bonds issued hereunder.

SECTION 8.04. BONDS NOT STATE OBLIGATION. Notwithstanding any of the other provisions of this Resolution, the Bonds are not an obligation, directly or indirectly, of the State and no Holder of the Bonds shall have the right to compel or require any appropriation by the Legislature of the State for payment of the Pledged Revenues due under this Resolution, or for the payment of the principal of or interest on the Bonds, or the making of any other payments provided for in this Resolution from State tax revenues.

The Bonds shall be revenue bonds, within the meaning of Section 11(d) of Article VII of the Florida Constitution, and shall be payable solely from funds derived directly from sources other than State tax revenues.

SECTION 8.05. NONPRESENTMENT OF BONDS: FUNDS HELD FOR BONDS AFTER DUE DATE OF BONDS. In the event any Bond shall not be presented for payment when the principal thereof becomes due, either at maturity, or otherwise, if funds sufficient to pay such Bond shall have been made available to the Board of Administration for the benefit of the Holder thereof, all liability of the Board of Regents to the Holder thereof for the payment of such bond shall forthwith cease, terminate, and be completely discharged, and thereupon it shall be the duty of the Board of Administration to hold such funds, without liability for interest thereon, for the benefit of the Holder of such Bonds, who shall thereafter be restricted exclusively to such funds, for any claim of whatever nature on his part under this Resolution or on, or with respect to, said Bond. Any such funds held by the Board of Administration for the Holders of such Bonds for seven years after the principal or Accreted Value of the respective Bonds for which such funds have been so set aside has become due and payable and remaining (whether at maturity or upon redemption or otherwise) shall be subject to the laws of the State of Florida relating to disposition of unclaimed property, and unless demand for the payment of such Bonds shall have been made, the obligation thereon shall be extinguished.

SECTION 8.06. DEFEASANCE. The covenants, liens and pledges entered into, created or imposed pursuant to this Resolution may be fully discharged and satisfied with respect to the Bonds in any one or more of the following ways:

(A) By paying the principal of and interest on Bonds when the same shall become due and payable; or

(B) By depositing with the Board of Administration, certain moneys which are irrevocably pledged to the payment of the Bonds and which, together with other moneys lawfully available therefor, shall be sufficient at the time of such deposit to pay when due the principal, redemption premium, if any, and interest due and to become due on said Bonds on or prior to the redemption date or maturity date thereof; or

(C) By depositing with the Board of Administration, moneys which are irrevocably pledged to the payment of the Bonds and which, together with other moneys lawfully available therefor when invested in Defeasance Obligations, will provide moneys (principal and interest thereof at maturity) which shall be sufficient to pay the principal, redemption premium, if any, and interest due and to become due on said Bonds on or prior to a date fixed for redemption or the maturity date thereof. Upon such payment or deposit in the amount and manner provided in this section, Bonds shall be deemed to be paid and shall no longer be deemed to be Outstanding for the purposes of this Resolution and all liability of the Board of Regents or Division of Bond Finance with respect to said Bonds shall cease, terminate and be completely discharged and extinguished, and the Holders thereof shall be entitled for payment solely out of the moneys or securities so deposited.

(D) Notwithstanding the foregoing, all references to the discharge and satisfaction of Bonds shall include the discharge and satisfaction of any Series of Bonds, any portion of any Series of Bonds, any maturity or maturities of any Series of Bonds, any portion of a maturity of any Series of Bonds or any combination thereof.

(E) If any portion of the moneys deposited for the payment of the principal of and redemption premium, if any, and interest on any portion of Bonds is not required for such purpose, the Board of Regents or the Board of Administration may use the amount of such excess free and clear of any trust, lien, security interest, pledge or assignment securing said Bonds or otherwise existing under this Resolution.

(F) Nothing herein shall be deemed to require the Board of Regents or Division of Bond Finance to call any of the Bonds for redemption prior to maturity pursuant to any applicable optional redemption provisions, or to impair the discretion of the Board of Regents or Division of Bond Finance in determining whether to exercise any such option for early redemption.

SECTION 8.07. INSURANCE. The Board of Regents will carry such insurance on the Parking System as is required by the State or is ordinarily and customarily carried on similar systems as the Parking System with a reputable insurance carrier or carriers, including public liability insurance and such other insurance against loss or damage by fire, explosion, hurricane, cyclone or other hazards and risks, or the Board of Regents may establish certain minimum levels of insurance for which the Board of Regents may self-insure.

SECTION 8.08. BOND ANTICIPATION NOTES. Notwithstanding any other provision of this Resolution, if the Division of Bond Finance shall deem it advisable, short-term obligations (hereinafter "Notes") are hereby authorized to be issued by the Division of Bond Finance on behalf of the Board of Regents in anticipation of the sale and delivery of 1992 Bonds. The Notes shall be payable from the proceeds received from the sale of the 1992 Bonds and, in the interim, from the Pledged Revenues. The Notes may be issued in such denomination or denominations, in the aggregate principal amount (not to exceed $8,000,000), in the form, may bear interest at the lawful rate or rates payable on such dates (not to exceed five (5) years from the date of issue) and may be subject to such conditions and terms as the Division of Bond Finance shall deem necessary or desirable in connection with such Notes, all as shall be provided by resolution of the Division of Bond Finance adopted at or before sale of the Notes, in accordance with Section 215.68(7), Florida Statutes.

SECTION 8.09. CAPITAL APPRECIATION BONDS. For the purposes of (i) receiving payment of the redemption price if a Capital Appreciation Bond is redeemed prior to maturity, or (ii) computing the amount of the Maximum Annual Debt Service and of Bonds held by the Registered Owner of a Capital Appreciation Bond in giving any notice, consent, request or demand pursuant to this Resolution for any purpose whatsoever, the principal amount of a Capital Appreciation Bond shall be deemed to be its Accreted Value.

SECTION 8.10. TRUST FUNDS. (A) The funds and accounts established by this Resolution and all moneys on deposit therein shall constitute trust funds for their respective purposes as provided herein. The Sinking Fund shall be held and administered by the Board of Administration, and such funds shall be fully and continuously secured in the manner provided by the laws of the State for the securing of deposits of State funds. The Bondholders shall have a lien on moneys in the Sinking Fund, except the moneys in the Rebate Fund, until such moneys are used or applied as provided herein.

(B) The designation and establishment of the various funds and accounts in and by this Resolution shall not be construed to require the establishment of any completely independent, self-balancing funds as such term is commonly defined and used in governmental accounting, but rather is intended solely to constitute an earmarking of certain revenues for certain purposes and to establish certain priorities for application of such revenues as herein provided.

SECTION 8.11. FISCAL AGENT. Upon sale and delivery of the 1992 Bonds by the Division of Bond Finance on behalf of the Board of Regents, the Board of Administration shall act as the fiscal agent for the Board of Regents with respect to the 1992 Bonds.

SECTION 8.12. ANNUAL BUDGETS. The Board of Regents shall annually, at least ninety days preceding the beginning of each Fiscal Year, or at any other time as requested by the Board of Administration, prepare a detailed budget providing reasonable estimates of the estimated Current Expenses of the University during the succeeding Fiscal Year and setting forth the amount to be deposited in the Parking System Maintenance and Equipment Reserve Fund. The budget shall be adopted by the Board of Regents and shall not be changed during the Fiscal Year except by the same procedure by which it was adopted. Copies of the annual budget and any changes therein shall be filed with the Board of Administration and, upon request, mailed to any Bondholder. The Board of Regents shall request sufficient funds in the annual budget adopted as required in this section to provide the payment of all Administrative Expenses, Current Expenses, and amounts required to be deposited in the Parking System Maintenance and Equipment Reserve Fund as set forth herein.

SECTION 8.13. VALIDATION AUTHORIZED. The attorneys for the Division of Bond Finance are hereby authorized to institute proceedings to validate the 1992 Bonds, pursuant to Chapter 75, Florida Statutes.

SECTION 8.14. REPEAL OF INCONSISTENT RESOLUTIONS. All resolutions and parts of resolutions heretofore adopted pertaining to the subject matter of this Resolution, to the extent that they are inconsistent with this Resolution, be and the same are hereby repealed, revoked, and rescinded, but only to the extent of any such inconsistencies.

SECTION 8.15. EFFECTIVE DATE. This Resolution shall take effect immediately upon its adoption.

ADOPTED on July 21, 1992.

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

A RESOLUTION
(THE SECOND SUPPLEMENTAL RESOLUTION)
AUTHORIZING THE ISSUANCE AND SALE OF NOT EXCEEDING
$6,500,000
STATE OF FLORIDA, FLORIDA BOARD OF EDUCATION
FLORIDA STATE UNIVERSITY
PARKING FACILITY REVENUE REFUNDING BONDS
SERIES 2002

November 26, 2002

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A RESOLUTION (THE SECOND SUPPLEMENTAL RESOLUTION) AUTHORIZING THE ISSUANCE AND SALE OF NOT EXCEEDING $6,500,000 STATE OF FLORIDA, FLORIDA BOARD OF EDUCATION, FLORIDA STATE UNIVERSITY PARKING FACILITY REVENUE REFUNDING BONDS, SERIES 2002; AMENDING THE ORIGINAL RESOLUTION; CANCELING THE AUTHORITY FOR UNISSUED PREVIOUSLY AUTHORIZED BONDS; PROVIDING FOR CERTAIN COVENANTS IN CONNECTION WITH SAID ISSUANCE; AND PROVIDING FOR AN EFFECTIVE DATE.

BE IT RESOLVED BY THE GOVERNOR AND CABINET OF THE STATE OF FLORIDA, AS THE GOVERNING BOARD OF THE DIVISION OF BOND FINANCE OF THE STATE BOARD OF ADMINISTRATION ON BEHALF OF AND IN THE NAME OF THE FLORIDA BOARD OF EDUCATION.

ARTICLE I

DEFINITIONS, AUTHORITY AND FINDINGS

SECTION 1.01. DEFINITIONS. All of the definitions contained in Article I of the Original Resolution (as defined herein), in addition to the definitions contained herein and except to the extent inconsistent with or amended by definitions contained herein, shall apply fully to the Outstanding Bonds and the 2002 Bonds (as defined herein).

"1992 Bonds" means the State of Florida, Florida Board of Regents, Florida State University Parking Facility Revenue Bonds, Series 1992.

"2002 Bonds" means the State of Florida, Florida Board of Education, Florida State University Parking Facility Revenue Refunding Bonds, Series 2002.

"Assistant Secretary" means an Assistant Secretary of the Division of Bond Finance.

"Board of Regents" means the Board of Regents of the Division of Universities of the State of Florida Department of Education, originally created pursuant to the provisions of Chapter 240, Florida Statutes and subsequently abolished by the Reorganization Act.

"Bonds" means the Outstanding Bonds, the 2002 Bonds, and any additional parity Bonds issued in accordance with Section 5.01 of the Original Resolution.

"Director" means the Director of the Division of Bond Finance and shall include any Assistant Secretary to whom the Director delegates authority.

"Escrow Deposit Agreement" means the Escrow Deposit Agreement to be entered into by the Division of Bond Finance and the Board of Administration which shall govern and provide for the payment and retirement of the Refunded Bonds.

"Florida Board of Education" means the Florida Board of Education, or its lawful successors. The Florida Board of Education is a body corporate, established pursuant to the Reorganization Act, which corporate body was the recipient transferee of certain powers, duties, and existing contracts, of the Board of Regents, which latter board was abolished on July 1, 2001, by the Reorganization Act. On January 7, 2003, pursuant to Chapter 2002-387, Laws of Florida, the Florida Board of Education is scheduled to become the State Board of Education authorized in Article IX, Section 2 of the Florida Constitution. However, also on January 7, 2003, Article IX, Section 7 will be added to the Florida Constitution, creating a separate board of governors for the State university system. To the extent that powers currently vested in the Florida Board of Education are transferred to the board of governors, "Florida Board of Education" shall include the board of governors.

"Original Resolution" means the resolution adopted on July 21, 1992 by the Governor and Cabinet as the Governing Board of the Division of Bond Finance authorizing the issuance of the Bonds, as supplemented on November 29, 2000 and as amended and supplemented from time to time.

"Outstanding Bonds" means the outstanding State of Florida, Board of Regents, Florida State University Parking Facility Revenue Bonds, Series 1992 and Series 2001.

"Refunded Bonds" means all or a portion of the State of Florida, Florida Board of Regents, Florida State University Student Parking Facility Revenue Bonds, Series 1992, to be refunded by the 2002 Bonds.

"Reorganization Act" means the Florida Education Governance Reorganization Implementation Act, Chapter 2001-170, Laws of Florida, pursuant to which the Board of Regents was abolished as of July 1, 2001 and its powers were transferred to the Florida Board of Education.

"Second Supplemental Resolution" means this supplemental resolution authorizing the issuance and sale of the 2002 Bonds.

"State Board of Education" means the corporate body identified in Article IX, Section 2, of the Florida Constitution, as the state board of education. In accordance with Chapter 2002-387, Laws of Florida, effective January 7, 2003, the Florida Board of Education will cease to exist and is scheduled to become the State Board of Education and as such will be responsible for all existing bond obligations of the Florida Board of Education and its predecessor, the Board of Regents. By such law, the State Board of Education will have all powers necessary to carry out and effectuate the issuance of bonds pursuant to Article VII, Section 11 (d), of the Florida Constitution including the issuance of the 2002 Bonds.

Where the context so requires, words importing singular number shall include the plural number in each case and vice versa, words importing persons shall include firms and corporations, and the masculine includes the feminine and vice versa.

SECTION 1.02. AUTHORITY FOR THIS RESOLUTION. This Second Supplemental Resolution is adopted pursuant to the provisions of Article VII, Sections 11 (d) of the Florida Constitution; Sections 215.57-215.83, Florida Statutes (the State Bond Act); Chapters 229, 240 and 243, Florida Statutes; Chapter 2002-387, Laws of Florida; other applicable provisions of law; the Original Resolution; and any other applicable laws, and constitutes a resolution authorizing bonds pursuant to the State Bond Act.

SECTION 1.03. FINDINGS. It is hereby found, determined, and declared as follows:

(A) The Florida Board of Education is authorized to acquire, operate, maintain, and improve public buildings and facilities for use by any of the several State universities, and to finance such improvements; and the Florida Board of Education is further authorized to pay the principal of and interest on obligations issued on its behalf to finance such improvements.

(B) The Governing Board of the Division of Bond Finance of the State Board of Administration (the "Division of Bond Finance") has previously issued the 1992 Bonds pursuant to the Original Resolution.

(C) Section 5.02 of the Original Resolution provides for the refunding of Bonds, which 2002 Bonds will be on a parity with the Bonds remaining Outstanding after such refunding.

(D) The Florida Board of Education, by resolution adopted October 24, 2002, has requested the Division of Bond Finance to issue bonds to refund all or a portion of the 1992 Bonds.

(E) Pursuant to the State Bond Act, the Division of Bond Finance is authorized to issue, on behalf of the Florida Board of Education, the 2002 Bonds to refund all or a portion of the 1992 Bonds (the "Refunded Bonds".)

(F) Upon the issuance and delivery of the 2002 Bonds, sufficient moneys will be deposited in escrow pursuant to an Escrow Deposit Agreement to pay the principal of, redemption premium, if any, and interest on the Refunded Bonds to be refunded and to pay the fees and expenses to be incurred in connection with the payment and retirement of such Refunded Bonds, in the manner provided herein. The Division of Bond Finance and the Board of Administration will enter into an Escrow Deposit Agreement prior to the issuance of any 2002 Bonds herein authorized.

(G) The principal of and interest on the 2002 Bonds will be payable solely from the Pledged Revenues accruing to and to be received by the Florida Board of Education or the University in the manner provided by this Second Supplemental Resolution.

(H) The 2002 Bonds will be secured on a parity as to the lien on the Pledged Revenues with the Outstanding Bonds remaining Outstanding subsequent to the refunding to be accomplished with the proceeds of the 2002 Bonds, and with any additional parity Bonds, when and if issued.

(I) The 2002 Bonds shall not constitute, directly or indirectly, a debt or a charge against the State of Florida or any political subdivision thereof, but shall be revenue bonds within the meaning of Article VII, Section 11(d), Florida Constitution, and shall be payable solely from funds derived directly from sources other than state tax revenues.

(J) Pursuant to the statutes and constitutional provisions herein cited, including Sections 215.59, 215.64, and 215.79, Florida Statutes, the Division of Bond Finance is authorized to issue revenue bonds, including the 2002 Bonds, for the purpose of refunding any Outstanding Bonds, in the name of the Florida Board of Education, subject to the terms, limitations and conditions contained in this Second Supplemental Resolution.

(K) It is necessary and desirable to make additional amendments to the Original Resolution, in order to clarify the rights of the issuer of a Bond Insurance Policy with respect to the Bonds and to clarify Parking System Revenues.

SECTION 1.04. RESOLUTION TO CONSTITUTE CONTRACT. In consideration of the acceptance of the 2002 Bonds by the Registered Owners, the Original Resolution and this Second Supplemental Resolution shall be deemed to be and shall constitute a contract among the Division of Bond Finance, the Florida Board of Education, the University and such Registered Owners. The covenants and agreements to be performed by the Florida Board of Education and the University shall be for the equal benefit, protection, and security of the Registered Owners of any and all of the Outstanding Bonds and the 2002 Bonds, as defined herein, all of which shall be of equal rank and without preference, priority, or distinction as to any of such Bonds over any other thereof, except as expressly provided in the Original Resolution and this Second Supplemental Resolution.

ARTICLE II
AUTHORIZATION, TERMS, EXECUTION, REGISTRATION, TRANSFER AND ISSUANCE OF BONDS, AND AUTHORIZATION TO EXECUTE ESCROW DEPOSIT AGREEMENT

SECTION 2.01 AUTHORIZATION OF ISSUANCE AND SALE OF 2002 BONDS. (A) Subject and pursuant to the provisions of this Second

Supplemental Resolution and the Original Resolution, fully registered revenue bonds of the Florida Board of Education to be known as "State of Florida, Florida Board of Education, Florida State University Parking Facility Revenue Refunding Bonds, Series 2002" (or such other designation as may be determined by the Director), are hereby authorized to be issued and to be sold by the Division of Bond Finance at public sale in an aggregate principal amount not exceeding $6,500,000 on a date and at the time to be set out or provided for in the notice of bond sale to be published as provided in this Second Supplemental Resolution. The 2002 Bonds shall be sold to refund all or a portion of the State of Florida, Board of Regents, Florida State University, Parking Facility Revenue Bonds, Series 1992 (the "Refunded Bonds".) The maturities or portions of maturities to be refunded shall be as determined by the Director to be in the best financial interest of the State. The redemption of the Refunded Bonds on or after their first call date is hereby authorized.

(B) The Director is hereby authorized to publish the notice of bond sale of the 2002 Bonds, or an abbreviated version thereof, in *The Bond Buyer*, New York, New York, or in some other established financial newspaper or journal, such publication to be not less than 10 days prior to the date of sale (provided, that if no bids are received at the time and place called for in the notice of bond sale, or if all bids received are rejected, such 2002 Bonds may again be offered for sale upon reasonable notice, the timing and manner of which shall be determined by the Director) and to determine the most advantageous date and time of a public sale which is to be set out or provided for in the notice of bond sale. Bids for the purchase of the 2002 Bonds will be received at the office of the Division of Bond Finance or at another location designated in the notice of bond sale, until the time and date of sale specified or provided for in the notice of bond sale. Any prior publication of a notice of bond sale, or abbreviated version thereof, is hereby ratified.

(C) The Director is hereby authorized to publish and distribute a notice of bond sale and a proposal for the sale of the 2002 Bonds. The notice of bond sale shall be in such form as shall be determined by the Director and shall contain such information as is consistent with the terms of the Original Resolution and this Second Supplemental Resolution which the Director determines to be in the best financial interest of the State. Any prior distribution of a notice of bond sale and proposal for sale is hereby ratified.

(D) The Director is hereby authorized to prepare and distribute preliminary and final official statements in connection with the public offering of the 2002 Bonds. The Director is further authorized and directed to amend, supplement or complete the information contained in the preliminary official statement, as may be needed, and to furnish such certification as to the completeness and finality of the preliminary official statement as is necessary to permit the successful bidder to fulfill its obligations under any applicable securities laws. The Chairman, the Director, and the members of the Governing Board are hereby authorized to execute the Final Official Statement in connection with the public offering of the 2002 Bonds, and the execution thereof by any of the authorized individuals shall be conclusive evidence that this Governing Board has approved the form and content of the final official statement and that the final official statement is complete as of its date.

(E) The Director is hereby authorized to have up to 1,500 copies of the preliminary official statement and 3,500 copies (plus such additional copies as may be requested by the successful bidder at the expense of the successful bidder) of the final official statement relating to the public offering of the 2002 Bonds printed and distributed; to contract with national rating services; to make a determination that the preliminary official statement is "deemed final" for purposes of SEC Rule 15c2-12(b)(1); to conduct information meetings; and to take such other actions as may be deemed appropriate for the dissemination of information relating to the sale of the 2002 Bonds. Any prior printing and distribution of a preliminary official statement is hereby ratified.

(F) The Director is hereby authorized to award the 2002 Bonds when offered, on his or her determination of the best proposal, as defined in the notice of bond sale, submitted in accordance with the terms of the notice of bond sale provided for herein, and such award shall be final. The Director shall report such sale to this Governing Board after award of the 2002 Bonds. The Director is authorized to deliver such 2002 Bonds to the purchasers thereof upon payment of the purchase price, together with any accrued interest to the date of delivery, and to distribute the proceeds of the 2002 Bonds as provided by this Second Supplemental Resolution and other proceedings authorizing the issuance of the 2002 Bonds.

(G) The 2002 Bonds shall be executed in the name of the Florida Board of Education by its Chairman, and attested to by its Secretary, or, in either case, by such other person authorized by the Florida Board of Education, and the corporate seal of the Florida Board of Education or a facsimile thereof may be affixed thereto. Any of the signatures required hereinabove may be a facsimile signature imprinted or reproduced on the 2002 Bonds. In case any one or more of the officers who shall have signed or sealed any of the 2002 Bonds shall cease to be such officer before the 2002 Bonds so signed and sealed shall have been actually sold and delivered, the 2002 Bonds may nevertheless be sold and delivered as herein provided and may be issued as if the person who signed or sealed such 2002 Bonds had not ceased to hold office.

(H) A certificate as to the approval of the issuance of the 2002 Bonds, shall be executed by the facsimile signature of the Secretary of the Governing Board of the Division of Bond Finance, an Assistant Secretary, or as otherwise provided by law.

(I) Until definitive obligations are ready for delivery, there may be executed and delivered to the purchasers, in lieu of definitive obligations and subject to the same limitations and conditions, one or more temporary 2002 Bonds, in one or more denominations totaling the aggregate principal amount of the 2002 Bonds to be issued, maturing in installments and bearing interest with respect to each installment, in substantially the same tenor as otherwise herein authorized for the 2002 Bonds, and with such omissions, insertions and variations as may be required. If temporary obligations are issued, the definitive obligations will be prepared and executed and, upon presentation of temporary obligations, the Director shall provide for cancellation of the temporary obligations and deliver to the holders thereof definitive obligations of an equal aggregate principal amount, bearing appropriate characteristics as herein authorized and as sold to the purchasers thereof. Until so exchanged, the temporary obligations shall in all respects be entitled to the same benefit and security as the definitive obligations. Interest and principal installments on the temporary obligations, when due and payable, if the definitive obligations are not then ready for exchange, shall be paid upon presentation of the temporary obligations to the Bond Registrar/Paying Agent, and notation of such payment shall be endorsed thereon. The temporary obligations shall be in such form and denominations as shall be determined by the Director, and shall be executed by the officers who will execute the definitive obligations, which execution is hereby authorized.

(J) State Street Bank and Trust Company, N.A., or its successor, is hereby designated as Bond Registrar/Paying Agent for the 2002 Bonds on the terms and conditions set forth in the Registrar, Paying Agent and Transfer Agreement by and between the Board of Administration and State Street Bank and Trust Company, N.A. or its successor.

(K) The Interest Payment Dates and the Principal Payment Dates for the 2002 Bonds shall be as set forth in the notice of sale. Interest on the 2002 Bonds shall be paid by check or draft mailed on the Interest Payment Date (or in certain cases may be paid by wire transfer at the election of a Registered Owner other than a securities depository, in the manner and under the terms provided for in the State's agreement with the Bond Registrar/Paying Agent provided that such Registered Owner advances to the Bond Registrar/Paying Agent the amount, if any, necessary to pay the wire charges or authorizes the paying agent to deduct the amount of such payment) to the Registered Owner thereof as of 5:00 p.m. on the Record Date shown on the registration books maintained by the Bond Registrar/Paying Agent for the 2002 Bonds.

(L) The 2002 Bonds shall be dated, shall mature in such years and amounts and shall bear interest commencing on such date as set forth or provided for in the notice of bond sale, a copy of which, as published, shall be retained in the files of the Division of Bond Finance with this Second Supplemental Resolution. The 2002 Bonds shall be issued in denominations of $5,000 or any integral multiple thereof unless otherwise provided in the notice of sale. The 2002 Bonds shall be payable at the corporate trust office of State Street Bank and Trust Company, N.A., New York, New York, or its successor.

(M) The 2002 bonds shall be subject to redemption as provided in the notice of bond sale. The notice of bond sale shall contain such redemption provisions as shall be determined by the Director to be in the best financial interest of the State. Upon election by the successful bidder as provided in the notice of bond sale, a portion of the 2002 Bonds identified in such election may be designated as Term Bonds. Additionally, in lieu of mailing the notice of redemption, the Bond Registrar/Paying Agent may elect to provide such notice by electronic means to any Registered Owner who has consented to such method of receiving notices.

(N) The incremental increase in the Reserve Requirement attributable to the 2002 Bonds shall be funded with proceeds of the 2002 Bonds, amounts previously on deposit in the Reserve Account on behalf of the Refunded Bonds, or a Reserve Account Credit Facility, or some combination thereof, as determined by the Director. The incremental increase in the Reserve Requirement attributable to the 2002 Bonds shall deposited in the sub-account in the Reserve Account established with respect to the Outstanding bonds. Amounts on deposit in such sub-account may be commingled with amounts deposited for Bonds of additional Series and shall be held for the benefit of the Registered Owners of the Outstanding Bonds, the 2002 Bonds and such other Bonds.

(O) Any portion of the 2002 Bonds may be issued as a separate series, provided that the 2002 Bonds of each series shall be numbered consecutively from one upward. The 2002 Bonds referred to herein may be sold separately or combined with any other Florida Board of Education bond issues authorized by this Governing Board to be sold.

(P) The Director is hereby authorized to offer for sale a lesser principal amount of 2002 Bonds than that set forth in this Second Supplemental Resolution and to adjust the maturity schedule and redemption provisions for the 2002 Bonds, if necessary, to reflect the issuance of such lesser amount, and to modify the notice of bond sale as may be required. Any portion of the 2002 Bonds not offered shall remain authorized to be offered at a later date.

(Q) The Director is authorized to provide in the notice of bond sale of the 2002 Bonds that the purchase price for the 2002 Bonds may include a discount of not to exceed 3%, excluding original issue discount, if any, of the aggregate principal amount of such 2002 Bonds offered for sale.

(R) The Chairman and Secretary and any Assistant Secretary of this Governing Board and the Director, and such other officers and employees of the Division of Bond Finance as may be designated by this Governing Board as agents of the Division of Bond Finance in connection with the issuance and delivery of the 2002 Bonds, are authorized and empowered, collectively or individually, to take all actions and steps, to execute all instruments, documents, and contracts, and to take all other action on behalf of the Division of Bond Finance, in each case as they may deem necessary or desirable, in connection with the execution and delivery of the 2002 Bonds, including but not limited to, contracting with a consultant to verify escrow calculations of the 2002 Bonds, retaining bond counsel to render a special tax opinion relating to the use of the proceeds from the sale of the 2002 Bonds, and providing for the redemption of the Refunded Bonds.

(S) Notwithstanding anything contained in the Original Resolution to the contrary, it is the intent of this Governing Board that interest on the 2002 Bonds be and remain excluded from gross income for federal income tax purposes and therefore to comply with all requirements of federal tax law applicable to the 2002 Bonds, or any series thereof, whether such requirements are now in effect, pending or subsequently enacted. The Director is hereby authorized and directed to take all actions necessary with respect to the 2002 Bonds and each series thereof to comply with such requirements of federal tax law.

SECTION 2.02. AUTHORIZATION TO EXECUTE AND DELIVER AN ESCROW DEPOSIT AGREEMENT; DESIGNATION OF ESCROW AGENTS. The Chairman and Secretary or an Assistant Secretary of the Governing Board and such other officers and employees of the Division of Bond Finance as may be designated by this Governing Board as agents of the Division of Bond Finance are hereby each authorized to execute and deliver an Escrow Deposit Agreement on behalf of the Division of Bond Finance in such form as may be determined by the Director for the purpose of providing for the deposit of a portion of the proceeds of the 2002 Bonds and such other funds as are determined to be necessary into an escrow deposit trust fund for the refunding and defeasance of the Refunded Bonds pursuant to the requirements of Section 8.06 of the Original Resolution. The Board of Administration is hereby designated and appointed as the escrow agent under the Escrow Deposit Agreement.

SECTION 2.03. APPLICABILITY OF ARTICLE II OF THE ORIGINAL RESOLUTION. The terms, description, execution, negotiability, redemption, registration, transfer, authentication, disposition, disposition, replacement, issuance and form of the 2002 Bonds shall be governed by the provisions of Article II of the Original Resolution, adjusted to the extent necessary to apply to the 2002 Bonds, except as otherwise provided in this Second Supplemental Resolution.

ARTICLE III
APPLICATION OF PROCEEDS

SECTION 3.01. APPLICATION OF 2002 BOND PROCEEDS. Upon receipt of the proceeds of the sale of the 2002 Bonds the Division of Bond Finance shall transfer and apply such proceeds as follows:

(A) The amount necessary to pay all costs and expenses of the Division of Bond Finance in connection with the preparation, issuance, and sale of the 2002 Bonds, including a reasonable charge for the services of the Division of Bond Finance for its fiscal services and for arbitrage rebate compliance program set-up, shall be transferred to the Division of Bond Finance and deposited in the Bond Fee Trust Fund.

(B) Any accrued interest on the 2002 Bonds shall be transferred to the Board of Administration and deposited in the

Sinking Fund, and used for the payment of interest on the 2002 Bonds.

(C) An amount necessary to fund the incremental increase in the Reserve Requirement attributable to the 2002 Bonds, to be held in reserve, shall be transferred to the Board of Administration and deposited in the Reserve Account within the Sinking Fund. Alternatively, the Division of Bond Finance, as provided in Section 4.02 of the Original Resolution, may elect at any time to provide in lieu of all or a portion of such funds a Reserve Account Credit Facility in an amount equal to the difference between the Reserve Requirement and the sums then on deposit in the Reserve Account.

(D) An amount together with the interest earnings thereon, and other amounts deposited therein which will be sufficient to pay when due (1) the principal amount of the Refunded Bonds, (2) the amount of interest and redemption premium payable on the Refunded Bonds, and (3) the amount of fees and expenses estimated by the Board of Administration to be incurred in connection with the payment and retirement of the Refunded Bonds, shall be transferred and deposited in escrow pursuant to the terms of the Escrow Deposit Agreement.

(E) Any balance of the proceeds of the 2002 Bonds after providing for the requirements of subsections (A) through (D) above shall be transferred to the Sinking Fund and used for the purposes set forth therein.

ARTICLE IV
SECURITY FOR THE 2002 BONDS;

SECTION 4.01. 2002 BONDS ON A PARITY WITH THE OUTSTANDING BONDS. The 2002 Bonds shall be payable on a parity and rank equally as to lien on and source and security for payment from the Pledged Revenues and in all other respects, with the Outstanding Bonds.

SECTION 4.02. BONDS SECURED BY ORIGINAL RESOLUTION. The 2002 Bonds shall be deemed to have been issued pursuant to the Original Resolution as fully and to the same extent as the Outstanding Bonds and all of the covenants and agreements contained in the Original Resolution shall be deemed to have been made for the benefit of the Registered Owners of the 2002 Bonds as fully and to the same extent as the Registered Owners of the Outstanding Bonds.

All of the covenants, agreements, and provisions of the Original Resolution except to the extent inconsistent herewith, shall be deemed to be part of this Second Supplemental Resolution to the same extent as if incorporated verbatim in this Second Supplemental Resolution, and shall be fully enforceable in the manner provided in the Original Resolution by any of the Registered Owners of the 2002 Bonds.

ARTICLE V
AMENDMENTS TO THE ORIGINAL RESOLUTION AND MISCELLANEOUS PROVISIONS

SECTION 5.01. AMENDMENT OF ORIGINAL RESOLUTION. The Original Resolution is amended as follows. Language to be added to the

Original Resolution is indicated by underlining, and language to be deleted from the Original Resolution is indicated by ~~strike-throughs~~.

(A) Section 1.01 of the Original Resolution is hereby amended as follows:

SECTION 1.01. DEFINITIONS. The following terms shall have the following meanings in this Resolution unless the text otherwise requires:

. . .

"Outstanding" shall mean, as of any date of determination, all Bonds theretofore authenticated and delivered except:

. . . .

(v) Bonds with respect to which debt service has been paid pursuant to a Bond Insurance Policy, to the extent that the amount of such payment has been reimbursed to the issuer of such Bond Insurance Policy (or monies have been deposited to defease such payment).

. . .

"Parking System Revenues" shall mean all fees, rentals or other charges and income related to parking, received by the University from students, faculty members, and others using or being served by or having the right to use, or having the right to be served by, the Parking System, and all parts thereof, without any deductions whatever, and specifically including, without limiting the generality of the foregoing, transportation access fees, parking permit fees, parking citation collections, immobilization fees, and any special rental fees or other charges for parking services or parking space provided by the University.

(B) Section 6.02 of the Original Resolution is hereby amended as follows:

SECTION 6.02. PLEDGED REVENUE COVENANTS. The Florida Board of Education ~~Regents~~ covenants:

. . .

(C) That it will from time to time recommend, fix and include in its budgets such revisions to ~~in~~ the ~~amounts of~~ rentals, fees, and other charges ~~to be levied upon and collected from each person using the facilities of the Parking System~~ which will produce Parking System Revenues ~~sums~~ sufficient to pay, when due, the amounts required ~~requirements as set forth~~ under this Resolution.

(D) That it will continue to collect the ~~fines, fees, rentals and other amounts charged all students, faculty members and tenants of the facilities of the~~ Parking System Revenues at the rates which are in effect at any particular time.

. . .

(C) Section 7.01 of the Original Resolution is amended by adding Subsection (C) thereto, as follows:

(C) For purposes of exercising remedies pursuant to this section, the issuer of a Bond Insurance Policy for Bonds issued after November 26, 2002, shall be deemed the sole Holder of Bonds it has insured, provided that the issuer of such Bond Insurance Policy has not failed to comply with its payment obligations under the Bond Insurance Policy and the ratings on the insured Bonds, based on the Bond Insurance Policy, are no lower than the "A" category by each Rating Agency which has rated such Bonds, including any rating modifiers.

(D) Section 8.06 of the Original Resolution is amended by adding Subsection (G) thereto as follows:

SECTION 8.06 DEFEASANCE.

. . .

(G) Notwithstanding the foregoing, the covenants, liens and pledges entered into, created or imposed pursuant to this Resolution shall not be discharged and satisfied with respect to any of the Bonds with respect to which debt service has been paid pursuant to a Bond Insurance Policy, to the extent that the amount so paid has not been reimbursed to the issuer of such Bond Insurance Policy (or monies have not been deposited as set forth above to provide for payment of such amounts). The bond insurer shall be subrogated to the rights of the Registered Owners of Bonds with respect to which it has made payments pursuant to a Bond Insurance Policy.

SECTION 5.02. RESOLUTION NOT ASSIGNABLE. This Second Supplemental Resolution shall not be assignable by the Division of Bond Finance or the Board of Administration, except for the benefit of the Registered Owners; provided, however, the Florida Board of Education may lease, from time to time, to other tenants such portion or portions of the Parking System as are not needed by the Florida Board of Education, to the extent that any such lease would not adversely affect the exclusion of interest on the Bonds from gross income for federal income tax purposes.

SECTION 5.03. MODIFICATION OR AMENDMENT. Modification or amendment hereof shall be governed by Section 8.02 of the Original Resolution.

SECTION 5.04. CONTINUING DISCLOSURE. (A) In order to comply with Rule 15c2-12 of the Securities and Exchange Commission, the Florida Board of Education hereby agrees to provide or cause to be provided such information as may be required, from time to time, under such rule.

(B) The Director, in conjunction with the appropriate officer of the Florida Board of Education, is authorized and directed to execute and deliver any documents or agreement which are necessary to comply with the requirements of Rule 15c2-12 of the Securities and Exchange Commission.

SECTION 5.05. SEVERABILITY OF INVALID PROVISIONS. If any one or more of the covenants or provisions of this Second Supplemental Resolution shall be held contrary to any express provision of law or contrary to the policy of express law, though not expressly prohibited, or against public policy, or shall for any reason whatsoever be held invalid, then such covenants or provisions shall be null and void and shall be deemed separable from the remaining covenants or provisions of this Second Supplemental Resolution or of the 2002 Bonds and shall in no way affect the validity or enforceability of any other covenants, agreements or provisions of this Second Supplemental Resolution or of the 2002 Bonds issued hereunder.

SECTION 5.06. FISCAL AGENT. Upon the sale and delivery of the 2002 Bonds by the Division of Bond Finance on behalf of the Florida Board of Education, the Board of Administration shall act as the fiscal agent for the Florida Board of Education with respect to the 2002 Bonds.

SECTION 5.07. REPEAL OF INCONSISTENT RESOLUTIONS. All resolutions and parts of resolutions heretofore adopted pertaining to the subject matter of this Second Supplemental Resolution, to the extent that they are inconsistent with this Second Supplemental Resolution, be and the same are hereby repealed, revoked, and rescinded, but only to the extent of any such inconsistencies. The authority for the issuance and delivery of the unissued portion of the State of Florida, Board of Regents, Florida State University Parking Facility Revenue Bonds, Series 2001, is hereby canceled.

SECTION 5.08. SUCCESSOR AGENCIES AND OFFICIALS. Any references in the Original Resolution or this Second Supplemental Resolution to offices, bodies or agencies which have been or are superceded, replaced or abolished by law shall be deemed to refer to the successors of such offices, bodies and agencies. Any action required or authorized to be taken by an official whose office, body or agency has been or is so superceded, replaced or abolished shall be taken by the successor to such official.

CONFIRMATION OF ORIGINAL RESOLUTION. As supplemented by this Second Supplemental Resolution, the Original Resolution is in all respects ratified and confirmed, and this Second Supplemental Resolution shall be read, taken, and construed as a part of the Original Resolution.

SECTION 5.09. EFFECTIVE DATE. This Second Supplemental Resolution shall take effect immediately upon its adoption.

ADOPTED on November 26, 2002.

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

A RESOLUTION
(THE FOURTH SUPPLEMENTAL RESOLUTION)
AUTHORIZING THE ISSUANCE OF NOT EXCEEDING
$24,500,000
STATE OF FLORIDA
FLORIDA EDUCATION SYSTEM
FLORIDA STATE UNIVERSITY
PARKING FACILITY REVENUE BONDS
SERIES 2005A

August 9, 2005

3172_SAR4.gh.wpd/F/072805

A RESOLUTION (THE FOURTH SUPPLEMENTAL RESOLUTION) AUTHORIZING THE ISSUANCE OF NOT EXCEEDING $24,500,000 STATE OF FLORIDA, FLORIDA EDUCATION SYSTEM, FLORIDA STATE UNIVERSITY PARKING FACILITY REVENUE BONDS, SERIES 2005A; AMENDING THE ORIGINAL RESOLUTION; CANCELING THE AUTHORITY FOR UNISSUED PREVIOUSLY AUTHORIZED BONDS; PROVIDING FOR CERTAIN COVENANTS IN CONNECTION WITH SAID ISSUANCE; AND PROVIDING FOR AN EFFECTIVE DATE.

BE IT RESOLVED BY THE GOVERNOR AND CABINET OF THE STATE OF FLORIDA, AS THE GOVERNING BOARD OF THE DIVISION OF BOND FINANCE OF THE STATE BOARD OF ADMINISTRATION:

ARTICLE I
DEFINITIONS, AUTHORITY AND FINDINGS

SECTION 1.01. DEFINITIONS. All of the definitions contained in Article I of the Original Resolution (as defined herein), in addition to the definitions contained herein and except to the extent inconsistent with or amended by definitions contained herein, shall apply fully to the Outstanding Bonds and the 2005A Bonds (as defined herein).

"2001 Bonds" means the State of Florida, Board of Regents, Florida State University Parking Facility Revenue Bonds, Series 2001.

"2003B Bonds" means the State of Florida, Florida Education System, Florida State University Parking Facility Revenue Bonds, Series 2003B.

"2005A Bonds" means the State of Florida, Florida Education System, Florida State University Parking Facility Revenue Bonds, Series 2005A.

"2001 Project" means the parking improvements on the campus of Florida State University financed by the 2001 Bonds.

"2003 Project" means the parking improvements on the campus of Florida State University financed by the 2003B Bonds.

"2005 Project" means the construction of two parking facilities (Parking Garages 4 and 5) on the campus of Florida State University as previously approved by the Legislature, subject to any deletions, modifications, or substitutions deemed necessary and expedient and approved by resolution of the Board.

"2005 Project Construction Fund" means a trust fund held by the State Treasurer in which shall be deposited the net proceeds of the 2005A Bonds and other available moneys for the construction of the 2005 Project.

"Assistant Secretary" means an Assistant Secretary of the Division of Bond Finance.

"Board" means the State Board of Education and the Board of Governors, or, if and when so designated by law, that agency of the State authorized to issue bonds on behalf of the University.

"Board of Governors" means the Board of Governors, a body corporate, established pursuant to Article IX, Section 7, Florida Constitution, and includes any other entity succeeding to the powers thereof.

"Bonds" means the Outstanding Bonds, the 2005A Bonds, and any additional parity Bonds issued in accordance with Section 5.01 of the Original Resolution.

"Completion Bonds" means those Bonds issued pursuant to Section 5.04 of the Original Resolution to pay the cost of completing the 2005 Project.

"Director" means the Director of the Division of Bond Finance and shall include any Assistant Secretary to whom the Director delegates authority.

"Fourth Supplemental Resolution" means this supplemental resolution authorizing the issuance of the 2005A Bonds.

"Original Resolution" means the resolution adopted on July 21, 1992 by the Governor and Cabinet as the Governing Board of the Division of Bond Finance authorizing the issuance of the Bonds, as amended and supplemented from time to time.

"Outstanding Bonds" means the Outstanding State of Florida, Board of Regents, Florida State University Parking Facility Revenue Bonds, Series 2001; the Outstanding State of Florida, Florida Education System, Florida State University Parking Facility Revenue Refunding Bonds, Series 2003A; and the Outstanding State of Florida, Florida Education System, Florida State University Parking Facility Revenue Bonds, Series 2003B.

"Parking System" means the facilities enumerated in the Original Resolution and the 2005 Project.

"Project Costs" means the actual costs of the 2005 Project, including costs of design and construction; materials, labor, furnishings, equipment and apparatus; sitework and landscaping; roadway and parking facilities; the acquisition of all lands or interests therein, and all other property, real or personal, appurtenant to or useful in the 2005 Project; interest on the 2005A Bonds for a reasonable period after the date of delivery of thereof, if necessary; an amount sufficient to establish adequate reserves; architectonic and engineering fees; legal fees; reimbursement for prior authorized expenditures; and fees and expenses of the Division of Bond Finance, the Board of Administration, the University, or the Board necessary to the construction and placing in operation of the 2005 Project and the financing thereof.

"Rebate Amount" means the excess of the amount earned on all nonpurpose investments (as defined in Section 148(f)(6) of the Code) over the amount that would have been earned if such nonpurpose investments were invested at a rate equal to the yield on the Bonds, plus any income attributable to such excess.

"State Board of Education" means the State Board of Education, a body corporate, established pursuant to Article IX, Section 2, Florida Constitution, and includes any other entity succeeding to the powers thereof.

Where the context so requires, words importing singular number shall include the plural number in each case and vice versa, words importing persons shall include firms and corporations, and the masculine includes the feminine and vice versa.

SECTION 1.02. AUTHORITY FOR THIS RESOLUTION. This Fourth Supplemental Resolution is adopted pursuant to the provisions of Article VII, Sections 11 (d) of the Florida Constitution; Sections 215.57-215.83, Florida Statutes (the State Bond Act); Sections 1010.60 - 1010.619, Florida Statutes; Chapter 2005-70, Laws of Florida; other applicable provisions of law; the Original Resolution; and any other applicable laws, and constitutes a resolution authorizing bonds pursuant to the State Bond Act.

SECTION 1.03. FINDINGS. It is hereby found, determined, and declared as follows:

(A) The Board is authorized to acquire, own, construct, operate, maintain, improve and extend public buildings and facilities for use by any of the several State universities, and to finance such improvements; and the Board is further authorized to pay the principal of and interest on obligations issued on its behalf to finance such improvements.

(B) The construction of the 2005 Project at the University is necessary, desirable, and in the best interest of the University.

(C) The State Board of Education and the Board of Governors has each adopted resolutions, dated June 21, 2005 and July 21, 2005, respectively, requesting the Division of Bond Finance to take the necessary actions required for the issuance of the 2005A Bonds.

(D) Pursuant to the State Bond Act, the Division of Bond Finance is authorized to issue, on behalf of the Board, the 2005A Bonds to finance construction of two parking facilities (Parking Garages 4 and 5) on the Tallahassee Campus of Florida State University.

(E) The State at this time is without immediately available funds to make the capital outlay necessary for the construction of the 2005 Project.

(F) The 2005 Project shall be the construction of parking structures substantially in accordance with the plans and specifications as may be approved by the Board from time to time.

(G) As required by Article VII, Section 11(f) of the Florida Constitution, the 2005 Florida Legislature approved the 2005 Project in Section 22, items 3 and 12 of Chapter 2005-70, Laws of Florida.

(H) The principal of and interest on the 2005A Bonds and all of the reserve, sinking fund and other payments provided for herein, will be payable solely from the Pledged Revenues accruing to and to be received by the Board or the University in the manner provided by the Original Resolution and this Fourth Supplemental Resolution.

(I) The 2005A Bonds will be secured on a parity as to the lien on the Pledged Revenues with the Outstanding Bonds, and with any additional parity Bonds, when and if issued.

(J) The 2005A Bonds shall not constitute, directly or indirectly, a debt or a charge against the State of Florida or any political subdivision thereof, but shall be revenue bonds within the meaning of Article VII, Section 11(d), Florida Constitution, and shall be payable solely from funds derived directly from sources other than state tax revenues.

(K) Pursuant to the statutes and constitutional provisions herein cited, including Sections 215.59, 215.64, and 215.79, Florida Statutes, the Division of Bond Finance is authorized to issue the 2005A Bonds, on behalf of, and in the name of the Board, subject to the terms, limitations and conditions contained in this Fourth Supplemental Resolution.

(L) Pursuant to Sections 215.59 and 215.64, Florida Statutes, the Division of Bond Finance is authorized to issue revenue bonds on behalf of state agencies payable from funds derived directly from sources other than state tax revenues, without the vote of electors in the manner provided by law.

(M) The Original Resolution, in Section 5.01 of Article V thereof, provides for the issuance of additional parity Bonds under the terms, restrictions and conditions provided therein.

SECTION 1.04. RESOLUTION TO CONSTITUTE CONTRACT. In consideration of the acceptance of the 2005A Bonds by the Registered Owners, the Original Resolution and this Fourth Supplemental Resolution shall be deemed to be and shall constitute a contract among the Division of Bond Finance, the Board, the University and such Registered Owners. The covenants and agreements to be performed by the Board and the University shall be for the equal benefit, protection, and security of the Registered

Owners of any and all of the Outstanding Bonds and the 2005A Bonds, as defined herein, all of which shall be of equal rank and without preference, priority, or distinction as to any of such Bonds over any other thereof, except as expressly provided in the Original Resolution and this Fourth Supplemental Resolution.

ARTICLE II
AUTHORIZATION, TERMS, EXECUTION, REGISTRATION, TRANSFER, ISSUANCE AND FORM OF BONDS

SECTION 2.01 AUTHORIZATION OF THE 2005A BONDS. Subject and pursuant to the provisions of this Fourth Supplemental Resolution and the Original Resolution, fully registered revenue bonds of the Board to be known as "State of Florida, Florida Education System, Florida State University Parking Facility Revenue Bonds, Series 2005A" (or such other designation as may be determined by the Director), are hereby authorized to be issued by the Division of Bond Finance on behalf of the Board in an aggregate principal amount not exceeding $24,500,000, for the purpose of financing the construction, furnishing and equipping of the 2005 Project as described herein.

SECTION 2.02. APPLICABILITY OF ARTICLE II OF THE ORIGINAL RESOLUTION. The terms, description, execution, negotiability, redemption, registration, transfer, authentication, disposition, replacement, issuance and form of the 2005A Bonds shall be governed by the provisions of Article II of the Original Resolution, adjusted to the extent necessary to apply to the 2005A Bonds, except as otherwise provided in this Fourth Supplemental Resolution. The form of the 2005A Bonds shall be governed by Section 2.03 of this Fourth Supplemental Resolution.

SECTION 2.03. FORM OF THE 2005A BONDS. The text of the 2005A Bonds, together with the certificate of authentication to be endorsed thereon, shall be substantially of the following tenor, with such omissions, insertions and variations as may be necessary and desirable and authorized or permitted by this Fourth Supplemental Resolution or any subsequent resolution adopted prior to the issuance thereof, or as may be necessary to comply with applicable laws, rules, and regulations of the United States Government and the State of Florida in effect upon the issuance thereof:

REGISTERED
NUMBER
R - ____________________
UNITED STATES OF AMERICA
STATE OF FLORIDA
FLORIDA EDUCATION SYSTEM
FLORIDA STATE UNIVERSITY
PARKING FACILITY REVENUE BOND, SERIES 2005A

MATURITY DATE ____________________

INTEREST RATE ____________________%

DATED DATE ____________________

REGISTERED OWNER ____________________

____

PRINCIPAL AMOUNT ____________________ **DOLLARS**

THE DIVISION OF BOND FINANCE OF THE STATE BOARD OF ADMINISTRATION OF FLORIDA (the "Division of Bond Finance"), on behalf of the State Board of Education and the Board of Governors, both public bodies corporate, (hereinafter collectively referred to as the "Board"), for value received, hereby promises to pay to the Registered Owner or registered assigns from the special funds hereinafter described, on the maturity date, unless redeemed prior thereto as hereinafter provided, upon the presentation and surrender hereof at the principal office of U.S. Bank Trust National Association, New York, New York, as Bond Registrar/Paying Agent, the principal amount shown above and to pay to the Registered Owner hereof, solely from such special funds, by check or draft mailed to such Registered Owner at his address as it appears at 5:00 p.m. (local time, New York, New York) on the Record Date, on the registration books kept by the Bond Registrar/Paying Agent under the Resolution hereinafter referred to, interest on such principal sum from the date hereof or from the most recent interest payment date to which interest has been paid, whichever is applicable, at the rate per annum specified above until the payment of said principal sum, such interest being payable on the first day of ________ and the first day of __________ in each year. The Record Date for the __________ payment is ___________, and the Record Date for the ___________ payment is ____________. Both the principal of and interest on this Bond are payable in lawful money of the United States of America.

REFERENCE IS HEREBY MADE TO THE FURTHER PROVISIONS OF THIS BOND SET FORTH ON THE REVERSE HEREOF AND SUCH FURTHER PROVISIONS SHALL FOR ALL PURPOSES HAVE THE SAME EFFECT AS IF SET FORTH AT THIS PLACE.

This Bond may be transferred only upon the books of the Board kept by the Bond Registrar/Paying Agent, under the Resolution, upon surrender at the principal office of the Bond Registrar/Paying Agent with an assignment duly executed by the Registered Owner or his duly authorized attorney, but only in the manner, subject to the limitations and upon payment of the charges provided in the Resolution, and upon surrender and cancellation of this Bond. Upon such transfer, there shall be executed in the name of the transferee, and the Bond Registrar/Paying Agent shall deliver a new registered Bond or Bonds in the same aggregate principal amount and series, maturity and interest rate of the authorized denominations as the surrendered Bond or Bonds.

It is hereby certified and recited that all acts, conditions, and things required to exist, to happen, and to be performed precedent to and in the issuance of this Bond, exist, have happened, and have been performed in regular and due form and time as required by the Constitution and laws of the State of Florida applicable thereto, and that the issuance of this Bond and of the issue of Bonds of which this Bond is one, does not violate any Constitutional or Statutory limitation of indebtedness.

IN WITNESS WHEREOF, the Board has caused this Bond to be issued on its behalf by the Division of Bond Finance and has caused the same to be signed by the Chairs of the State Board of Education and the Board of Governors or to be executed with their facsimile signatures, and the corporate seal of the Division of Bond Finance to be affixed hereto or imprinted hereon, attested by the Commissioner of Education with his manual or facsimile signature, all as of the ________ day of ______________________, 2005.

This Bond is one of an authorized issue of Bonds (the "Bonds") in the aggregate principal amount of __________________ Dollars ($________________) issued to finance the cost of the 2005 Project, as defined in the Resolution, to purchase a municipal bond insurance policy and a reserve account surety bond, to provide for capitalized interest, and to pay certain costs associated with the issuance of the Bonds, under the authority of and in full compliance with the Constitution and statutes of the State of Florida, including particularly Sections 215.57-215.83, Florida Statutes and Sections 1010.60-1010.619, Florida Statutes, and other applicable provisions of law, and a resolution duly adopted by the Governor and Cabinet of the State of Florida as the Governing Board of the Division of Bond Finance, on July 21, 1992, as restated and as supplemented on August 9, 2005 (collectively, the "Resolution") and is subject to all of the terms and conditions of said Resolution.

(Insert Redemption Provisions)

This Bond is secured by a lien upon and is payable on a parity with the outstanding State of Florida, Board of Regents, Florida State University Parking Facility Revenue Bonds, Series 2001; the outstanding State of Florida, Florida Education System, Florida

State University Parking Facility Revenue Refunding Bonds, Series 2003A; and the outstanding State of Florida, Florida Education System, Florida State University Parking Facility Revenue Bonds, Series 2003B, solely from Pledged Revenues derived from the operation of the Parking System and a Reserve Account.

The Pledged Revenues consist of the revenues of the Parking System after providing for payment of the Administrative Expenses, the Current Expenses and the Rebate Amount (all as described in the Resolution).

THIS BOND DOES NOT CONSTITUTE AN OBLIGATION, EITHER GENERAL OR SPECIAL, OF THE STATE OF FLORIDA OR OF ANY LOCAL GOVERNMENT THEREOF, AND NEITHER THE STATE OF FLORIDA NOR ANY LOCAL GOVERNMENT THEREOF SHALL BE LIABLE THEREON, NOR SHALL THE FAITH, REVENUES AND CREDIT OF THE STATE OF FLORIDA OR OF ANY LOCAL GOVERNMENT THEREOF BE PLEDGED TO THE PAYMENT OF THE PRINCIPAL OF, PREMIUM, IF ANY, OR INTEREST ON THE BONDS. THE BONDS ARE PAYABLE, AS TO PRINCIPAL, PREMIUM, IF ANY, AND INTEREST, SOLELY FROM THE PLEDGED REVENUES AS MORE SPECIFICALLY DEFINED IN THE RESOLUTION.

Bond is a "revenue bond" within the meaning of Article VII, Section 11(d), of the Constitution of Florida, and shall be payable solely from the special funds described herein and more specifically in the Resolution, which special funds are derived directly from sources other than State tax revenues.

This Bond has all the qualities and incidents of a negotiable investment security under the Uniform Commercial Code - Investment Securities Law of the State of Florida, pursuant to the Statutes under which this Bond is issued, and the original Registered Owner and each successive Registered Owner of this Bond, shall be conclusively deemed, by his acceptance hereof, to have agreed that this Bond shall have all the qualities and incidents of negotiable instruments.

STATE BOARD OF EDUCATION

____
Chair

BOARD OF GOVERNORS

____
Chair

(S E A L)

ATTEST:

____
COMMISSIONER OF EDUCATION

BOND REGISTRAR/PAYING AGENT'S CERTIFICATE OF AUTHENTICATION

This Bond is one of the Bonds of the issue described in the within-mentioned Resolution.

U. S. BANK TRUST NATIONAL ASSOCIATION, NEW YORK, NEW YORK, AS BOND REGISTRAR/PAYING AGENT

By ______________________________

Authorized Signature

____

Date of Authentication

APPROVAL CERTIFICATE OF THE DIVISION OF BOND FINANCE

The issuance of these Bonds has been approved under the provisions of the State Bond Act, comprising Sections 215.57 through 215.83, Florida Statutes, by the governing board of the Division of Bond Finance.

DIVISION OF BOND FINANCE OF THE STATE BOARD OF ADMINISTRATION

By ______________________________

J. Ben Watkins III
Assistant Secretary of the Governing Board of the Division of Bond Finance of the State Board of Administration

CERTIFICATE OF THE STATE BOARD OF ADMINISTRATION

The issuance of this Bond has been approved by the State Board of Administration of Florida, as required by law. This Certificate is made in compliance with Section 215.73, Florida Statutes.

STATE BOARD OF ADMINISTRATION OF FLORIDA

By ______________________________

JEB BUSH, Governor of the State of Florida, as Chairman of the

State Board of Administration of Florida

CERTIFICATE OF VALIDATION

This Bond is one of a series of Bonds which was validated and confirmed by Judgment of the Circuit Court of the Second Judicial Circuit, in and for Leon County, Florida, rendered on ___________, 2005.

By ___________________________

JEB BUSH, Governor of the State of Florida, as Chairman of the Governing Board of the Division of Bond Finance of the State Board of Administration of Florida

ASSIGNMENT

For value received the undersigned

sells, assigns and transfers unto

____

____

(PLEASE PRINT OR TYPEWRITE NAME AND ADDRESS INCLUDING ZIP CODE OF ASSIGNEE)

____

the within State of Florida, Florida Education System, Florida State University Parking Facility Revenue Bond, Series 2005A, and hereby irrevocable constitutes and appoints________________________

____

, attorney to transfer the said Bond on the books kept for registration thereof, with full power of substitution in the premises.

Dated ______________________ ____________________________

Witness:

____

ARTICLE III

APPLICATION OF PROCEEDS

SECTION 3.01 CONSTRUCTION OF THE 2005 PROJECT. The Board is authorized to construct the 2005 Project from the proceeds of the sale of the 2005A Bonds and other legally available funds, subject to the provisions of this Fourth Supplemental Resolution and applicable laws of Florida.

SECTION 3.02. APPLICATION OF 2005A BOND PROCEEDS. Upon receipt of the proceeds of the sale of the 2005A Bonds, the Division of Bond Finance shall transfer and apply such proceeds as follows:

(A) The amount necessary to pay all costs and expenses of the Division of Bond Finance in connection with the preparation, issuance, and sale of the 2005A Bonds, including a reasonable charge for the services of the Division of Bond Finance for its fiscal services and for arbitrage rebate compliance program set-up, shall be transferred to the Division of Bond Finance and deposited in the Bond Fee Trust Fund.

(B) Any accrued interest on the 2005A Bonds shall be transferred to the Board of Administration and deposited in the Sinking Fund, and used for the payment of interest on the 2005A Bonds.

(C) An amount necessary to fund the incremental increase in the Reserve Requirement attributable to the 2005A Bonds, to be held in reserve, shall be transferred to the Board of Administration and deposited in the Reserve Account within the Sinking Fund. Alternatively, the Division of Bond Finance, as provided in Section 4.02 of the Original Resolution, may elect at any time to provide in lieu of all or a portion of such funds a Reserve Account Credit Facility in an amount equal to the difference between the Reserve Requirement and the sums then on deposit in the Reserve Account.

(D) After making the transfers provided for in (A) through (C) above, the balance of the proceeds of the 2005A Bonds shall be transferred to and deposited into the 2005 Project Construction Fund, which is hereby created in the State Treasury.

(E) Any balance of the proceeds of the 2005A Bonds after providing for the requirements of subsections (A) through (D) above shall be transferred to the Sinking Fund and used for the purposes set forth therein.

Any unexpended balance remaining in the 2005 Project Construction Fund, after a consulting architect shall certify that the 2005 Project has been completed and all costs thereof paid or payment provided for, shall be deposited in the Sinking Fund.

In addition to the aforementioned proceeds of the 2005A Bonds, the Board covenants that it will deposit in to the 2005 Project Construction Fund additional funds legally available for the purposes of such Fund which, together with the proceeds of the 2005A Bonds, will be sufficient to finance the total 2005 Project Costs. Any such additional funds, other than the proceeds of the 2005A Bonds or Completion Bonds, shall be derived from sources and in a manner which will not jeopardize the security of the Bonds issued pursuant to this Fourth Supplemental Resolution.

All moneys in said 2005 Project Construction Fund shall constitute a trust fund for such purposes and there is hereby created lien upon such funds in favor of the Registered Owners of the 2005A Bonds issued pursuant to this Fourth Supplemental Resolution, until such funds are applied as provided herein, except to the extent such moneys are required for the payment of any Rebate Amount, and all moneys in such funds shall be continuously secured in the manner now provided by the laws of the State for securing deposits of state funds.

SECTION 3.03. INVESTMENT OF THE 2005 PROJECT CONSTRUCTION FUND. Any moneys in the 2005 Project Construction Fund not immediately needed for the purposes provided in this Fourth Supplemental Resolution, may be temporarily invested and reinvested as provided in Section 18.10, Florida Statutes.

ARTICLE IV

SECURITY FOR THE 2005A BONDS

SECTION 4.01. 2005A BONDS ON A PARITY WITH THE OUTSTANDING BONDS. The 2005A Bonds shall be payable on a parity and rank equally as to lien on and source and security for payment from the Pledged Revenues and in all other respects, with the Outstanding Bonds.

SECTION 4.02. BONDS SECURED BY ORIGINAL RESOLUTION. The 2005A Bonds shall be deemed to have been issued pursuant to the Original Resolution as fully and to the same extent as the Outstanding Bonds and all of the covenants and agreements contained in the Original Resolution shall be deemed to have been made for the benefit of the Registered Owners of the 2005A Bonds as fully and to the same extent as the Registered Owners of the Outstanding Bonds.

All of the covenants, agreements, and provisions of the Original Resolution except to the extent inconsistent herewith, shall be deemed to be part of this Fourth Supplemental Resolution to the same extent as if incorporated verbatim in this Fourth Supplemental Resolution, and shall be fully enforceable in the manner provided in the Original Resolution by any of the Registered Owners of the 2005A Bonds.

SECTION 4.03. COMPLETION BONDS. The Board and the Division of Bond Finance need not comply with Section 5.01 of the Original Resolution in the issuance of Completion Bonds, provided that the net proceeds of such Completion Bonds available for deposit into the 2005 Project Construction Fund for such costs shall be equal to or less than 20% of the original estimated cost of the 2005 Project at the time of the original issuance of the 2005A Bonds.

ARTICLE V
MISCELLANEOUS AND AMENDMENT OF ORIGINAL RESOLUTION

SECTION 5.01. RESOLUTION NOT ASSIGNABLE. This Fourth Supplemental Resolution shall not be assignable by the Division of Bond Finance or the Board of Administration, except for the benefit of the Registered Owners; provided, however, the Board may lease, from time to time, to other tenants such portion or portions of the Parking System as are not needed by the Board, to the extent that any such lease would not adversely affect the exclusion of interest on the Bonds from gross income for federal income tax purposes.

SECTION 5.02. MODIFICATION OR AMENDMENT. Modification or amendment hereof shall be governed by Section 8.02 of the Original Resolution.

SECTION 5.03. CONTINUING DISCLOSURE. (A) In order to comply with Rule 15c2-12 of the Securities and Exchange Commission, the Board hereby agrees to provide or cause to be provided such information as may be required, from time to time, under such rule.

(B) The Director, in conjunction with the appropriate officer of the Board, is authorized and directed to execute and deliver any documents or agreement which are necessary to comply with the requirements of Rule 15c2-12 of the Securities and Exchange Commission.

SECTION 5.04. SEVERABILITY OF INVALID PROVISIONS. If any one or more of the covenants or provisions of this Fourth Supplemental Resolution shall be held contrary to any express provision of law or contrary to the policy of express law, though not expressly prohibited, or against public policy, or shall for any reason whatsoever be held invalid, then such covenants or provisions shall be null and void and shall be deemed separable from the remaining covenants or provisions of this Fourth Supplemental Resolution or of the 2005A Bonds and shall in no way affect the validity or enforceability of any other covenants, agreements or provisions of this Fourth Supplemental Resolution or of the 2005A Bonds issued hereunder.

SECTION 5.05. FISCAL AGENT. Upon the sale and delivery of the 2005A Bonds by the Division of Bond Finance on behalf of the Board, the Board of Administration shall act as the fiscal agent for the Board with respect to the 2005A Bonds.

SECTION 5.06. REPEAL OF INCONSISTENT RESOLUTIONS. All resolutions and parts of resolutions heretofore adopted pertaining to the subject matter of this Fourth Supplemental Resolution, to the extent that they are inconsistent with this Fourth Supplemental Resolution, be and the same are hereby repealed, revoked, and rescinded, but only to the extent of any such inconsistencies. The authority for the issuance and delivery of the unissued portion of the State of Florida, Florida Education System, Florida State University Parking Facility Revenue Bonds, Series 2003B, is hereby canceled.

SECTION 5.07. SUCCESSOR AGENCIES AND OFFICIALS. Any references in the Original Resolution or this Fourth Supplemental Resolution to offices, bodies or agencies which have been or are superceded, replaced or abolished by law shall be deemed to refer to the successors of such offices, bodies and agencies. Any action required or authorized to be taken by an official whose office, body or agency has been or is so superceded, replaced or abolished shall be taken by the successor to such official.

SECTION 5.08. CONFIRMATION OF ORIGINAL RESOLUTION. As supplemented by this Fourth Supplemental Resolution, the Original Resolution is in all respects ratified and confirmed, and this Fourth Supplemental Resolution shall be read, taken, and construed as a part of the Original Resolution.

SECTION 5.09. VALIDATION AUTHORIZED. The attorneys for the Division of Bond Finance are hereby authorized to institute proceedings to validate the 2005A Bonds pursuant to Chapter 75, Florida Statutes.

SECTION 5.10. AMENDMENT OF ORIGINAL RESOLUTION. The Original Resolution is amended as follows. Language to be added to the Original Resolution is indicated by <u>underlining</u>, and language to be deleted from the Original Resolution is indicated by ~~strike-throughs~~.

(A) Section 1.01 of the Original Resolution is hereby amended as follows:

SECTION 1.01. DEFINITIONS. The following terms shall have the following meanings in this Resolution unless the text otherwise requires:

. . .

(G) "Board of Regents" shall mean (1) prior to July 1, 2001, the Board of Regents of the Division of Universities of the State of Florida Department of Education, as created pursuant to the provisions of Chapter 240, Florida Statutes; (2) from July 1, 2001 to January 7, 2003, the Florida Board of Education established pursuant to the Florida Education Governance Reorganization Implementation Act, Chapter 2001-170, Laws of Florida, and (3) on and after January 7, 2003, the State Board of Education created by Article IX, Section 2 of the Florida Constitution and the Board of Governors created by Article IX, Section 7 of the Florida Constitution.

(B) Section 6.02 of the Original Resolution is hereby amended as follows:

SECTION 6.02. PLEDGED REVENUE COVENANTS. The ~~Florida~~ Board of Regents ~~Education~~ covenants:

. . .

SECTION 5.11 EFFECTIVE DATE. This Fourth Supplemental Resolution shall take effect immediately upon its adoption.

ADOPTED on August 9, 2005.

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

A RESOLUTION
(THE FIFTH SUPPLEMENTAL RESOLUTION)
AUTHORIZING THE ISSUANCE OF NOT EXCEEDING
$13,230,000
STATE OF FLORIDA
BOARD OF GOVERNORS
FLORIDA STATE UNIVERSITY
PARKING FACILITY REVENUE BONDS
SERIES 2007A

May 15, 2007

3184_SAR5.wpd/F/050807

A RESOLUTION (THE FIFTH SUPPLEMENTAL RESOLUTION) AUTHORIZING THE ISSUANCE OF NOT EXCEEDING $13,230,000 STATE OF FLORIDA, BOARD OF GOVERNORS, FLORIDA STATE UNIVERSITY PARKING FACILITY REVENUE BONDS, SERIES 2007A; AMENDING THE ORIGINAL RESOLUTION; CANCELING THE AUTHORITY FOR UNISSUED PREVIOUSLY AUTHORIZED BONDS; PROVIDING FOR CERTAIN COVENANTS IN CONNECTION WITH SAID ISSUANCE; AND PROVIDING FOR AN EFFECTIVE DATE.

BE IT RESOLVED BY THE GOVERNOR AND CABINET OF THE STATE OF FLORIDA, AS THE GOVERNING BOARD OF THE DIVISION OF BOND FINANCE OF THE STATE BOARD OF ADMINISTRATION:

ARTICLE I
DEFINITIONS, AUTHORITY AND FINDINGS

SECTION 1.01. DEFINITIONS. All of the definitions contained in Article I of the Original Resolution (as defined herein), in addition to the definitions contained herein and except to the extent inconsistent with or amended by definitions contained herein, shall apply fully to the Outstanding Bonds and the 2007A Bonds (as defined herein).

"**2001 Bonds**" means the State of Florida, Board of Regents, Florida State University Parking Facility Revenue Bonds, Series 2001.

"**2003A Bonds**" means the State of Florida, Florida Education System, Florida State University Parking Facility Revenue Refunding Bonds, Series 2003A.

"2003B Bonds" means the State of Florida, Florida Education System, Florida State University Parking Facility Revenue Bonds, Series 2003B.

"2005A Bonds" means the State of Florida, Florida Education System, Florida State University Parking Facility Revenue Bonds, Series 2005A.

"2007A Bonds" means the State of Florida, Board of Governors, Florida State University Parking Facility Revenue Bonds, Series 2007A.

"2001 Project" means the parking improvements on the campus of Florida State University financed by the 2001 Bonds.

"2003B Project" means the parking improvements on the campus of Florida State University financed by the 2003B Bonds.

"2005A Project" means the construction of a parking facility (Parking Garage 4) on the campus of Florida State University financed by the 2005A Bonds.

"2007A Project" means the construction of a parking facility (Parking Garage 5) on the campus of Florida State University financed by the 2007A Bonds. Parking Garage 5 was originally authorized to be financed as part of the 2005A Project, but the 2005A Project was revised to exclude the construction of Parking Garage 5.

"2007A Project Construction Fund" means a trust fund held by the State Treasurer in which shall be deposited the net proceeds of the 2007A Bonds and other available moneys for the construction of the 2007A Project.

"Assistant Secretary" means an Assistant Secretary of the Division of Bond Finance.

"Board of Governors" means the Board of Governors, a body corporate, established pursuant to Article IX, Section 7, Florida Constitution, and includes any other entity succeeding to the powers thereof.

"Bonds" means the Outstanding Bonds, the 2007A Bonds, and any additional parity Bonds issued in accordance with Section 5.01 of the Original Resolution.

"Completion Bonds" means those Bonds issued pursuant to Section 5.04 of the Original Resolution to pay the cost of completing the 2007A Project.

"Director" means the Director of the Division of Bond Finance and shall include any Assistant Secretary to whom the Director delegates authority.

"Fifth Supplemental Resolution" means this supplemental resolution authorizing the issuance of the 2007A Bonds.

"Original Resolution" means the resolution adopted on July 21, 1992 by the Governor and Cabinet as the Governing Board of the Division of Bond Finance authorizing the issuance of the Bonds, as amended and supplemented from time to time.

"Outstanding Bonds" means the Outstanding State of Florida, Board of Regents, Florida State University Parking Facility Revenue

Bonds, Series 2001; the Outstanding State of Florida, Florida Education System, Florida State University Parking Facility Revenue Refunding Bonds, Series 2003A; the Outstanding State of Florida, Florida Education System, Florida State University Parking Facility Revenue Bonds, Series 2003B, and the Outstanding State of Florida, Florida Education System, Florida State University Parking Facility Revenue Bonds, Series 2005A.

"Parking System" means the facilities enumerated in the Original Resolution and the 2007A Project.

"Project Costs" means the actual costs of the 2007A Project, including costs of design and construction; materials, labor, furnishings, equipment and apparatus; sitework and landscaping; roadway and parking facilities; the acquisition of all lands or interests therein, and all other property, real or personal, appurtenant to or useful in the 2007A Project; interest on the 2007A Bonds for a reasonable period after the date of delivery of thereof, if necessary; an amount sufficient to establish adequate reserves; architectonic and engineering fees; legal fees; reimbursement for prior authorized expenditures; and fees and expenses of the Division of Bond Finance, the Board of Administration, the University, or the Board of Governors necessary to the construction and placing in operation of the 2007A Project and the financing thereof.

"Rebate Amount" means the excess of the amount earned on all nonpurpose investments (as defined in Section 148(f)(6) of the

Code) over the amount that would have been earned if such nonpurpose investments were invested at a rate equal to the yield on the Bonds, plus any income attributable to such excess.

Where the context so requires, words importing singular number shall include the plural number in each case and vice versa, words importing persons shall include firms and corporations, and the masculine includes the feminine and vice versa.

SECTION 1.02. AUTHORITY FOR THIS RESOLUTION. This Fifth Supplemental Resolution is adopted pursuant to the provisions of Article VII, Sections 11 (d) of the Florida Constitution; Sections 215.57-215.83, Florida Statutes (the State Bond Act); Section 1010.62, Florida Statutes; other applicable provisions of law; the Original Resolution; and any other applicable laws, and constitutes a resolution authorizing bonds pursuant to the State Bond Act.

SECTION 1.03. FINDINGS. It is hereby found, determined, and declared as follows:

(A) The Board of Governors is authorized to acquire, own, construct, operate, maintain, improve and extend public buildings and facilities for use by any of the several State universities, and to finance such improvements; and the Board of Governors is further authorized to pay the principal of and interest on obligations issued on its behalf to finance such improvements.

(B) The construction of the 2007A Project at the University is necessary, desirable, and in the best interest of the University.

(C) The Board of Governors has adopted a resolution dated May 10, 2007, requesting the Division of Bond Finance to take the necessary actions required for the issuance of the 2007A Bonds.

(D) Pursuant to the State Bond Act, the Division of Bond Finance is authorized to issue, on behalf of the Board of Governors, the 2007A Bonds to finance construction of a parking facility (Parking Garage 5) on the Tallahassee Campus of Florida State University.

(E) The State at this time is without immediately available funds to make the capital outlay necessary for the construction of the 2007A Project.

(F) The 2007A Project shall be the construction of a parking structure substantially in accordance with the plans and specifications as may be approved by the Board of Governors from time to time.

(G) As required by Article VII, Section 11(f) of the Florida Constitution, the Florida Legislature has approved the 2007A Project pursuant to 1010.62(7), Florida Statutes.

(H) The principal of and interest on the 2007A Bonds and all of the reserve, sinking fund and other payments provided for herein, will be payable solely from the Pledged Revenues accruing to and to be received by the Board of Governors or the University in the manner provided by the Original Resolution and this Fifth Supplemental Resolution.

(I) The 2007A Bonds will be secured on a parity as to the lien on the Pledged Revenues with the Outstanding Bonds, and with any additional parity Bonds, when and if issued.

(J) The 2007A Bonds shall not constitute, directly or indirectly, a debt or a charge against the State of Florida or any political subdivision thereof, but shall be revenue bonds within the meaning of Article VII, Section 11(d), Florida Constitution, and shall be payable solely from funds derived directly from sources other than state tax revenues.

(K) Pursuant to the statutes and constitutional provisions herein cited, including Sections 215.59, 215.64, and 215.79, Florida Statutes, the Division of Bond Finance is authorized to issue the 2007A Bonds, on behalf of, and in the name of the Board of Governors, subject to the terms, limitations and conditions contained in this Fifth Supplemental Resolution.

(L) Pursuant to Sections 215.59 and 215.64, Florida Statutes, the Division of Bond Finance is authorized to issue revenue bonds on behalf of state agencies payable from funds derived directly from sources other than state tax revenues, without the vote of electors in the manner provided by law.

(M) The Original Resolution, in Section 5.01 of Article V thereof, provides for the issuance of additional parity Bonds under the terms, restrictions and conditions provided therein.

SECTION 1.04. RESOLUTION TO CONSTITUTE CONTRACT. In consideration of the acceptance of the 2007A Bonds by the Registered Owners, the Original Resolution and this Fifth

Supplemental Resolution shall be deemed to be and shall constitute a contract among the Division of Bond Finance, the Board of Governors, the University and such Registered Owners. The covenants and agreements to be performed by the Board of Governors and the University shall be for the equal benefit, protection, and security of the Registered Owners of any and all of the Outstanding Bonds and the 2007A Bonds, as defined herein, all of which shall be of equal rank and without preference, priority, or distinction as to any of such Bonds over any other thereof, except as expressly provided in the Original Resolution and this Fifth Supplemental Resolution.

ARTICLE II
AUTHORIZATION, TERMS, EXECUTION, REGISTRATION, TRANSFER, ISSUANCE AND FORM OF BONDS

SECTION 2.01 AUTHORIZATION OF THE 2007A BONDS. Subject and pursuant to the provisions of this Fifth Supplemental Resolution and the Original Resolution, fully registered revenue bonds of the Board of Governors to be known as "State of Florida, Board of Governors, Florida State University Parking Facility Revenue Bonds, Series 2007A" (or such other designation as may be determined by the Director), are hereby authorized to be issued by the Division of Bond Finance on behalf of the Board of Governors in an aggregate principal amount not exceeding $13,230,000, for the purpose of financing the construction, furnishing and equipping of the 2007A Project as described herein.

SECTION 2.02. APPLICABILITY OF ARTICLE II OF THE ORIGINAL RESOLUTION. The terms, description, negotiability, redemption, registration, transfer, authentication, disposition, replacement, and issuance of the 2007A Bonds shall be governed by the provisions of Article II of the Original Resolution, adjusted to the extent necessary to apply to the 2007A Bonds, except as otherwise provided in this Fifth Supplemental Resolution. The form of the 2007A Bonds shall be governed by this Fifth Supplemental Resolution. The text of the 2007A Bonds may contain such provisions, specifications and descriptive words not inconsistent with the provisions of this Fifth Supplemental Resolution as may be necessary or desirable to comply with custom, the rules of any securities exchange or commission or brokerage board, or otherwise, or to comply with applicable laws, rules and regulations of the United States and the State, all as may be determined by the Director prior to the delivery thereof.

SECTION 2.03. EXECUTION OF THE 2007A BONDS. The 2007A Bonds shall be executed in the name of the Board of Governors by its Chairman and attested to by its Vice-Chairman, or such other member of the Board of Governors as may be designated pursuant to subsequent resolution of the Governing Board of the Division of Bond Finance, and the corporate seal of the Board of Governors or a facsimile thereof shall be affixed thereto or reproduced thereon. The Bond Registrar/Paying Agent's certificate of authentication shall appear on the 2007A Bonds, signed by an authorized signatory of said Bond Registrar/Paying Agent. Any of the signatures required hereinabove may be a facsimile signature imprinted or reproduced on the 2007A Bonds, provided that at least one signature required shall be manually subscribed. In case any one or more of the officers who shall have signed or sealed any of the 2007A Bonds shall cease to be such officer of the Board of Governors before the 2007A Bonds so signed and sealed shall have been actually sold and delivered, the 2007A Bonds may nevertheless be sold and delivered as herein provided and may be issued as if the person who signed or sealed such 2007A Bonds had not ceased to hold such office. Any 2007A Bond may be signed and sealed on behalf of the Board of Governors by such person as to the actual time of the execution of such 2007A Bond shall hold the proper office, although at the date of such 2007A Bond, such person may not have held such office or may not have been so authorized.

A certificate as to the approval of the issuance of the 2007A Bonds pursuant to the provisions of the State Bond Act, shall be executed by the facsimile signature of the Secretary or an Assistant Secretary of the Governing Board.

SECTION 2.04. FORM OF THE 2007A BONDS.

(A) Notwithstanding anything to the contrary in the Original Resolution or this Fifth Supplemental Resolution, or any other resolution relating to the 2007A Bonds (for the purposes of this section, collectively, the "Resolution"), the 2007A Bonds may be issued in book-entry only form utilizing the services of a Securities Depository (as used herein, "Securities Depository" means The Depository Trust Company, New York, New York, or its nominees, successors and assigns).

So long as a book-entry only system of evidence of transfer of ownership of all the 2007A Bonds is maintained in accordance herewith, any provision of the Resolution relating to the delivery of physical bond certificates shall be inapplicable, and the Resolution shall be deemed to give full effect to such book-entry system.

If the 2007A Bonds are issued in book-entry only form:

(1) The 2007A Bonds shall be issued in the name of the Securities Depository as Registered Owner of the 2007A Bonds, and held in the custody of the Securities Depository or its designee.

(2) Transfers of beneficial ownership of the 2007A Bonds will be effected on the records of the Securities Depository and its Participants pursuant to rules and procedures established by the Securities Depository ("Participants" include both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, clearing corporations, and certain other organizations, as well other organizations that clear through or maintain a custodial relationship with such organizations, either directly or indirectly).

(3) Each Participant shall be credited in the records of the Securities Depository with the amount of such Participant's interest in the 2007A Bonds. Beneficial ownership interests in the 2007A Bonds may be purchased by or through Participants. The holders of these beneficial ownership interests are hereinafter

referred to as the "Beneficial Owners." The Beneficial Owners shall not receive 2007A Bonds representing their beneficial ownership interests. The ownership interests of each Beneficial Owner shall be recorded through the records of the Participant from which such Beneficial Owner purchased its 2007A Bonds. Transfers of ownership interests in the 2007A Bonds shall be accomplished by book entries made by the Securities Depository and, in turn, by Participants acting on behalf of Beneficial Owners.

(4) Unless otherwise provided herein, the Division of Bond Finance, the Board, the Board of Administration and the Bond Registrar/Paying Agent (as used in this section, the "State and its agents") shall treat the Securities Depository as the sole and exclusive owner of the 2007A Bonds registered in its name for the purposes of

(a) payment of the principal of, premium, if any, and interest on the 2007A Bonds or portion thereof to be redeemed or purchased. Payments made to the Securities Depository of principal, premium, and interest shall be valid and effective to fully satisfy and discharge the Board's obligations to the extent of the sums so paid;

(b) giving any notice permitted or required to be given to Registered Owners under the Resolution; and

(c) the giving of any direction or consent or the making of any request by the Registered Owners hereunder. The State and its agents may rely conclusively upon

(i) a certificate of the Securities Depository as to the identity of the Participants with respect to the 2007A Bonds; and

(ii) a certificate of any such Participant as to the identity of, and the respective principal amount of 2007A Bonds beneficially owned by, the Beneficial Owners.

(5) The State and its agents shall have no responsibility or obligations to the Securities Depository, any Participant, any Beneficial Owner or any other person which is not shown on the 2007A Bond Register, with respect to

(a) the accuracy of any records maintained by the Securities Depository or any Participant;

(b) the payment by the Securities Depository or by any Participant of any amount due to any Beneficial Owner in respect of the principal amount or redemption or purchase price of, or interest on, any 2007A Bond;

(c) the delivery of any notice by the Securities Depository or any Participant;

(d) the selection of the Participants or the Beneficial Owners to receive payment in the event of any partial redemption of the 2007A Bonds; or

(e) any consent given or any other action taken by the Securities Depository or any Participant.

(6) The requirements in the Resolution of holding, delivering or transferring 2007A Bonds shall be deemed modified to

require the appropriate person to meet the requirements of the Securities Depository as to registering or transferring the book-entry 2007A Bonds to produce the same effect. Any provision hereof permitting or requiring delivery of the 2007A Bonds shall, while the 2007A Bonds are in book-entry only form, be satisfied by the notation thereof on the books of the Securities Depository in accordance with applicable state law.

(B) The Division of Bond Finance may discontinue the book-entry system with the then-current securities depository, subject to the terms of its agreement with such securities depository. In this event, the Division of Bond Finance shall either

(1) identify another qualified securities depository or

(2) prepare and deliver replacement 2007A Bonds in the form of fully registered bonds to each Beneficial Owner.

ARTICLE III

APPLICATION OF PROCEEDS

SECTION 3.01 CONSTRUCTION OF THE 2007A Project. The Board of Governors is authorized to construct the 2007A Project from the proceeds of the sale of the 2007A Bonds and other legally available funds, subject to the provisions of this Fifth Supplemental Resolution and applicable laws of Florida.

SECTION 3.02. APPLICATION OF 2007A BOND PROCEEDS. Upon receipt of the proceeds of the sale of the 2007A Bonds, the

Division of Bond Finance shall transfer and apply such proceeds as follows:

(A) The amount necessary to pay all costs and expenses of the Division of Bond Finance in connection with the preparation, issuance, and sale of the 2007A Bonds, including a reasonable charge for the services of the Division of Bond Finance for its fiscal services and for arbitrage rebate compliance program set-up, shall be transferred to the Division of Bond Finance and deposited in the Bond Fee Trust Fund.

(B) Any accrued interest on the 2007A Bonds shall be transferred to the Board of Administration and deposited in the Sinking Fund, and used for the payment of interest on the 2007A Bonds.

(C) An amount necessary to fund the incremental increase in the Reserve Requirement attributable to the 2007A Bonds, to be held in reserve, shall be transferred to the Board of Administration and deposited in the Reserve Account within the Sinking Fund. Alternatively, the Division of Bond Finance, as provided in Section 4.02 of the Original Resolution, may elect at any time to provide in lieu of all or a portion of such funds a Reserve Account Credit Facility in an amount equal to the difference between the Reserve Requirement and the sums then on deposit in the Reserve Account.

(D) After making the transfers provided for in (A) through (C) above, the balance of the proceeds of the 2007A Bonds shall be transferred to and deposited into the 2007A Project Construction Fund, which is hereby created in the State Treasury.

(E) Any balance of the proceeds of the 2007A Bonds after providing for the requirements of subsections (A) through (D) above shall be transferred to the Sinking Fund and used for the purposes set forth therein.

Any unexpended balance remaining in the 2007A Project Construction Fund, after a consulting architect shall certify that the 2007A Project has been completed and all costs thereof paid or payment provided for, shall be deposited in the Sinking Fund.

In addition to the aforementioned proceeds of the 2007A Bonds, the Board of Governors covenants that it will deposit in to the 2007A Project Construction Fund additional funds legally available for the purposes of such Fund which, together with the proceeds of the 2007A Bonds, will be sufficient to finance the total 2007A Project Costs. Any such additional funds, other than the proceeds of the 2007A Bonds or Completion Bonds, shall be derived from sources and in a manner which will not jeopardize the security of the Bonds issued pursuant to this Fifth Supplemental Resolution.

All moneys in said 2007A Project Construction Fund shall constitute a trust fund for such purposes and there is hereby created lien upon such funds in favor of the Registered Owners of the 2007A Bonds issued pursuant to this Fifth Supplemental Resolution, until such funds are applied as provided herein, except to the extent such moneys are required for the payment of any Rebate Amount, and all moneys in such funds shall be continuously secured in the manner now provided by the laws of the State for securing deposits of state funds.

SECTION 3.03. INVESTMENT OF THE 2007A PROJECT CONSTRUCTION FUND. Any moneys in the 2007A Project Construction Fund not immediately needed for the purposes provided in this Fifth Supplemental Resolution, may be temporarily invested and reinvested as provided in Section 18.10, Florida Statutes.

ARTICLE IV

SECURITY FOR THE 2007A BONDS

SECTION 4.01. 2007A BONDS ON A PARITY WITH THE OUTSTANDING BONDS. The 2007A Bonds shall be payable on a parity and rank equally as to lien on and source and security for payment from the Pledged Revenues and in all other respects, with the Outstanding Bonds.

SECTION 4.02. BONDS SECURED BY ORIGINAL RESOLUTION. The 2007A Bonds shall be deemed to have been issued pursuant to the Original Resolution as fully and to the same extent as the Outstanding Bonds and all of the covenants and agreements contained in the Original Resolution shall be deemed to have been made for the benefit of the Registered Owners of the 2007A Bonds as fully and to the same extent as the Registered Owners of the Outstanding Bonds.

All of the covenants, agreements, and provisions of the Original Resolution except to the extent inconsistent herewith, shall be deemed to be part of this Fifth Supplemental Resolution to the same extent as if incorporated verbatim in this Fifth Supplemental Resolution, and shall be fully enforceable in the manner provided in the Original Resolution by any of the Registered Owners of the 2007A Bonds.

SECTION 4.03. COMPLETION BONDS. The Board of Governors and the Division of Bond Finance need not comply with Section 5.01 of the Original Resolution in the issuance of Completion Bonds, provided that the net proceeds of such Completion Bonds available for deposit into the 2007A Project Construction Fund for such costs shall be equal to or less than 20% of the original estimated cost of the 2007A Project at the time of the original issuance of the 2007A Bonds.

ARTICLE V
MISCELLANEOUS AND AMENDMENT OF ORIGINAL RESOLUTION

SECTION 5.01. RESOLUTION NOT ASSIGNABLE. This Fifth Supplemental Resolution shall not be assignable by the Division of Bond Finance or the Board of Administration, except for the benefit of the Registered Owners; provided, however, the Board of Governors may lease, from time to time, to other tenants such portion or portions of the Parking System as are not needed by the Board of Governors, to the extent that any such lease would not adversely affect the exclusion of interest on the Bonds from gross income for federal income tax purposes.

SECTION 5.02. MODIFICATION OR AMENDMENT. Modification or amendment hereof shall be governed by Section 8.02 of the Original Resolution.

SECTION 5.03. CONTINUING DISCLOSURE. (A) In order to comply with Rule 15c2-12 of the Securities and Exchange Commission, the Board of Governors hereby agrees to provide or cause to be provided such information as may be required, from time to time, under such rule.

(B) The Director, in conjunction with the appropriate officer of the Board of Governors, is authorized and directed to execute and deliver any documents or agreement which are necessary to comply with the requirements of Rule 15c2-12 of the Securities and Exchange Commission.

SECTION 5.04. SEVERABILITY OF INVALID PROVISIONS. If any one or more of the covenants or provisions of this Fifth Supplemental Resolution shall be held contrary to any express provision of law or contrary to the policy of express law, though not expressly prohibited, or against public policy, or shall for any reason whatsoever be held invalid, then such covenants or provisions shall be null and void and shall be deemed separable from the remaining covenants or provisions of this Fifth Supplemental Resolution or of the 2007A Bonds and shall in no way affect the validity or enforceability of any other covenants, agreements or provisions of this Fifth Supplemental Resolution or of the 2007A Bonds issued hereunder.

SECTION 5.05. FISCAL AGENT. Upon the sale and delivery of the 2007A Bonds by the Division of Bond Finance on behalf of the Board of Governors, the Board of Administration shall act as the fiscal agent for the Board of Governors with respect to the 2007A Bonds.

SECTION 5.06. REPEAL OF INCONSISTENT RESOLUTIONS. All resolutions and parts of resolutions heretofore adopted pertaining to the subject matter of this Fifth Supplemental Resolution, to the extent that they are inconsistent with this Fifth Supplemental Resolution, be and the same are hereby repealed, revoked, and rescinded, but only to the extent of any such inconsistencies. The authority for the issuance and delivery of the unissued portion of any previously authorized Florida State University Parking Facility Revenue Bonds is hereby canceled.

SECTION 5.07. SUCCESSOR AGENCIES AND OFFICIALS. Any references in the Original Resolution or this Fifth Supplemental Resolution to offices, bodies or agencies which have been or are superceded, replaced or abolished by law shall be deemed to refer to the successors of such offices, bodies and agencies. Any action required or authorized to be taken by an official whose office, body or agency has been or is so superceded, replaced or abolished shall be taken by the successor to such official.

SECTION 5.08. CONFIRMATION OF ORIGINAL RESOLUTION. As amended and supplemented by this Fifth Supplemental Resolution, the Original Resolution is in all respects ratified and confirmed, and this Fifth Supplemental Resolution shall be read, taken, and construed as a part of the Original Resolution.

SECTION 5.09. VALIDATION AUTHORIZED. The attorneys for the Division of Bond Finance are hereby authorized to institute proceedings to validate the 2007A Bonds pursuant to Chapter 75, Florida Statutes.

SECTION 5.10. AMENDMENT OF ORIGINAL RESOLUTION. The Original Resolution is amended as follows. Language to be added to the Original Resolution is indicated by <u>underlining</u>, and language to be deleted from the Original Resolution is indicated by ~~strike-throughs~~.

(A) Section 1.01 of the Original Resolution is hereby amended as follows:

> SECTION 1.01. DEFINITIONS. The following terms shall have the following meanings in this Resolution unless the text otherwise requires:
>
> . . .
>
> (G) "Board of <u>Governors</u> ~~Regents~~" shall mean ~~(1) prior to July 1, 2001, the Board of Regents of the Division of Universities of the State of Florida Department of Education, as created pursuant to the provisions of Chapter 240, Florida Statutes; (2) from July 1, 2001 to January 7, 2003, the Florida Board of Education established pursuant to the Florida Education Governance Reorganization Implementation Act, Chapter 2001-170, Laws of Florida, and (3) on and after January 7, 2003, the State Board of Education created by Article IX, Section 2 of the Florida Constitution and~~ the Board of Governors

created by Article IX, Section 7 of the Florida Constitution<u>, and includes any other entity succeeding to the powers thereof</u>.

(B) The Original Resolution is further amended to replace all occurrences of the term "Board of Regents" with the term "Board of Governors".

SECTION 5.11 EFFECTIVE DATE. This Fifth Supplemental Resolution shall take effect immediately upon its adoption.

ADOPTED on May 15, 2007.

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

A RESOLUTION
(THE SIXTH SUPPLEMENTAL RESOLUTION)
AUTHORIZING THE ISSUANCE OF NOT EXCEEDING
$16,500,000
STATE OF FLORIDA
BOARD OF GOVERNORS
FLORIDA STATE UNIVERSITY
PARKING FACILITY REVENUE BONDS
SERIES 2011A

November 9, 2010

3197_SAR6.wpd/F/110110

A RESOLUTION (THE SIXTH SUPPLEMENTAL RESOLUTION) AUTHORIZING THE ISSUANCE OF NOT EXCEEDING $16,500,000 STATE OF FLORIDA, BOARD OF GOVERNORS, FLORIDA STATE UNIVERSITY PARKING FACILITY REVENUE BONDS, SERIES 2011A; CANCELING THE AUTHORITY FOR UNISSUED PREVIOUSLY AUTHORIZED BONDS; PROVIDING FOR CERTAIN COVENANTS IN CONNECTION WITH SAID ISSUANCE; AMENDING THE ORIGINAL RESOLUTION; AND PROVIDING FOR AN EFFECTIVE DATE.

BE IT RESOLVED BY THE GOVERNOR AND CABINET OF THE STATE OF FLORIDA, AS THE GOVERNING BOARD OF THE DIVISION OF BOND FINANCE OF THE STATE BOARD OF ADMINISTRATION OF FLORIDA:

ARTICLE I
DEFINITIONS, AUTHORITY AND FINDINGS

SECTION 1.01. DEFINITIONS. All of the definitions contained in Article I of the Original Resolution (as defined herein), in addition to the definitions contained herein and except to the extent inconsistent with or amended by definitions contained herein, shall apply fully to the Outstanding Bonds and to the 2011A Bonds (as defined herein).

"**2001 Bonds**" means the State of Florida, Board of Regents, Florida State University Parking Facility Revenue Bonds, Series 2001.

"**2003A Bonds**" means the State of Florida, Florida Education System, Florida State University Parking Facility Revenue Refunding Bonds, Series 2003A.

"**2003B Bonds**" means the State of Florida, Florida Education System, Florida State University Parking Facility Revenue Bonds, Series 2003B.

"2005A Bonds" means the State of Florida, Florida Education System, Florida State University Parking Facility Revenue Bonds, Series 2005A.

"2007A Bonds" means the State of Florida, Board of Governors, Florida State University Parking Facility Revenue Bonds, Series 2007A.

"2011A Bonds" means the State of Florida, Board of Governors, Florida State University Parking Facility Revenue Bonds, Series 2011A.

"2001 Project" means the parking improvements on the campus of Florida State University financed by the 2001 Bonds.

"2003B Project" means the parking improvements on the campus of Florida State University financed by the 2003B Bonds.

"2005A Project" means the construction of a parking facility (Parking Garage Four) on the campus of Florida State University financed by the 2005A Bonds.

"2007A Project" means the construction and equipping of a parking facility (Parking Garage Five) on the campus of Florida State University financed by the 2007A Bonds.

"2011A Project" means the construction and equipping of a parking facility (Parking Garage Six) on the campus of Florida State University financed by the 2011A Bonds.

"2011A Project Construction Fund" means a trust fund held in the State Treasury in which shall be deposited the net proceeds of the 2011A Bonds and other available moneys for the construction of the 2011A Project.

"Assistant Secretary" means an Assistant Secretary of the Division of Bond Finance.

"Board of Governors" means the Board of Governors, a body corporate, established pursuant to Article IX, Section 7 of the Florida Constitution, and includes any other entity succeeding to the powers thereof.

"Bonds" means the Outstanding Bonds, the 2011A Bonds, and any additional parity Bonds issued in accordance with Section 5.01 of the Original Resolution.

"Bond Registrar/Paying Agent" means U.S. Bank Trust National Association, New York, New York, or its successor.

"Completion Bonds" means those Bonds issued pursuant to Section 5.04 of the Original Resolution to pay the cost of completing the 2011A Project.

"Director" means the Director of the Division of Bond Finance and shall include any Assistant Secretary to whom the Director delegates authority.

"Fifth Supplemental Resolution" means the resolution adopted by the Governing Board on May 15, 2007, authorizing the 2007A Bonds.

"Original Resolution" means the resolution adopted on July 21, 1992 by the Governor and Cabinet as the Governing Board of the

Division of Bond Finance authorizing the issuance of the Bonds, as amended and supplemented from time to time.

"Outstanding Bonds" means the Outstanding 2001 Bonds, 2003A Bonds, 2003B Bonds, 2005A Bonds, and 2007A Bonds.

"Parking System" means the facilities enumerated in the Original Resolution, as supplemented through the Fifth Supplemental Resolution, and the 2011A Project.

"Project Costs" means the actual costs of the 2011A Project, including costs of design and construction; materials, labor, furnishings, equipment and apparatus; sitework and landscaping; roadway and parking facilities; the acquisition of all lands or interests therein, and all other property, real or personal, appurtenant to or useful in the 2011A Project; interest on the 2011A Bonds for a reasonable period after the date of delivery of thereof, if necessary; an amount sufficient to establish adequate reserves; architectonic and engineering fees; legal fees; reimbursement for prior authorized expenditures; and fees and expenses of the Division of Bond Finance, the Board of Administration, the University, or the Board of Governors necessary to the construction and placing in operation of the 2011A Project and the financing thereof.

"Rebate Amount" means the excess of the amount earned on all nonpurpose investments (as defined in Section 148(f)(6) of the Code) over the amount that would have been earned if such nonpurpose investments were invested at a rate equal to the yield on the Bonds, plus any income attributable to such excess.

"Sixth Supplemental Resolution" means this supplemental resolution authorizing the issuance of the 2011A Bonds.

Where the context so requires, words importing singular number shall include the plural number in each case and vice versa, words importing persons shall include firms and corporations, and the masculine includes the feminine and vice versa.

SECTION 1.02. AUTHORITY FOR THIS RESOLUTION. This Sixth Supplemental Resolution is adopted pursuant to the provisions of Article VII, Section 11(d) of the Florida Constitution; Sections 215.57-215.83, Florida Statutes (the State Bond Act); Section 1010.62, Florida Statutes; other applicable provisions of law; and the Original Resolution; and it constitutes a resolution authorizing bonds pursuant to the State Bond Act.

SECTION 1.03. FINDINGS. It is hereby found, determined, and declared as follows:

(A) The Board of Governors is authorized to acquire, own, construct, operate, maintain, improve and extend public buildings and facilities for use by any of the several State universities, and to finance such improvements; and the Board of Governors is further authorized to pay the principal of and interest on obligations issued on its behalf to finance the construction and acquisition of such improvements.

(B) The construction of the 2011A Project at the University is necessary, desirable, and in the best interest of the University.

(C) The Board of Governors has adopted a resolution dated May 10, 2007, requesting the Division of Bond Finance to take the necessary actions required for the issuance of the 2011A Bonds.

(D) Pursuant to the State Bond Act, the Division of Bond Finance is authorized to issue, on behalf of the Board of Governors, the 2011A Bonds to finance construction of a parking facility (Parking Garage Six) on the Tallahassee Campus of the University.

(E) The State at this time is without immediately available funds to make the capital outlay necessary for the construction of the 2011A Project.

(F) The 2011A Project shall be the construction of a parking structure substantially in accordance with the plans and specifications as may be approved by the Board of Governors from time to time.

(G) As required by Article VII, Section 11(f) of the Florida Constitution, the Florida Legislature approved the 2011A Project pursuant to Section 1010.62(7), Florida Statutes.

(H) The principal of and interest on the 2011A Bonds and all of the reserve, sinking fund and other payments provided for herein, will be payable solely from the Pledged Revenues accruing to and to be received by the Board of Governors or the University in the manner provided by the Original Resolution and this Sixth Supplemental Resolution.

(I) The 2011A Bonds will be secured on a parity as to the lien on the Pledged Revenues with the Outstanding Bonds, and with any additional parity Bonds, when and if issued.

(J) The 2011A Bonds shall not constitute, directly or indirectly, a debt or a charge against the State of Florida or any political subdivision thereof, but shall be revenue bonds within the meaning of Article VII, Section 11(d), Florida Constitution, and shall be payable solely from funds derived directly from sources other than state tax revenues.

(K) The Division of Bond Finance is authorized, pursuant to the statutes and constitutional provisions herein cited, including Sections 215.59, 215.64, and 215.79, Florida Statutes, to issue the 2011A Bonds, on behalf of, and in the name of the Board of Governors, subject to the terms, limitations and conditions contained in this Sixth Supplemental Resolution.

(L) Pursuant to Sections 215.59 and 215.64, Florida Statutes, the Division of Bond Finance is authorized to issue revenue bonds on behalf of state agencies payable from funds derived directly from sources other than state tax revenues, without the vote of electors in the manner provided by law.

(M) The Original Resolution, in Section 5.01 of Article V thereof, provides for the issuance of additional parity Bonds under the terms, restrictions and conditions provided therein.

SECTION 1.04. RESOLUTION TO CONSTITUTE CONTRACT. In consideration of the acceptance of the 2011A Bonds by the Registered Owners of the 2011A Bonds, the Original Resolution, as amended and supplemented through the date of this Sixth Supplemental Resolution, shall be and shall constitute a contract among the Division of Bond Finance, the Board of Governors, the University and such Registered Owners. The covenants and agreements to be performed by the Board of Governors and the University shall be for the equal benefit, protection, and security of the Registered Owners of any and all of the Outstanding Bonds and the 2011A Bonds, all of which shall be of equal rank and without preference, priority, or distinction as to any of such Bonds over any other thereof, except as expressly provided in the Original Resolution, as amended and supplemented through the date of this Sixth Supplemental Resolution.

ARTICLE II
AUTHORIZATION, TERMS, EXECUTION, REGISTRATION, TRANSFER, ISSUANCE AND FORM OF BONDS

SECTION 2.01 AUTHORIZATION OF THE 2011A BONDS. Subject and pursuant to the provisions of this Sixth Supplemental Resolution and the Original Resolution, fully registered revenue bonds of the Board of Governors to be known as "State of Florida, Board of Governors, Florida State University Parking Facility Revenue Bonds, Series 2011A" (or such other designation as may be determined by the Director), are hereby authorized to be issued by the Division of Bond Finance on behalf of the Board of Governors in an aggregate principal amount not exceeding $16,500,000, for the purpose of financing the construction, furnishing and equipping of the 2011A Project as described herein. Such bonds may be sold and issued in one or more series, and in combination with other Florida State University Parking Facility Revenue Bonds; provided that the actual designation of any series of such bonds whether sold in one or more than one series (including a change of year designation, if desirable); and whether such bonds or any portion thereof are to be taxable or tax-exempt, shall be determined by the Director).

SECTION 2.02. APPLICABILITY OF ARTICLE II OF THE ORIGINAL RESOLUTION. The terms, execution, negotiability, redemption, registration, transfer, authentication, disposition, replacement, issuance, and form of the 2011A Bonds shall be governed by the provisions of Article II of the Original Resolution, adjusted to the extent necessary to apply to the 2011A Bonds, except as otherwise provided in this Sixth Supplemental Resolution. The form of the 2011A Bonds shall be governed by this Sixth Supplemental Resolution. The text of the 2011A Bonds may contain such provisions, specifications and descriptive words not inconsistent with the provisions of this Sixth Supplemental Resolution as may be necessary or desirable to comply with custom, the rules of any securities exchange or commission or brokerage board, or otherwise, or to comply with applicable laws, rules and regulations of the United States and the State, all as may be determined by the Director prior to the delivery thereof.

SECTION 2.03. EXECUTION OF THE 2011A BONDS. The 2011A Bonds shall be executed in the name of the Board of Governors by its Chairman and attested to by its Vice-Chairman, or such other member of the Board of Governors as may be designated pursuant to subsequent resolution of the Governing Board of the Division of Bond Finance, and the corporate seal of the Board of Governors or a facsimile thereof shall be affixed thereto or reproduced thereon. The Bond Registrar/Paying Agent's certificate of authentication shall appear on the 2011A Bonds, signed by an authorized signatory of said Bond Registrar/Paying Agent. Any of the above signatures may be a facsimile signature imprinted or reproduced on the 2011A Bonds, provided that at least one signature required shall be manually subscribed. In case any one or more of the officers who shall have signed or sealed any of the 2011A Bonds shall cease to be such officer of the Board of Governors before the 2011A Bonds so signed and sealed shall have been actually sold and delivered, the 2011A Bonds may nevertheless be sold and delivered as herein provided and may be issued as if the person who signed or sealed such 2011A Bonds had not ceased to hold such office. Any 2011A Bond may be signed and sealed on behalf of the Board of Governors by such person as to the actual time of the execution of such 2011A Bond shall hold the proper office, although at the date of such 2011A Bond, such person may not have held such office or may not have been so authorized.

A certificate as to the approval of the issuance of the 2011A Bonds pursuant to the provisions of the State Bond Act, shall be executed by the facsimile signature of the Secretary or an Assistant Secretary of the Governing Board.

SECTION 2.04. FORM OF THE 2011A BONDS.

(A) Notwithstanding anything to the contrary in the Original Resolution or this Sixth Supplemental Resolution, or any other resolution relating to the 2011A Bonds (for the purposes of this section, collectively, the "Resolution"), the 2011A Bonds may be issued in book-entry only form utilizing the services of a Securities Depository (as used herein, "Securities Depository" means The Depository Trust Company, New York, New York, or its nominees, successors and assigns).

So long as a book-entry only system of evidence of transfer of ownership of all the 2011A Bonds is maintained in accordance herewith, any provision of the Resolution relating to the delivery of physical bond certificates shall be inapplicable, and the Resolution shall be deemed to give full effect to such book-entry system.

If the 2011A Bonds are issued in book-entry only form:

(1) The 2011A Bonds shall be issued in the name of the Securities Depository as Registered Owner of the 2011A Bonds, and held in the custody of the Securities Depository or its designee.

(2) Transfers of beneficial ownership of the 2011A Bonds will be effected on the records of the Securities Depository and its Participants pursuant to rules and procedures established by the Securities Depository ("Participants" include both U.S. and non-U.S. securities brokers and dealers, banks, trust companies,

clearing corporations, and certain other organizations, as well other organizations that clear through or maintain a custodial relationship with such organizations, either directly or indirectly).

(3) Each Participant shall be credited in the records of the Securities Depository with the amount of such Participant's interest in the 2011A Bonds. Beneficial ownership interests in the 2011A Bonds may be purchased by or through Participants. The holders of these beneficial ownership interests are hereinafter referred to as the "Beneficial Owners." The Beneficial Owners shall not receive 2011A Bonds representing their beneficial ownership interests. The ownership interests of each Beneficial Owner shall be recorded through the records of the Participant from which such Beneficial Owner purchased its 2011A Bonds. Transfers of ownership interests in the 2011A Bonds shall be accomplished by book entries made by the Securities Depository and, in turn, by Participants acting on behalf of Beneficial Owners.

(4) Unless otherwise provided herein, the Division of Bond Finance, the Board of Governors, the Board of Administration and the Bond Registrar/Paying Agent (as used in this section, the "State and its agents") shall treat the Securities Depository as the sole and exclusive owner of the 2011A Bonds registered in its name for the purposes of

(a) payment of the principal of, premium, if any, and interest on the 2011A Bonds or portion thereof to be redeemed or purchased. Payments made to the Securities

Depository of principal, premium, and interest shall be valid and effective to fully satisfy and discharge the Board of Governor's obligations to the extent of the sums so paid;

(b) giving any notice permitted or required to be given to Registered Owners under the Resolution; and

(c) the giving of any direction or consent or the making of any request by the Registered Owners hereunder. The State and its agents may rely conclusively upon

(i) a certificate of the Securities Depository as to the identity of the Participants with respect to the 2011A Bonds; and

(ii) a certificate of any such Participant as to the identity of, and the respective principal amount of 2011A Bonds beneficially owned by, the Beneficial Owners.

(5) The State and its agents shall have no responsibility or obligations to the Securities Depository, any Participant, any Beneficial Owner or any other person which is not shown on the 2011A Bond Register, with respect to

(a) the accuracy of any records maintained by the Securities Depository or any Participant;

(b) the payment by the Securities Depository or by any Participant of any amount due to any Beneficial Owner in respect of the principal amount or redemption or purchase price of, or interest on, any 2011A Bond;

(c) the delivery of any notice by the Securities Depository or any Participant;

(d) the selection of the Participants or the Beneficial Owners to receive payment in the event of any partial redemption of the 2011A Bonds; or

(e) any consent given or any other action taken by the Securities Depository or any Participant.

(6) The requirements in the Resolution of holding, delivering or transferring 2011A Bonds shall be deemed modified to require the appropriate person to meet the requirements of the Securities Depository as to registering or transferring the book-entry 2011A Bonds to produce the same effect. Any provision hereof permitting or requiring delivery of the 2011A Bonds shall, while the 2011A Bonds are in book-entry only form, be satisfied by the notation thereof on the books of the Securities Depository in accordance with applicable state law.

(B) The Division of Bond Finance may discontinue the book-entry system with the then-current securities depository, subject to the terms of its agreement with such securities depository. In this event, the Division of Bond Finance shall either

(1) identify another qualified securities depository or

(2) prepare and deliver replacement 2011A Bonds in the form of fully registered bonds to each Beneficial Owner.

ARTICLE III
APPLICATION OF PROCEEDS

SECTION 3.01 CONSTRUCTION OF THE 2011A PROJECT. The Board of Governors is authorized to construct the 2011A Project from the proceeds of the sale of the 2011A Bonds and other legally available funds, subject to the provisions of this Sixth Supplemental Resolution and applicable laws of Florida.

SECTION 3.02. APPLICATION OF 2011A BOND PROCEEDS. Upon receipt of the proceeds of the sale of the 2011A Bonds, and after reserving an amount sufficient to pay all costs and expenses incurred in connection with the preparation, issuance and sale of the 2011A Bonds, including a reasonable charge for the Division of Bond Finance's services, the Division of Bond Finance shall transfer and deposit the remainder of the 2011A Bond proceeds as follows:

(A) An amount which together with other moneys available therefor and on deposit in the Reserve Account is equal to the Reserve Requirement, shall be transferred to the Board of Administration and deposited into the Reserve Account in the Sinking Fund to be used solely for the purpose of the Reserve Account. Alternatively, the Board of Governors, as provided in Section 4.02 of the Original Resolution, may elect at any time to provide in lieu of all or a portion of such funds a Reserve Account Credit Facility in an amount equal to the difference between the Reserve Requirement and the sums then on deposit in the applicable sub-account in the Reserve Account.

(B) Any accrued interest or amounts to be used to pay interest for a specified period of time shall be transferred to the Board of Administration and deposited into the Sinking Fund, created by the Original Resolution, and used for the payment of interest on the 2011A Bonds.

(C) After making the transfers provided for in subsections (A) and (B) above, the balance of the proceeds of the 2011A Bonds shall be transferred to and deposited into the 2011A Project Construction Fund, which is hereby created in the State Treasury.

Any unexpended balance remaining in the 2011A Project Construction Fund, after a consulting architect shall certify that the 2011A Project has been completed and all costs thereof paid or payment provided for, shall be either(i)applied to fixed capital outlay projects of the Parking System (as defined in the Original Resolution), provided that such application does not result in a violation of Section 6.04 of the Original Resolution, or (ii) deposited into the Sinking Fund.

All moneys in said 2011A Project Construction Fund shall constitute a trust fund for such purposes and there is hereby created a lien upon such funds in favor of the Registered Owners of 2011A Bonds issued pursuant to this Sixth Supplemental Resolution, until such funds are applied as provided herein, except to the extent such moneys are required for the payment of any Rebate

Amount, and all moneys in such fund shall be continuously secured in the manner now provided by the laws of the State for securing deposits of state funds.

SECTION 3.03. INVESTMENT OF THE 2011A PROJECT CONSTRUCTION FUND. Any moneys in the 2011A Project Construction Fund not immediately needed for the purposes provided in this Sixth Supplemental Resolution, may be temporarily invested and reinvested as provided in Section 17.57, Florida Statutes.

SECTION 3.04. REIMBURSEMENT OF CONSTRUCTION COSTS. Expenditures for the construction and equipping of the 2011A Project which are incurred by the University prior to the issuance of the 2011A Bonds may be reimbursed from the proceeds of the 2011A Bonds to the extent permitted under the Code. The expenditures will be reimbursed from the 2011A Project Construction Fund.

ARTICLE IV
SECURITY FOR THE 2011A BONDS; COMPLETION BONDS

SECTION 4.01. 2011A BONDS ON A PARITY WITH THE OUTSTANDING BONDS. The 2011A Bonds shall be payable on a parity and rank equally as to lien on and source and security for payment from the Pledged Revenues and in all other respects, with the Outstanding Bonds.

SECTION 4.02. BONDS SECURED BY ORIGINAL RESOLUTION. The 2011A Bonds shall be deemed to have been issued pursuant to the Original Resolution as fully and to the same extent as the Outstanding Bonds and all of the covenants and agreements contained in the Original Resolution shall be deemed to have been made for the benefit of the Registered Owners of the 2011A Bonds as fully and to the same extent as the Registered Owners of the Outstanding Bonds.

All of the covenants, agreements, and provisions of the Original Resolution except to the extent inconsistent herewith, shall be deemed to be part of this Sixth Supplemental Resolution to the same extent as if incorporated verbatim in this Sixth Supplemental Resolution, and shall be fully enforceable in the manner provided in the Original Resolution by any of the Registered Owners of the 2011A Bonds.

SECTION 4.03. COMPLETION BONDS. The Board of Governors and the Division of Bond Finance need not comply with Section 5.01 of the Original Resolution in the issuance of Completion Bonds, provided that the net proceeds of such Completion Bonds available for deposit into the 2011A Project Construction Fund for such costs shall be equal to or less than 20% of the original estimated cost of the 2011A Project at the time of the original issuance of the 2011A Bonds.

ARTICLE V
MISCELLANEOUS AND AMENDMENT OF ORIGINAL RESOLUTION

SECTION 5.01. RESOLUTION NOT ASSIGNABLE. This Sixth Supplemental Resolution shall not be assignable by the Division of Bond Finance or the Board of Administration, except for the benefit of the Registered Owners; provided, however, the Board of Governors may lease, from time to time, to other tenants such portion or portions of the Parking System as are not needed by the Board of Governors, to the extent that any such lease would not adversely affect the exclusion of interest on any tax-exempt Bonds from gross income for federal income tax purposes.

SECTION 5.02. MODIFICATION OR AMENDMENT. Modification or amendment hereof shall be governed by Section 8.02 of the Original Resolution.

SECTION 5.03. CONTINUING DISCLOSURE. (A) In order to comply with Rule 15c2-12 of the Securities and Exchange Commission, the Board of Governors hereby agrees to provide or cause to be provided such information as may be required, from time to time, under such rule.

(B) The Director, in conjunction with the appropriate officer of the Board of Governors, is authorized and directed to execute and deliver any documents or agreement which are necessary to comply with the requirements of Rule 15c2-12 of the Securities and Exchange Commission.

SECTION 5.04. SEVERABILITY OF INVALID PROVISIONS. If any one or more of the covenants or provisions of this Sixth Supplemental Resolution shall be held contrary to any express provision of law or contrary to the policy of express law, though not expressly prohibited, or against public policy, or shall for any reason whatsoever be held invalid, then such covenants or provisions shall be null and void and shall be deemed separable from the remaining covenants or provisions of this Sixth Supplemental Resolution or of the bonds issued hereunder and shall in no way affect the validity or enforceability of any other covenants, agreements or provisions of this Sixth Supplemental Resolution or of the bonds issued hereunder.

SECTION 5.05. FISCAL AGENT. Upon the sale and delivery of the 2011A Bonds by the Division of Bond Finance on behalf of the Board of Governors, the Board of Administration shall act as the fiscal agent for the Board of Governors with respect to the 2011A Bonds.

SECTION 5.06. REPEAL OF INCONSISTENT RESOLUTIONS. All resolutions and parts of resolutions heretofore adopted pertaining to the subject matter of this Sixth Supplemental Resolution, to the extent that they are inconsistent with this Sixth Supplemental Resolution, be and the same are hereby repealed, revoked, and rescinded, but only to the extent of any such inconsistencies. The authority for the issuance and delivery of the unissued portion of any previously authorized Florida State University Parking Facility Revenue Bonds is hereby canceled.

SECTION 5.07. SUCCESSOR AGENCIES AND OFFICIALS. Any references in the Original Resolution or this Sixth Supplemental Resolution to offices, bodies or agencies which have been or are superceded, replaced or abolished by law shall be deemed to refer to the successors of such offices, bodies and agencies. Any action required or authorized to be taken by an official whose office, body or agency has been or is so superceded, replaced or abolished shall be taken by the successor to such official.

SECTION 5.08. CONFIRMATION OF ORIGINAL RESOLUTION. As amended and supplemented by this Sixth Supplemental Resolution, the Original Resolution is in alI respects ratified and confirmed, and this Sixth Supplemental Resolution shall be read, taken, and construed as a part of the Original Resolution.

SECTION 5.09. VALIDATION AUTHORIZED. The attorneys for the Division of Bond Finance are hereby authorized to institute proceedings to validate the 2011A Bonds pursuant to Chapter 75, Florida Statutes, if validation is deemed to be necessary or desirable by the Division.

SECTION 5.10. AMENDMENT OF ORIGINAL RESOLUTION. The Original Resolution is amended as follows. Language to be added to the Original Resolution is indicated by <u>underlining</u>, and language to be deleted from the Original Resolution is indicated by ~~strike-throughs~~.

(A) Section 1.01 of the Original Resolution is hereby amended as follows:

SECTION 1.01. DEFINITIONS. The following terms shall have the following meanings in this Resolution unless the text otherwise requires:

. . .

"Current Expenses" shall mean and include all necessary operating expenses, current maintenance charges, expenses of reasonable upkeep and repairs, properly allocated share of charges for insurance and all other expenses of the Board of Governors or the University incident to the operation of the Parking System as expanded by the terms of this Resolution, but shall exclude depreciation, all general administrative expenses of the Board of Governors or the University, the expenses of operation of auxiliary facilities the revenues of which are not pledged as security for the Bonds, the expenses associated with the operation of a shuttle transportation system by the University and the payments into the Parking System Maintenance and Equipment Reserve Fund hereinafter provided for.

(B) Notwithstanding the Original Resolution, the bonds issued thereunder may be in the denomination of $1,000 each or any integral multiple thereof.

SECTION 5.11 EFFECTIVE DATE. This Sixth Supplemental Resolution shall take effect immediately upon its adoption.

ADOPTED on November 9, 2010.

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

A RESOLUTION (THE TWELFTH SUPPLEMENTAL RESOLUTION) AUTHORIZING THE ISSUANCE AND SALE OF NOT EXCEEDING $25,500,000 STATE OF FLORIDA, BOARD OF GOVERNORS, FLORIDA STATE UNIVERSITY PARKING FACILITY REVENUE BONDS, SERIES 2026A

ADOPTED
JUNE 9, 2026

A RESOLUTION (THE TWELFTH SUPPLEMENTAL RESOLUTION) AUTHORIZING THE ISSUANCE AND COMPETITIVE SALE OF STATE OF FLORIDA, BOARD OF GOVERNORS, FLORIDA STATE UNIVERSITY PARKING FACILITY REVENUE BONDS, SERIES 2026A, TO FINANCE THE CONSTRUCTION OF A NEW PARKING FACILITY ON THE MAIN CAMPUS OF FLORIDA STATE UNIVERSITY; CANCELLING THE AUTHORITY FOR UNISSUED PREVIOUSLY AUTHORIZED BONDS; AND PROVIDING FOR AN EFFECTIVE DATE.

BE IT RESOLVED BY THE GOVERNOR AND CABINET OF THE STATE OF FLORIDA, AS THE GOVERNING BOARD OF THE DIVISION OF BOND FINANCE OF THE STATE BOARD OF ADMINISTRATION OF FLORIDA:

ARTICLE I:
DEFINITIONS; AUTHORITY; RESOLUTION TO CONSTITUTE CONTRACT

SECTION 1.01. DEFINITIONS. All terms used in this Twelfth Supplemental Resolution 9as defined herein) are used with the same meaning throughout this Twelfth Supplemental Resolution unless the context clearly requires otherwise. All terms used herein that are defined in Article I of the Original Resolution (as defined herein) have the same meaning as used in the Original Resolution, except to the extent inconsistent with or amended by definitions contained herein, shall apply fully to the Outstanding Bonds and the 2026A Bonds. The following terms shall have the following meaning herein:

"2026A Bonds" means the not exceeding $25,500,000 State of Florida, Board of Governors, Florida State University Parking Facility Revenue Bonds, Series 2026A, authorized by this Twelfth Supplemental Resolution.

"2026A Project" means the construction of a parking facility and associated capital improvements on the main campus of Florida State University, subject to and contingent on the approval of the Board of Governors and subject to any deletions, modifications, or substitutions deemed necessary and expedient and approved by resolution of the Board of Governors.

"**2026A Project Construction Fund"** means a trust fund held in the State Treasury in which shall be deposited the net proceeds of the 2026A Bonds and other available moneys for the construction of the 2026A Project.

"2026A Project Costs" means the actual costs of the 2026A Project, including costs of design and construction; materials, labor, furnishings, equipment and apparatus; sitework and landscaping; roadway improvements; the acquisition of all lands or interests therein, and all other property, real or personal, appurtenant to or useful in the 2026A Project; interest on the 2026A Bonds for a reasonable period after the date of delivery of thereof, if necessary; an amount sufficient to establish adequate reserves; architectonic and engineering fees; legal fees; reimbursement for prior authorized expenditures; and fees and expenses of the Division of Bond Finance, the Board of Administration, the University, or the Board of Governors necessary to the construction and placing in operation of the 2026A Project and the financing thereof.

"Assistant Secretary" means an Assistant Secretary of the Division of Bond Finance.

"**Board of Governors"** or **"Board"** means the Board of Governors of the State University System created by Article IX, Section 7 of the Florida Constitution, and includes any other entity succeeding to the powers thereof.

“Bond Registrar/Paying Agent” means U.S. Bank Trust Company, National Association, or its successor.

“Bond Year” means, with respect to a particular Series of Bonds issued hereunder, the annual period relevant to the application of Section 148(f) of the Code to the Series of Bonds, except that the first and last Bond Years may be less than 12 months long. The last day of a Bond Year shall be the close of business on the day preceding the anniversary of the date of issuance of the Series unless the Division of Bond Finance selects another date on which to end a Bond Year in the manner permitted by the Code.

“Bonds” means the Outstanding Bonds, the 2026A Bonds, and any additional parity Bonds subsequently issued in accordance with Section 5.01 of the Original Resolution.

“Code” means the Internal Revenue Code of 1986, as amended, and temporary, proposed or permanent implementing regulations promulgated thereunder.

“Director” means the Director of the Division of Bond Finance and shall include any Assistant Secretary to whom the Director delegates authority.

“Original Resolution” means the resolution authorizing the issuance of the Bonds adopted by the Governing Board on July 21, 1992, as amended and supplemented from time to time.

“Outstanding” means, as of any date of determination, all Bonds theretofore authenticated and delivered except:

(i) Bonds theretofore cancelled by the Bond Registrar/Paying Agent or delivered to the Bond Registrar/Paying Agent for cancellation;

(ii) Bonds which are deemed paid and defeased and no longer Outstanding as provided herein;

(iii) Bonds in lieu of which other Bonds have been issued pursuant to the provisions of the Resolution relating to Bonds destroyed, stolen or lost, unless evidence satisfactory to the Bond Registrar/Paying Agent has been received that any such Bond is held by a bona fide purchaser;

(iv) Bonds held by or for the account of the Division of Bond Finance or the Board of Governors, for purposes of any consent or other action to be taken under the Resolution by the Registered Owners of a specified percentage of principal amount of Bonds; and

(v) Bonds with respect to which debt service has been paid pursuant to a Bond Insurance Policy, to the extent that the amount of such payment has been reimbursed to the issuer of such Bond Insurance Policy (or monies have been deposited to defease such payments).

“**Outstanding Bonds**” means the Outstanding State of Florida, Board of Governors, Florida State University Parking Facility Revenue Refunding Bonds, Series 2021A.

“Parking System” means the University’s existing parking facilities located on the Tallahassee campus of the University, the 2026A Project, and such additional parking facilities as at some future date may be added to the Parking System.

“Rebate Amount” means the excess of the amount earned on all nonpurpose investments (as defined in Section 148(f)(6) of the Code) over the amount which would have been earned if such nonpurpose investments were invested at a rate equal to the yield on the Bonds, plus any income attributable to such excess.

"Resolution" means the Original Resolution, as amended by the Second Supplemental Resolution adopted on November 26, 2002, the Fourth Supplemental Resolution adopted on August 9, 2005, the Fifth Supplemental Resolution adopted on May 15, 2007, and the Sixth Supplemental Resolution adopted on November 9, 2010, and as supplemented through this Twelfth Supplemental Resolution.

"Twelfth Supplemental Resolution" means this resolution authorizing the issuance and sale of the 2026A Bonds.

Where the context so requires, words importing singular number shall include the plural number in each case and vice versa, words importing persons shall include firms and corporations, and the masculine includes the feminine and vice versa.

SECTION 1.02. AUTHORITY FOR THIS RESOLUTION. This Twelfth Supplemental Resolution is adopted pursuant to the provisions of Article VII, Section 11(d) of the Florida Constitution; Sections 215.57-215.83, Florida Statutes (the "State Bond Act"); Section 1010.62, Florida Statutes; other applicable provisions of law; and the Original Resolution; and it constitutes a resolution authorizing bonds pursuant to the State Bond Act.

SECTION 1.03. RESOLUTION TO CONSTITUTE CONTRACT. In consideration of the purchase and acceptance of the 2026A Bonds by the Registered Owners of the 2026A Bonds, the Resolution shall be and shall constitute a contract among the Division of Bond Finance, the Board of Governors, the University and such Registered Owners. The security interested granted in and the pledge of the Pledged Revenues made in the Resolution and the covenants and agreements to be performed by the Board of Governors and the University therein and herein set forth shall be for the equal benefit, protection, and security of the Registered Owners of any and all of the Outstanding Bonds and the 2026A Bonds, all of which shall be of equal rank and without preference, priority, or distinction as to any of such Bonds over any other thereof, except as expressly provided in the Resolution.

ARTICLE II:
AUTHORIZATION, TERMS, EXECUTION, REGISTRATION, TRANSFER, ISSUANCE, AND FORM OF BONDS

SECTION 2.01. AUTHORIZATION OF THE ISSUANCE AND SALE THE 2026A BONDS.

(A) Subject and pursuant to the provisions of the Resolution, fully registered revenue bonds of the Board of Governors to be known as "State of Florida, Board of Governors, Florida State University Parking Facility Revenue Bonds, Series 2026A" (or such other designation as may be determined by the Director), are hereby authorized to be issued and sold at competitive sale by the Division of Bond Finance in an aggregate principal amount not exceeding $25,000,000 for the purpose of financing the construction, furnishing and equipping of the 2026A Project. The 2026A Bonds may be sold and issued as tax-exempt or taxable Bonds, in one or more series, and in combination with other Bonds; provided that, if sold in more than one series, the authorizations contained in this Twelfth Supplemental Resolution shall apply to each series of such Bonds. The actual designation of any series of such bonds, whether sold in one or more than one series (including a change of year designation, if desirable), and whether such bonds or any portion thereof are to be taxable or tax-exempt, shall be determined by the Director.

(B) The Director is hereby authorized to determine the most advantageous date and time of sale and to provide notice pursuant to applicable law of such sale, at a time and in such manner as determined by the Director to be appropriate to provide adequate notice to potential bidders; provided, that if no bids are received, or if all bids received are rejected, such 2026A Bonds may again be offered for sale upon reasonable notice, the timing and manner of which shall be determined by the Director. Bids for the purchase of the 2026A Bonds will be received at the office of the Division of Bond Finance or at another location designated in the notice of bond sale for the 2026A Bonds (the "Notice of Bond Sale"), until the time and date of sale determined by the Director.

(C) The Director is hereby authorized to publish and distribute a Notice of Bond Sale and a proposal for the sale of the 2026A Bonds. The Notice of Bond Sale shall be in such form as shall be determined by the Director and shall contain such information as is consistent with the terms of the Resolution which the Director determines is in the best financial interest of the State. Any prior publication or distribution of a Notice of Bond Sale and proposal for sale is hereby ratified.

(D) The Director is hereby authorized to prepare and distribute preliminary and final official statements in connection with the offering of the 2026A Bonds. The Director is further authorized and directed to amend, supplement or complete the information contained in the preliminary official statement, as may be needed, and to furnish such certification as to the completeness and finality of the official statement as is necessary to permit the successful bidder to fulfill its obligations under any applicable securities laws. The Chairman and Secretary of the Governing Board and the Director are hereby authorized to execute the final official statement in connection with the public offering of the 2026A Bonds, and the execution thereof by any of the authorized individuals shall be conclusive evidence that the Governing Board has approved the form and content of the final official statement and that such final official statement is complete as of its date.

(E) The Director is hereby authorized to cause as many copies as he determines to be necessary of the preliminary official statement and final official statement relating to the public offering of the 2026A Bonds prepared and distributed; to contract with Rating Agencies and providers of Bond Insurance Policies and Reserve Account Credit Facilities; to retain bond counsel; to make a determination that the preliminary official statement is "deemed final" for purposes of SEC Rule 15c2-12(b)(1); to conduct information meetings; and to take such other actions as may be deemed appropriate for the dissemination of information relating to the sale of the 2026A Bonds. Any prior printing and distribution of a preliminary official statement is hereby ratified.

(F) The Director or an Assistant Secretary of the Governing Board is hereby authorized and empowered to award said 2026A Bonds when offered, on his determination of the best proposal, as defined in the Notice of Bond Sale, submitted in accordance with the terms of the Notice of Bond Sale provided for herein, and such award shall be final. The Director or an Assistant Secretary of the Governing Board shall report such sale to the Governing Board after award of the 2026A Bonds. The Director or an Assistant Secretary of the Governing Board is authorized to deliver such 2026A Bonds to the purchasers thereof upon payment of the purchase price, together with any accrued interest to the date of delivery, and to distribute the proceeds of the 2026A Bonds as provided by this Twelfth Supplemental Resolution and other proceedings authorizing the issuance of the 2026A Bonds.

(G) U.S. Bank Trust Company, National Association, or its successor, is hereby designated as Bond Registrar/Paying Agent for the 2026A Bonds on the terms and conditions set forth in the Registrar, Paying Agent and Transfer Agreement by and between the Board of Administration and U.S. Bank Trust National Association or its successor.

(H) The Interest Payment Dates and the Principal Payment Dates for the 2026A Bonds shall be as set forth in the Notice of Bond Sale. Interest on the 2026A Bonds shall be paid by check or draft mailed on the Interest Payment Date (or by wire transfer at the election of a Registered Owner, other than a securities depository, in the manner and under the terms provided for in the Registrar, Paying Agent and Transfer Agreement by and between the Board of Administration and U.S. Bank Trust National Association, or its successor, provided that such Registered Owner advances to the Bond Registrar/Paying Agent the amount, if any, necessary to pay the wire charges or authorizes the paying agent to deduct the amount of such payment) to the Registered Owner thereof as of 5:00 p.m. Eastern time on the Record Date shown on the registration books maintained by the Bond Registrar/Paying Agent for the 2026A Bonds.

(I) The 2026A Bonds shall be dated, shall mature in such years and amounts, and shall bear interest commencing on such date as set forth or provided for in the Notice of Bond Sale, a copy of which, as published, shall be retained in the files of the Division with this Twelfth Supplemental Resolution. The 2026A Bonds shall be issued in denominations of $1,000 or any integral multiple thereof unless otherwise provided in the Notice of Bond Sale. The 2026A Bonds shall be payable at the corporate trust office of the Bond Registrar/Paying Agent. The 2026A Bonds will bear interest at the interest rate specified by the successful bidder, calculated based on a 360-day year consisting of twelve 30-day months; provided, however, such interest rate shall not exceed the maximum rate permitted by law.

(J) The 2026A Bonds shall be subject to redemption as provided in the Notice of Bond Sale. The Notice of Bond Sale shall contain such redemption provisions as shall be determined by the Director to be in the best financial interest of the State. Upon election by the successful bidder as provided in the Notice of Bond Sale, a portion of the 2026A Bonds identified in such election may be designated as Term Bonds. Additionally, in lieu of mailing the notice of redemption, the Bond Registrar/Paying Agent may elect to provide such notice by electronic means to any Registered Owner who has consented to such method of receiving notices.

(K) The Reserve Requirement for the 2026A Bonds, if any, shall be deposited, as determined by the Director, in a subaccount in the Reserve Account, which is hereby established for the 2026A Bonds. Amounts on deposit in any subaccount in the Reserve Account may be commingled with the amounts deposited for Bonds of additional series which are secured thereby, shall be held for the benefit of the Registered Owners of only such Bonds as may be specifically secured by the respective subaccount, and shall be applied in the manner provided in the Original Resolution.

(L) Any portion of the 2026A Bonds may be issued as a separate series, provided that the bonds of each series shall be numbered consecutively from one upward. The 2026A Bonds referred to herein may be sold separately or combined with any other Bonds authorized to be sold by the Division.

(M) The Director is hereby authorized to offer for sale a lesser principal amount of the 2026A Bonds than that set forth in this Twelfth Supplemental Resolution and to adjust the maturity schedule and redemption provisions for the 2026A Bonds, if necessary, to reflect the issuance of such lesser amount, and to modify the Notice of Bond Sale as may be required. Any portion of the 2026A Bonds not offered shall remain authorized to be offered at a later date.

(N) The Director is authorized to provide in the Notice of Bond Sale of the 2026A Bonds that the purchase price for the 2026A Bonds may include a discount of not to exceed 3%, excluding original issue discount, if any, of the aggregate principal amount of such 2026A Bonds offered for sale.

(O) The Chairman, Secretary, and any Assistant Secretary of the Governing Board, the Director, and such other officers and employees of the Division of Bond Finance as may be designated by the Governing Board as agents of the Division of Bond Finance in connection with the issuance and delivery of the 2026A Bonds, are authorized and empowered, collectively or individually, to take all actions and steps, to execute all instruments, documents, and contracts, and to take all other action on behalf of the Division of Bond Finance, in each case as they may deem necessary or desirable, in connection with the execution and delivery of the 2026A Bonds. It is the intent of the Governing Board that interest on any 2026A Bonds which are issued as tax-exempt 2026A Bonds be and remain excluded from gross income for federal income tax purposes, and therefore comply with all requirements of federal tax law applicable to such tax-exempt 2026A Bonds, whether such requirements are now in effect, pending, or subsequently enacted. The Division of Bond Finance is hereby authorized and directed to take all actions necessary with respect to the 2026A Bonds to comply with such requirements of federal tax law.

SECTION 2.02. APPLICABILITY OF ARTICLE II OF THE ORIGINAL RESOLUTION. The terms, execution, negotiability, redemption, registration, transfer, authentication, disposition, replacement, issuance, and form of the 2026A Bonds shall be governed by the provisions of Article II of the Original Resolution, adjusted to the extent necessary to apply to the 2026A Bonds, except as otherwise provided in this Twelfth Supplemental Resolution. The form of the 2026A Bonds shall be governed by this Twelfth Supplemental Resolution. The text of the 2026A Bonds may contain such provisions, specifications and descriptive words not inconsistent with the provisions of this Twelfth Supplemental Resolution as may be necessary or desirable to comply with custom, the rules of any securities exchange or commission or brokerage board, or otherwise, or to comply with applicable laws, rules and regulations of the United States and the State, all as may be determined by the Director prior to the delivery thereof.

SECTION 2.03. EXECUTION OF THE 2026A BONDS. The 2026A Bonds shall be executed in the name of the Board of Governors by its Chairman and attested to by its Vice-Chairman, or such other member of the Board as may be designated pursuant to subsequent resolution, and the corporate seal of the Board or a facsimile thereof shall be affixed thereto or reproduced thereon. The Bond Registrar/Paying Agent's certificate of authentication shall appear on the 2026A Bonds, signed by an authorized signatory of said Bond Registrar/Paying Agent. Any of the above signatures may be a facsimile signature imprinted or reproduced on the 2026A Bonds, provided that at least one signature required shall be manually subscribed. In case any one or more of the officers who shall have signed or sealed any of the 2026A Bonds shall cease to be an officer before the 2026A Bonds so signed and sealed shall have been actually sold and delivered, the 2026A Bonds may nevertheless be sold and delivered as herein provided and may be issued as if the person who signed or sealed such 2026A Bonds had not ceased to hold such office. Any 2026A Bond may be signed and sealed by such person as to the actual time of the execution of such 2026A Bond shall hold the proper office, although at the date of such 2026A Bond, such person may not have held such office or may not have been so authorized.

A certificate as to the approval of the issuance of the 2026A Bonds pursuant to the provisions of the State Bond Act, shall be executed by the manual or facsimile signature of the Secretary or an Assistant Secretary of the Governing Board, or by such other authorized person as provided by law.

SECTION 2.04. FORM OF THE 2026A BONDS. Notwithstanding anything to the contrary in the Original Resolution or this Twelfth Supplemental Resolution, or any other resolution relating to the 2026A Bonds, the 2026A Bonds may be issued in book-entry only form utilizing the services of a Securities Depository (as used herein, "Securities Depository" means The Depository Trust Company, New York, New York, or its nominees, successors and assigns).

So long as a book-entry only system of evidence of transfer of ownership of all the 2026A Bonds is maintained in accordance herewith, any provision of the Resolution relating to the delivery of physical bond certificates shall be inapplicable, and the Resolution shall be deemed to give full effect to such book-entry system.

(A) If the 2026A Bonds are issued in book-entry only form:

(1) The 2026A Bonds shall be issued in the name of the Securities Depository as Registered Owner of the 2026A Bonds and held in the custody of the Securities Depository or its designee.

(2) Transfers of beneficial ownership of the 2026A Bonds will be effected on the records of the Securities Depository and its Participants pursuant to rules and procedures established by the Securities Depository ("Participants" include both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, clearing corporations, and certain other organizations, as well other organizations that clear through or maintain a custodial relationship with such organizations, either directly or indirectly).

(3) Each Participant shall be credited in the records of the Securities Depository with the amount of such Participant's interest in the 2026A Bonds. Beneficial ownership interests in the 2026A Bonds may be purchased by or through Participants. The holders of these beneficial ownership interests are hereinafter referred to as the "Beneficial Owners." The Beneficial Owners shall not receive 2026A Bonds representing their beneficial ownership interests. The ownership interests of each Beneficial Owner shall be recorded through the records of the Participant from which such Beneficial Owner purchased its 2026A Bonds. Transfers of ownership interests in the 2026A Bonds shall be accomplished by book entries made by the Securities Depository and, in turn, by Participants acting on behalf of Beneficial Owners.

(4) Unless otherwise provided herein, the Division of Bond Finance, the Board of Governors, the Board of Administration and the Bond Registrar/Paying Agent (as used in this section, the "State and its agents") shall treat the Securities Depository as the sole and exclusive owner of the 2026A Bonds registered in its name for the purposes of the following:

(a) payment of the principal of, premium, if any, and interest on the 2026A Bonds or portion thereof to be redeemed or purchased. Payments made to the Securities Depository of principal, premium, and interest shall be valid and effective to fully satisfy and discharge the Board of Governors' obligations to the extent of the sums so paid;

(b) giving any notice permitted or required to be given to Registered Owners under the Resolution; and

(c) the giving of any direction or consent or the making of any request by the Registered Owners hereunder. The State and its agents may rely conclusively upon:

(i) a certificate of the Securities Depository as to the identity of the Participants with respect to the 2026A Bonds; and

(ii) a certificate of any such Participant as to the identity of, and the respective principal amount of 2026A Bonds beneficially owned by, the Beneficial Owners.

(5) The State and its agents shall have no responsibility or obligations to the Securities Depository, any Participant, any Beneficial Owner or any other person which is not shown on the 2026A Bond Register, with respect to the following:

(a) the accuracy of any records maintained by the Securities Depository or any Participant;

(b) the payment by the Securities Depository or by any Participant of any amount due to any Beneficial Owner in respect of the principal amount or redemption or purchase price of, or interest on, any 2026A Bond;

(c) the delivery of any notice by the Securities Depository or any Participant;

(d) the selection of the Participants or the Beneficial Owners to receive payment in the event of any partial redemption of the 2026A Bonds; or

(e) any consent given or any other action taken by the Securities Depository or any Participant.

(6) The requirements in the Resolution of holding, delivering or transferring 2026A Bonds shall be deemed modified to require the appropriate person to meet the requirements of the Securities Depository as to registering or transferring the book-entry 2026A Bonds to produce the same effect. Any provision hereof permitting or requiring delivery of the 2026A Bonds shall, while the 2026A Bonds are in book-entry only form, be satisfied by the notation thereof on the books of the Securities Depository in accordance with applicable state law.

(B) The Division of Bond Finance may discontinue the book-entry system with the then-current securities depository, subject to the terms of its agreement with such securities depository. In this event, the Division of Bond Finance shall either:

(1) identify another qualified securities depository, or

(2) prepare and deliver replacement 2026A Bonds in the form of fully registered bonds to each Beneficial Owner.

ARTICLE III: APPLICATION OF PROCEEDS

SECTION 3.01. CONSTRUCTION OF THE 2026A PROJECT. The University, on behalf of the Board of Governors, is authorized to construct the 2026A Project from the proceeds of the sale of the 2026A Bonds and other legally available funds, subject to the provisions of this Twelfth Supplemental Resolution and applicable laws of Florida.

SECTION 3.02. APPLICATION OF 2026A BOND PROCEEDS.

(A) Upon receipt of the proceeds derived from the sale of the 2026A Bonds, the Division shall transfer and apply such proceeds as follows:

(1) First, the amount necessary to pay all costs and expenses of the Division in connection with the preparation, issuance, and sale of the 2026A Bonds, including a reasonable charge for the services of the Division for its services and for arbitrage rebate compliance program set-up, shall be transferred to the Division and deposited in the Bond Fee Trust Fund.

(2) Second, any accrued interest and capitalized interest on the 2026A Bonds shall be transferred to the Board of Administration and deposited in the Sinking Fund to be used for the payment of interest on the 2026A Bonds.

(3) Third, an amount necessary to fund the incremental increase in the Reserve Requirement, if any, attributable to the 2026A Bonds, to be held in reserve, shall be transferred to the Board of Administration and deposited in the Reserve Account within the Sinking Fund. Alternatively, the Division, as provided in Section 4.02 of the Original Resolution, may elect at any time to provide in lieu of all or a portion of such funds a Reserve Account Credit Facility in an amount equal to the difference between the Reserve Requirement and the sums then on deposit in the Reserve Account.

(4) After making the transfers provided for above, the balance of the proceeds of the 2026A Bonds shall be transferred to and deposited in a trust fund, known as the "2026A Project Construction Trust Fund" (or such other designation as may be determined by the Director), which is hereby created in the State Treasury, to be used for payment of 2026A Project Costs. Notwithstanding the foregoing, all or a portion of the 2026A Project Construction Fund may be held within or outside of the State Treasury, as determined by the Director.

(B) Any unexpended balance remaining in the 2026A Project Construction Fund, after the University shall certify that the 2026A Project has been completed and all 2026A Project Costs paid or payment provided for, shall be either (i) applied to fixed capital outlay projects of the University's Parking System, provided that such application does not result in a violation of Section 6.04 of the Original Resolution, or (ii) deposited into the Sinking Fund and used for the purposes set forth therein.

(C) In addition to the aforementioned proceeds of the 2026A Bonds, the Board or the University may deposit into the 2026A Project Construction Fund additional funds legally available for the purposes of such fund which, together with the proceeds of the 2026A Bonds, will be sufficient to finance the total 2026A Project Costs. Any such additional funds, other than the proceeds of the 2026A Bonds or Completion Bonds, shall be derived from sources and in a manner which will not jeopardize the security of the 2026A Bonds issued pursuant to this Twelfth Supplemental Resolution.

(D) All moneys in the 2026A Project Construction Fund shall constitute a trust fund for such purposes and there is hereby created a lien upon such funds in favor of the Registered Owners of the 2026A Bonds issued pursuant to this Twelfth Supplemental Resolution, until such funds are applied as provided herein, except to the extent such moneys are required for the payment of any Rebate Amount, and all moneys in such funds shall be continuously secured in the manner now provided by the laws of the State for securing deposits of State funds.

SECTION 3.03. INVESTMENT OF THE 2026A PROJECT CONSTRUCTION FUND. Any moneys in the 2026A Project Construction Fund not immediately needed for the purposes provided in this Twelfth Supplemental Resolution, may be temporarily invested and reinvested as provided in Section 17.57, Florida Statutes, or Section 215.47, Florida Statutes, as applicable, provided that such investment will not adversely affect the exemption from federal income taxation of interest on any of the 2026A Bonds.

SECTION 3.04. REIMBURSEMENT OF CONSTRUCTION COSTS. Expenditures for the construction and equipping of the 2026A Project which are incurred by the University prior to the issuance of the 2026A Bonds may be reimbursed from the proceeds of the 2026A Bonds to the extent permitted under the Code. The expenditures will be reimbursed from the 2026A Project Construction Fund.

ARTICLE IV:
SECURITY FOR THE 2026A BONDS; COMPLETION BONDS

SECTION 4.01. 2026A BONDS ON A PARITY WITH THE OUTSTANDING BONDS. The 2026A Bonds shall be issued subject to the provisions of Sections 5.01 and 5.02 of the Original Resolution governing the issuance of Additional Parity Bonds. The 2026A Bonds shall be payable on a parity, and rank equally as to lien on and source and security for payments from the Pledged Revenues and in all other respects, with the Outstanding Bonds.

SECTION 4.02. 2026A BONDS SECURED BY ORIGINAL RESOLUTION. The 2026A Bonds shall be deemed to have been issued pursuant to the Original Resolution, as supplemented by this Twelfth Supplemental Resolution, as fully and to the same extent as the Outstanding Bonds, and all of the covenants and agreements contained in the Original Resolution, as amended and supplemented, shall be deemed to have been made for the benefit of the Registered Owners of the 2026A Bonds as fully and to the same extent as the Registered Owners of the Outstanding Bonds. All of the covenants, agreements, and provisions of the Original Resolution, as amended and supplemented, except to the extent inconsistent herewith, shall be deemed to be part of this Twelfth Supplemental Resolution to the same extent as if incorporated verbatim in this Twelfth Supplemental Resolution, and shall be fully enforceable in the manner provided in the Original Resolution, as amended and supplemented, by any of the Registered Owners of the 2026A Bonds.

SECTION 4.03. COMPLETION BONDS. The Board and the Division of Bond Finance need not comply with Section 5.01 of the Original Resolution in the issuance of Completion Bonds, provided that the net proceeds of such Completion Bonds available for deposit into the 2026A Project Construction Fund for such costs shall be equal to or less than 20% of the original estimated cost of the 2026A Project at the time of the original issuance of the 2026A Bonds.

ARTICLE V:
MISCELLANEOUS

SECTION 5.01. RESOLUTION NOT ASSIGNABLE. This Twelfth Supplemental Resolution shall not be assignable by the Division of Bond Finance or the Board of Administration, except for the benefit of the Registered Owners; provided, however, the Board of Governors may lease, from time to time, to other tenants such portion or portions of the Parking System as are not needed by the Board of Governors, to the extent that any such lease would not adversely affect the Pledged Revenues or the exclusion of interest on any tax-exempt Bonds from gross income for federal income tax purposes.

SECTION 5.02. MODIFICATION OR AMENDMENT. Modification or amendment hereof shall be governed by Section 8.02 of the Original Resolution.

SECTION 5.03. CONTINUING DISCLOSURE.

(A) In order to comply with Rule 15c2-12 of the Securities and Exchange Commission (the "Rule"), the Board of Governors agrees to provide or cause to be provided by the University such information as may be required, from time to time, under such Rule.

(B) The Director, in conjunction with the appropriate officer of the Board of Governors, is authorized to execute and deliver any documents or agreements which are necessary to comply with the requirements of the Rule. Failure to properly comply with such Rule, if applicable, shall not be an event of default hereunder or under the Original Resolution.

SECTION 5.04. SEVERABILITY OF INVALID PROVISIONS. If any one or more of the covenants or provisions of this Twelfth Supplemental Resolution shall be held contrary to any express provision of law or contrary to the policy of express law, though not expressly prohibited, or against public policy, or shall for any reason whatsoever be held invalid, then such covenants or provisions shall be null and void and shall be deemed separable from the remaining covenants or provisions of this Twelfth

Supplemental Resolution or of the 2026A Bonds issued hereunder and shall in no way affect the validity or enforceability of any other covenants, agreements or provisions of this Twelfth Supplemental Resolution or of the 2026A Bonds issued hereunder.

SECTION 5.05. FISCAL AGENT. Upon the sale and delivery of the 2026A Bonds by the Division of Bond Finance on behalf of the Board of Governors, the Board of Administration shall act as the fiscal agent for the Board of Governors with respect to the 2026A Bonds.

SECTION 5.06. REPEAL OF INCONSISTENT RESOLUTIONS AND CANCELLATION OF PRIOR ISSUANCE AUTHORITY. All prior or concurrent resolutions or parts of resolutions inconsistent with this resolution are hereby repealed, revoked, and rescinded by this resolution, but only to the extent of any such inconsistency. The authority for the issuance and delivery of the unissued portion of any previously authorized State of Florida, Board of Governors, Florida State University Parking Facility Revenue Bonds is hereby cancelled.

SECTION 5.07. SUCCESSOR AGENCIES AND OFFICIALS. Any references in the Resolution to offices, bodies, or agencies which have been or are superseded, replaced or abolished by law shall be deemed to refer to the successors of such offices, bodies, and agencies. Any action required or authorized to be taken by an official whose office, body, or agency has been or is so superseded, replaced, or abolished shall be taken by the successor to such official.

SECTION 5.08. CONFIRMATION OF ORIGINAL RESOLUTION. As supplemented by this Twelfth Supplemental Resolution, the Original Resolution is in all respects ratified and confirmed, and this Twelfth Supplemental Resolution shall be read, taken, and construed as a part of the Original Resolution.

SECTION 5.09. EFFECTIVE DATE. This Twelfth Supplemental Resolution shall take effect upon the substantive review and approval of the 2026A Project and financing thereof through the adoption of a requesting resolution by the Board of Governors.

ADOPTED: June 9, 2026.

FLORIDA STATE UNIVERSITY[1]
Tallahassee, Florida

Introduction and History

Florida State University (the "University") is a fully accredited, public educational institution operated within the State University System of Florida. The University is one of the largest and oldest of the twelve institutions of higher learning within the State University System, and its main campus in Tallahassee has been the site of an institution of higher education longer than any other site in Florida. The University was initially established as a seminary by an 1851 act of the Florida Legislature as the West Florida Seminary and first offered instruction at the postsecondary level in 1857. In 1901, the West Florida Seminary became Florida State College, a four-year institution with a student body of 252; subsequently, it was reorganized into an all-women's institution in 1905 and was renamed Florida State College for Women in 1909. In 1947, the Florida State College for Women returned to coeducational status, with a student body of 4,056, and was renamed Florida State University.

More than 44,000 students are enrolled at the University, representing all 50 states and 135 foreign countries. With 17 colleges, students may take courses of study leading to the baccalaureate degree in 97 degree programs, to the master's degree in 101 degree programs, to the advanced master's/specialist degree in six programs, to the doctorate degree in 64 degree programs, and to the professional degree in four degree programs. The academic divisions are the Colleges of Applied Sciences; Arts and Sciences; Business; Communication and Information; Criminology and Criminal Justice; Education, Health, & Human Sciences; Engineering; Fine Arts; Law; Medicine; Motion Picture Arts; Music; Nursing; Social Sciences and Public Policy; Social Work; Dedman School of Hospitality; and Jim Moran College of Entrepreneurship.

The University is designated a Research 1 (R1) University by the Carnegie Foundation, which indicates very high research spending and doctorate production. Among the special programs that have won national or international distinction in research are the John D. Fox Superconducting Linear Accelerator in nuclear research, the Florida Center for Reading Research in the science of reading, the Learning Systems Institute in learning outcomes, and the Institute of Science and Public Affairs in social, economic and governmental services.

In 1990, the National Science Foundation selected the University as the home of the National High Magnetic Field Laboratory (the "MagLab"), the largest and highest-powered magnet laboratory in the world and the first national laboratory to be located in Florida. A joint project with the University of Florida and Los Alamos National Laboratory that opened in 1994, the MagLab is the nation's top center for magnetic field research; more than 300 faculty, staff, and students from the University and visiting scientists conduct research on magnets millions of times more powerful than the Earth's magnetic field. Research at the lab is conducted in such diverse fields as biology, materials science, medicine, physics, chemistry, engineering and superconductivity.

In 2000, the Florida Legislature passed legislation funding the establishment of a medical school at the University. The University's College of Medicine has a mission centered on primary care, geriatric training, and service to rural and underserved areas. The medical school is community-integrated and provides the first two years of medical education on campus in Tallahassee and the last two years in community clinical settings around the state. In 2022, the University launched the FSU Health initiative, which aims to build a health care ecosystem that will transform health care delivery in North Florida. With support from the Florida Legislature and Gov. Ron DeSantis, the University is partnering with Tallahassee Memorial Healthcare (TMH) to build an academic health center on the TMH campus, while also developing partnerships with other health systems such as Mayo Clinic, HCA, and others across the region. These partnerships will help the University grow its biomedical research portfolio and attract some of the top medical and research talent from around the country to Tallahassee, resulting in a more robust health care system for the residents of North Florida.

The University offers a variety of overseas study opportunities for students during the regular academic year located in several centers as additional study programs around the world, including Italy, Spain, Panama, and England. Courses at the study centers are offered each semester and cover a wide range of subject areas and the study programs provide additional offerings.

Governance and Administration

Board of Governors – The Board of Governors was created in 2003, pursuant to Article IX, Section 7(d), of the Florida Constitution, to operate, regulate, control and be fully responsible for the management of the State University System. The Board of Governors defines the mission of each State University and ensures the well-planned coordination and operation of the System. The Governor appoints 14 members to the Board of Governors for staggered terms of seven years. The Commissioner of Education, the chair of the Advisory Council of Faculty Senates, and the president of the Florida Student Association, also serve as *ex-officio* members. The appointed members are subject to confirmation by the Senate.

[1] Source: Florida State University

Boards of Trustees – Each state university is governed directly by a board of trustees. The establishment of boards of trustees, created pursuant to Article IX, Section 7(c), of the Florida Constitution, has increased the individual institutions' control of academic and fiscal affairs. Each board of trustees consists of 13 members serving staggered terms of five years; six members are appointed by the Governor and five by the Board of Governors. Each state university's Chair of the Faculty Senate and the Student Body President are also *ex-officio* members of their board of trustees. The appointed members are subject to confirmation by the Senate. The Board of Governors establishes the powers and duties of the boards of trustees. The boards of trustees are responsible for setting policies for the State Universities that provide governance in accordance with the rules and policies of the Board of Governors.

Budget – The state universities have control over their budgets once State funds have been received. The State Legislature retains control of the appropriations process.

Tuition – The state universities have been granted certain powers with regard to setting tuition and the right to retain tuition revenues instead of sending them to the State for redistribution. However, tuition-setting power for in-state students remains largely in the hands of the State Legislature, with lawmakers determining the maximum allowable tuition increase and the University setting the tuition within those limits. The Florida Constitution requires a two-thirds vote of each chamber of the State Legislature to adopt legislation authorizing a new state tax or fee or raising any state tax or fee. As a result, future increases in undergraduate in-state tuition, which require legislative action, will require a two-thirds vote of each chamber of the State Legislature for approval.

Fees – The ability to set and collect certain student service fees provides State Universities a meaningful offset to limitations regarding tuition. The Florida Constitution requires a super-majority vote of any board of trustees (9 of 13 members) to raise, impose, or authorize any such student service fees.

Bonding Authority – Bond-issuing authority is retained by the Division of Bond Finance of the State Board of Administration of Florida (the "Division of Bond Finance"); however, state universities may also borrow through affiliated direct support organizations ("DSOs") outside the Division of Bond Finance. The Board of Governors authorizes and requests the issuance of revenue bonds by the Division of Bond Finance to finance or refinance capital outlay projects for the state universities, as permitted by law.

University Board of Trustees – The University's Board of Trustees (the "Board of Trustees") is comprised of the following individuals:

Members of the Florida State University Board of Trustees

University Trustees*	Term Expires
Peter Collins (Chair)	January 2030
Maximo "Max" Alvarez	January 2031
Kathryn Ballard	January 2028
Vivian de las Cuevas-Diaz	January 2031
Jorge Gonzalez	January 2031
Jim Henderson	January 2028
Brian Murphy	January 2030
Justin Roth	January 2031
Peter Jones	January 2030
Tim Weisheyer	January 2030
Roxanne Hughes (Faculty Senate President)	Spring 2026
Ian Seibert (Student Body President)	Spring 2027

* There is currently one vacancy on the Board of Trustees.

University Officials – The President serves as the executive officer and corporate secretary of the Board of Trustees and is responsible for all operations of the University. Other senior administrative officers are designated by the President. Generally, the Provost/Vice President for Academic Affairs assumes responsibility for the President during any absence and is the chief academic officer. Other vice presidents have responsibility for specific areas within the University. The deans of colleges and schools are responsible to the Provost for all programs and personnel in their respective academic units. The following table sets forth the University's administrative officers and members of the University's Executive Council.

Florida State University Officials

University Official	Position
Richard McCullough	President
Jim Clark	Provost and Executive Vice President for Academic Affairs
Kyle Clark	Senior Vice President for Finance and Administration
Michael Alford	Vice President and Director of Athletics
Carolyn Egan	Vice President for Legal Affairs & General Counsel
Amy Hecht	Vice President for Student Affairs
Clay Ingram	Chief Legislative Affairs Officer
Marissa Langston	Vice President and Chief of Staff
Joe O'Shea	Vice President for Student Academic Success
Stacey Patterson	Vice President for Research
Dennis Schnittker	Assistant Vice President for University Communications
Jeremy Slaga	Vice President and Chief Clinical Operations Officer
Jeanette Taylor	Vice President for Faculty Development and Advancement
Marla Vickers	Vice President for University Advancement and President, Florida State University Foundation, Inc.

Dr. Richard McCullough has served as the University's 16th President since August 2021. Dr. McCullough was selected by the Board of Trustees in May 2021 and confirmed by the Board of Governors in June 2021. Prior to joining the University, Dr. McCullough was a professor of chemistry, department head, dean, and then vice president at Carnegie Mellon University between 1990 and 2012; he served as a vice provost at Harvard University from 2012 through 2021.

Dr. James Clark has served as Provost and Executive Vice President for Academic Affairs since January 2022. Dr. Clark oversees Academic Affairs, the Office of Faculty Development and Advancement, the Graduate School, the Division of Undergraduate Studies, and The Ringling, the State Art Museum of Florida. Dr. Clark joined the University as the Dean of the College of Social Work in 2015.

Mr. Kyle Clark has served as Senior Vice President for Finance and Administration since 2013. Mr. Clark has responsibility for an expansive and comprehensive plan that drives the University financially, including oversight and development of the University's $3 billion annual operating budget and leadership of administrative and fiscal/business operations in the areas of Administrative Services, Budget, Business Services, Controller, Facilities, Human Resources, Police, Procurement, and Component Unit Accounting.

Mr. Michael Alford has served as Vice President and Director of Athletics since December 2021. Mr. Alford plans and directs the overall administrative and operational activities of intercollegiate athletics for the University. Mr. Alford previously served as president and Chief Executive Officer of Seminole Boosters, Inc.

Ms. Carolyn Egan has served as Vice President for Legal Affairs & General Counsel for the University since 2012. She obtained a Juris Doctorate with honors from the College of Law. Ms. Egan is responsible for all legal advice rendered by University attorneys to the Board of Trustees, the President, senior administrators, staff, and faculty of the University.

Dr. Amy Hecht has served as Vice President for Student Affairs since 2017. Dr. Hecht oversees a student affairs division that spans a wide array of departments including University Housing, University Health Services, the University Counseling Center, Campus Recreation, the Career Center, the Dean of Students, the Student Union, and the Student Government Association.

Mr. Clay Ingram has served as the Chief Legislative Affairs Officer since 2020 and leads the Office of Governmental Relations. Prior to joining the University, Mr. Ingram served in the Florida House of Representatives from 2010 to 2018.

Ms. Marissa Langston was appointed by President McCullough as his Chief of Staff in 2021. In this role, Ms. Langston, who previously served as Assistant Dean for Strategic Engagement at the College of Business, works closely with the provost and vice presidents on a number of topics related to strategic development and implementation, administration, shared governance, and other faculty, staff and student issues as well as serving as liaison to the Board of Trustees.

Dr. Joe O'Shea oversees the University's award-winning student academic success initiatives, including the Offices of Admissions, Financial Aid, and the University Registrar, and units focused on both undergraduate and graduate students, including advising, retention, honors programs, and veterans services. He is a champion of student success, building on the University's strong foundation forged over decades of data-driven innovation. Dr. O'Shea previously served for five years as Associate Provost and Dean of Undergraduate Studies. During his tenure, the University was recognized with the APLU's Degree Completion Award, widely regarded as the highest distinction in student success.

Dr. Stacey Patterson began as Vice President for Research on October 15, 2022, having previously served as the vice president for research, outreach, and economic development in the University of Tennessee system and as president of the UT Research Foundation since 2017. Dr. Patterson now leads the University's Division of Research and works closely with the provost and president to promote the university's overall academic mission, while specifically building the university's research and creative activity. She oversees the Office of Research, which includes several administrative units such as, Sponsored Research Administration, Commercialization and the Council on Research and Creativity. Additionally, the University hosts more than 50 centers and institutes, five of which fall under the direct oversight of the Office of Research.

Mr. Dennis Schnittker has served as the Assistant Vice President for University Communications since October 2021. His previous roles at the University include Director of University News & Digital Communications, Director of Digital Content Production, and Coordinator of Educational Media/Communications. Prior to his time at FSU, Mr. Schnittker worked as a Video Journalist, Reporter, and Videographer at WCTV-TV Channel 6 and as a Sports Reporter and Videographer and News Videographer at Local 5 News We Are Iowa.

Mr. Jeremy Slaga serves as the university's first Vice President and Chief Clinical Operations Officer to help lead FSU Health In this new position, Slaga, a seasoned healthcare executive, will be instrumental in shaping the University's health enterprise and expanding clinical opportunities and community engagement throughout the state. An FSU alumnus, Slaga previously served as Chief Integration Officer for the Temple Health system, which includes six hospital campuses and more than 1,550 physicians and scientists. He began his new role at the University on January 5, 2026.

Dr. Jeanette Taylor was recently named the new Vice President for Faculty Development and Advancement. She is returning to the University from the University of Georgia, where she served as Vice Provost for Academic Affairs and was a professor of Psychology. Dr. Taylor previously spent more than 20 years at the University in various leadership roles, including as an associate dean in the College of Arts and Sciences and chair of the Psychology Department. Dr. Taylor is responsible for supporting faculty development throughout the University, including promotion and tenure reviews.

Ms. Marla Vickers started as Vice President of University Advancement on October 1, 2022. Ms. Vickers previously served as associate vice president of Advancement at Emory University and possesses over 20 years of experience in higher education at some of the nation's elite universities. Ms. Vickers now leads the University's fundraising, alumni relations, advancement services and real estate giving and works closely with Seminole Boosters, Inc., while laying the groundwork for the University's next comprehensive campaign.

Buildings and Other Capital Facilities

The University operates in facilities located throughout the State, in more than 500 buildings and nearly 1,718 acres. The main campus, located in Tallahassee, sits on 487 acres. Other significant holdings include the southwest campus, also located in Tallahassee, which houses the FAMU-FSU College of Engineering, the MagLab, and Innovation Park, which is a major research/manufacturing center. The University also operates two other significant campuses, the Panama City Campus and the John and Mable Ringling Museum of Art, which is located in Sarasota, Florida.

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Capital Improvement Plan

The University has numerous capital improvement projects in various stages of design and construction. Many of these projects are funded with Public Education Capital Outlay ("PECO") monies, which are generated from the collection of gross receipts taxes levied on utilities and communication services and are appropriated to state universities by the Legislature. Various other funding sources, including, but not limited to monies appropriated from General Revenue, the Educational Enhancement Trust Fund, and the Capital Improvement Trust Fund ("CITF"), carryforward of previously appropriated funds, private funds, and bond proceeds also provide funding for capital improvement projects. The table below shows capital improvement projects with construction costs of $50 million that are currently in progress.

Current Capital Improvement Projects ($50 million or greater)[1]

Project	Total Cost[1]
NW Campus (Housing, Dining, and Parking)	$354,215,879[2]
Panama City Beach Academic Health	328,000,000[2]
Arts District	157,350,000
College of Engineering – Building C	156,975,000
FSU-TMH Academic Health Center	137,500,000
Panama City Health Academic Research Center	105,000,000
Dittmer Building Remodel	95,400,000
Academic Support – Maintenance Complex	78,624,000
College of Nursing	52,500,000

1 Current as of June 15, 2026. Projects are in construction or design phase. Amounts are estimates and actual project costs are subject to change.
2 All or a portion of the project is expected to be funded with bond proceeds.

Budgetary Process

The Board of Trustees prepares and submits an annual operating budget to the Board of Governors for review. The operating budget represents the University's plan for utilizing the resources available through direct or continuing appropriations by the State Legislature, student fees, and other local sources. The operating budget is prepared and submitted in accordance with the provisions of State law, rules of the Board of Governors, and the General Appropriations Act. The University's operating budget is comprised of the following budget entities: Educational and General, Auxiliary Enterprises, Contracts and Grants, Student Activities, Intercollegiate Athletics, Financial Aid, Technology Fee and Concessions.

Educational and General – The Education and General ("E&G") budget consists of State-appropriated funding from General Revenue (primarily funded from State sales tax revenues), the Educational Enhancement Trust Fund (funded from Florida Lottery revenues), and tuition. The University receives an allocation of E&G resources from the State Legislature. The President approves the general guidelines for the allocation E&G resources at the university level. Within the President's guidelines and the guidelines provided by the Board of Trustees, an allocation of E&G resources is made to each vice president for the functional areas under their direction. In coordination with the University Budget Office and the Division of Finance and Administration, E&G funding is distributed by account/department.

Auxiliary Enterprises, Intercollegiate Athletics, and Concessions – The Auxiliary Enterprises, Intercollegiate Athletics, and Concessions budgets each consist of University business operations that are self-supporting through user fees, payments, and charges. These budgets do not receive any General Revenue. Vice presidents and the athletics director prepare operating budget requests for these budgets based on anticipated revenues. The University Budget Office then coordinates the vice presidents' presentations and justifications of annual budget requests as required and finalizes them based on the Board of Trustees guidelines. Budget revisions required by the president are incorporated into the requests.

Student Activities – The Student Activities budget consists primarily of planned expenditures to be funded from activity and service fees which the University is authorized by the rules of the Board of Trustees to charge its students. The budget is developed and approved in accordance with Section 1009.24(8) and (9)(a)(b), Florida Statutes.

Contracts and Grants – The Contracts and Grants budget consists of estimated expenditures supported by various private businesses and federal, state, and local units of government.

Financial Aid – The Financial Aid budget consists of estimated expenditures of revenues received for loans, grants, scholarships, and other student financial aid.

Operating Budget

The University submits an annual operating budget representing the University's plan for utilizing the resources available through direct or continuing appropriation by the State Legislature, student fees, and other local sources during the Fiscal Year to the Board of Trustees for approval. The Board of Trustees reviews the proposed annual operating budget and submits it to the Board of Governors for review. Approved budgets are released for expenditures to the University. All of the colleges/campuses of the University submit budget requests for additional resources to the University Budget Office. Any new State resources are allocated to the University according to the priorities set by the President, as are any University-wide reductions. The following table sets forth the historical operating budgets for each budget entity of the University for the past five Fiscal Years.

Historical Operating Budget

	Fiscal Year Ended June 30,				
Budget Entity	**2022**	**2023**	**2024**	**2025**	**2026**
Educational and General	$741,857,332	$827,981,183	$951,484,907	$1,059,746,315	$1,048,604,656
Technology Fee	6,514,676	8,577,712	9,662,081	10,726,818	7,175,858
Auxiliary Enterprises	336,963,387	476,386,832	467,879,228	489,958,245	549,082,452
Contracts and Grants	333,220,065	291,879,979	354,946,950	384,215,709	347,160,176
Student Activities	20,950,037	16,910,687	16,336,903	15,629,778	15,175,458
Intercollegiate Athletics	100,126,956	106,348,023	115,954,662	119,159,812	146,630,161
Financial Aid	270,146,896	224,612,559	226,807,526	239,707,089	270,501,213
Concessions	625,396	610,597	571,730	618,813	499,936
Total	**$1,810,404,745**	**$1,953,307,572**	**$2,143,643,987**	**$2,319,762,579**	**$2,384,829,910**

Section 1011.45, Florida Statutes, requires each state university to maintain a carryforward balance totaling at least 7% of its state operating budget. State universities may retain a carryforward balance in excess of the 7% minimum to be spent in accordance with a spending plan approved by its board of trustees and the Board of Governors. The spending plan may include expenditures for specifically-identified public education capital outlay projects, completion of certain other types of projects, operating expenses that support the university's mission, purposes identified by the Board of Governors or the State's General Appropriations Act, commitment of funds to a contingency reserve for expenses incurred during a state of emergency, and deferred building maintenance expenses. As of July 1, 2025, the University holds $73.4 million in carryforward reserves related to the statutory 7% reserve requirement and has not designated additional carryforward funds for a contingency reserve.

Sources of Revenue

Historical Summary of Revenue Sources – The following table sets forth the percentage of the University's total revenues represented by each revenue source for the periods indicated.

Historical Summary of Current Fund Sources
(As a Percent of Total)

	Fiscal Year Ended June 30,				
Fund Source	**2021**	**2022**	**2023**	**2024**	**2025**
State Appropriations	34.85%	30.95%	34.55%	38.67%	40.61%
Student Tuition and Fees	19.30	18.73	17.72	16.17	15.75
Federal Grants and Contracts	13.19	15.02	12.39	11.73	11.24
Auxiliary Enterprises	12.71	14.42	17.94	16.14	15.75
State and Local Grants and Contracts	1.37	1.63	1.50	1.85	2.27
Nongovernmental Grants and Contracts	0.69	0.70	0.89	1.11	1.09
Noncapital Grants, Contracts, and Gifts	4.06	4.33	4.51	4.71	3.67
Federal and State Student Financial Aid	13.17	13.57	9.90	9.12	9.13
Other Sources	0.67	0.65	0.59	0.51	0.49
Total	**100.00%**	**100.00%**	**100.00%**	**100.00%**	**100.00%**

History of State Appropriations – The following table sets forth the history of State appropriations to the University for the last five Fiscal Years. General Revenue appropriations are primarily funded from Florida's sales tax and include E&G funding for the University, the College of Medicine, and the College of Engineering. The University also receives performance-based and preeminence funding from the State. Historically, the majority of General Revenue appropriations are dedicated to University operations with specific allocations for capital projects provided in certain years. The University also receives appropriations for operations from the Educational Enhancement Trust Fund ("Lottery"), which is funded by revenues of the Florida Lottery, and capital appropriations from PECO and CITF.

Historical State Appropriations

	Fiscal Year Ended June 30,				
	2022	**2023**	**2024**	**2025**	**2026**
Operations					
General Revenue	$332,226,348	$389,323,359	$451,122,894	$530,853,965	$499,815,012
Lottery	72,127,729	89,400,319	102,291,145	96,436,301	94,800,582
Preeminence	58,487,179	58,487,179	91,820,512	116,820,512	126,820,512
Performance	53,879,537	54,605,672	70,974,333	73,279,444	73,448,412
Total Operations	$516,720,793	$591,816,529	$716,208,884	$817,390,222	$794,884,518
Capital					
General Revenue	$36,578,996	$148,421,258	-	-	-
PECO	19,353,901	62,500,000	$107,767,202	$82,900,000	$127,500,000
CITF	4,508,474	4,151,205	4,263,520	4,600,000	4,600,000
Total Capital	$60,441,371	$215,072,463	$112,030,722	$87,500,000	$132,100,000
Total State Appropriations	**$577,162,164**	**$806,888,992**	**$828,239,606**	**$904,890,222**	**$926,984,518**

Tuition and Fees – The average annual undergraduate tuition and fees, assuming 30 credit hours, is $6,517 for in-state students and $25,702 for out-of-state students. The average annual graduate tuition and fees, assuming 24 credit hours, are $11,554 for in-state students and $30,723 for out-of-state students. The in-state tuition and fees charged by the University have remained constant since the 2013-14 academic year. The University increased out-of-state tuition and fees by 10% for academic year 2025-26 and approved an additional 15% increase for out-of-state tuition and fees for academic year 2026-27. The following tables list the registration, tuition, and fees charged to each undergraduate student and graduate student, respectively, per credit hour for the 2026-27 academic year.

Current Tuition and Fees
(Per Credit Hour)

	Tuition and Fees	
In-State Students	**Undergraduate**	**Graduate**
Tuition	$105.07	$403.51
Tuition Differential	49.59	-
Student Financial Aid Fee	5.25	20.17
Capital Improvement Trust Fund Fee	4.76	4.76
Local Fees	50.88	50.88
Total In-State Tuition and Fees	**$215.55**	**$479.32**
Out-of-State Students	**Undergraduate**	**Graduate**
In-State Tuition and Fees	$215.55	$479.32
Non-Resident Tuition Fee	609.07	760.69
Non-Resident Student Financial Aid Fee	30.45	38.03
Total Out-of-State Tuition and Fees	**$855.07**	**$1,278.04**

Selected Historical Financial Information

Selected University financial information for Fiscal Years 2021 through 2025 is set forth in the following two tables. This selected historical information has been derived from and should be read in conjunction with the University's financial statements and the related notes thereto. The University Financial Statements are subject to audit procedures as part of the audit of Florida's Comprehensive Annual Financial Report. Additionally, the University Financial Statements are independently audited by the State Auditor General's office. The University's audited Financial Statements for Fiscal Year 2025 are reproduced as Appendix F.

Statement of Net Position
(Amounts in Thousands)

	As of June 30,				
	2021	2022	2023	2024	2025
ASSETS:					
Current Assets:					
Cash and Cash Equivalents	$10,678	$15,994	$20,805	$21,946	$19,774
Investments	826,903	892,624	969,768	1,059,667	1,127,561
Accounts Receivable, Net	61,886	55,895	67,873	74,389	92,381
Loans and Notes Receivable – Net	1,143	463	394	430	298
Leases Receivable	-	429	448	472	359
Due From State Agencies	35,854	87,925	246,275	292,225	330,789
Due From Component Units/University	5,213	5,463	4,511	40,413	11,317
Inventories	2,104	2,595	2,736	3,178	3,790
Other Current Assets	9,077	11,013	14,803	11,817	15,311
Total Current Assets	**$952,858**	**$1,072,401**	**$1,327,613**	**$1,504,537**	**$1,601,580**
Non-Current Assets:					
Restricted Cash and Cash Equivalents	$2,001	$1,461	$1,193	$1,121	$5,429
Restricted Investments	98,543	144,168	282,485	323,360	424,487
Loans and Notes Receivable, Net	2,505	2,927	3,473	4,629	4,486
Leases Receivable	-	7,693	7,245	6,774	5,790
Depreciable Capital Assets, Net	1,773,385	1,884,398	1,893,822	1,851,412	1,954,518
Nondepreciable Capital Assets	284,288	202,647	268,326	440,803	515,119
Other Non-Current Assets	3,889	3,741	3,593	3,444	3,295
Total Non-Current Assets	**$2,164,611**	**$2,247,035**	**$2,460,137**	**$2,631,543**	**2,913,124**
TOTAL ASSETS	**$3,117,469**	**$3,319,436**	**$3,787,750**	**$4,136,080**	**$4,514,704**
Deferred Outflows of Resources					
Related to Pensions	$137,360	$93,869	$117,826	$129,287	$150,255
Related to Other Postemployment Benefits	61,289	55,196	64,117	53,613	88,715
LIABILITIES:					
Current Liabilities:					
Accounts Payable	$12,647	$14,628	$20,706	$24,915	$25,112
Construction Contracts Payable	13,978	11,465	16,312	29,111	56,211
Salaries and Wages Payable	14,826	18,346	20,363	23,897	29,113
Deposits Payable	4,589	5,886	3,523	5,524	5,601
Due to Component Units/University	46,282	42,946	37,889	33,314	167,371
Unearned Revenue	53,060	103,066	298,503	319,962	370,346
Other Current Liabilities	1,015	929	1,056	965	697
Long Term Liabilities – Current Portion:					
Capital Improvement Debt Payable	16,078	16,358	17,263	17,988	16,964
Loans and Notes Payable	-	-	1,330	1,237	1,268
Right to Use Leases - Current	-	948	1,464	1,260	1,267
Capital Leases Payable	1,313	-	-	-	-
Accrued Self-Insurance Claims	-	-	17	44	49
Compensated Absences Payable	5,924	6,484	7,495	8,243	8,961
Other Postemployment Benefits Payable	3,162	3,543	4,143	4,521	6,709
Revenue Received in Advance	2,037	2,823	2,886	2,940	3,136
Net Pension Liability	855	403	64	-	-
SBITA Liability	-	-	7,798	8,440	8,784
Other Non-current Liabilities	12,974	14,171	703	634	396
Total Current Liabilities	**$188,740**	**$241,996**	**$441,515**	**$482,995**	**$701,985**

Statement of Net Position, continued
(Amounts in Thousands)

	As of June 30,				
	2021	2022	2023	2024	2025
Non-Current Liabilities:					
Capital Improvement Debt Payable	$180,473	$164,115	$193,724	$175,737	$158,773
Loans and Notes Payable	-	-	5,162	3,925	2,658
Right to Use Leases - Non-current	-	5,603	8,736	8,731	7,884
Capital Leases Payable	7,833	-	-	-	-
Accrued Self-Insurance Claims	470	496	532	517	555
Compensated Absences Payable	81,730	80,119	85,119	94,244	112,633
Other Postemployment Benefits Payable	191,731	198,952	160,626	169,280	234,671
Revenue Received in Advance	20,267	20,961	18,193	15,651	13,309
Net Pension Liability	397,050	129,584	338,236	407,650	406,643
SBITA Liability – Non-Current	-	-	56,088	47,648	38,864
Other Non-current Liabilities	14,764	9,603	1,848	1,190	816
Total Non-Current Liabilities	**$894,318**	**$609,433**	**$868,264**	**$924,573**	**$976,806**
TOTAL LIABILITIES	**$1,083,058**	**$851,429**	**$1,309,779**	**$1,407,568**	**$1,678,791**
Deferred Inflows of Resources					
Related to Pensions	11,287	204,866	20,847	17,179	37,874
Related to Other Postemployment Benefits	86,844	78,107	126,811	99,678	91,957
Leases	-	7,974	7,394	6,814	5,679
NET POSITION:					
Net Invested in Capital Assets	$1,845,944	$1,873,134	$1,859,158	$2,022,793	$2,235,303
Restricted for Expendable:					
Debt Service	145	217	333	171	292
Loans	3,186	4,101	4,367	2,206	2,293
Capital Projects	67,924	142,042	242,967	291,439	220,922
Other	216,063	216,975	216,927	246,786	256,267
Unrestricted	1,667	89,656	181,110	224,345	224,296
TOTAL NET POSITION	**$2,134,929**	**$2,326,125**	**$2,504,862**	**$2,787,740**	**$2,939,373**

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Statement of Revenues, Expenses, and Changes in Net Position
(Amounts in Thousands)

	Fiscal Year Ended June 30,				
	2021	**2022**	**2023**	**2024**	**2025**
OPERATING REVENUES					
Student Tuition and Fees	$418,677	$450,806	$449,009	$452,638	$468,190
Scholarship Allowances	(137,766)	(136,566)	(141,224)	(144,254)	(148,920)
Student Tuition and Fees, Net of Scholarship Allowances	280,911	314,240	307,785	308,385	319,270
Federal Grants and Contracts	191,969	192,009	215,303	223,665	227,739
State and Local Grants and Contracts	19,947	27,340	26,110	35,294	46,022
Nongovernmental Grants and Contracts	10,060	11,676	15,403	21,233	22,186
Sales and Services of Auxiliary Enterprises	185,048	241,966	313,200	307,640	319,164
Interest on Loans and Notes Receivable	216	459	674	100	58
Other Operating Revenue	9,542	10,449	9,646	9,584	9,879
Total Operating Revenues	**$697,693**	**$798,139**	**$888,120**	**$905,900**	**$944,318**
OPERATING EXPENSES					
Compensation and Employee Benefits	913,731	869,671	950,888	1,106,074	1,186,445
Services and Supplies	256,997	338,689	404,690	456,525	500,910
Utilities and Communications	29,748	35,566	42,724	44,222	48,305
Scholarships, Fellowships and Waivers	141,619	172,537	122,137	130,709	142,492
Depreciation	92,175	95,563	109,675	111,569	114,539
Total Operating Expenses	**$1,434,270**	**$1,512,026**	**$1,630,113**	**$1,849,098**	**$1,992,691**
Total Operating Income (Loss)	**($736,577)**	**($713,887)**	**($741,993)**	**($943,198)**	**($1,048,373)**
NON-OPERATING REVENUES (EXPENSES)					
State Noncapital Appropriations	507,295	519,136	600,076	737,216	822,907
Federal and State Student Financial Aid[1]	191,681	227,680	172,020	173,806	184,995
Noncapital Grants, Contracts and Gifts	59,117	132,559	78,369	89,716	74,280
Investment Income	14,158	7,437	20,926	62,984	68,224
Net Increase (Decrease) in Fair Value of Investments	(33,099)	(42,297)	29,009	27,372	3,394
Investment Expense	-	-	-	-	-
Other Non-Operating Revenue	9,567	2,058	1,819	15,007	5,732
Gain/Loss on Disposal of Capital Assets	(58)	2,051	(1,630)	(5,770)	(1,810)
Interest on Asset Related Debt	(9,817)	(7,959)	(11,438)	(9,508)	(8,113)
Other Non-Operating Expenses	(2,991)	(440)	(988)	(477)	(527)
Total Non-Operating Revenue (Expenses)	**$735,853**	**$840,225**	**$888,162**	**$1,090,346**	**$1,149,082**
Income (Loss) Before Other Revenues, Expenses, Gains, or Losses	**(724)**	**126,338**	**146,169**	**147,148**	**100,709**
Capital Appropriations	6,447	15,297	24,711	87,677	33,739
Capital Grants, Contracts, Donations and Fees	13,137	49,561	7,857	48,054	17,184
Increase (Decrease) in Net Position	**$18,860**	**$191,196**	**$178,737**	**$282,879**	**$151,632**
Net Position, Beginning of Year	$2,116,069	$2,134,929	$2,326,125	$2,504,862	$2,787,741
NET POSITION, END OF YEAR	**$2,134,929**	**$2,326,125**	**$2,504,862**	**$2,787,741**	**$2,939,373**

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Students

General – Student enrollment at the University has steadily grown over the past several years. Approximately 82% of the students enrolled at the University attend full time. Total student enrollment is comprised of 73% undergraduates, 24% graduate students, and 3% other students who are not enrolled in degree-granting programs. The following table shows admission and registration data for the University for the past five academic years.

Historical Admission and Registration, by Type of Student

	Fall 2021	Fall 2022	Fall 2023	Fall 2024	Fall 2025
Total Students:					
Number of Applicants	81,245	96,450	95,712	93,724	102,306
Number Admitted	26,679	23,427	22,360	22,396	24,533
% of Applicants Admitted	32.8%	24.3%	23.4%	23.9%	24.0%
Number Enrolled	9,717	8,143	8,072	8,498	9,583
% of Admitted Enrolled	36.4%	34.8%	36.1%	37.9%	39.1%
First-Time-in-College:					
Number of Applicants	55,823	67,482	61,278	63,328	71,732
Number Admitted	18,683	15,307	14,180	14,120	15,933
% of Applicants Admitted	33.5%	22.7%	23.1%	22.3%	22.2%
Number Enrolled	4,900	3,661	3,351	3,281	4,117
% of Admitted Enrolled	26.2%	23.9%	23.6%	23.2%	25.8%
Community College Transfers:					
Number of Applicants	3,389	3,545	3,467	3,907	4,033
Number Admitted	1,620	1,613	1,663	2,046	2,067
% of Applicants Admitted	47.8%	45.5%	48.0%	52.4%	51.3%
Number Enrolled	1,255	1,233	1,290	1,640	1,691
% of Admitted Enrolled	77.5%	76.4%	77.6%	80.2%	81.8%
Other Undergraduate Transfers:					
Number of Applicants	4,529	5,009	4,812	5,107	4,521
Number Admitted	810	793	704	777	767
% of Applicants Admitted	17.9%	15.8%	14.6%	15.2%	17.0%
Number Enrolled	487	425	405	461	468
% of Admitted Enrolled	60.1%	53.6%	57.5%	59.3%	61.0%
Graduate:					
Number of Applicants	15,039	17,759	23,470	18,711	18,884
Number Admitted	5,357	5,487	5,536	4,724	5,002
% of Applicants Admitted	35.6%	30.9%	23.6%	25.2%	26.5%
Number Enrolled	2,888	2,642	2,795	2,743	3,036
% of Admitted Enrolled	53.9%	48.2%	50.5%	58.1%	60.7%
Professional Schools:					
Number of Applicants	2,465	2,655	2,685	2,671	3,136
Number Admitted	209	227	277	729	764
% of Applicants Admitted	8.5%	8.5%	10.3%	27.3%	24.4%
Number Enrolled	187	182	231	373	271
% of Admitted Enrolled	89.5%	80.2%	83.4%	51.2%	35.5%

Historical and Current Enrollment – The following table shows the annual full-time equivalent ("FTE") enrollment of the University and total fall headcount enrollment by level for the past five academic years. The FTE calculation is a measure of instructional activity that is based on the number of student credit hours for which students enroll. FTE is based on the standard national definition, which divides undergraduate credit hours by 30 and graduate credit hours by 24. FTE enrollment is determined by dividing the total number of hours enrolled by all students in a specific category by the appropriate hour requirement. For housing and financial aid purposes, undergraduate students are considered full time if they take 12 credit hours, and graduate students are considered full-time if they take 9 credit hours.

Historical Annual FTE and Fall Headcount Enrollment, by Level

Academic	Annual FTE				Fall Headcount		
Year	Undergraduate	Graduate[1]	Total	Fall	Undergraduate	Graduate[1]	Total
2021-22	33,238	10,253	43,491	2021	33,932	11,561	45,493
2022-23	32,750	9,865	42,615	2022	33,348	11,249	44,597
2023-24	32,680	9,643	42,323	2023	32,668	11,033	43,701
2024-25	33,491	9,707	43,198	2024	33,134	11,174	44,308
2025-26	34,394	10,166	44,561	2025	34,700	11,484	46,184

[1] Includes students in professional programs, such the College of Medicine and the College of Law.

The majority of students who attend the University are in-state students; approximately 80% of current students are from Florida, approximately 14% are from other states, and approximately 6% are from foreign countries. The table below shows the fall headcount enrollment by area of origin for the five most recent years.

Historical Fall Headcount Enrollment, by Area of Origin
(At Time of Admission or Readmission)

Area	Fall 2021	Fall 2022	Fall 2023	Fall 2024	Fall 2025
Florida	36,813	35,766	34,438	34,849	36,944
Georgia	1,123	1,047	989	1,004	976
North Carolina	322	363	358	328	318
New York	431	445	462	499	476
New Jersey	341	412	446	529	540
Texas	300	321	351	385	382
Virginia	396	326	321	308	306
Illinois	234	299	334	368	346
Pennsylvania	375	324	337	344	312
Maryland	280	241	221	215	197
California	229	228	209	214	223
All Other States	2,415	2,348	2,390	2,441	2440
USA Total	**43,259**	**42,120**	**40,856**	**41,484**	**43,460**
Foreign Countries	2,234	2,477	2,845	2,824	2,724
Total	**45,493**	**44,597**	**43,701**	**44,308**	**46,184**

Student Recruitment – The Office of Admissions is responsible for nationally recruiting and enrolling a student body consisting of outstanding academic talent. Students are recruited for whom intense study with faculty in seminars and tutorials will have rich personal meaning. The annual national campaign to recruit and enroll the fall class involves creating and updating publications; communicating with prospective students through direct mail and email campaigns; traveling to selected secondary schools, college fairs, Florida state colleges, and national and regional professional meetings of college placement counselors and admissions officers; and entertaining prospective students through tours, on-campus information sessions, and overnight stays in the residence halls. Affirmative action efforts include special mailings to minority students and hosting on-campus events for students and counselors.

Student Quality Indicators – The following table shows the 25th – 75th percentile ranges of average weighted high school grade point averages (GPA), Scholastic Aptitude Test (SAT) scores, and American College Test (ACT) scores for first-time-in-college ("FTIC") students at the University for each of the past five fall semesters.

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FTIC Student Quality Indicators[1]

Fall	High School GPA	SAT Score[2]	ACT Score
2021	4.1-4.5	1230-1360	27-31
2022	4.3-4.6	1280-1390	28-32
2023	4.2-4.5	1330-1410	29-32
2024	4.1-4.5	1350-1430	30-32
2025	4.2–4.5	1350-1430	30-33

1 Ranges represent the middle 50% statistics. Includes only regularly admitted FTIC students who meet the Florida Board of Education's freshman admissions requirements and excludes students admitted under the alternative admissions program.
2 Ranges of SAT scores shown include the combined scores for the critical reading and mathematics subtests only.

A second measure of student quality is the University's number of National Merit Scholars. The number of National Merit Scholars attending the University has nearly doubled from 78 National Merit Scholars in Fall 2017 to 150 in Fall 2025.

Faculty and Staff

The University's faculty includes nationally and internationally recognized scholars. Faculty members have been elected to serve as members of the National Academy of Sciences and the American Academy of Arts and Sciences. Additionally, a total of six Nobel laureates have served on the staff of the University. The following table provides historical faculty information for the 2021-22 through 2025-26 academic years.

Historical Faculty Data

Academic Year	Full-Time Faculty[1]	Part-Time Faculty[1]	Tenured Faculty	Student to Faculty Ratio
2021-22	2,082	63	916	21.8:1
2022-23	2,119	47	909	17.4:1
2023-24	2,207	51	918	16.6:1
2024-25	2,251	54	918	16.9:1
2025-26	2,316	62	908	17.1:1

1 Faculty includes salaried regular appointments and does not include adjunct faculty. Librarians and Development Research School employees on faculty lines have been excluded.

The makeup of the University's faculty for the 2025-26 academic year was comparable to the past five academic years, with a minor reduction in the portion of full-time faculty with tenure. In fall 2025, the University had 2,316 full-time faculty, of which 908 were tenured faculty. Approximately 25% of full-time faculty held the rank of Professor, 18% were Associate Professors, 16% were Assistant Professors, and 41% were in other faculty classifications. Approximately 95% of full-time faculty employed in Fall 2025 held terminal degrees. The Fall 2025 student to faculty ratio was 17.1 to 1. As of Fall 2025, the University employed 16,207 personnel, and a breakout by employment type is provided in the following table:

Personnel Data for Fall 2025

Traditional Faculty[1]	2,378
Adjunct Faculty	459
Administrative and Professional Employees	3,658
USPS (Support Personnel)	1,481
Graduate Assistants	3,234
Hourly Staff[2]	4,791
Lab School	129
Librarians	77
Total Employees	16,207

1 Faculty including the ranked faculty in the previous table and additional personnel.
2 Hourly Staff includes work study employees, temporary employees, and student assistants.

Division of Student Affairs

The University provides students with opportunities outside the classroom to promote physical well-being, intellectual expansion and spiritual and moral growth. The Division of Student Affairs works to ensure that all students are able to take advantage of the formal and informal educational experiences offered by the University.

The Vice President for Student Affairs and staff offer and coordinate programs that provide housing, career guidance, mental and physical health care, recreation, child-care, self-governance, leadership development, enhancement of academic skills to students and mentoring programs. The Student Union, with its information center, main lounge and several restaurants and banking facilities, along with one of the world's only two collegiate circuses, the Flying High Circus, are under the aegis of Student Affairs. Student Affairs is also responsible for programs and services for various student activities and organizations.

One of the goals of Student Affairs is to encourage the moral development of students so that they can make positive contributions to society. To support service-learning opportunities, the Campus-Community Partnership Program was established. The Florida Office of Campus Volunteers is hosted by the University and guided by Student Affairs staff, who also assist with the selection of the President's Humanitarian of the Year Award.

Direct Support Organizations

There are currently ten University DSOs, which are considered component units of the University, including: The Florida State University Foundation, Inc., Florida State University Alumni Association, Inc., Florida State University International Programs Association, Inc., Seminole Boosters, Inc., Florida Medical Practice Plan, Inc., Florida State University Magnet Research and Development, Inc., Florida State University College of Business Investment Fund, Inc., The Florida State University Athletics Association, Inc., The Florida State University Research Foundation, Inc., and The John and Mable Ringling Museums of Art Foundation, Inc.

Endowments and Fund Raising Efforts

The University Foundation – The University Foundation is responsible for securing and managing private voluntary contributions for the University. It is specifically responsible for receiving, investing, and administering all private gifts and bequests made to the University, except those made to The Florida State University Research Foundation, Inc. The University Foundation was organized in 1960 and is designated a charitable, tax-exempt 501(c)(3) organization under the Internal Revenue Code. It is the principal fund-management and fundraising arm of the University.

As of June 30, 2025, the total private endowment at the University Foundation was $869 million, while the total value of the assets managed by the University Foundation was approximately $1.2 billion. The University Foundation provided the University with $65.6 million in support from non-endowed gifts and spendable transfers from the endowment in Fiscal Year 2025. The table below sets forth historical financial information relating to the University Foundation for Fiscal Years 2021 through 2025. The fluctuations in revenues over the period shown are, in part, a result of market volatility.

Florida State University Foundation, Inc., Summary of Position

Fiscal Year	Assets	Liabilities	Revenues	Expenditures
2021	$971,730,123	$41,499,388	$285,116,432	$48,926,489
2022	955,792,392	36,643,598	44,758,133	55,829,529
2023	1,155,047,306	181,650,115	115,976,240	61,743,027
2024	1,241,289,652	200,459,492	161,939,090	94,506,121
2025	1,357,658,416	208,059,169	178,388,961	87,760,069

Fund Raising Campaigns – Academic fundraising became a priority of the University in 1991 when the University's first capital campaign, "Investment in Learning," was launched with a goal of $200 million. When the Investment in Learning campaign ended on December 31, 1997, it had raised more than $301 million.

In the spring of 2000, the University Foundation's Board of Trustees approved the initiation of the University's second capital campaign and its five-year campaign budget. The University publicly announced the launch of the "FSU CONNECT" campaign on October 26, 2001, which was completed on December 31, 2005, and raised more than $630 million to support students, faculty, and academic programs over five years.

The University's most recent campaign, "Raise the Torch: The Campaign for Florida State," was the most ambitious fundraising campaign in University history. With receipts of $1.16 billion in gifts over the eight-year campaign, well over the goal of $1 billion, the University will be able to implement bold ideas that will continue to distinguish the University as a preeminent university and positively affect the future for students, faculty, and alumni.

The University launched its newest comprehensive fundraising campaign on July 1, 2024, positioning it as the next phase of sustained philanthropic growth and institutional advancement. Building on the success of the "Raise the Torch" campaign, this effort is designed to expand Florida State's fundraising capacity, deepen alumni engagement, and strengthen the University's long-term financial foundation. The campaign emphasizes strategic investment in student success, faculty excellence, research innovation, and modernized technology and advancement infrastructure to support sustained growth in philanthropy, ensuring that Florida State is well-positioned to accelerate its trajectory as a preeminent national university.

Historical Giving – The level of gifts received by the University Foundation reflects the impact of the economic climate on ability to give and is subject to the overall financial markets, changes in which may influence donors. Various factors may impact the financial position of the University Foundation in the future as it relates to acquiring future contributions, as such factors impact investment performance in the overall financial markets, which in turn will influence the decision making by donors as to the level and timing of future gifts.

Gifts received by the University Foundation are shown by restriction and giving program in the table below for Fiscal Years 2021 through 2025.

Gift Report by Fiscal Year
Current Receipts and Deferred Additions by Donor Type

	Fiscal Year Ended June 30,				
	2021	**2022**	**2023**	**2024**	**2025**
Current Gifts					
Unrestricted Gifts	$225,400	$6,042,111	$5,143,336	$139,792	$142,020
Restricted Gifts[1]	51,279,567	54,572,881	50,867,814	58,588,415	89,880,628
Loan Funds	350	500	675	4,590	1,608
Property, Buildings, Equipment	13,458,969	14,247,809	29,395,175	32,089,981	30,643,492
Total Current Gifts	**$64,964,286**	**$74,863,301**	**$85,407,000**	**$90,822,778**	**$120,667,748**
Endowment Gifts					
Restricted Gifts[2]	$15,775,841	$23,930,533	$25,439,842	$24,706,832	$26,360,772
Total Endowment Gifts	**$15,775,841**	**$23,930,533**	**$25,439,842**	**$24,706,832**	**$26,360,772**
Total Cash Gifts	**$80,740,127**	**$98,793,834**	**$110,846,842**	**$115,529,610**	**$147,028,520**
Deferred Gifts					
Present Value of Deferred Gifts[3]	**$156,236**	**$88,131**	**$182,165**	**$98,254**	**$580,908**
Total Gifts	**$80,896,363**	**$98,881,965**	**$111,029,007**	**$115,627,864**	**$147,609,428**

[1] Gifts restricted for use by the University for academic support, scholarships, research, etc.
[2] Endowed gifts restricted for use by the University for academic support, scholarships, research, etc.
[3] Represents the present value of deferred gifts (trusts and annuities) received during the Fiscal Year.

APPENDIX E

FLORIDA STATE UNIVERSITY

ANNUAL FINANCIAL REPORT 2024-2025

FSU FLORIDA STATE UNIVERSITY

Annual Financial Report 2024-2025

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FLORIDA STATE UNIVERSITY

ANNUAL FINANCIAL REPORT 2024-2025


1851
WESTCOTT
BUILDING
RUBY DIAMOND AUDITORIUM
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1910

MESSAGE FROM THE PRESIDENT

This past year was defined by exceptional progress, achievement, and recognition. U.S. News & World Report again placed Florida State University among the Top 25 public universities, and we climbed two spots to No. 21. Our overall ranking of No. 51 among all national universities marked a historic high for Florida State. Niche ranked FSU No. 11 among public universities, and The Princeton Review named us second in the nation for student experience.

Student achievement reached new heights. We set records in freshman retention at 97 percent and four-year graduation at 78 percent, placing us among the top universities in the country. Our transfer student graduation rate reached 80 percent, a record for FSU and the best in the history of the State University System of Florida. We expanded Honors and Presidential Scholars, strengthened support for first-generation students, and marked the 20th anniversary of our First Year Abroad program.

Our faculty continued to fuel momentum in research and innovation. We welcomed more than 200 new faculty members for the third straight year and added three new National Academy members. Research expenditures reached a record $487 million, and faculty submitted more than $1.22 billion in competitive grant proposals. We launched ICON-Health, and conducted important work in quantum science, fusion energy, materials research, pediatric rare diseases, and aerospace and advanced manufacturing. Scientists at the National High Magnetic Field Laboratory also set a new world record with a compact superconducting magnet.

We strengthened FSU Health, our bold initiative to expand health education, research, and clinical partnerships across North Florida. Our memorandum of understanding with Tallahassee Memorial HealthCare to create an academic health center represents one of the most significant milestones in the university's history. Construction is underway on the FSU Health Research Building on the TMH campus.

The arts and humanities continued to flourish. We funded the FSU Humanities Center, opened the Governor's Square theater for film students, and celebrated 25 years of FSU's stewardship of The Ringling.

Our alumni and friends continued to invest in the university's future. An extraordinary $65 million gift from Dr. Herbert Wertheim established the Herbert Wertheim Center for Business Excellence, the new home of the Herbert Wertheim College of Business. This transformational gift — the second largest in FSU's history — includes a $50 million endowment, the largest ever for the university. It will support faculty development, student scholarships, professional development opportunities, and programs that foster preeminence and innovation.

Bruce and Tracey Berkowitz and the Fairholme Foundation made a landmark $10 million gift to the College of Nursing — the largest in the college's history — to expand nursing innovation and bring the undergraduate nursing program to FSU's Panama City campus. This investment addresses the region's critical nursing shortage and supports scholarships, advanced technologies, and research to improve health care in Northwest Florida.

And, thanks to the generosity of FSU alumnus Ben Macfarland and his wife, Christina, we opened an executive education space in West Palm Beach to connect students, alumni, and industry partners and expand access to professional development for business leaders across the region.

This past year also tested our strength. The tragedy on April 17 was a painful moment for our campus. In the days that followed, faculty, staff, and students cared for one another with compassion and steadiness. We have since taken important steps to improve safety by installing new locks, panic buttons, and lockdown systems, upgrading access controls, and expanding training.

In 2026, FSU will mark its 175th anniversary, a milestone that offers the opportunity to celebrate our extraordinary legacy and look ahead with confidence to all we know we will achieve together in the future.

Richard McCullough

Richard McCullough

President, Florida State University

INTRODUCTION FROM THE SENIOR VICE PRESIDENT FOR FINANCE AND ADMINISTRATION

It is my privilege to present Florida State University's Annual Financial Report for Fiscal Year 2024–2025, a year marked by historic growth, strategic investment, and unwavering commitment to excellence. This report reflects not only our financial strength but also the values that guide our stewardship of resources in support of FSU's mission.

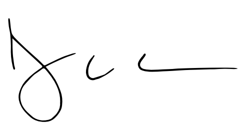
For the 2025-2026 fiscal year, FSU implemented an operating budget of $3.078 billion. This spending plan reflects our continued commitment to affordability, excellence, and growth.

The budget includes $486 million for capital projects, supporting the Academic Health Center in Tallahassee, the new Football Operations Facility, Doak Campbell Stadium, Legacy Hall, and a major new student housing, parking, and dining development in the northwest area of main campus. Altogether, FSU's operating budget contributes an estimated $14.7 billion annually to the state economy, including $8.77 billion in lifetime earnings by recent graduates.

The FY26 budget also prioritizes retaining outstanding faculty and staff, expanding student aid, and advancing research activity. Additionally, we continue to invest in FSU Health, with the goal of improving health outcomes across North Florida by expanding access to quality care, creating opportunities for clinical research, and strengthening graduate medical education programs for future health professionals.

A major highlight is our plan to build a new acute care hospital in Panama City Beach under the FSU Health name. With fully approved bond financing and land donated by The St. Joe Company, this state-of-the-art facility will serve Bay and Walton counties. In partnership with Tallahassee Memorial HealthCare, the hospital will provide up to 180 beds in its first phase, offering emergency medicine, surgery, diagnostic imaging, and specialized services such as cardiac care and neurology. Construction is set to begin soon, with a targeted opening in 2028.

Under the steadfast leadership of President McCullough, Florida State University continues its remarkable ascent, achieving milestones that are both unprecedented and transformative. Together, we will maintain our upward trajectory and build an even stronger future for our students, faculty, and the people of Florida.



Kyle C. Clark

Senior Vice President, *Florida State University*

UNIVERSITY OVERVIEW

Florida State University is a premier, comprehensive, graduate research university offering a broad array of academic and professional programs at all degree levels. Located in Tallahassee, Florida's capital city, and founded in 1851, FSU is the oldest of the twelve public institutions of higher learning in the State University System. The university is fully accredited by the Commission on Colleges of the Southern Association of Colleges and Schools and is officially designated as a preeminent research university in the state by the Florida Legislature.

Mission and Vision

Florida State University preserves, expands, and disseminates knowledge in the sciences, technology, arts, humanities, and professions, while embracing a philosophy of learning strongly rooted in the traditions of the liberal arts. The university is dedicated to excellence in teaching, research, creative endeavors, and service. The university strives to instill the strength, skill, and character essential for lifelong learning, personal responsibility, and sustained achievement within a community that fosters free inquiry and diverse viewpoints.

Florida State University will be among the nation's most entrepreneurial and innovative universities, transforming the lives of our students and shaping the future of our state and society through exceptional teaching, research, creative activity, and service. We will amplify these efforts through our distinctive climate—one that places a premium on interdisciplinary inquiry and draws from the rich intellectual and personal experiences of our students, faculty, staff, and alumni. These three forces—entrepreneurship, interdisciplinary, and experiential breadth—deepen FSU's impact and result in a powerful return to our students and the people of Florida for their continued support and trust.

Academics

Florida State University offers leading undergraduate, graduate, and professional programs, many of which consistently rank among the nation's top twenty-five public universities. Baccalaureate degrees are offered in 103 programs, master's degrees in 107 programs, advanced master's/specialist degrees in six programs, doctorates in 63 programs, and four professional degrees.

Students

Designated as a Carnegie Research University (designating very high research activity), Florida State awards more than 3,000 graduate and professional degrees each year, and is recognized as a national leader in the number of doctorates awarded to African-American students and in the graduation rate of African-American undergraduates.

During the Fall 2024 semester, there were 49 freshmen and 101 other undergraduate National Merit Scholars enrolled at Florida State University. The middle 50 percent high school GPA for the Fall 2024 freshman class was 4.1-4.5 and middle 50 percent SAT scores were 1350-1430.

With more than 44,000 students enrolled in Fall 2024, the student body was comprised of 73 percent undergraduates, 24.2 percent graduates, and 2.8 percent unclassified. Our student body is diverse and represents every county in Florida, all 50 states, and 130 countries. Minorities represent 38 percent, and women represent 57.8 percent of our students.

Faculty

At Florida State University, we are fortunate that our faculty comprises men and women who are widely acknowledged as the finest in their fields. They have distinguished themselves in many disciplines and have gained the high regard of peers around the world. Their academic careers are marked by excellence and the excitement of discovery so important to educating the next generation.

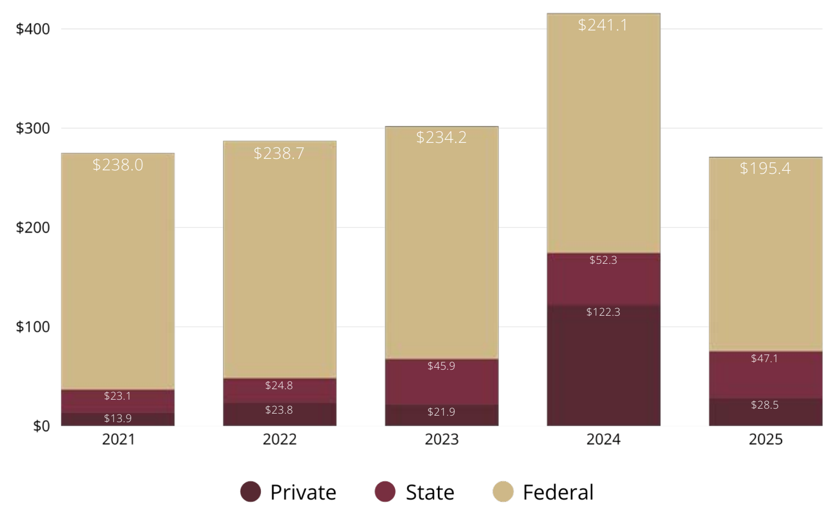
Our faculty members continually strive to build stronger programs in critical areas of technology and science and in the arts and humanities. The result is the expansion of knowledge as well as the discovery of new inventions, products, and processes benefiting the state of Florida, our nation, and the world.

Research

Research and creative activity is about discovery. It is about having an idea and finding the right environment in which to explore that idea. At FSU, we take great pride in our ability to provide supportive environments for the exploration of all types of ideas. With more than 50 prominent research centers and institutes calling our campuses home, FSU continues to be one of the top idea-incubators in the nation.

Florida State University is also home to the National High Magnetic Field Laboratory (NHMFL), funded by the National Science Foundation. The only national lab in Florida, the NHMFL holds the most world records for the most powerful magnets on earth. Other research centers, such as the Center for Advanced Power Systems (CAPS), are supported by the U.S. Departments of Defense and Energy. The NHMFL and CAPS, among other labs, place Florida State University at the cutting edge of research and its application to industry.

SPONSORED PROGRAM AWARDS
($ in Millions)

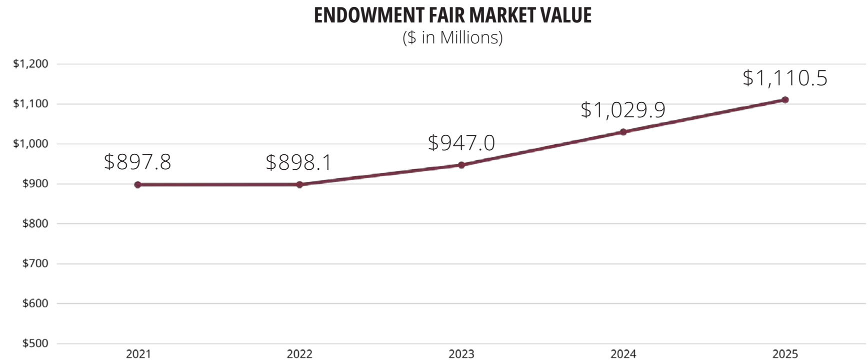


Veterans

The Florida State University Veterans Alliance represents the university's campus-wide commitment to veteran support and success. The Veterans Alliance encompasses FSU's initiatives that ease the transition from military service to campus life, foster a community of past, present, and future veterans, raise awareness of veterans issues among campus and local communities, and support student veterans through graduation and into rewarding careers and graduate-education programs. It is the goal of the Veterans Alliance that FSU be the most veteran-friendly and veteran-empowering university in the country.

Endowment

The Total Endowment and Gifts comprises endowments and gifts from the following university direct support organizations: FSU Foundation, Seminole Boosters, FSU Research Foundation, and The John and Mable Ringling Museum of Art Foundation. The FSU Foundation enhances the academic vision and priorities of FSU through its organized fundraising activities and funds management. The Seminole Boosters acts as the fundraising arm of Florida State University Athletics. The FSU Research Foundation promotes and encourages, and provides assistance to, the research and training activities of faculty, staff and students at FSU. The John and Mable Ringling Museum of Art Foundation provides charitable and educational aid to the university's John and Mable Ringling Museum of Art.



Florida State University in 2024–25

FSU's rankings and achievements during this past fiscal year (2025)

- Florida State University continued ranking as a Top 25 public institution in the U.S. New & World Report.
- Achieved a record 78% four-year graduation rate, landing in the Top 9 in the nation among public schools.
- FSU is in the Top 4 in the nation in retention among public universities at a record setting 97%.
- FSU secured the No. 22 spot for Best Value public college nationally and the No. 1 in the state of Florida according to The Princeton Review.
- Largest graduating class in history during spring ceremonies celebrating more than 7,100 students who earned nearly 9,000 degrees.
- Reached a historic milestone, earning the highest ranking ever at No. 10 in Niche's report of Top Public Universities in America.
- FSU and Tallahassee Memorial Healthcare celebrated the groundbreaking of a new academic health center which includes clinical research space, a family residency practice, laboratory facilities and is expected to attract $40 million in grant funding annually.
- FSU maintained a strong reputation for providing an excellent return on investment, with a significant percentage of students graduating with little to no debt. Approximately 32% of undergraduates leave with debt, averaging $14,500, which is well below the national average.


BLACK
STUDENT
UNION

Sherrill F. Norman, CPA
Auditor General

AUDITOR GENERAL
STATE OF FLORIDA

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The President of the Senate, the Speaker of the
House of Representatives, and the
Legislative Auditing Committee

INDEPENDENT AUDITOR'S REPORT

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of Florida State University, a component unit of the State of Florida, and its aggregate discretely presented component units as of and for the fiscal year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the University's basic financial statements as listed in the table of contents.

In our opinion, based on our audit and the reports of the other auditors, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of Florida State University and of its aggregate discretely presented component units as of June 30, 2025, and the respective changes in financial position and, where applicable, cash flows thereof for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of the aggregate discretely presented component units, which represent 100 percent of the transactions and account balances of the aggregate discretely presented component units columns as of June 30, 2025. Those statements were audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for the aggregate discretely presented component units, is based solely on the reports of the other auditors.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards)*. Our responsibilities under those standards are further described in the ***Auditor's Responsibilities for the Audit of the Financial Statements*** section of our report. We are required to be independent of the University and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the University's ability to continue as a going concern for 12 months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the University's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the University's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that **MANAGEMENT'S DISCUSSION AND ANALYSIS**, the **Schedule of the University's Proportionate Share of the Net Pension Liability – Florida Retirement System Pension Plan**, **Schedule of University Contributions – Florida Retirement System Pension Plan**, **Schedule of the University's Proportionate Share of the Net Pension Liability – Health Insurance Subsidy Pension Plan**, **Schedule of University Contributions – Health Insurance Subsidy Pension Plan**, and **Schedule of the University's Proportionate Share of the Total Other Postemployment Benefits Liability**, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with GAAS, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Management is responsible for the other information included in this report. The other information comprises the Message from the President, Introduction from the Senior Vice President for Finance and Administration, and University Overview, but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated January 29, 2026, on our consideration of the Florida State University's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, rules, regulations, contracts, and grant agreements and other matters included under the heading **INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the University's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Florida State University's internal control over financial reporting and compliance.

Respectfully submitted,

Sherrill F. Norman

Sherrill F. Norman, CPA
Tallahassee, Florida
January 29, 2026
Report No. 2026-096

MANAGEMENT'S DISCUSSION AND ANALYSIS

Management's discussion and analysis (MD&A) provides an overview of the financial position and activities of the university for the fiscal year ended June 30, 2025, and should be read in conjunction with the financial statements and notes thereto. The MD&A, and financial statements and notes thereto, are the responsibility of university management. The MD&A contains financial activity of the university for the fiscal years ended June 30, 2025, and June 30, 2024.

OVERVIEW OF FINANCIAL STATEMENTS

Pursuant to GASB Statement No. 35, the university's financial report includes three basic financial statements: the statement of net position; the statement of revenues, expenses, and changes in net position; and the statement of cash flows. The financial statements, and notes thereto, encompass the university and its component units. Based upon the application of the criteria for determining component units, thirteen component units are included within the university reporting entity as discretely presented component units. Information regarding these component units, including summaries of the discretely presented component units' separately issued financial statements, is presented in the notes to financial statements. This MD&A focuses on the university, excluding the component units. The component units' MD&A information is included in their separately issued audit reports.

Statement of Net Position

The statement of net position reflects the assets, deferred outflows of resources, liabilities, and deferred inflows of resources of the university, using the accrual basis of accounting, and presents the financial position of the university at a specified time. Assets, plus deferred outflows of resources, less liabilities, less deferred inflows of resources, equals net position, which is one indicator of the university's current financial condition. The changes in net position that occur over time indicate improvement or deterioration in the university's financial condition.

CONDENSED STATEMENT OF NET POSITION AT JUNE 30

(In Thousands)

	2025	2024
Assets		
Current Assets	$ 1,601,580	$ 1,504,537
Capital Assets, Net	2,469,637	2,292,215
Other Noncurrent Assets	443,487	339,328
Total Assets	**4,514,704**	**4,136,080**
Deferred Outflows of Resources	**238,970**	**182,900**
Liabilities		
Current Liabilities	701,985	482,995
Noncurrent Liabilities	976,806	924,573
Total Liabilities	**1,678,791**	**1,407,568**
Deferred Inflows of Resources	**135,510**	**123,671**
Net Position		
Net Investment in Capital Assets	2,235,303	2,022,793
Restricted	479,774	540,602
Unrestricted	224,296	224,346
Total Net Position	**$ 2,939,373**	**$ 2,787,741**

The university's total assets as of June 30, 2025, increased by $378.6 million, or 9.2 percent. Current assets increased by $97 million, or 6.5 percent, driven by a $67.9 million rise in unrestricted total investments combined with increased capital appropriations due from the State of $38.6 million for new and ongoing State funded capital projects, and net accounts receivable of $18 million owed to the Athletics department and Northwest Regional Data Center. These increases were partially offset by a $29.1 million reduction in amounts due from component units which resulted from the payoff of a construction bridge loan by the FSU Athletics Association to the Athletics department. Net capital assets increased by $177.4 million, or 7.7 percent, primarily reflecting $64.6 million in additional construction in progress and $183.1 million in building additions related mainly to the capitalization of the Interdisciplinary Research and Commercialization Building, partially offset by a $75 million increase in accumulated depreciation. Other noncurrent assets increased by $104.2 million, or 30.7 percent, largely due to an increase in restricted investments of institutional funds earmarked for the construction of various capital projects including the Academic Health Center, Legacy Hall, and new on-campus housing, parking, and dining.

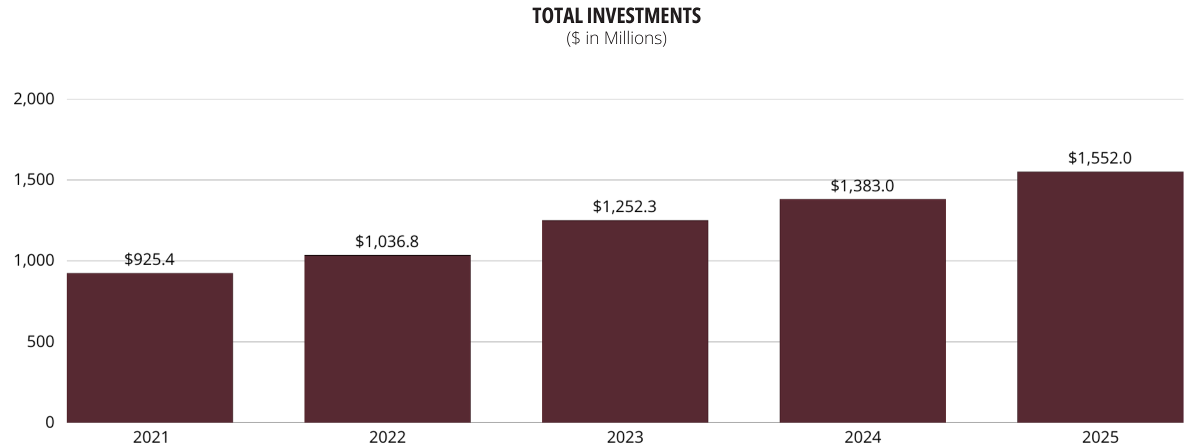
Total liabilities as of June 30, 2025, rose by $271.2 million, an increase of 19.3 percent. Current liabilities accounted for $219 million of this growth, climbing 45.3 percent, primarily due to a $134.1 million increase in amounts owed to component units for investments managed by the university in its role as fiscal agent. Additional contributing factors included increases in unearned revenues of $50.4 million for State funded capital projects and $27.1 million in construction contracts payable for ongoing campuswide construction.

Noncurrent liabilities increased by $52.2 million, or 5.6 percent, largely due to a $65.4 million increase in the university's proportional share of the State's other postemployment benefits liability and an $18.4 million increase in compensated absences liabilities, resulting mostly from the implementation of a new accounting standard discussed in the notes to financial statements. These increases were partially offset by annual debt service payments, which led to decreases in capital improvement debt payable and subscription-based information technology arrangements totaling $25.7 million. Pensions, other postemployment benefits, and leases also drove deferred outflows and deferred inflows of resources, which increased by $56.1 million and $11.8 million, respectively.

As a result, the university's overall net position increased by $151.6 million, or 5.4 percent.

Investments

As of June 30, 2025, the university had $1.13 billion of unrestricted investments plus another $424.5 million of restricted investments, for total investments of over $1.5 billion. The university maintained a significant portion of its investments in Florida PRIME to take advantage of higher short-term interest rate returns. Investments predominantly consisted of $1.15 billion in Florida PRIME, $189.5 million in Florida PALM, and $188.9 million in the State Treasury Special Purpose Investment Account.



Additional information about the university's investments is presented in Note 4 to financial statements.

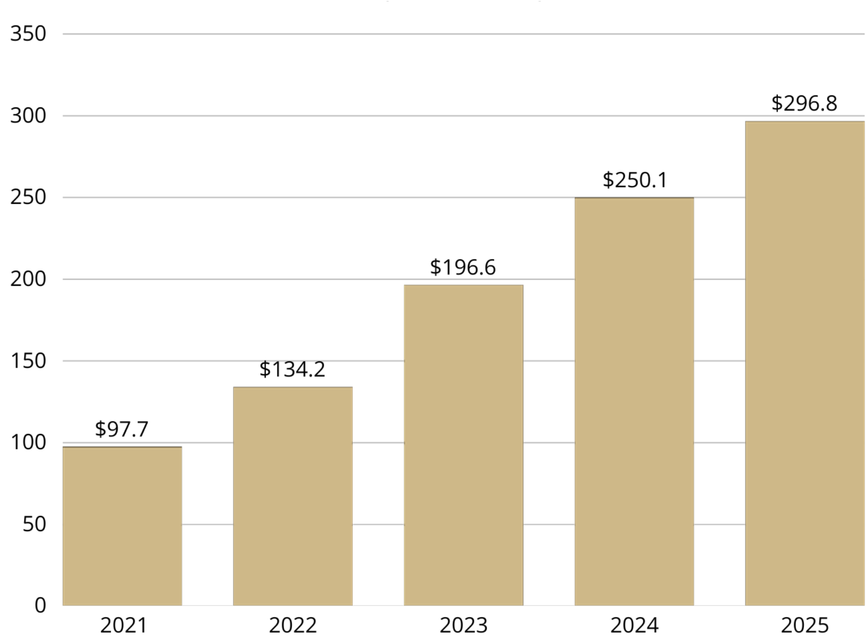
Capital Assets

At June 30, 2025, the university had $4.14 billion in capital assets, less accumulated depreciation and amortization of $1.67 billion, for net capital assets of $2.47 billion. Depreciation and amortization charges for the current fiscal year totaled $114.5 million.

CAPITAL ASSETS, NET AT JUNE 30
(In Thousands)

	2025	2024
Land	$ 104,382	$ 95,971
Buildings	1,681,117	1,569,060
Infrastructure and Other Improvements	66,895	70,769
Furniture and Equipment	111,032	107,638
Library Resources	42,617	41,138
Right-to-Use Leases	8,293	9,330
Right-to-Use SBITA	44,564	53,477
Works of Art and Historical Treasures	92,253	90,902
Construction in Progress	318,484	253,930
Capital Assets, Net	**$ 2,469,637**	**$ 2,292,215**

CAPITAL ASSET ADDITIONS
($ in Millions)



Additional information about the university's capital assets is presented in Note 8 to financial statements.

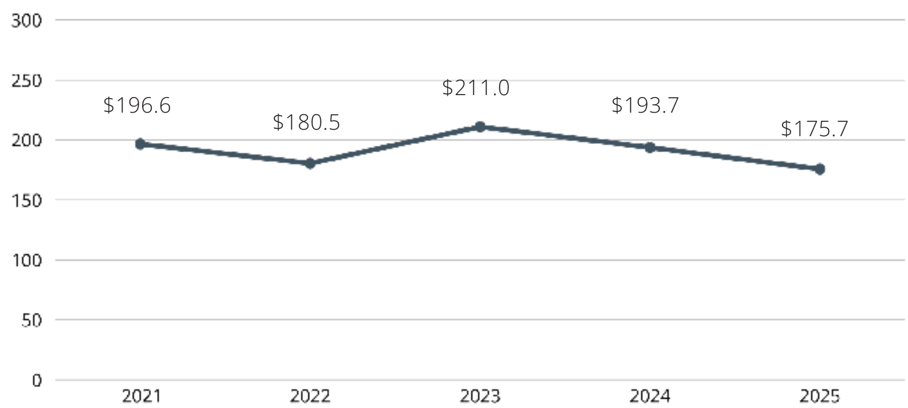
Debt Administration

As of June 30, 2025, the university had $175.7 million in outstanding capital improvement debt payable, representing a decrease of $18 million, or 9.3 percent, from the prior fiscal year. The decrease is due to principal reductions resulting from the university's annual debt service payments.

LONG-TERM DEBT, AT JUNE 30
(In Thousands)

		2025		2024
Capital Improvement Debt Payable	$	175,737	$	193,725
Loans and Notes Payable		3,926		5,162
Right-to-Use Leases Payable		9,151		9,991
Right-to-Use SBITA Payable		47,648		56,088
Total	**$**	**236,462**	**$**	**264,966**

CAPITAL IMPROVEMENT DEBT
($ in Millions)



Additional information about the university's long-term debt is presented in Note 10 to financial statements.

Statement of Revenues, Expenses, and Changes in Net Position

The statement of revenues, expenses, and changes in net position presents the university's revenue and expense activity, categorized as operating and nonoperating. Revenues and expenses are recognized when earned or incurred, regardless of when cash is received or paid.

CONDENSED STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION FOR THE FISCAL YEARS
(In Thousands)

	2024-25	2023-24
Operating Revenues	$ 944,318	$ 905,900
Less, Operating Expenses	(1,992,691)	(1,849,098)
Operating Loss	**(1,048,373)**	**(943,198)**
Net Nonoperating Revenues	1,149,082	1,090,346
Income (Loss) Before Other Revenues	**100,709**	**147,148**
Other Revenues	50,923	135,731
Net Increase in Net Position	**151,632**	**282,879**
Net Position, Beginning of Year	2,787,741	2,504,862
Net Position, End of Year	**$ 2,939,373**	**$ 2,787,741**

Revenues

REVENUES
(In Thousands)

	2024-25	2023-24
Net Tuition and Fees	$ 319,270	$ 308,385
Grants and Contracts	295,947	280,192
Net Sales and Services of Auxiliary Enterprises	319,164	307,640
Other	9,937	9,683
Operating Revenues	**944,318**	**905,900**
State Noncapital Appropriations	822,907	737,216
Federal and State Student Financial Aid	184,995	173,806
Noncapital Grants, Contracts, and Gifts	74,280	89,716
Other	77,350	105,363
Nonoperating Revenues	**1,159,532**	**1,106,101**
State Capital Appropriations	33,739	87,677
Capital Grants, Contracts, Donations, and Fees	17,184	48,054
Other Revenues	**50,923**	**135,731**
Total Revenues	**$ 2,154,773**	**$ 2,147,732**

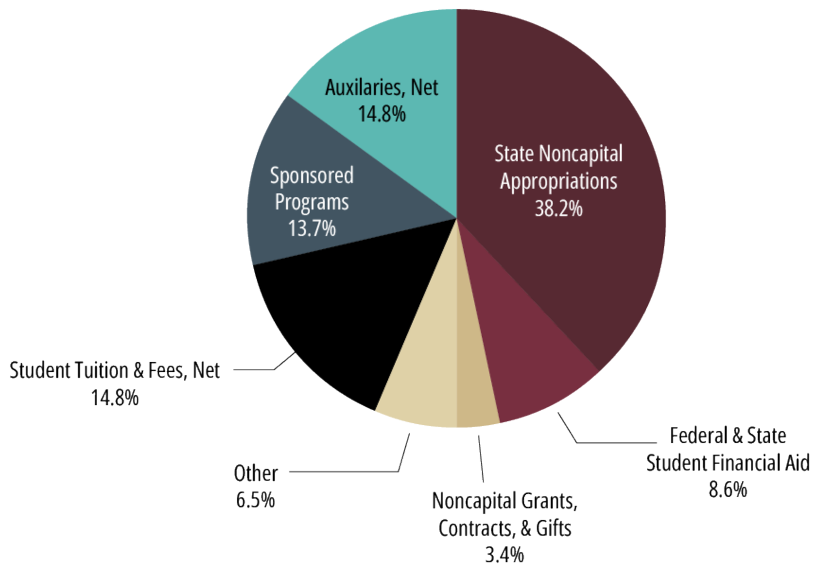
The university's total operating revenues were higher by $38.4 million, or 4.2 percent, over the 2023-24 fiscal year. Net tuition and fees were up $10.9 million, or 3.5 percent, primarily driven by higher student enrollment, reflecting strong demand for its academic programs. The $15.8 million, or 5.6 percent, increase in grants and contracts revenues resulted largely from an increase in this activity at the Learning Systems Institute. Sales and services of auxiliary enterprises increased slightly by $11.5 million, or 3.7 percent, with Northwest Regional Data Center and University Health Services being the main drivers.

Nonoperating revenues increased by $53.4 million, or 4.8 percent, from the 2023-24 fiscal year. Significant growth in recurring General Revenue appropriations as part of the State of Florida's overall budget drove the $85.7 million, or 11.6 percent, increase in State noncapital appropriations. Federal and State student financial aid increased by $11.2 million, or 6.4 percent, mainly for Federal Pell grants awarded to undergraduates. Noncapital grants, contracts, and gifts were lower by $15.4 million, or 17.2 percent, due to a reduction in contributions transferred in from the university's component units. Other nonoperating revenues decreased by $28 million, or 26.6 percent, mainly due to decreases in the fair value of underlying securities held in the State Treasurer's Investment pool of $24 million.

Other revenues are comprised of capital appropriations, grants, contracts, donations, and fees. These revenues had risen sharply in the prior fiscal year, driven largely by higher State capital appropriations combined with significant capital donations supporting the Legacy Hall and Doak Campbell Stadium projects. In the current year, State capital appropriations returned to more typical levels, decreasing by $53.9 million, while capital donations declined by $30.9 million, as both those major projects approached completion.

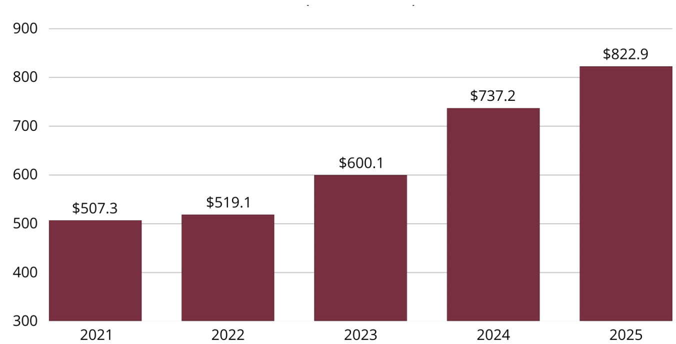
Generally, the university has a diversified revenue base. The single largest major source generated just under 40 percent of total revenues in fiscal year 2025.

2024-25 REVENUES BY MAJOR SOURCE



While revenues are well diversified, the university's largest source, State noncapital appropriations, has been steadily rising over the past five years. This increase highlights the continued and consistent support the university receives from the State of Florida.

STATE NONCAPITAL APPROPRIATIONS
($ in Millions)



Expenses

Expenses are categorized as operating or nonoperating. The majority of the university's expenses are operating expenses as defined by GASB Statement No. 35. GASB gives financial reporting entities the choice of reporting operating expenses in the functional or natural classifications. The university has chosen to report the expenses in their natural classification on the statement of revenues, expenses, and changes in net position and has displayed the functional classification in the notes to financial statements.

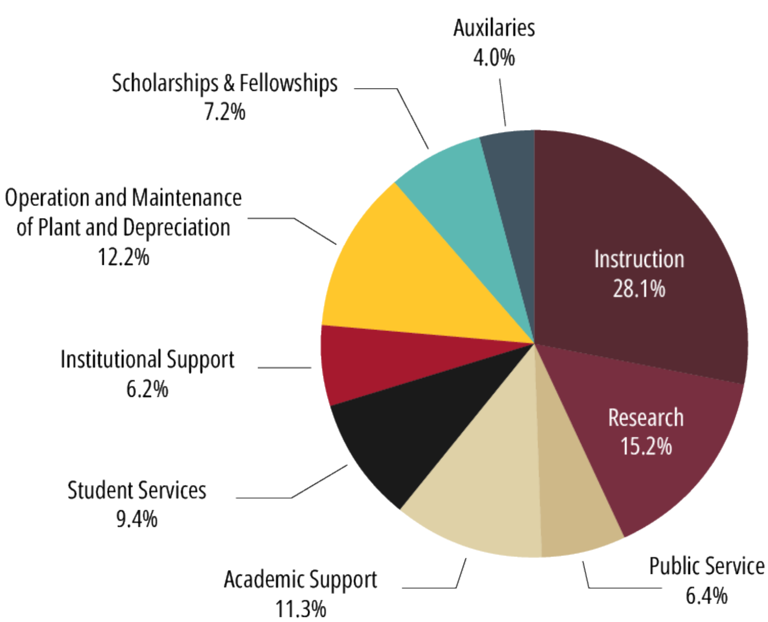
EXPENSES
(In Thousands)

		2024-25		2023-24
Compensation and Employee Benefits	$	1,186,445	$	1,106,073
Services and Supplies		500,910		456,525
Utilities and Communications		48,305		44,222
Scholarships and Fellowships		142,492		130,709
Depreciation and Amortization		114,539		111,569
Operating Expenses		**1,992,691**		**1,849,098**
Nonoperating Expenses		**10,450**		**15,755**
Total Expenses	**$**	**2,003,141**	**$**	**1,864,853**

Operating expenses increased by $143.6 million, or 7.8 percent, over the 2023-24 fiscal year. Compensation and employee benefits were higher by $80.4 million, or 7.3 percent, although this increase was partially offset by a $16.6 million decrease in the university's proportional share of the State's net pension and other postemployment benefit expenses. Excluding these charges, compensation and employee benefits rose by $97 million primarily due to salary increases for university personnel, higher health insurance costs, overall staffing growth during the 2024-25 fiscal year, and recognition of additional salary expense for compensated absences resulting from the implementation of a new accounting standard. Expenses for services and supplies grew by $44.4 million, or 9.7 percent. Some of the most significant factors in this rise were increased spending at University Facilities, the Northwest Regional Data Center, University Housing, and University Health Services combined with higher IT software spending across the university. Utilities and communications expenses increased by $4.1 million, or 9.2 percent, mainly due to one-time contractual services for waste removal. Scholarships and Fellowships were higher by $11.8 million, or 9 percent, predominantly due to increases in Federal Pell grants, State Bright Future scholarships, and institutionally funded merit scholarships.

A proportional breakdown of operating expenses by functional classification follows.

2024-25 OPERATING EXPENSES BY FUNCTION



Statement of Cash Flows

The statement of cash flows provides information about the university's financial results by reporting the major sources and uses of cash and cash equivalents. This statement will assist in evaluating the university's ability to generate net cash flows, its ability to meet its financial obligations as they come due, and its need for external financing. Cash flows from operating activities show the net cash used by the operating activities of the university. Cash flows from capital financing activities include all plant funds and related long-term debt activities. Cash flows from investing activities show the net source and use of cash related to purchasing or selling investments and earning income on those investments. Cash flows from noncapital financing activities include those activities not covered in other sections.

CONDENSED STATEMENT OF CASH FLOWS
(In Thousands)

	2024-25	2023-24
Cash Provided (Used) by:		
Operating Activities	$ (905,936)	$ (779,851)
Noncapital Financing Activities	1,114,203	979,742
Capital and Related Financing Activities	(108,944)	(159,761)
Investing Activities	(97,187)	(39,061)
Net Increase (Decrease) in Cash and Cash Equivalents	**2,136**	**1,069**
Cash and Cash Equivalents, Beginning of Year	23,067	21,998
Cash and Cash Equivalents, End of Year	**$ 25,203**	**$ 23,067**

Major sources of funds came from State noncapital appropriations ($822.6 million), net student tuition and fees ($318.7 million), grants and contracts ($292.1 million), sales and services of auxiliary enterprises ($304.1 million), and Federal and State student financial aid ($185 million). Major uses of funds were for payments made to and on behalf of employees ($1.1 billion), payments to suppliers ($549.6 million), payments to and on behalf of students for scholarships ($142.5 million), and the purchase or construction of capital assets ($258.6 million).

ECONOMIC FACTORS THAT WILL AFFECT THE FUTURE

As a public institution, the condition of the State of Florida's economy is the primary factor impacting the university's future. In July 2025, the Florida Economic Estimating Conference adopted a new forecast for the State's economy, which was noticeably weaker in the near term with economic risk pointing predominantly to the downside. The State's economy was relatively stable and expanded 2.9 percent in the 2024-25 fiscal year; however, the near-term expectation of the forecast was for continued deceleration to more typical rates ranging from 1.9 to 2.0 percent over the current and next two fiscal years. Although a less certain economic environment exists going forward, General Revenue collections are expected to grow at a relatively modest rate of 1.6 percent for the fiscal year. Beginning in the 2028-29 fiscal year, the economy is projected to stabilize at its characteristic range of 2.1 to 2.2 percent per year.

The university's 2025-26 operating budget adopted by the Florida Legislature included total recurring General Revenue and Lottery funding for the university of $742 million. While the year over year growth in these appropriations is a modest one percent, the longer-term trends demonstrate the Legislature's commitment to funding FSU as these recurring appropriations have grown 64 percent in the past five years. The university remains a top performer under the State's accountability metrics, securing its position for continued strong funding support. The university's operating budget approved for 2025-26 reflects strategic investments in academic excellence, research growth, and student success – prioritizing the retention of outstanding faculty, staff, and graduate students; investment in student financial aid packages; and increasing research activity amid continuing developments in the federal funding model. The expansion of FSU Health also remains a focus with the goal of enhancing health outcomes in North Florida and beyond.

While cost pressures related to inflation, insurance, and capital needs remain, FSU is well-positioned to manage them through prudent budgeting, risk management, and operational efficiency. The university's rising national profile, including a number 11 ranking by Niche among public universities, continues to attract students and faculty, supporting enrollment stability and external funding. Florida State University and Tallahassee Memorial HealthCare have approved the structure for a historic partnership agreement to create an academic health center in Tallahassee, a development that will transform health care in North Florida and expand FSU's mission in education and research. These sorts of historic and transcendent initiatives will allow the university to be well-positioned to capitalize on opportunities in research and workforce development. With careful fiscal management and a focus on academic and research excellence, FSU is set to thrive in the 2025-26 fiscal year and beyond.

REQUESTS FOR INFORMATION

Questions concerning information provided in the MD&A or other required supplemental information, and financial statements and notes thereto, or requests for additional financial information should be addressed to the University Controller's Office, Florida State University, 2200A University Center, Tallahassee, Florida 32306.

STATEMENT OF NET POSITION

AS OF JUNE 30, 2025 (IN THOUSANDS)

	UNIVERSITY	COMPONENT UNITS
ASSETS		
Current Assets:		
Cash and Cash Equivalents	$ 19,774	$ 33,619
Investments	1,127,561	244,907
Accounts Receivable, Net	92,381	20,193
Loans and Notes Receivable, Net	298	276
Leases Receivable	359	399
Due from State	330,789	-
Due from Component Units/University	11,317	169,182
Inventories	3,790	178
Other Current Assets	15,311	6,491
Total Current Assets	**1,601,580**	**475,245**
Noncurrent Assets:		
Restricted Cash and Cash Equivalents	5,429	38,847
Restricted Investments	424,487	1,102,547
Loans and Notes Receivable, Net	4,486	30,773
Leases Receivable	5,790	1,588
Depreciable Capital Assets, Net	1,954,518	232,207
Nondepreciable Capital Assets	515,119	292,952
Other Noncurrent Assets	3,295	135,554
Total Noncurrent Assets	**2,913,124**	**1,834,468**
TOTAL ASSETS	**4,514,704**	**2,309,713**
DEFERRED OUTFLOWS OF RESOURCES		
Related to Pensions	**150,255**	**-**
Related to Other Postemployment Benefits	**88,715**	**-**
Loss on Debt Refunding	**-**	**822**
LIABILITIES		
Current Liabilities:		
Accounts Payable	$ 25,112	$ 17,601
Construction Contracts Payable	56,211	46,238
Salaries and Wages Payable	29,113	100
Deposits Payable	5,601	28
Due to Component Units/University	167,371	13,619
Unearned Revenue	370,346	13,819
Other Current Liabilities	697	9,406
Long-Term Liabilities - Current Portion:		
Capital Improvement Debt Payable	16,964	-
Bonds Payable	-	14,583
Loans and Notes Payable	1,268	9,173
Right-to-Use Leases Payable	1,267	1,274
Right-to-Use SBITA Payable	8,784	754
Accrued Self-Insurance Claims	49	-
Compensated Absences Payable	8,961	-
Other Postemployment Benefits Payable	6,709	-
Revenue Received in Advance	3,136	36,134
Net Pension Liability	-	-
Other Noncurrent Liabilities	396	-
Total Current Liabilities	**701,985**	**162,729**

	UNIVERSITY	COMPONENT UNITS
Noncurrent Liabilities:		
Capital Improvement Debt Payable	158,773	-
Bonds Payable	-	424,438
Loans and Notes Payable	2,658	61,783
Right-to-Use Leases Payable	7,884	2,437
Right-to-Use SBITA Payable	38,864	-
Accrued Self-Insurance Claims	555	-
Compensated Absences Payable	112,633	450
Other Postemployment Benefits Payable	234,671	-
Revenue Received in Advance	13,309	4,090
Net Pension Liability	406,643	-
Other Noncurrent Liabilities	816	16,703
Total Noncurrent Liabilities	**976,806**	**509,901**
TOTAL LIABILITIES	**1,678,791**	**672,630**
DEFERRED INFLOWS OF RESOURCES		
Related to Pensions	**37,874**	**-**
Related to Other Postemployment Benefits	**91,957**	**-**
Leases	**5,679**	**2,021**
Split-Interest Agreements for Remainder Interests	**-**	**4,799**
Trusts Held by Others	**-**	**9,383**
NET POSITION		
Net Investment in Capital Assets	$ 2,235,303	$ 117,645
Restricted for Nonexpendable, Endowment	-	619,935
Restricted for Expendable:		
Debt Service	292	51,751
Loans	2,293	-
Capital Projects	220,922	86,079
Other	256,267	3,524
Endowment	-	527,919
Unrestricted	224,296	214,849
TOTAL NET POSITION	**$ 2,939,373**	**$ 1,621,702**

The accompanying notes to financial statements are an integral part of this statement.

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION

FOR THE FISCAL YEAR ENDED JUNE 30, 2025 (IN THOUSANDS)

	UNIVERSITY	COMPONENT UNITS
OPERATING REVENUES		
Student Tuition and Fees, Net of Scholarship Allowances of $148,920	$ 319,270	$ -
Federal Grants and Contracts	227,739	-
State and Local Grants and Contracts	46,022	-
Nongovernmental Grants and Contracts	22,186	-
Sales and Services of Auxiliary Enterprises, Net of Scholarship Allowances of $29,331	319,164	-
Sales and Services of Component Units	-	48,587
Royalties and Licensing Fees	-	5,731
Gifts and Donations	-	121,202
Interest on Loans and Notes Receivable	58	-
Other Operating Revenues	9,879	22,315
Total Operating Revenues	**944,318**	**197,835**
OPERATING EXPENSES		
Compensation and Employee Benefits	1,186,445	44,050
Services and Supplies	500,910	199,667
Utilities and Communications	48,305	331
Scholarships and Fellowships	142,492	-
Depreciation and Amortization	114,539	14,844
Total Operating Expenses	**1,992,691**	**258,892**
OPERATING LOSS	**(1,048,373)**	**(61,057)**
NONOPERATING REVENUES (EXPENSES)		
State Noncapital Appropriations	822,907	-
Federal and State Student Financial Aid	184,995	-
Noncapital Grants, Contracts, and Gifts	74,280	21
Investment Income, Net of Expenses	68,224	69,488
Net Increase in the Fair Value of Investments	3,394	59,177
Other Nonoperating Revenues	5,732	10,048
Gain (Loss) on Disposal of Capital Assets	(1,810)	(316)
Interest on Capital Asset-Related Debt	(8,113)	(20,590)
Other Nonoperating Expenses	(527)	(36,751)
NET NONOPERATING REVENUES	**1,149,082**	**81,077**
Income (Loss) Before Other Revenues	**100,709**	**20,020**
State Capital Appropriations	33,739	-
Capital Grants, Contracts, Donations, and Fees	17,184	49,412
Additions to Permanent Endowments	-	30,374
Increase (Decrease) in Net Position	**151,632**	**99,806**
Net Position, Beginning of Year	2,787,741	1,527,558
Adjustments to Net Position, Beginning of Year	-	(5,662)
Net Position, Beginning of Year (As Restated)	2,787,741	1,521,896
NET POSITION, END OF YEAR	**$ 2,939,373**	**$ 1,621,702**

The accompanying notes to financial statements are an integral part of this statement.


STOP

STATEMENT OF CASH FLOWS

FOR THE FISCAL YEAR ENDED JUNE 30, 2025 (IN THOUSANDS)

	UNIVERSITY
CASH FLOWS FROM OPERATING ACTIVITIES	
Tuition and Fees, Net	$ 318,705
Grants and Contracts	292,079
Sales and Services of Auxiliary Enterprises	304,099
Interest on Loans and Notes Receivable	58
Other Operating Receipts	9,180
Payments to Employees	(1,138,350)
Payments to Suppliers for Goods and Services	(549,616)
Payments to Students for Scholarships and Fellowships	(142,492)
Self-Insurance Claims	42
Loans Issued to Students	(35)
Collections on Loans to Students	394
Net Cash Used by Operating Activities	**(905,936)**
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
State Noncapital Appropriations	822,633
Noncapital Grants, Contracts and Gifts	103,376
Federal and State Student Financial Aid	184,995
Federal Direct Loan Program Receipts	146,618
Federal Direct Loan Program Disbursements	(145,936)
Net Change in Funds Held for Others	1,418
Other Nonoperating Receipts	4,984
Other Nonoperating Disbursements	(3,885)
Net Cash Provided by Noncapital Financing Activities	**1,114,203**
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
State Capital Appropriations	41,280
Capital Grants, Contracts, Donations, and Fees	8,301
Capital Subsidies and Transfers	140,823
Purchase or Construction of Capital Assets	(258,612)
Principal Paid on Capital Debt, Leases and SBITA	(30,966)
Interest Paid on Capital Debt, Leases and SBITA	(10,358)
Principal Received on Leases	418
Interest Received on Leases	170
Net Cash Used by Capital and Related Financing Activities	**(108,944)**
CASH FLOWS FROM INVESTING ACTIVITIES	
Proceeds from Sales and Maturities of Investments	2,645,888
Purchase of Investments	(2,811,495)
Investment Income	68,420
Net Cash Used by Investing Activities	**(97,187)**
Net Increase in Cash and Cash Equivalents	2,136
Cash and Cash Equivalents, Beginning of Year	23,067
Cash and Cash Equivalents, End of Year	**$ 25,203**

		UNIVERSITY
RECONCILIATION OF OPERATING LOSS TO NET CASH USED BY OPERATING ACTIVITIES		
Operating Loss	$	(1,048,373)
Adjustments to Reconcile Operating Loss to Net Cash Used by Operating Activities		
Depreciation and Amortization Expense		114,539
Change in Assets and Liabilities:		
Other Receivables, Net		(19,412)
Inventories		(612)
Loans and Notes Receivable, Net		276
Deferred Charges and Other Assets		(1,202)
Accounts Payable		1,569
Salaries and Wages Payable		5,052
Accrued Self-Insurance Claims		42
Compensated Absences Payable		19,565
Other Postemployment Benefits Payable		67,579
Unearned Revenue		(619)
Pension Liability		(1,006)
Pension Deferred Outflows		(20,968)
Pension Deferred Inflows		20,695
Other Postemployment Benefits Deferred Outflows		(35,101)
Other Postemployment Benefits Deferred Inflows		(7,721)
Other Liabilities		(239)
NET CASH USED BY OPERATING ACTIVITIES	**$**	**(905,936)**

SUPPLEMENTAL DISCLOSURE OF NONCASH CAPITAL AND RELATED FINANCING AND INVESTING ACTIVITIES

The following items were recognized on the statement of revenues, expenses, and changes in net position, but are not cash transactions for the statement of cash flows:

Unrealized gains on investments	$	3,394
Loss on disposal of capital assets	$	(1,810)
Assets acquired through capital donation	$	12,560

The accompanying notes to financial statements are an integral part of this statement.

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity

The university is a separate public instrumentality that is part of the State university system of public universities, which is under the general direction and control of the Florida Board of Governors. The university is directly governed by a Board of Trustees (Trustees) consisting of thirteen members. The Governor appoints six citizen members and the Board of Governors appoints five citizen members. These members are confirmed by the Florida Senate and serve staggered terms of five years. The chair of the faculty senate and the president of the student body of the university are also members. The Board of Governors establishes the powers and duties of the Trustees. The Trustees are responsible for setting policies for the university, which provide governance in accordance with State law and Board of Governors' Regulations. The Trustees select the University President. The University President serves as the Executive Officer and the Corporate Secretary of the Trustees and is responsible for administering policies prescribed by the Trustees.

Criteria for defining the reporting entity are identified and described in the Governmental Accounting Standards Board's (GASB) *Codification of Governmental Accounting and Financial Reporting Standards*, Sections 2100 and 2600. These criteria were used to evaluate potential component units for which the primary government is financially accountable and other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the primary government's financial statements to be misleading. Based on the application of these criteria, the university is a component unit of the State of Florida, and its financial balances and activities are reported in the State's Annual Comprehensive Financial Report by discrete presentation.

Discretely Presented Component Units

Based on the application of the criteria for determining component units, the following organizations met all of the financial accountability criteria necessary for inclusion as discretely presented component units and therefore are included within the university reporting entity, or are included based on the nature and significance of their relationship with the university.

These organizations and their purposes are explained as follows:

- **The Florida State University Foundation, Inc. (Foundation)** - The university's fundraising and private support programs are accounted for and reported separately by the Foundation. The Foundation revenues include unrestricted and restricted gifts and grants, rental income, and investment income. The Foundation expenses include scholarship distributions to students and departmental faculty, staff development support, various memorials and class projects, departmental research, and administrative costs of the Foundation's development program.

- **Seminole Boosters, Inc. (Boosters)** - The primary purpose of the Boosters is to stimulate and promote the education, health, and physical welfare of university students by providing financial support from the private sector for the Intercollegiate Athletic Program. Funds raised by the Boosters are utilized for scholarships, recruiting expenses, and authorized travel and entertainment in accordance with the rules and regulations of the National Collegiate Athletic Association. The Boosters' financial information includes the activities of the Florida State University Financial Assistance, Inc., as a blended component unit.

- **The Florida State University Research Foundation, Inc. (Research Foundation)** - The Research Foundation was established to promote and assist the research and training activities of the university through income from contracts, grants, and other sources, including income derived from the development and commercialization of the university's work products.

- **Florida State University International Programs Association, Inc. (International Programs Association)** - The purpose of the International Programs Association is to promote intercultural activities among students, educators, and others. It provides teaching, studying, research, and conference opportunities to U.S. students, scholars, and other professionals and community groups through Florida State University Study-Abroad Programs in England, Italy, Costa Rica, and other sites.

- **Florida State University Schools, Inc. (School)** - The School is a charter school established pursuant to Section 1002.33(5)(a), Florida Statutes. The School provides a setting where university faculty, School faculty, and graduate students can design, demonstrate, and analyze the effectiveness of new instructional materials, technological advances, and strategies under controlled conditions. It also offers an environment for the systematic research, evaluation, and development of commercial or prototype materials and techniques adaptable to other Florida public schools and is supported by School and university researchers or private sector partners.

- **Florida State University Alumni Association, Inc. (Alumni Association)** - The Alumni Association serves as a connecting link between alumni and the university. The nature and purpose of the Alumni Association is to aid, strengthen, and expand the university and its alumni. The Alumni Association utilizes private gifts, devises, other contributions, and advertising income to publish and exchange information with university alumni, to assist the university's development programs, and to provide public and community service.

- **The John and Mable Ringling Museum of Art Foundation, Inc. (Ringling Museum Foundation)** - The Ringling Museum Foundation was established to provide charitable and educational aid to the university's John and Mable Ringling Museum of Art.

- **Florida Medical Practice Plan, Inc. (FMPP)** - FMPP's purpose is to improve and support medical education in the Florida State University College of Medicine.

- **Florida State University Magnet Research and Development, Inc. (Magnet Research and Development)** - The Magnet Research and Development organization was incorporated to promote, encourage, and assist the research and training activities of faculty, staff, and students of the university and specifically to design, develop, invent, assemble, construct, test, repair, maintain, and fabricate magnets or magnet systems of any type or design.

- **The Florida State University Real Estate Foundation, Inc. (Real Estate Foundation)** – The Real Estate Foundation was established to receive, hold, manage, lease, develop, or sell real estate, and to make expenditures, grants, and contributions to or for the benefit of the university. On June 11, 2025, the Real Estate Foundation was formally dissolved. FSU's Office of Real Estate or the FSU Foundation will manage all future real estate-related activities.

- **The Florida State University College of Business Student Investment Fund, Inc. (Student Investment Fund)** - The Student Investment Fund was established to support a student managed investment fund and other FSU College of Business programs.

- **Florida State University Athletics Association, Inc. (Athletics Association)** - The Athletics Association was established to administer varsity collegiate athletics for and on behalf of Florida State University, including oversight, governance, and coordination between the Department of Intercollegiate Athletics and Seminole Boosters, Inc.

- **Florida State University Panama City Developmental Laboratory Charter School, Inc. (The Collegiate School)** - The Collegiate School was established to provide a quality education for all students enrolled in the program that prepares graduates for success in post-secondary education and the workplace with the committed involvement of post-secondary, business, and community partners.

An annual audit of each operational organization's financial statements is conducted by independent certified public accountants. The annual reports are submitted to the Auditor General and the university Board of Trustees. Additional information on the university's discretely presented component units, including copies of audit reports, is available by contacting the University Controller. Condensed financial statements for the university's discretely presented component units are disclosed in a subsequent note.

Basis of Presentation

The university's accounting policies conform with accounting principles generally accepted in the United States of America applicable to public colleges and universities as prescribed by GASB. The National Association of College and University Business Officers (NACUBO) also provides the university with recommendations prescribed in accordance with generally accepted accounting principles promulgated by GASB which allows public universities various reporting options. The university has elected to report as an entity engaged in only business-type activities. This election requires the adoption of the accrual basis of accounting and entity wide reporting including the following components:

- Management's Discussion and Analysis
- Basic Financial Statements:
  - Statement of Net Position
  - Statement of Revenues, Expenses, and Changes in Net Position
  - Statement of Cash Flows
  - Notes to Financial Statements
- Other Required Supplementary Information

The statement of net position is presented in a classified format to distinguish between current and noncurrent assets and liabilities. The statement of revenues, expenses, and changes in net position is presented by major sources of operating revenues, natural classifications of operating expenses, nonoperating revenues and expenses, and all other activity not otherwise classified. The statement of cash flows is presented using the direct method in compliance with GASB Statement No. 9, *Reporting Cash Flows of Proprietary and Nonexpendable Trust Funds and Governmental Entities That Use Proprietary Fund Accounting.*

Measurement Focus and Basis of Accounting

The university's and its discretely presented component units' financial statements are presented using the economic resources measurement focus, which aims to report all inflows, outflows, and balances affecting or reflecting an entity's net position, and the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned, and expenses are recorded when an obligation has been incurred. All significant intra-agency transactions have been eliminated.

Cash and Cash Equivalents

Cash and cash equivalents consist of cash on hand and cash in demand accounts. University cash deposits are held in banks qualified as public depositories under Florida law. All such deposits are insured by Federal depository insurance, up to specified limits, or collateralized with securities held in Florida's multiple financial institution collateral pool required by Chapter 280, Florida Statutes. Cash and cash equivalents that are externally restricted to make debt service payments, maintain sinking or reserve funds, or to purchase or construct capital or other restricted assets, are classified as restricted.

Investments and Fair Value Measurement

The university categorizes its fair value measurements within the fair value hierarchy or at amortized cost as established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets, Level 2 inputs are significant other observable inputs, and Level 3 inputs are significant unobservable inputs. Amortized cost is considered to approximate fair value.

Other Current Assets

Other Current Assets are primarily made up of prepaid items, which represent payments for goods and services that will benefit future periods.

Capital Assets

University capital assets consist of land, works of art and historical treasures, construction in progress, buildings, infrastructure and other improvements, furniture and equipment, library resources, right-to-use assets, and computer software. These assets are capitalized and recorded at cost at the date of acquisition or at acquisition value at the date received in the case of gifts and purchases of State surplus property, except for right-to-use assets as discussed below. Additions, improvements, and other outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. The university has a capitalization threshold of $5,000 for tangible personal property, $100,000 for buildings and other improvements, and $4,000,000 for intangible assets.

Depreciation is computed on the straight-line basis over the following estimated useful lives:

- Buildings, Infrastructure and Other Improvements – 10 to 50 years
- Furniture and Equipment – 3 to 20 years
- Library Resources - 10 years
- Computer Software – 5 years

Leases

Leases consist of contracts that convey control of the right to use an underlying asset as specified in the contract for a period of time in an exchange or exchange-like transaction. The university recognizes a lease receivable and deferred inflow of resources when it is the lessor party to a contract, or an intangible right-to-use lease asset and lease liability when it is the lessee party to a contract. The expected receipts or payments are discounted using the interest rate stated in the contract, if available, or are otherwise discounted using an estimated incremental borrowing rate. The university applies a materiality threshold of $5,000 for equipment and $100,000 for space based on the present value of expected receipts or payments over the term of the contract. Lease amounts are amortized over the shorter of the contract term or the useful life of the underlying asset.

Noncurrent Liabilities

Noncurrent liabilities include capital improvement debt payable, loans and notes payable, leases payable, SBITA payable, accrued self-insurance claims, compensated absences payable, other postemployment benefits payable, revenue received in advance, net pension liability, and other noncurrent liabilities that are not scheduled to be paid within the next fiscal year. Capital improvement debt payable is reported net of unamortized premium or discount. The university amortizes debt premiums and discounts over the life of the debt using the straight-line method.

Compensated Absences

Employees earn vacation and sick leave each pay period and can carryforward unused balances up to certain amounts each calendar year. The university calculates the compensated absences liability based on recorded balances of unused leave as of the end of the fiscal year for which the university expects to compensate employees through paid time off or cash payments at termination. Upon termination of employment, employees are entitled to be paid for any accumulated unused leave up to the maximum allowable amounts.

Subscription-Based Information Technology Arrangements

Subscription-based information technology arrangements consist of contracts that convey control of the right to use another party's information technology software as specified in the contract for a period of time in an exchange or exchange-like transaction. The university recognizes an intangible right-to-use SBITA asset and liability. The expected payments are discounted using the interest rate stated in the contract, if available, or are otherwise discounted using an estimated incremental borrowing rate. The university applies a materiality threshold of $4,000,000 based on the present value of expected payments over the term of the contract. Amounts are amortized over the shorter of the contract term or the useful life of the underlying asset.

Pensions

For the purposes of measuring the net pension liabilities, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net positions of the Florida Retirement System (FRS) defined benefit plan and the Health Insurance Subsidy (HIS) defined benefit plan and additions to/deductions from the FRS and HIS fiduciary net positions have been determined on the same basis as they are reported by the FRS and HIS plans. Benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with benefit terms. Investments are reported at fair value.

Other Postemployment Benefits

For the purposes of measuring the net postemployment benefit liability, deferred outflows of resources and deferred inflows of resources related to postemployment benefits, and benefit expense, information about the fiduciary net positions of the Florida Division of State Group Insurance Other Postemployment Benefits Plan (OPEB Plan) and additions to/deductions from the OPEB Plan fiduciary net positions have been determined on the same basis as they are reported by the OPEB Plan. Benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with benefit terms. Investments are reported at fair value.

Net Position

The university's components of net position are classified as follows:

Net Investment in Capital Assets - Represents the university's total investment in capital assets, net of accumulated depreciation and net of outstanding debt obligations and deferred outflows/inflows of resources related to those capital assets.

Nonexpendable Restricted Net Position - Consists of endowment and similar type funds in which donors or other outside sources have stipulated, as a condition of the gift instrument, that the principal is to be maintained inviolate and in perpetuity, and invested for the purpose of producing present and future income, which may be expendable or added to principal. All endowment and similar type funds are held by the university's component units.

Expendable Restricted Net Position - Includes resources in which the university is legally or contractually obligated to spend resources in accordance with restrictions imposed by external third parties.

Unrestricted Net Position - Represents resources derived from student tuition and fees, State appropriations, and the sales and services of auxiliary enterprises. These resources are used for transactions relating to the educational and general operations of the university and may be used at the discretion of the governing board to meet current expenses for any purpose.

When both restricted and unrestricted resources are available to fund certain programs, generally it is the university's policy to first apply the restricted resources to such programs, followed by the use of the unrestricted resources.

Operating Revenues and Expenses

The university's principal operating activities consist of instruction, research, and public service. Operating revenues include activities that have characteristics of exchange transactions, such as student fees, net of scholarship discounts and allowances; sales and services of auxiliary enterprises; and Federal, State, local and nongovernmental grants and contracts.

Operating expenses include scholarships and fellowships for students, operation and maintenance of capital assets, depreciation on capital assets, and all other fiscal transactions directly related to the university's principal operating activities as well as those related to the academic and general administration of the university.

Scholarship Discounts and Allowances

Student tuition and fee revenues, and certain other revenue from students, are reported net of scholarship discounts and allowances, which are the differences between the stated charge for goods and services provided by the university and the amount that is actually paid by a student or a third party making payment on behalf of the student. Certain governmental grants, such as Pell grants, and other Federal, State, or nongovernmental programs, such as the Florida Bright Futures Program, are recorded as nonoperating revenues in the university's financial statements. To the extent that revenues from such programs are used to satisfy tuition and fees and other student charges, the university has recorded a scholarship discount and allowance.

The university applied the "Direct Method A" as prescribed in NACUBO Advisory Report 2023-01 to determine the reported net scholarship discounts and allowances.

Nonoperating Revenues and Expenses

Nonoperating revenues include activities that have characteristics of nonexchange transactions, such as gifts and contributions, and other revenue sources that are defined as nonoperating revenues by GASB Statement No. 9, *Reporting Cash Flows of Proprietary and Nonexpendable Trust Funds and Governmental Entities That Use Proprietary Fund Accounting*, and GASB Statement No. 35, *Basic Financial Statements – and Management's Discussion and Analysis – for Public Colleges and Universities*, as amended by GASB Statements Nos. 37 and 38. Nonoperating revenues include State noncapital appropriations; Federal and State student financial aid; noncapital grants, contracts, and gifts; and investment income. Nonoperating expenses include interest on capital asset-related debt and losses on the disposal of capital assets.

2. REPORTING CHANGES

The university implemented GASB Statement No. 101, *Compensated Absences*. This statement establishes accounting and financial reporting requirements for compensated absences. The cumulative effect of the change in accounting principle to beginning net position was less than one-half of one percent. Therefore, beginning net position was not restated.

3. UNRESTRICTED NET POSITION

The university had an unrestricted net position of $224,295,660 at June 30, 2025. This includes the full recognition of long-term liabilities expected to be financed in future years. The effect of these items on the university's unrestricted net position is shown below:

Description	Amount
Total Unrestricted Net Position Before Recognition of Long-Term Liabilities, Deferred Outflows of Resources, and Deferred Inflows of Resources	$ 884,774,732
Amount Expected to be Financed in Future Years:	
Compensated Absences Payable	121,593,630
Other Postemployment Benefits Payable and Related Deferred Outflows of Resources and Deferred Inflows of Resources	244,623,173
Net Pension Liability and Related Deferred Outflows of Resources and Deferred Inflows of Resources	294,262,269
Total Amount Expected to be Financed in Future Years	(660,479,072)
Total Unrestricted Net Position	**$ 224,295,660**

4. INVESTMENTS

Section 1011.42(5), Florida Statutes, authorizes universities to invest funds with the State Treasury and State Board of Administration (SBA) and requires that universities comply with the statutory requirements governing investment of public funds by local governments. Accordingly, universities are subject to the requirements of Chapter 218, Part IV, Florida Statutes. The university's Board of Trustees has adopted a written investment policy providing that surplus funds of the university shall be invested in those institutions and instruments permitted under the provisions of Florida Statutes. Pursuant to Section 218.415(16), Florida Statutes, the university is authorized to invest in the Florida PRIME investment pool administered by the SBA and the Florida Public Assets for Liquidity Management (FL PALM); interest-bearing time deposits and savings accounts in qualified public depositories, as defined in Section 280.02, Florida Statutes; direct obligations of the United States Treasury; obligations of Federal agencies and instrumentalities; securities of, or interests in, certain open-end or closed-end management type investment companies; Securities and Exchange Commission registered money market funds with the highest credit quality rating from a nationally recognized rating agency; and other investments approved by the university's Board of Trustees as authorized by law. Investments set aside to make debt service payments, maintain sinking or reserve funds, or to purchase or construct capital assets are classified as restricted.

The university's investments at June 30, 2025, are reported as follows:

Investments by Fair Value Level	**Amount**	**Level 1**	**Level 2**	**Level 3**
External Investment Pool:				
State Treasury Special Purpose Investment Account	$ 188,864,142	$ -	$ -	$ 188,864,142
State Board of Administration Debt Service Accounts	111,047	111,047	-	-
Mutual Funds:				
Bonds	10,226,326	10,226,326	-	-
Equities	5,296,877	5,296,877	-	-
Other Investments	10,584,539	-	-	10,584,539
Total Investments by Fair Value Level	**$ 215,082,931**	**$ 15,634,250**	**$ -**	**$ 199,448,681**
Investments at Amortized Cost				
SBA Florida PRIME	1,147,457,035			
FL PALM	189,508,093			
Total Investments	**$ 1,552,048,059**			

Investments held by the university's component units at June 30, 2025, are reported as follows:

Investments by Fair Value Level	**Amount**	**Level 1**	**Level 2**	**Level 3**
U.S. Guaranteed Obligation	$ 1,572,559	$ 1,572,559	$ -	$ -
Domestic Stocks	34,582,437	34,582,437	-	-
International Stocks	91,840	91,840	-	-
Mutual Funds	149,866,512	149,866,512	-	-
Other Investments	167,727,047	12,039,751	-	155,687,296
Total Investments by Fair Value Level	**$ 353,840,395**	**$ 198,153,099**	**$ -**	**$ 155,687,296**
Investments Measured at the Net Asset Value (NAV)				
Domestic Stocks	281,270,870			
International Stocks	204,239,007			
Real Estate Investments	22,520,421			
Hedge Funds	113,690,441			
Private Debt/Credit Opportunities Funds	11,425,994			
Private Equity Funds	238,703,255			
Private Real Estate Funds	66,721,848			
Total Investments Measured at NAV	938,571,836			
Other				
SBA Florida PRIME	48,572,174			
Other Investments	6,469,878			
Total Other Investments	55,042,052			
Total Investments	**$ 1,347,454,283**			

The university's component units' investments measured at the net asset value (NAV), as of June 30, 2025, totaled $938,571,836 as follows:

Investments Measured at the NAV	Amount	Unfunded Commitments	Redemption Frequency	Redemption Notice Period
Domestic Stocks	$ 281,270,870	$ -	Daily to semi-annually	2 - 60 days
International Stocks	204,239,007	-	Daily to semi-annually	2 - 60 days
Real Estate Investments	22,520,421	-	Daily	2 days
Hedge Funds	113,690,441	574,315	Monthly to every 3 years	10 - 90 days
Private Debt/Credit Opportunities Funds	11,425,994	2,684,405		
Private Equity Funds	238,703,255	94,542,542		
Private Real Estate Funds	66,721,848	34,608,795		
Total Investments Measured at NAV	**$ 938,571,836**	**$ 132,410,057**		

Investments measured at net asset value are comprised of the following categories:

- Domestic Stocks - equity interests in domestic institutional pooled funds.
- International Stocks - equity interests in global and emerging market institutional pooled funds.
- Real Estate - equity interests in global real estate institutional pooled funds, and a real estate limited partnership.
- Hedge Funds - interests in offshore funds that invest both long and short in domestic and international equities as well as absolute return strategy interests in offshore funds that are designed to produce results that are largely independent of, or have low correlation to, the broader markets.
- Private Debt/Credit Opportunities - fixed income investments in private debt.
- Private Equity - interests in several limited partnership funds that invest in private equity, venture capital, and distressed assets.
- Private Real Estate - interests in several limited partnership funds that invest in real estate and natural resources.

External Investment Pools

The university reported investments at fair value totaling $188,864,142 at June 30, 2025, in the State Treasury Special Purpose Investment Account (SPIA) investment pool, representing ownership of a share of the pool, not the underlying securities. Pooled investments with the State Treasury are not registered with the Securities and Exchange Commission. Oversight of the pooled investments with the State Treasury is provided by the Treasury Investment Committee per Section 17.575, Florida Statutes. The authorized investment types are set forth in Section 17.57, Florida Statutes. The SPIA carried a credit rating of AA-f by Standard & Poor's, had an effective duration of 3.33 years, and fair value factor of 1.003 at June 30, 2025. Participants contribute to the Treasury Pool on a dollar basis. These funds are commingled and a fair value of the pool is determined from the individual values of the securities. The fair value of the securities is summed and a total pool fair value is determined. A fair value factor is calculated by dividing the pool's total fair value by the pool participants' total cash balances. The fair value factor is the ratio used to determine the fair value of an individual participant's pool balance. The university relies on policies developed by the State Treasury for managing interest rate risk or credit risk for this investment pool. Disclosures for the State Treasury investment pool are included in the notes to financial statements of the State's Annual Comprehensive Financial Report.

The university reported investments totaling $1,147,457,035 at June 30, 2025, in the Florida PRIME investment pool administered by the SBA pursuant to Section 218.405, Florida Statutes. The Research Foundation and Magnet Research and Development reported investments in Florida PRIME totaling $48,319,877 and $252,297, respectively, at June 30, 2025. These investments in the Florida PRIME investment pool, which the SBA indicates is a Securities and Exchange Commission Rule 2a7-like external investment pool, at June 30, 2025, are similar to money market funds in which shares are owned in the fund rather than the underlying investments. The Florida PRIME investment pool carried a credit rating of AAAm by Standard & Poor's and had a weighted average days to maturity (WAM) of 47 days as of June 30, 2025. A portfolio's WAM reflects the average maturity in days, based on final maturity or reset date, in the case of floating rate instruments. WAM measures the sensitivity of the Florida PRIME investment pool to interest rate changes. The investments in the Florida PRIME investment pool are reported at amortized cost.

The university reported investments totaling $189,508,093 at June 30, 2025, in the FL PALM investment pool. The FL PALM investment pool carried a credit rating of AAAm by Standard & Poor's and had a WAM of 44 days as of June 30, 2025. The investments in the FL PALM investment pool are reported at amortized cost.

State Board of Administration Debt Service Accounts

The university reported investments at fair value totaling $111,047 at June 30, 2025, in the SBA Debt Service Accounts. These investments are used to make debt service payments on bonds issued by the State Board of Education for the benefit of the university. The university's investments consist of United States Treasury securities, with maturity dates of six months or less, and are reported at fair value. The university relies on policies developed by the SBA for managing interest rate risk or credit risk for these accounts. Disclosures for the Debt Service Accounts are included in the notes to financial statements of the State's Annual Comprehensive Financial Report.

Other Investments

In addition to external investment pools, the university and its discretely presented component units invested in various debt and equity securities, mutual funds, and real estate funds. The following are required risk disclosures applicable to investments of the university as well as its discretely presented component units.

Interest Rate Risk: Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The university has investments in bond mutual funds that are subject to interest rate risk. Additionally, investments of the university's discretely presented component units in debt securities, bonds and notes, and bond mutual funds are also subject to interest rate risk. These investments and their future maturities at June 30, 2025, are as follows:

		Investment Maturities (in years)		
	Fair Value	Less Than 1	1-10	Greater Than 10
University	$ 10,226,326	$ -	$ 10,226,326	$ -
Discretely Presented Component Units	$ 164,883,836	$ 2,086,334	$ 162,797,502	$ -

Credit Risk: Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. Obligations of the United States government or obligations explicitly guaranteed by the United States government are not considered to have credit risk (by the GASB) and do not require disclosure of credit quality. The university and the university's discretely presented component units held bond mutual funds which have underlying investments with quality ratings by nationally recognized rating agencies at June 30, 2025, as follows:

	Fair Value	United States Government	AAA	AA/Aa	A/Ba	Less Than A/Ba or Not Rated
University	$ 10,226,326	$ 6,820,483	$ 312,954	$ 269,929	$ 2,805,869	$ 17,091
Discretely Presented Component Units	$ 164,883,836	$ 45,669,527	$ 6,037,676	$ 63,127,243	$ 43,973,783	$ 6,075,607

Custodial Credit Risk: Custodial credit risk is the risk that in the event of the failure of the counterparty, the component unit will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. Exposure to custodial credit risk relates to investment securities that are held by someone other than the component unit and are not registered in the component unit's name. Neither the university nor its discretely presented component units have identified any investments falling into this category as of June 30, 2025.

Concentration of Credit Risk: Concentration of credit risk is the risk of loss attributed to the magnitude of the component unit's investment in a single issuer. The university's discretely presented component units manage their concentration of credit risk based on various investment policies, which may be obtained separately from the discretely presented component units.

5. RECEIVABLES

Accounts Receivable

Accounts receivable represent amounts for student tuition and fees, grant and contract reimbursements due from third parties, various sales and services provided to students and third parties, and interest accrued on investments and loans receivable.

As of June 30, 2025, the university reported the following amounts as accounts receivable:

Description		Amount
Student Tuition and Fees	$	15,948,325
Grants and Contracts		40,398,015
Sales and Services of Auxiliary Enterprises		37,705,503
Interest		616,720
Other		829,350
Total Accounts Receivable	**$**	**95,497,913**

Loans and Notes Receivable

Loans and notes receivable represent all amounts owed on promissory notes from debtors, including student loans made under the Federal Perkins Loan Program and other loan programs. Loans and notes receivable totaled $5,021,023 at June 30, 2025.

Leases Receivable

The university leases space to external parties for various terms under long-term non-cancelable leases. The leases expire at various dates through 2042. Lease revenue totaling $518,053 and interest revenue of $170,521 were recognized during the 2024-25 fiscal year in accordance with GASB Statement No. 87, *Leases*. Future rights to remaining leases receivable as of June 30, 2025, are as follows:

For the Year Ending June 30	Principal	Interest	Total
2026	$359,025	$158,446	$517,471
2027	387,917	154,075	541,992
2028	406,843	146,451	553,294
2029	426,847	135,770	562,617
2030	440,658	123,382	564,040
2031-2035	2,215,618	439,439	2,655,057
2036-2040	1,385,939	180,610	1,566,549
2041-2042	526,708	19,314	546,022
Total Leases Receivable	**$6,149,555**	**$1,357,487**	**$7,507,042**

Allowance for Doubtful Receivables

Allowances for doubtful accounts and loans and notes receivable are reported based on management’s best estimate as of fiscal year end considering type, age, collection history, and other factors considered appropriate. Accounts receivable and loans and notes receivable are reported net of allowances of $3,117,159 and $237,210, respectively, at June 30, 2025. No allowance has been accrued for grants and contracts receivable or leases receivable as university management considers these to be fully collectible.

6. DUE FROM STATE

This amount consists of $242,057,374 of Public Education Capital Outlay, $86,342,000 of General Revenue for construction of facilities, and $2,389,991 of State Student Financial Aid due from the State to the university.

7. DUE FROM AND TO COMPONENT UNITS/UNIVERSITY

The university's financial statements are reported for the fiscal year ended June 30, 2025. The university's component units' financial statements are reported as of the most recent fiscal year for which an audit report is available. One component unit has a fiscal year other than June 30. Accordingly, amounts reported by the university as due from and to component units on the statement of net position do not agree with amounts reported by the component units as due from and to the university. The amounts due to component units are primarily comprised of cash and investment balances of $141,396,991 held on behalf of the Athletics Association by the university.

8. CAPITAL ASSETS

Description	Beginning Balance	Additions	Reductions	Ending Balance
Nondepreciable Capital Assets:				
Land	$ 95,970,654	$ 8,411,571	$ -	$ 104,382,225
Works of Art and Historical Treasures	90,902,345	1,350,199	-	92,252,544
Construction in Progress	253,930,366	226,542,687	161,988,779	318,484,274
Total Nondepreciable Capital Assets	**$ 440,803,365**	**$ 236,304,457**	**$ 161,988,779**	**$ 515,119,043**
Depreciable Capital Assets:				
Buildings	$ 2,506,316,805	$ 183,050,141	$ 3,590,336	$ 2,685,776,610
Infrastructure and Other Improvements	171,331,865	-	-	171,331,865
Furniture and Equipment	426,387,965	28,491,644	21,721,018	433,158,591
Library Resources	196,451,265	10,461,543	8,676,692	198,236,116
Right-to-Use Lease Assets	13,508,987	492,632	335,407	13,666,212
Right-to-Use SBITA Assets	71,302,405	-	-	71,302,405
Computer Software	49,174,492	-	-	49,174,492
Total Depreciable Capital Assets	**3,434,473,784**	**222,495,960**	**34,323,453**	**3,622,646,291**
Less, Accumulated Depreciation and Amortization:				
Buildings	937,256,563	67,681,960	278,515	1,004,660,008
Infrastructure and Other Improvements	100,563,403	3,874,130	-	104,437,533
Furniture and Equipment	318,749,986	23,656,422	20,279,946	322,126,462
Library Resources	155,313,055	8,982,563	8,676,692	155,618,926
Right-to-Use Lease Assets	4,178,972	1,430,891	237,122	5,372,741
Right-to-Use SBITA Assets	17,825,602	8,912,800	-	26,738,402
Computer Software	49,174,492	-	-	49,174,492
Total Accumulated Depreciation and Amortization	**1,583,062,073**	**114,538,766**	**29,472,275**	**1,668,128,564**
Total Depreciable Capital Assets, Net	**$ 1,851,411,711**	**$ 107,957,194**	**$ 4,851,178**	**$ 1,954,517,727**

9. UNEARNED REVENUE

Unearned revenue includes capital appropriations for which the university had not yet received approval from the Florida Department of Education, as of June 30, 2025, to spend the funds, as well as grants and contracts, and auxiliary sales and services received prior to fiscal year end related to the subsequent accounting period.

As of June 30, 2025, the university reported the following amounts as unearned revenue:

Description	Amount
State Capital Appropriations	$ 336,782,093
Grants and Contracts	14,184,347
Sales and Services of Auxiliary Enterprises	19,380,050
Total Unearned Revenue	**$ 370,346,490**

10. LONG-TERM LIABILITIES

Long-term liabilities of the university at June 30, 2025, include capital improvement debt payable, loans and note payable, right-to-use leases payable, right-to-use SBITA payable, accrued self-insurance claims, compensated absences payable, other postemployment benefits payable, revenue received in advance, net pension liability, and other noncurrent liabilities.

Long-term liabilities activity for the fiscal year ended June 30, 2025, is shown in the following table:

Description	Beginning Balance	Additions	Reductions	Ending Balance	Current Portion
Capital Improvement Debt Payable	$ 193,724,275	$ -	$ 17,987,690	$ 175,736,585	$ 16,963,818
Loans and Notes Payable	5,161,923	-	1,236,567	3,925,356	1,267,501
Right-to-Use Leases Payable	9,990,974	492,632	1,332,548	9,151,058	1,267,284
Right-to-Use SBITA Payable	56,088,254	-	8,440,224	47,648,030	8,784,091
Accrued Self-Insurance Claims	561,157	62,000	19,922	603,235	48,900
Compensated Absences Payable	102,486,219	25,762,394	6,654,983	121,593,630	8,960,557
Other Postemployment Benefits Payable	173,801,403	213,078,952	145,499,913	241,380,442	6,709,079
Revenue Received in Advance	18,591,757	793,184	2,940,452	16,444,489	3,135,947
Net Pension Liability	407,649,838	151,328,863	152,335,408	406,643,293	-
Other Noncurrent Liabilities	1,824,862	-	612,483	1,212,379	395,991
Total Long-Term Liabilities	**$ 969,880,662**	**$ 391,518,025**	**$ 337,060,190**	**$ 1,024,338,497**	**$ 47,533,168**

Capital Improvement Debt Payable

The university had the following capital improvement debt payable outstanding at June 30, 2025:

Capital Improvement Debt Type and Series	Amount of Original Issue	Principal Amount Outstanding	Unamortized Amounts Outstanding (1)	Net Amount Outstanding	Interest Rates (Percent)	Maturity Date To
Auxiliary Revenue Debt:						
2014A Housing	$ 46,085,000	$ 19,655,000	$ 2,634,268	$ 22,289,268	3.25 - 5.0	2031
2015A Housing	59,575,000	40,330,000	2,710,375	43,040,375	3.0 - 5.0	2035
2021A Housing	24,780,000	18,430,000	3,678,534	22,108,534	2.0 - 5.0	2040
2023A Housing	24,395,000	20,420,000	4,073,797	24,493,797	5.0	2033
Total Student Housing Debt	**154,835,000**	**98,835,000**	**13,096,974**	**111,931,974**		
2021A Parking	11,850,000	5,855,000	33,413	5,888,413	5.0	2031
Total Student Parking Debt	**11,850,000**	**5,855,000**	**33,413**	**5,888,413**		
2021A Wellness Center	12,330,000	7,545,000	1,834,234	9,379,234	5.0	2030
2022A Union	44,695,000	40,405,000	3,027,052	43,432,052	4.0 - 5.0	2042
Total Auxiliary Debt	**223,710,000**	**152,640,000**	**17,991,673**	**170,631,673**		
2012 Research Foundation Revenue Debt	11,920,000	4,710,000	394,912	5,104,912	3.0 - 4.0	2031
Total Capital Improvement Debt	**$ 235,630,000**	**$ 157,350,000**	**$ 18,386,585**	**$ 175,736,585**		

(1) Unamortized amounts include bond discounts, premiums, and/or gains/losses on bond refundings.

The university has pledged a portion of future housing rental revenues, traffic and parking fees, and assessed student transportation, student health fees, and student facility use fees based on credit hours to repay $223.7 million in capital improvement (housing, parking, etc.) revenue bonds issued by the Florida Board of Governors on behalf of the university. Proceeds from the bonds provided financing to construct student parking garages, student housing facilities, a student union, and a wellness center. The bonds are payable solely from housing rental income, traffic and parking fees, and assessed student transportation, student health fees, and student facility use fees, and are payable through 2042. The university has committed to appropriate each year from the housing rental income, traffic and parking fees, and assessed student transportation, student health fees, and student facility use fees amounts sufficient to cover the principal and interest requirements on the debt. Total principal and interest remaining on the debt is $194.7 million and principal and interest paid for the current year totaled $22.4 million.

Revenue Pledged	Amount
Housing Rental Income	$ 56,816,252
Traffic, Parking and Transportation Fees	14,231,528
Student Health Fees	15,225,432
Student Facility Use Fees	4,048,720

Annual requirements to amortize all capital improvement debt outstanding as of June 30, 2025, are as follows:

Fiscal Year Ending June 30	Principal	Interest	Total
2026	$ 14,855,000	$ 6,869,113	$ 21,724,113
2027	14,005,000	6,133,563	20,138,563
2028	14,695,000	5,448,312	20,143,312
2029	15,370,000	4,774,663	20,144,663
2030	16,015,000	4,125,375	20,140,375
2031-2035	57,995,000	11,524,406	69,519,406
2036-2040	17,920,000	3,352,050	21,272,050
2041-2042	6,495,000	392,200	6,887,200
Subtotal	**157,350,000**	**42,619,682**	**199,969,682**
Plus: Unamortized Premiums and (Discounts), Net	18,386,585	-	18,386,585
Total	**$ 175,736,585**	**$ 42,619,682**	**$ 218,356,267**

Direct placements are defined by GASB as debt obligations that have terms negotiated directly with an investor and are not offered for public sale. The 2005A Dining issue was the only direct placement of the university's capital improvement debt payable and was paid off during the 2024-25 fiscal year. All the remaining issues were offered for public sale.

Loans and Notes Payable

The university has financed purchases related to direct borrowing agreements entered into for equipment totaling $3,925,356 with stated interest rates ranging from 1.8 to 3.295 percent. Direct borrowings are defined by GASB as debt obligations that have terms negotiated directly with a lender and are not offered for public sale. Future minimum payments under the agreements and the present value of the minimum payments as of June 30, 2025, are as follows:

Fiscal Year Ending June 30	Principal	Interest	Total
2026	$ 1,267,501	$ 92,771	$ 1,360,272
2027	1,299,269	61,003	1,360,272
2028	838,157	30,592	868,749
2029	520,429	8,252	528,681
Total Loans and Notes Payable	**$ 3,925,356**	**$ 192,618**	**$ 4,117,974**

Right-to-Use Leases Payable

The university follows GASB Statement No. 87, *Leases*. Space is leased from external parties for various terms under long-term, non-cancelable agreements. The leases expire at various dates through 2039. Payments are made in monthly installments ranging from $2,858 to $44,600, and quarterly installments of $50,000, with implicit interest rates of 3 to 4.5 percent. The university does not have any leases featuring payments tied to an index or market rate, or any leases subject to a residual value guarantee. Future obligations for remaining leases payable as of June 30, 2025, are as follows:

Fiscal Year Ending June 30	Principal	Interest	Total
2026	$ 1,267,284	$ 551,122	$ 1,818,406
2027	1,243,637	491,594	1,735,231
2028	1,229,412	434,356	1,663,768
2029	1,158,883	269,090	1,427,973
2030	979,250	202,357	1,181,607
2031-2035	2,905,839	457,862	3,363,701
2036-2039	366,753	21,001	387,754
Total Right-to-Use Leases Payable	**$ 9,151,058**	**$ 2,427,382**	**$ 11,578,440**

Right-to-Use SBITA Payable

The university has a SBITA payable for the right to use mainframe software totaling $47,648,030. Payments are made in monthly installments with an implicit interest rate of 4 percent. Future obligations for remaining SBITA payable as of June 30, 2025, are as follows:

Fiscal Year Ending June 30	Principal	Interest	Total
2026	$ 8,784,091	$ 1,746,041	$ 10,530,132
2027	9,141,969	1,388,163	10,530,132
2028	9,514,427	1,015,705	10,530,132
2029	9,902,059	628,073	10,530,132
2030	10,305,484	224,648	10,530,132
Total Right-to-Use SBITA Payable	**$ 47,648,030**	**$ 5,002,630**	**$ 52,650,660**

Compensated Absences Payable

Employees earn the right to be compensated during absences for annual leave (vacation) and sick leave earned pursuant to Board of Governors' Regulations, university regulations, and bargaining agreements. Leave earned is accrued to the credit of the employee and records are kept on each employee's unpaid (unused) leave balance. The university reports a liability for the accrued leave; however, State noncapital appropriations fund only the portion of accrued leave that is used or paid in the current fiscal year. Although the university expects the liability to be funded primarily from future appropriations, generally accepted accounting principles do not permit the recording of a receivable in anticipation of future appropriations. At June 30, 2025, the estimated liability for compensated absences, which includes the university's share of the Florida Retirement System and FICA contributions, totaled $121,593,630. The current portion of the compensated absences liability, $8,960,557, is the amount expected to be paid in the coming fiscal year and represents a historical percentage of leave used applied to total accrued leave liability.

Other Postemployment Benefits Payable

As a participating employer in the State Employees' Group Health Insurance Plan, the university recognizes its proportionate share of the collective other postemployment benefits liability of the multiple-employer defined benefit health plan. As of June 30, 2025, the university's proportionate share of the total OPEB liability totaled $241,380,442.

Revenue Received in Advance

Long-term revenue received in advance represents funds received but not yet earned under the terms and conditions of auxiliary services contracts. Total long-term revenue received in advance at June 30, 2025, amounted to $16,444,489, with $3,135,947 expected to be earned during the 2025-26 fiscal year.

Net Pension Liability

As a participating employer in the Florida Retirement System, the university recognizes its proportionate share of the collective net pension liabilities of the FRS cost-sharing multiple-employer defined benefit plans. As of June 30, 2025, the university's proportionate share of the net pension liabilities totaled $406,643,293.

Other Noncurrent Liabilities

Other noncurrent liabilities consist of the Federal Capital Contribution (advance) provided to fund the university's Federal Perkins Loan Program. The advance amount totaling $1,212,379 will ultimately be returned to the Federal Government should the university cease making Federal Perkins Loans or if the university has excess cash in the loan program.

11. OTHER POSTEMPLOYMENT BENEFITS

General Information about Other Postemployment Benefits

The university follows GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, for certain postemployment healthcare benefits administered by the Florida Department of Management Services, Division of State Group Insurance.

Other Postemployment Benefits Plan

Plan Description – The State Employees' Group Health Insurance Plan for other postemployment benefits is a multiple-employer defined benefit health plan (OPEB Plan). Pursuant to the provisions of Section 112.0801, Florida Statutes, all employees who retire from the university are eligible to participate in the OPEB Plan. Retirees and their eligible dependents shall be offered the same health and hospitalization insurance coverage as is offered to active employees at a premium cost of no more than the premium cost applicable to active employees. A retiree means any officer or employee who retires under a State retirement system or State optional annuity or retirement program or is placed on disability retirement and who begins receiving retirement benefits immediately after retirement from employment. In addition, any officer or employee who retires under the Florida Retirement System Investment Plan is considered a "retiree" if he or she meets the age and service requirements to qualify for normal retirement or has attained the age of 59.5 years and has the years of service required for vesting. The university subsidizes the premium rates paid by retirees by allowing them to participate in the OPEB Plan at reduced or blended group (implicitly subsidized) premium rates for both active and retired employees. These rates provide an implicit subsidy for retirees because retiree healthcare costs are generally greater than active employee healthcare costs. No assets are accumulated in a trust that meet the criteria in paragraph 4 of GASB Statement No. 75. The OPEB Plan contribution requirements and benefit terms necessary for funding the OPEB Plan each year is on a pay-as-you-go basis as established by the Governor's recommended budget and the General Appropriations Act. Retirees are required to enroll in the Federal Medicare program for their primary coverage as soon as they are eligible.

Benefits Provided – The OPEB Plan provides healthcare benefits for retirees and their dependents. The OPEB Plan only provides an implicit subsidy as described above.

Proportionate Share of the Total OPEB Liability

The university's proportionate share of the total OPEB liability of $241.4 million was measured as of June 30, 2024, and was determined by an actuarial valuation as of July 1, 2024. At June 30, 2025, the university's proportionate share, determined by its proportion of total benefit payments made, was 2.37 percent, which was an increase of 29 basis points from its proportionate share reported as of June 30, 2024.

Actuarial Assumptions and Other Inputs – The total OPEB liability was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

- Inflation 2.40 percent
- Salary Increases Varies by FRS class
- Discount Rate 4.21 percent

Healthcare cost trend rates for the Preferred Provider Option (PPO) Plan and Health Maintenance Organization (HMO) Plan, respectively, are 7.86 and 7.68 percent for the 2024-25 fiscal year, gradually decreasing to 4.00 percent after the 2073-74 fiscal year.

Retiree premium trend rates for both the PPO and HMO plans are 7.8 percent for the 2024-25 fiscal year, gradually decreasing to 4.0 percent after the 2073-74 fiscal year.

The discount rate was based on the 20-year S&P Municipal Bond Rate Index.

Mortality rates were based on the Pub-2010 mortality tables with fully generational improvement using Scale MP-2018.

The demographic actuarial assumptions for retirement, disability incidence, and withdrawal used in the July 1, 2024, valuation were based on the 2019 Experience Study prepared by Milliman.

The remaining actuarial assumptions (e.g., initial per capita costs, health care cost trends, rate of plan participation, rates of plan election, etc.) used in the July 1, 2024, valuation were based on a review of recent plan experience done concurrently with the July 1, 2022, valuation.

The following changes have been made since the prior valuation:

- The census data reflects changes in status for the twenty-four month period since July 1, 2022.
- In conjunction with the passing of Senate Bill 7024, the maximum DROP participation period was extended from 60 months (5 years) to 96 months (8 years) for all groups.
- There were previously constraints on when a member could enter DROP after becoming retirement eligible. These constraints were removed. This was also implemented due to Senate Bill 7024.
- Also included in Senate Bill 7024, eligibility was updated for special risk hired on or after July 1, 2011. Previously members became eligible at age 60 with 8 years of Credited Service or with 30 years of Credited Service. Eligibility is now age 55 with 8 years of Credited Service or with 25 years of Credited Service.
- In conjunction with the plan changes above associated with Senate Bill 7024, retirement rates and DROP entry rates were updated in alignment with the actuarial valuation of the Florida Retirement System (FRS) conducted by Milliman as of July 1, 2023.
- The assumed claims and premiums reflect the actual claims information that was provided as well as the premiums that are actually being charged to participants. The recent claims experience along with changes in the demographics of the population resulted in pharmacy claims costs higher than projected and lower premium rates than expected. The net result was an increase in liabilities due to claims and premiums as of June 30, 2024.
- Age-related claims were updated to use aging factors developed in a study completed by Dale Yamamoto for the Society of Actuaries to more accurately account for the way in which claims costs vary with age.
- The medical trend assumption is updated each year based on the Getzen Model. Medical trend rates used were consistent with the August 2024 Report on Financial Outlook of the Plan along with information from the Getzen Model and actuarial judgement. The impact of the trend rate is a small increase in the liability, due primarily to higher trend rates in the first several years.
- The discount rate was updated to utilize the mandated discount rate based on a 20-year S&P Municipal Bond Rate Index as of the measurement date, as required under GASB 75. The discount rate increased from 4.13 percent to 4.21 percent.

Sensitivity of the University's Proportionate Share of the Total OPEB Liability to Changes in the Discount Rate – The following table presents the university's proportionate share of the total OPEB liability, as well as what the university's proportionate share of the total OPEB liability would be if it were calculated using a discount rate that is 1 percentage-point lower (3.21 percent) or 1 percentage-point higher (5.21 percent) than the current rate:

	1% Decrease 3.21%	Current Discount Rate 4.21%	1% Increase 5.21%
University's proportionate share of the total OPEB liability	$ 283,249,045	$ 241,380,442	$ 208,372,595

Sensitivity to the University's Proportionate Share of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates – The following table presents the university's proportionate share of the total OPEB liability, as well as what the university's proportionate share of the total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1 percentage-point lower or 1 percentage-point higher than the current healthcare cost trend rates:

	1% Decrease	Current Healthcare Cost Trend Rates	1% Increase
University's proportionate share of the total OPEB liability	$ 204,383,535	$ 241,380,442	$ 289,588,194

OPEB Expense and Deferred Outflows of Resources & Deferred Inflows of Resources Related to OPEB

For the fiscal year ended June 30, 2025, the university recognized OPEB expense of $31,536,903. At June 30, 2025, the university reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

Description	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ -	$ 22,504,309
Changes of assumptions or other inputs	35,585,610	67,503,432
Changes in proportion and differences between university benefit payments and proportionate share of benefit payments	46,349,157	1,949,644
Transactions subsequent to the measurement date	6,779,887	-
Total	**$ 88,714,654**	**$ 91,957,385**

Of the total amount reported as deferred outflows of resources related to OPEB, $6,779,887 resulting from transactions (e.g. benefit payments) subsequent to the measurement date and before the end of the fiscal year will be included as a reduction of the total OPEB liability and included in OPEB expense in the year ended June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Fiscal Year Ending June 30	Amount
2026	$ (7,908,993)
2027	(5,423,140)
2028	(887,164)
2029	(2,669,016)
2030	(1,869,615)
Thereafter	8,735,310
Total	**$ (10,022,618)**

12. RETIREMENT PLANS – DEFINED BENEFIT PENSION PLANS

General Information about the Florida Retirement System

The Florida Retirement System was created in Chapter 121, Florida Statutes, in order to provide a defined benefit pension plan for participating public employees. The FRS was amended in 1998 to add the Deferred Retirement Option Program (DROP) under the defined benefit plan and amended in 2000 to provide a defined contribution plan alternative to the defined benefit plan for FRS members effective July 1, 2002. This integrated defined contribution pension plan is the FRS Investment Plan. Chapter 121, Florida Statutes, also provides for nonintegrated, optional retirement programs in lieu of the FRS to certain members of the Senior Management Service Class (SMSC) employed by the State and faculty and specified employees in the State university system. Chapter 112, Florida Statutes, established the Retiree Health Insurance Subsidy (HIS) Program, a cost-sharing multiple-employer defined benefit pension plan to assist retired members of any State-administered retirement system in paying the costs of health insurance.

Essentially all regular employees of the university are eligible to enroll as members of the State-administered FRS. Provisions relating to the FRS are established by Chapters 121 and 122, Florida Statutes; Chapter 112, Part IV, Florida Statutes; Chapter 238, Florida Statutes; and Florida Retirement System Rules, Chapter 60S, Florida Administrative Code; wherein eligibility, contributions, and benefits are defined and described in detail. Such provisions may be amended at any time by further action from the Florida Legislature. The FRS is a single retirement system administered by the Florida Department of Management Services, Division of Retirement, and consists of two cost-sharing, multiple-employer defined benefit plans and other nonintegrated programs. An annual comprehensive financial report of the FRS, which includes its financial statements, required supplementary information, actuarial report, and other relevant information, is available from the Florida Department of Management Services website (www.dms.myflorida.com).

The university's pension expense for the FRS and HIS cost-sharing multiple-employer defined benefit plans totaled $52,640,375 for the 2024-25 fiscal year.

FRS Pension Plan

Plan Description - The FRS Pension Plan (Plan) is a cost-sharing multiple-employer defined benefit pension plan, with a DROP for eligible employees. The general classes of membership are as follows:

- *Regular Class* – Members of the FRS who do not qualify for membership in the other classes.
- *Senior Management Service Class* (SMSC) – Members in senior management level positions.
- *Special Risk Class* – Members who are employed as law enforcement officers and meet the criteria to qualify for this class.

Employees enrolled in the Plan prior to July 1, 2011, vest at six years of creditable service and employees enrolled in the Plan on or after July 1, 2011, vest at eight years of creditable service. All vested members, enrolled prior to July 1, 2011, are eligible for normal retirement benefits at age 62 or at any age after 30 years of creditable service, except for members classified as special risk who are eligible for normal retirement benefits at age 55 or at any age after 25 years of creditable service. All members enrolled in the Plan on or after July 1, 2011, once vested, are eligible for normal retirement benefits at age 65 or any time after 33 years of creditable service, except for members classified as special risk who are eligible for normal retirement benefits at age 55 or at any age after 25 years of creditable service. Members of the Plan may include up to 4 years of credit for military service toward creditable service. The Plan also includes an early retirement provision; however, there is a benefit reduction for each year a member retires before his or her normal retirement date. The Plan provides retirement, disability, death benefits, and annual cost–of-living adjustments to eligible participants.

The Deferred Retirement Option Program, subject to provisions of Section 121.091, Florida Statutes, permits employees eligible for normal retirement under the Plan to defer receipt of monthly benefit payments while continuing employment with an FRS-participating employer. An employee may participate in DROP for a period not to exceed 96 months after electing to participate. During the period of DROP participation, deferred monthly benefits are held in the FRS Trust Fund and accrue interest. The net pension liability does not include amounts for DROP participants, as these members are considered retired and are not accruing additional pension benefits.

Benefits Provided - Benefits under the Plan are computed on the basis of age, and/or years of service, average final compensation, and credit service. Credit for each year of service is expressed as a percentage of the average final compensation. For members initially enrolled before July 1, 2011, the average final compensation is the average of the five highest fiscal years' earnings; for members initially enrolled on or after July 1, 2011, the average final compensation is the average of the eight highest fiscal years' earnings. The total percentage value of the benefit received is determined by calculating the total value of all service, which is based on retirement plan and/or the class to which the member belonged when the service credit was earned. Members are eligible for in-line-of-duty or regular disability and survivors' benefits. The following table shows the percentage value for each year of service credit earned:

Class, Initial Enrollment, and Retirement Age/Years of Service	% Value
Regular Class members initially enrolled before July 1, 2011	
Retirement up to age 62 or up to 30 years of service	1.60
Retirement at age 63 or with 31 years of service	1.63
Retirement at age 64 or with 32 years of service	1.65
Retirement at age 65 or with 33 years of service or more	1.68
Regular Class members initially enrolled on or after July 1, 2011	
Retirement up to age 65 or up to 33 years of service	1.60
Retirement at age 66 or with 34 years of service	1.63
Retirement at age 67 or with 35 years of service	1.65
Retirement at age 68 or with 36 or more years of service	1.68
Senior Management Service Class	2.00
Special Risk Class	3.00

As provided in Section 121.101, Florida Statutes, if the member was initially enrolled in the Plan before July 1, 2011, and all service credit was accrued before July 1, 2011, the annual cost-of-living adjustment is 3 percent per year. If the member was initially enrolled before July 1, 2011, and has service credit on or after July 1, 2011, there is an individually calculated cost-of-living adjustment. The annual cost-of-living adjustment is a proportion of 3 percent determined by dividing the sum of the pre-July 2011 service credit by the total service credit at retirement multiplied by 3 percent. Plan members initially enrolled on or after July 1, 2011, will not have a cost-of-living adjustment after retirement.

Contributions - The Florida Legislature establishes contribution rates for participating employers and employees. Contribution rates during the 2024-25 fiscal year were as follows:

	Percent of Gross Salary	
Class or Plan	**Employee**	**Employer (1)**
Florida Retirement System, Regular	3.00	13.63
Florida Retirement System, Senior Management Service	3.00	34.52
Florida Retirement System, Special Risk	3.00	32.79
Teachers' Retirement System, Plan E	6.25	13.90
Deferred Retirement Option Program - Applicable to Members from All of the Above Classes or Plan	0.00	21.13
Florida Retirement System, Reemployed Retiree	(2)	(2)

(1) Employer rates include 2 percent for the postemployment health insurance subsidy. Also, employer rates, other than for DROP participants, include .06 percent for administrative costs of the Investment Plan.
(2) Contribution rates are dependent upon retirement class in which reemployed.

The university's contributions to the Plan totaled $46,647,577 for the fiscal year ended June 30, 2025.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions - At June 30, 2025, the university reported a liability of $295,350,641 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2024. The university's proportionate share of the net pension liability was based on the university's 2023-24 fiscal year contributions relative to the total 2023-24 fiscal year contributions of all participating members. At June 30, 2024, the university's proportion was 0.76 percent, which was equal to its proportionate share measured as of June 30, 2023.

For the fiscal year ended June 30, 2025, the university recognized pension expense of $45,838,806. In addition, the university reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Description	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 29,838,344	$ -
Changes of assumptions	40,480,506	-
Net difference between projected and actual earnings on pension plan investments	-	19,630,540
Changes in proportion and differences between university contributions and proportionate share of contributions	7,566,494	2,685,353
University contributions subsequent to the measurement date	46,647,577	-
Total	**$ 124,532,921**	**$ 22,315,893**

The deferred outflows of resources totaling $46,647,577, resulting from university contributions subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the fiscal year ended June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Fiscal Year Ending June 30	Amount
2026	$ (3,911,758)
2027	50,352,302
2028	5,437,480
2029	888,745
2030	2,802,682
Thereafter	-
Total	**$ 55,569,451**

Actuarial Assumptions - The total pension liability in the July 1, 2024, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

- Inflation 2.40 percent
- Salary Increases 3.50 percent, average, including inflation
- Investment Rate of Return 6.70 percent, net of Plan investment expense, including inflation

Mortality rates were based on the PUB-2010 base table, projected generationally with Scale MP-2021. This is a change from the previous valuation in which the mortality rates were based on the PUB-2010 base table, projected generationally with Scale MP-2018.

The actuarial assumptions used in the July 1, 2024 valuation were based on the results of an actuarial experience study for the period July 1, 2018, through June 30, 2023.

The long-term expected rate of return on Plan investments was not based on historical returns, but instead is based on a forward-looking capital market economic model. The allocation policy's description of each asset class was used to map the target allocation to the asset classes shown below. Each asset class assumption is based on a consistent set of underlying assumptions, and includes an adjustment for the inflation assumption. The target allocation and best estimates of arithmetic and geometric real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation (1)	Annual Arithmetic Return	Annual Geometric Return	Standard Deviation
Cash	1.0%	3.3%	3.3%	1.1%
Fixed Income	29.0%	5.7%	5.6%	3.9%
Global Equity	45.0%	8.6%	7.0%	18.2%
Real Estate (Property)	12.0%	8.1%	6.8%	16.6%
Private Equity	11.0%	12.4%	8.8%	28.4%
Strategic Investments	2.0%	6.6%	6.2%	8.7%
Total	**100.0%**			
Assumed Inflation - Mean			2.4%	1.5%

(1) As outlined in the Plan's investment policy

Discount Rate - The discount rate used to measure the total pension liability was 6.70 percent. The Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the discount rate for calculating the total pension liability is equal to the long-term expected rate of return. The discount rate used in the 2024 valuation was unchanged from the previous valuation.

Sensitivity of the University's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate - The following presents the university's proportionate share of the net pension liability calculated using the discount rate of 6.70 percent, as well as what the university's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage-point lower (5.70 percent) or 1 percentage-point higher (7.70 percent) than the current rate:

	1% Decrease (5.70%)	Current Discount Rate (6.70%)	1% Increase (7.70%)
University's proportionate share of the net pension liability	$ 519,511,436	$ 295,350,641	$ 107,568,430

Pension Plan Fiduciary Net Position - Detailed information about the Plan's fiduciary net position is available in the separately issued FRS Pension Plan and Other State Administered Systems Annual Comprehensive Financial Report.

HIS Pension Plan

Plan Description - The HIS Pension Plan (HIS Plan) is a cost-sharing multiple-employer defined benefit pension plan established under Section 112.363, Florida Statutes, and may be amended by the Florida Legislature at any time. The benefit is a monthly payment to assist retirees of State-administered retirement systems in paying their health insurance costs and is administered by the Florida Department of Management Services, Division of Retirement.

Benefits Provided - For the fiscal year ended June 30, 2025, eligible retirees and beneficiaries received a monthly HIS payment of $7.50 for each year of creditable service completed at the time of retirement with a minimum HIS payment of $45 and a maximum HIS payment of $225 per month, pursuant to Section 112.363, Florida Statutes. To be eligible to receive a HIS Plan benefit, a retiree under a State-administered retirement system must provide proof of health insurance coverage, which can include Medicare.

Contributions - The HIS Plan is funded by required contributions from FRS participating employers as set by the Florida Legislature. Employer contributions are a percentage of gross compensation for all active FRS members. For the fiscal year ended June 30, 2025, the contribution rate was 2 percent of payroll pursuant to section 112.363, Florida Statutes. The university contributed 100 percent of its statutorily required contributions for the current and preceding three years. HIS Plan contributions are deposited in a separate trust fund from which HIS payments are authorized. HIS Plan benefits are not guaranteed and are subject to annual legislative appropriation. In the event the legislative appropriation or available funds fail to provide full subsidy benefits to all participants, benefits may be reduced or canceled.

The university's contributions to the HIS Plan totaled $7,272,437 for the fiscal year ended June 30, 2025.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions - At June 30, 2025, the university reported a liability of $111,292,652 for its proportionate share of the net pension liability. The current portion of the net pension liability is the university's proportionate share of benefit payments expected to be paid within one year, net of the university's proportionate share of the HIS Plan's fiduciary net position available to pay that amount. The net pension liability was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2024. The university's proportionate share of the net pension liability was based on the university's 2023-24 fiscal year contributions relative to the total 2023-24 fiscal year contributions of all participating members. At June 30, 2024, the university's proportion was 0.74 percent, which was an increase of 7 basis points from its proportionate share measured as of June 30, 2023.

For the fiscal year ended June 30, 2025, the university recognized pension expense of $6,801,569. In addition, the university reported deferred outflows of resources and deferred inflow of resources related to pensions from the following sources:

Description	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 1,074,606	$ 213,698
Changes of assumptions	1,969,619	13,175,622
Net difference between projected and actual earnings on HIS Plan investments	-	40,250
Changes in proportion and differences between university contributions and proportionate share of contributions	15,405,770	2,128,866
University contributions subsequent to the measurement date	7,272,437	-
Total	**$ 25,722,432**	**$ 15,558,436**

The deferred outflows of resources totaling $7,272,437 was related to pensions resulting from university contributions subsequent to the measurement date and will be recognized as a reduction of the net pension liability in the fiscal year ended June 30, 2026. Other amounts reported as deferred outflows and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Fiscal Year Ending June 30	Amount
2026	$ 665,208
2027	254,555
2028	(327,479)
2029	904,572
2030	1,136,617
Thereafter	258,086
Total	**$ 2,891,559**

Actuarial Assumptions - The total pension liability in the July 1, 2024 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

- Inflation 2.40 percent
- Salary Increases 3.50 percent, average, including inflation
- Municipal Bond Rate 3.93 percent

Mortality rates were based on the Generational PUB-2010, projected generationally with Scale MP-2021. This is a change from the previous valuation in which the mortality rates were based on the PUB-2010 base table, projected generationally with Scale MP-2018.

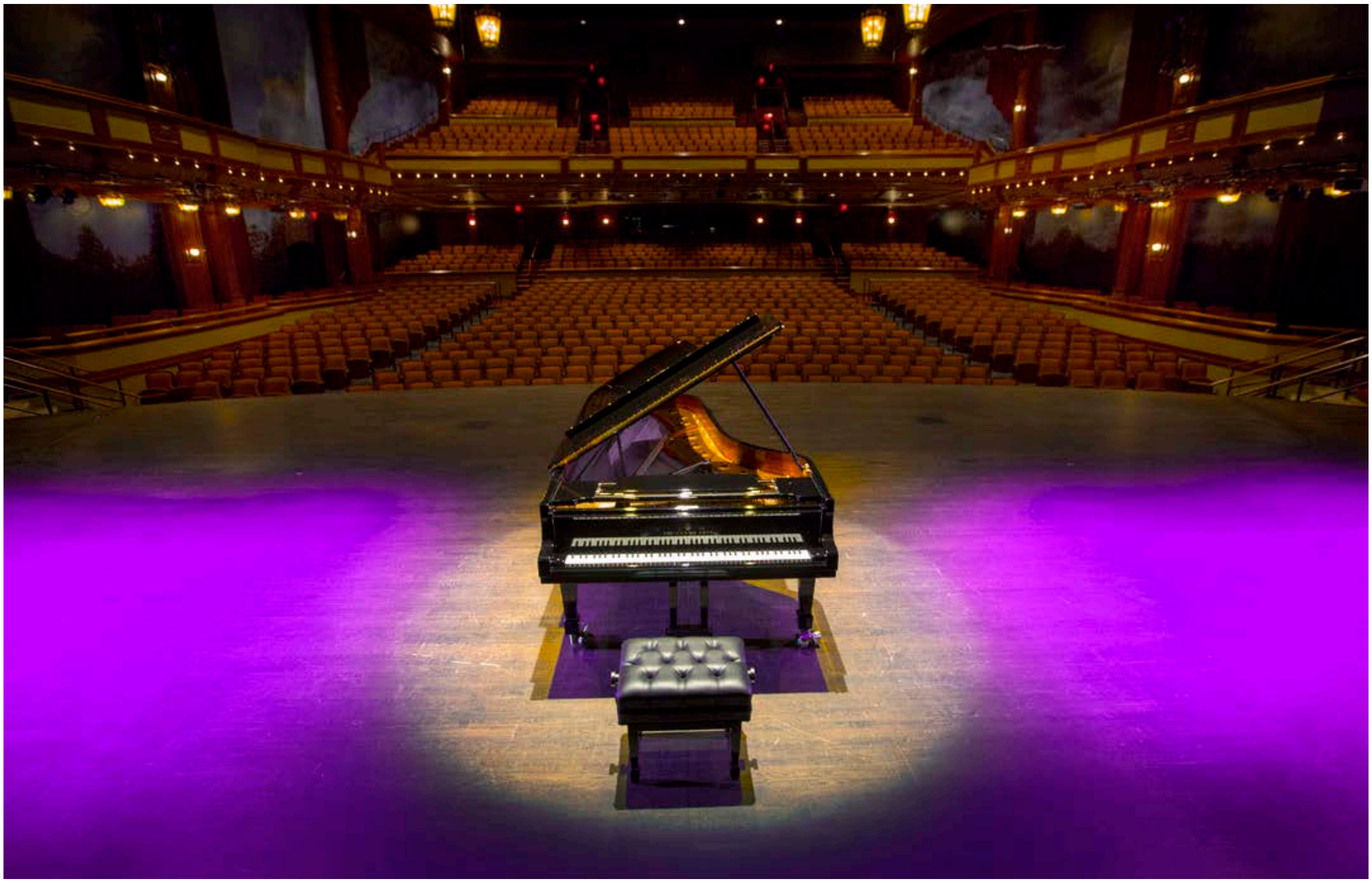
While an experience study had not been completed for the HIS Plan, the actuarial assumptions that determined the total pension liability for the HIS Plan were based on certain results of the most recent experience study for the FRS Plan.

Discount Rate - The discount rate used to measure the total pension liability was 3.93 percent. In general, the discount rate for calculating the total pension liability is equal to the single rate equivalent to discounting at the long-term expected rate of return for benefit payments prior to the projected depletion date. Because the HIS benefit is essentially funded on a pay-as-you-go basis, the depletion date is considered to be immediate, and the single equivalent discount rate is equal to the municipal bond rate selected by the plan sponsor. The Bond Buyer General Obligation 20-Bond Municipal Bond Index was adopted as the applicable municipal bond index. The discount rate used in the 2024 valuation was updated from 3.65 percent to 3.93 percent.

Sensitivity of the University's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate - The following presents the university's proportionate share of the net pension liability calculated using the discount rate of 3.93 percent, as well as what the university's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage-point lower (2.93 percent) or 1 percentage-point higher (4.93 percent) than the current rate:

	1% Decrease (2.93%)	Current Discount Rate (3.93%)	1% Increase (4.93%)
University's proportionate share of the net pension liability	$ 126,692,381	$ 111,292,652	$ 98,508,388

Pension Plan Fiduciary Net Position - Detailed information about the HIS Plan's fiduciary net position is available in the separately issued FRS Pension Plan and Other State Administered Annual Comprehensive Financial Report.



13. RETIREMENT PLANS – DEFINED CONTRIBUTION PENSION PLANS

FRS Investment Plan

The SBA administers the defined contribution plan officially titled the FRS Investment Plan (Investment Plan). The Investment Plan is reported in the SBA's annual financial statements and in the State's Annual Comprehensive Financial Report.

As provided in Section 121.4501, Florida Statutes, eligible FRS members may elect to participate in the Investment Plan in lieu of the FRS defined benefit plan. University employees already participating in the State University System Optional Retirement Program or DROP are not eligible to participate in this program. Employer and employee contributions are defined by law, but the ultimate benefit depends in part on the performance of investment funds. Service retirement benefits are based upon the value of the member's account upon retirement. Benefit terms, including contribution requirements, are established and may be amended by the Florida Legislature. The Investment Plan is funded with the same employer and employee contributions, that are based on salary and membership class (Regular Class, Senior Management Service Class, etc.), as the FRS defined benefit plan. Contributions are directed to individual member accounts, and the individual members allocate contributions and account balances among various approved investment choices. Costs of administering the Investment Plan, including the FRS Financial Guidance Program, are funded through an employer contribution of 0.06 percent of payroll and by forfeited benefits of Investment Plan members. Allocations to the Investment Plan member accounts during the 2024-25 fiscal year were as follows:

Class or Plan	Percent of Gross Compensation
Florida Retirement System, Regular	11.30
Florida Retirement System, Senior Management Service	12.67
Florida Retirement System, Special Risk	19.00

For all membership classes, employees are immediately vested in their own contributions and are vested after one year of service for employer contributions and investment earnings regardless of membership class. If an accumulated benefit obligation for service credit originally earned under the FRS Pension Plan is transferred to the FRS Investment Plan, the member must have the years of service required for FRS Pension Plan vesting (including the service credit represented by the transferred funds) to be vested for these funds and the earnings on the funds. Nonvested employer contributions are placed in a suspense account for up to five years. If the employee returns to FRS-covered employment within the five-year period, the employee will regain control over their account. If the employee does not return within the five-year period, the employee will forfeit the accumulated account balance. For the fiscal year ended June 30, 2025, the information for the amount of forfeitures was unavailable from the SBA; however, management believes that these amounts, if any, would be immaterial to the university.

After termination and applying to receive benefits, the member may roll over vested funds to another qualified plan, structure a periodic payment under the Investment Plan, receive a lump-sum distribution, leave the funds invested for future distribution, or any combination of these options. Disability coverage is provided in which the member may either transfer the account balance to the FRS Pension Plan when approved for disability retirement to receive guaranteed lifetime monthly benefits under the FRS Pension Plan, or remain in the Investment Plan and rely upon that account balance for retirement income.

The university's contributions to the Investment Plan totaled $19,090,392 and employee contributions totaled $4,101,933 for the 2024-25 fiscal year.

State University System Optional Retirement Program

Section 121.35, Florida Statutes, provides for an Optional Retirement Program (ORP) for eligible university instructors and administrators. The ORP is designed to aid State universities in recruiting employees by offering more portability to employees not expected to remain in the FRS for eight or more years.

The ORP is a defined contribution plan, which provides full and immediate vesting of all contributions submitted to the participating companies on behalf of the participant. Employees in eligible positions can make an irrevocable election to participate in the ORP, rather than the FRS, and purchase retirement and death benefits through contracts provided by certain insurance carriers. The employing university contributes 5.14 percent of the participant's salary to the participant's account, 4.84 percent to cover the unfunded actuarial liability of the FRS pension plan, and 0.01 percent to cover administrative costs, for a total of 9.99 percent, and employees contribute 3 percent of the employee's salary. Additionally, the employee may contribute, by payroll deduction, an amount not to exceed the percentage contributed by the university to the participant's annuity account. The contributions are invested in the company or companies selected by the participant to create a fund for the purchase of annuities at retirement.

The university's contributions to the ORP totaled $30,633,393 and employee contributions totaled $15,170,388 for the 2024-25 fiscal year.

14. CONSTRUCTION COMMITMENTS

The university's construction commitments at June 30, 2025, were as follows:

Project Description	Total Commitment	Completed to Date	Committed Balance
Legacy Hall, College of Business	$ 160,000,000	$ 137,497,262	$ 22,502,738
Academic Health Center	137,500,000	29,402,748	108,097,252
Dittmer Chemistry Lab Renovations	95,400,000	3,749	95,396,251
Academic Support Building	40,000,000	-	40,000,000
FAMU/FSU College of Engineering	25,000,000	894,029	24,105,971
Doak Campbell Structural Improvements	20,000,000	17,125,633	2,874,367
National High Magnetic Field Lab Electrical Expansion	18,750,000	844,763	17,905,237
Veterans Legacy Complex	17,500,000	84,836	17,415,164
Kellogg Building Renovations	17,400,000	948,149	16,451,851
Biological Sciences Lab Renovations	17,208,000	561,532	16,646,468
University Housing, Parking, and Dining Facilities	16,855,000	2,272,581	14,582,419
Other (1)	354,729,757	128,848,991	225,880,766
Total	**$ 920,342,757**	**$ 318,484,273**	**$ 601,858,484**

(1) All other projects with Total Commitment of less than $15 million

15. RISK MANAGEMENT PROGRAMS

The university is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. Pursuant to Section 1001.72(2), Florida Statutes, the university participates in State self-insurance programs providing insurance for property and casualty, workers' compensation, general liability, fleet automotive liability, Federal Civil Rights, and employment discrimination liability. During the 2024-25 fiscal year, for property losses, the State retained the first $2 million per occurrence for all perils except named windstorm and flood. The State retained the first $2 million per occurrence with an annual aggregate retention of $40 million for named windstorm and flood losses. After the annual aggregate retention, losses in excess of $2 million per occurrence were commercially insured up to $62.5 million for named windstorm and flood losses through February 14, 2025, and increased to $75.3 million beginning February 15, 2025. For perils other than named windstorm and flood, losses in excess of $2 million per occurrence were commercially insured up to $237.5 million through February 14, 2025, and increased to $350 million beginning February 15, 2025; and losses exceeding those amounts were retained by the State. No excess insurance coverage is provided for workers' compensation, general and automotive liability, Federal Civil Rights and employment action coverage; all losses in these categories are completely self-insured by the State through the State Risk Management Trust Fund established pursuant to Chapter 284, Florida Statutes. Payments on tort claims are limited to $200,000 per person, and $300,000 per occurrence as set by Section 768.28(5), Florida Statutes. Calculation of premiums considers the cash needs of the program and the amount of risk exposure for each participant. Settlements have not exceeded insurance coverage during the past three fiscal years.

Pursuant to Section 110.123, Florida Statutes, university employees may obtain healthcare services through participation in the State group health insurance plan or through membership in a health maintenance organization plan under contract with the State. The State's risk financing activities associated with State group health insurance, such as risk of loss related to medical and prescription drug claims, are administered through the State Employees Group Health Insurance Trust Fund. It is the practice of the State not to purchase commercial coverage for the risk of loss covered by this Fund. Additional information on the State's group health insurance plan, including the actuarial report, is available from the Florida Department of Management Services, Division of State Group Insurance.

University Self-Insurance Program

The Florida State University College of Medicine Self-Insurance Program was established pursuant to Section 1004.24, Florida Statutes on July 1, 2006. The Self-Insurance Program provides professional and general liability protection for the Florida State University Board of Trustees for claims and actions arising from the clinical activities of the College of Medicine faculty, staff and resident physicians. This includes the faculty and staff of the College of Nursing, effective July 1, 2009, and the faculty and staff of the Student Health Center, effective July 1, 2010. Liability protection is afforded to the students of each college. The Self-Insurance Program provides legislative claims bill protection.

The university is protected for losses that are subject to Section 768.28, Florida Statutes, to the extent of the waiver of sovereign immunity as described in Section 768.28(5), Florida Statutes. The Self-Insurance Program also provides $1,000,000 per legislative claims bills inclusive of payments made pursuant to Section 768.28, Florida Statutes; $250,000 per occurrence of protection for the participants that are not subject to the provisions of Section 768.28, Florida Statutes; $250,000 per claim protection for participants who engage in approved community service and act as Good Samaritans; and student protections of $200,000 for a claim arising from an occurrence for any one person, $300,000 for all claims arising from an occurrence and professional liability required by a hospital or other healthcare facility for educational purposes not to exceed a per occurrence limit of $1,000,000.

The Self-Insurance Program's estimated liability for unpaid claims at fiscal year-end is the result of management and actuarial analysis and includes an amount for claims that have been incurred but not reported. Changes in the balances of claims liability for the Self-Insurance Program during the 2024-25 fiscal year are presented in the following table:

Fiscal Year	Claims Liabilities Beginning of Year	Current Claims/Changes in Estimates	Claims Payments	Claims Liabilities End of Year
2023-24	$ 548,454	$ 91,636	$ (78,933)	$ 561,157
2024-25	561,157	62,000	(19,922)	603,235

16. FUNCTIONAL DISTRIBUTION OF OPERATING EXPENSES

The functional classification of an operating expense (instruction, research, etc.) is assigned to a department based on the nature of the activity, which represents the material portion of the activity attributable to the department. For example, activities of academic departments for which the primary departmental function is instruction may include some activities other than direct instruction such as research and public service. However, when the primary mission of the department consists of instructional program elements, all expenses of the department are reported under the instruction classification. The operating expenses on the statement of revenues, expenses, and changes in net position are presented by natural classifications. The following are those same expenses presented in functional classifications as recommended by NACUBO:

Functional Classification		Amount
Instruction	$	559,883,978
Research		302,439,006
Public Service		128,296,834
Academic Support		224,932,269
Student Services		188,021,650
Institutional Support		122,726,802
Operation and Maintenance of Plant		128,479,074
Scholarships and Fellowships		142,492,330
Depreciation		114,538,766
Auxiliary Enterprises		80,880,877
Total Operating Expenses	**$**	**1,992,691,586**

17. SEGMENT INFORMATION

A segment is defined as an identifiable activity (or grouping of activities) that has one or more bonds or other debt instruments outstanding with a revenue stream pledged in support of that debt. In addition, the activity's related revenues, expenses, gains, losses, assets, and liabilities are required to be accounted for separately. The following financial information for the university's Parking and Housing facilities represents identifiable activities for which one or more bonds are outstanding:

CONDENSED STATEMENT OF NET POSITION

	Parking Facility	Housing Facility
Assets		
Current Assets	$ 10,958,752	$ 79,264,775
Capital Assets, Net	56,953,175	268,333,714
Other Noncurrent Assets	6,485,817	33,506,095
Total Assets	**74,397,744**	**381,104,584**
Liabilities		
Current Liabilities	2,268,659	16,629,788
Noncurrent Liabilities	4,347,844	100,779,452
Total Liabilities	**6,616,503**	**117,409,240**
Net Position		
Net Investment in Capital Assets	51,064,762	156,401,740
Restricted - Expendable	6,344,645	31,931,854
Unrestricted	10,371,834	75,361,750
Total Net Position	**$ 67,781,241**	**$ 263,695,344**
Condensed Statement of Revenues, Expenses, and Changes in Net Position		
Operating Revenues	$ 14,231,528	$ 56,816,252
Depreciation Expense	(2,016,836)	(8,902,758)
Other Operating Expenses	(10,594,888)	(31,463,061)
Operating Income	1,619,804	16,450,433
Net Nonoperating Revenues (Expenses)	841,458	3,783,704
Increase in Net Position	2,461,262	20,234,137
Net Position, Beginning of Year	65,319,979	243,461,207
Net Position, End of Year	**$ 67,781,241**	**$ 263,695,344**
Condensed Statement of Cash Flows		
Net Cash Provided (Used) by:		
Operating Activities	$ 3,847,663	$ 24,822,481
Noncapital Financing Activities	84,408	642,426
Capital and Related Financing Activities	(3,342,078)	(32,247,346)
Investing Activities	(967,651)	7,765,053
Net Increase (Decrease) in Cash and Cash Equivalents	(377,658)	982,614
Cash and Cash Equivalents, Beginning of Year	609,061	1,953,745
Cash and Cash Equivalents, End of Year	**$ 231,403**	**$ 2,936,359**

18. DISCRETELY PRESENTED COMPONENT UNITS

The university has thirteen component units as discussed in note 1. These component units comprise 100 percent of the transactions and account balances of the aggregate discretely presented component units' columns of the financial statements.

	Foundation 6/30/2025	Boosters 6/30/2025	Research Foundation 6/30/2025	International Programs Association 9/30/2024	Athletics Association 6/30/2025	Other Component Units 6/30/2025	Total
CONDENSED STATEMENT OF NET POSITION							
Assets:							
Current Assets	$ 48,761,210	$ 39,415,738	$ 163,172,058	$ 31,797,812	$ 143,745,764	$ 48,352,214	$ 475,244,796
Capital Assets, Net	6,225,703	154,293,087	12,177,510	38,048,140	280,039,389	34,374,969	525,158,798
Other Noncurrent Assets	1,104,863,730	151,070,452	43,451,661	764,043	4,699,878	4,459,965	1,309,309,729
Total Assets	**1,159,850,643**	**344,779,277**	**218,801,229**	**70,609,995**	**428,485,031**	**87,187,148**	**2,309,713,323**
Deferred Outflows of Resources	**-**	**822,166**	**-**	**-**	**-**	**-**	**822,166**
Liabilities:							
Current Liabilities	3,898,120	61,037,297	27,708,139	4,535,048	56,719,165	8,831,378	162,729,147
Noncurrent Liabilities	6,379,413	135,161,778	36,889,912	2,311,605	317,498,947	11,659,280	509,900,935
Total Liabilities	**10,277,533**	**196,199,075**	**64,598,051**	**6,846,653**	**374,218,112**	**20,490,658**	**672,630,082**
Deferred Inflows of Resources	**14,181,942**	**1,578,940**	**-**	**442,537**	**-**	**-**	**16,203,419**
Net Position:							
Net Investment in Capital Assets	3,716,638	17,749,447	7,072,598	9,440,578	48,416,986	31,248,212	117,644,459
Restricted, Nonexpendable	568,326,033	49,688,362	-	-	-	1,920,889	619,935,284
Restricted, Expendable	518,907,829	100,640,489	38,868,500	-	5,849,933	5,006,108	669,272,859
Unrestricted	44,440,668	(20,254,870)	108,262,080	53,880,227	-	28,521,281	214,849,386
Total Net Position	**$1,135,391,168**	**$ 147,823,428**	**$ 154,203,178**	**$ 63,320,805**	**$ 54,266,919**	**$ 66,696,490**	**$1,621,701,988**
Condensed Statement of Revenues, Expenses, and Changes in Net Position							
Operating Revenues	$ 50,055,991	$ 61,775,865	$ 17,859,796	$ 28,066,633	$ -	$ 40,076,677	$ 197,834,962
Operating Expenses	80,260,923	77,158,173	34,252,893	22,439,495	-	44,780,342	258,891,826
Operating Income (Loss)	(30,204,932)	(15,382,308)	(16,393,097)	5,627,138	-	(4,703,665)	(61,056,864)
Net Nonoperating Revenues (Expenses)	99,335,191	(31,949,089)	13,351,826	1,229,213	(4,658,338)	3,768,210	81,077,013
Other Revenues, Expenses, Gains, and Losses	25,430,749	35,961,969	-	-	18,393,169	-	79,785,887
Increase (Decrease) in Net Position	**94,561,008**	**(11,369,428)**	**(3,041,271)**	**6,856,351**	**13,734,831**	**(935,455)**	**99,806,036**
Net Position, Beginning of Year	1,040,830,160	164,651,400	157,244,449	56,668,722	40,532,088	67,631,945	1,527,558,764
Adjustment to Beginning Net Position	-	(5,458,544)	-	(204,268)	-	-	(5,662,812)
Net Position, End of Year	**$1,135,391,168**	**$ 147,823,428**	**$ 154,203,178**	**$ 63,320,805**	**$ 54,266,919**	**$ 66,696,490**	**$1,621,701,988**

OTHER REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF THE UNIVERSITY'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY – FLORIDA RETIREMENT SYSTEM PENSION PLAN

Description	2024 (1)	2023 (1)	2022 (1)
University's proportion of the FRS net pension liability	0.76%	0.76%	0.74%
University's proportionate share of the FRS net pension liability	$ 295,350,641	$ 301,458,225	$ 274,467,175
University's covered payroll (2)	$ 610,243,237	$ 562,743,810	$ 499,362,101
University's proportion of the FRS net pension liability as a percentage of its covered payroll	48.40%	53.57%	54.96%
FRS Plan fiduciary net position as a percentage of the FRS total pension liability	83.70%	82.38%	82.89%

(1) The amounts presented for each fiscal year were determined as of June 30.
(2) Covered payroll includes defined benefit plan actives, investment plan members, State University System optional retirement program members, and members in DROP because total employer contributions are determined on a uniform basis (blended rate) as required by Part III of Chapter 121, Florida Statutes.

SCHEDULE OF UNIVERSITY CONTRIBUTIONS – FLORIDA RETIREMENT SYSTEM PENSION PLAN

Description	2025 (1)	2024 (1)	2023 (1)
Contractually required FRS contribution	$ 46,647,577	$ 43,233,171	$ 36,394,558
FRS contributions in relation to the contractually required FRS contribution	(46,647,577)	(43,233,171)	(36,394,558)
Contribution deficiency (excess)	$ -	$ -	$ -
University's covered payroll (2)	$ 661,621,688	$ 610,243,237	$ 562,743,810
FRS contributions as a percentage of covered payroll	7.05%	7.08%	6.47%

(1) The amounts presented for each fiscal year were determined as of June 30.
(2) Covered payroll includes defined benefit plan actives, investment plan members, State University System optional retirement program members, and members in DROP because total employer contributions are determined on a uniform basis (blended rate) as required by Part III of Chapter 121, Florida Statutes.

SCHEDULE OF THE UNIVERSITY'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY – HEALTH INSURANCE SUBSIDY PENSION PLAN

Description	2024 (1)	2023 (1)	2022 (1)
University's proportion of the HIS net pension liability	0.74%	0.67%	0.60%
University's proportionate share of the HIS net pension liability	$ 111,292,652	$ 106,191,613	$ 63,832,781
University's covered payroll (2)	$ 304,483,988	$ 259,305,383	$ 216,243,489
University's proportion of the HIS net pension liability as a percentage of its covered payroll	36.55%	40.95%	29.52%
HIS Plan fiduciary net position as a percentage of the HIS total pension liability	4.80%	4.12%	4.81%

(1) The amounts presented for each fiscal year were determined as of June 30.
(2) Covered payroll includes defined benefit plan actives, investment plan members, and members in DROP.

SCHEDULE OF UNIVERSITY CONTRIBUTIONS – HEALTH INSURANCE SUBSIDY PENSION PLAN

Description	2025 (1)	2024 (1)	2023 (1)
Contractually required HIS contribution	$ 7,272,437	$ 6,281,167	$ 4,398,542
HIS contributions in relation to the contractually required HIS contribution	(7,272,437)	(6,281,167)	(4,398,542)
Contribution deficiency (excess)	$ -	$ -	$ -
University's covered payroll (2)	$ 354,982,874	$ 304,483,988	$ 259,305,383
HIS contributions as a percentage of covered payroll	2.05%	2.06%	1.70%

(1) The amounts presented for each fiscal year were determined as of June 30.
(2) Covered payroll includes defined benefit plan actives, investment plan members, and members in DROP.

SCHEDULE OF THE UNIVERSITY'S PROPORTIONATE SHARE OF THE TOTAL OTHER POSTEMPLOYMENT BENEFITS LIABILITY

Description	2024 (1)	2023 (1)	2022 (1)
University's proportion of the total other postemployment benefits liability	2.37%	2.08%	2.10%
University's proportionate share of the total other postemployment benefits liability	$ 241,380,442	$ 173,801,404	$ 164,768,865
University's covered payroll	$ 610,243,237	$ 562,743,810	$ 499,362,101
University's proportionate share of the total other postemployment benefits liability as a percentage of its covered payroll	39.55%	30.88%	33.00%

(1) The amounts presented for the fiscal year were determined as of June 30.

No assets are accumulated in a trust that meet the criteria in paragraph 4 of GASB Statement No. 75 to pay related benefits.

	2021 (1)		2020 (1)		2019 (1)		2018 (1)		2017 (1)		2016 (1)		2015 (1)
	0.72%		0.74%		0.76%		0.75%		0.72%		0.72%		0.72%
$	54,350,905	$	320,415,160	$	262,063,652	$	225,130,592	$	212,443,411	$	181,310,252	$	93,262,711
$	495,343,167	$	503,662,186	$	482,527,134	$	455,890,734	$	438,212,856	$	423,172,345	$	407,099,915
	10.97%		63.62%		54.31%		49.38%		48.48%		42.85%		22.91%
	96.40%		78.85%		82.61%		84.26%		83.89%		84.88%		92.00%

	2022 (1)		2021 (1)		2020 (1)		2019 (1)		2018 (1)		2017 (1)		2016 (1)
$	31,477,108	$	27,410,274	$	24,563,022	$	23,595,217	$	21,301,230	$	18,696,925	$	17,510,994
	(31,477,108)		(27,410,274)		(24,563,022)		(23,595,217)		(21,301,230)		(18,696,925)		(17,510,994)
$	-	$	-	$	-	$	-	$	-	$	-	$	-
$	499,362,101	$	495,343,167	$	503,662,186	$	482,527,134	$	455,890,734	$	438,212,856	$	423,172,345
	6.30%		5.53%		4.88%		4.89%		4.67%		4.27%		4.14%

Changes of assumptions *– In 2024, salary increases including inflation increased from 3.25 percent to 3.5 percent and the mortality assumptions were updated.*

	2021 (1)		2020 (1)		2019 (1)		2018 (1)		2017 (1)		2016 (1)		2015 (1)
	0.62%		0.63%		0.65%		0.65%		0.65%		0.66%		0.65%
$	75,636,589	$	77,489,534	$	72,784,363	$	68,540,176	$	69,890,112	$	76,700,313	$	66,652,215
$	217,109,222	$	218,367,106	$	216,222,787	$	209,298,557	$	206,288,311	$	201,302,795	$	196,319,296
	34.84%		35.49%		33.66%		32.75%		33.88%		38.10%		33.95%
	3.56%		3.00%		2.63%		2.15%		1.64%		0.97%		0.50%

	2022 (1)		2021 (1)		2020 (1)		2019 (1)		2018 (1)		2017 (1)		2016 (1)
$	3,646,684	$	3,624,444	$	3,657,181	$	3,612,160	$	3,511,821	$	3,459,247	$	3,373,247
	(3,646,684)		(3,624,444)		(3,657,181)		(3,612,160)		(3,511,821)		(3,459,247)		(3,373,247)
$	-	$	-	$	-	$	-	$	-	$	-	$	-
$	216,243,489	$	217,109,222	$	218,367,106	$	216,222,787	$	209,298,557	$	206,288,311	$	201,302,795
	1.69%		1.67%		1.67%		1.67%		1.68%		1.68%		1.68%

Changes of assumptions *– In 2024, the municipal rate used to determine total pension liability increased from 3.65 percent to 3.93 percent and the demographic and coverage election assumptions were updated.*

	2021 (1)		2020 (1)		2019 (1)		2018 (1)		2017 (1)
	1.92%		1.89%		1.63%		1.65%		1.65%
$	202,495,049	$	194,892,613	$	206,091,438	$	174,101,000	$	178,386,000
$	495,343,167	$	503,662,186	$	482,527,134	$	455,890,734	$	438,212,856
	40.88%		38.70%		42.71%		38.19%		40.71%

Changes of assumptions *– This reflects a change in the discount rate from 4.13% for the reporting period ended June 30, 2024 to 4.21% for the reporting period ended June 30, 2025. Also reflected as assumption changes are:*

- *Updated health care costs and premiums based on Plan experience,*
- *Updated claims aging rates,*
- *Updated health care cost trend rates based on projected Plan experience, and*
- *An updated DROP participation period assumption to 48 months (4 years) for those who have elected DROP.*

Sherrill F. Norman, CPA
Auditor General

AUDITOR GENERAL
STATE OF FLORIDA

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The President of the Senate, the Speaker of the
House of Representatives, and the
Legislative Auditing Committee

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (Government Auditing Standards), the financial statements of the Florida State University, a component unit of the State of Florida, and its aggregate discretely presented component units as of and for the fiscal year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the University's basic financial statements, and have issued our report thereon dated January 29, 2026, included under the heading **INDEPENDENT AUDITOR'S REPORT**. Our report includes a reference to other auditors who audited the financial statements of the aggregate discretely presented component units, as described in our report on the University's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the University's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the University's internal control. Accordingly, we do not express an opinion on the effectiveness of the University's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the University's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the University's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, rules, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the University's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the University's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Respectfully submitted,

Sherrill F. Norman

Sherrill F. Norman, CPA
Tallahassee, Florida
January 29, 2026
Report No. 2026-096

EDITOR

Karen Welling, CPA

GRAPHIC DESIGN

University Marketing

OFFICE OF INSTITUTIONAL RESEARCH

James Hunt
Andrew Brady

In Memoriam

John Thrasher

1943 - 2025

John Thrasher, who led his beloved alma mater to new heights as Florida State University's 15th president after a distinguished career in law and public service, will be remembered for his steady leadership, servant's heart, and abiding faith.

FLORIDA STATE UNIVERSITY

ANNUAL FINANCIAL REPORT *2024-2025*

FLORIDA STATE UNIVERSITY
PARKING FACILITY REVENUE BONDS

ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
UNAUDITED

FSU | CONTROLLER'S OFFICE
FINANCE & ADMINISTRATION

Management's Report

November 3, 2025

Management has prepared the accompanying statement of net position of the Florida State University Parking System as of June 30, 2025, and the related statements of revenues, expenses, and changes in net positions and cash flows for the year then ended, in accordance with generally accepted accounting principles. These statements have NOT been audited; however, the financial information is included in the University statements, which is audited by the State of Florida Auditor General's Office.

Sincerely,

Judd Enfinger
Controller

282 Champions Way
Tallahassee, Florida, 32306
controller.vpfa.fsu.edu

MANAGEMENT'S DISCUSSION AND ANALYSIS

Management's discussion and analysis (MD&A) provides an overview of the financial position and activities of the Parking System for the fiscal year ended June 30, 2025, and should be read in conjunction with the financial statements and notes thereto.

OVERVIEW OF FINANCIAL STATEMENTS

Pursuant to the Governmental Accounting Standards Board (GASB) Statement No. 35, the Parking System's financial report consists of three basic financial statements: the statement of net position; the statement of revenues, expenses, and changes in net position; and the statement of cash flows.

The Statement of Net Position

The statement of net position reflects the assets and liabilities of the Parking System, using the accrual basis of accounting, and presents the financial position at a specified time. Assets less liabilities equal net position, which is one indicator of the Parking System's current financial condition. The changes in net position that occur over time indicate improvement or deterioration in the Parking System's financial condition.

The following summarizes the Parking System's assets, liabilities, and net position at June 30:

Condensed Statement of Net Position
at June 30

	2025	2024
Assets		
Current Assets	$ 10,958,752	$ 12,365,082
Capital Assets, Net	56,953,175	58,153,978
Other Noncurrent Assets	6,485,817	3,650,366
Total Assets	**74,397,744**	**74,169,426**
Liabilities		
Current Liabilities	2,268,659	2,841,477
Noncurrent Liabilities	4,347,844	6,007,970
Total Liabilities	**6,616,503**	**8,849,447**
Net Position		
Net Investment in Capital Assets	51,064,762	49,846,123
Restricted	6,344,645	3,566,531
Unrestricted	10,371,834	11,907,325
Total Net Position	**$ 67,781,241**	**$ 65,319,979**

The Parking System's assets totaled $74.4 million at June 30, 2025. This balance reflects an increase of $228 thousand, or less than 1 percent, as compared to the 2023-24 fiscal year. The overall increase in total assets was mainly due to a $1.5 million increase in total cash and investments which was partially offset by a decrease in net capital assets of $1.2 million. Liabilities decreased by $2.2 million, or 25.2 percent, primarily due to the reduction in the outstanding principal amount of bonds payable. As a result, the Parking System's net position increased by $2.5 million to a year-end balance of $67.8 million.

The Statement of Revenues, Expenses, and Changes in Net Position

The statement of revenues, expenses, and changes in net position presents the Parking System's revenue and expense activity, categorized as operating and nonoperating. Revenues and expenses are recognized when earned or incurred, regardless of when cash is received or paid.

The following summarizes the Parking System's activity for the 2024-25 and 2023-24 fiscal years:

Condensed Statement of Revenues, Expenses, and Changes in Net Position
For the Fiscal Years

	2024-25	2023-24
Operating Revenues	$ 14,231,528	$ 12,815,746
Less, Operating Expenses	(12,611,724)	(11,845,090)
Operating Income	**1,619,804**	**970,656**
Net Nonoperating Revenues	841,458	843,088
Net Increase in Net Position	**2,461,262**	**1,813,744**
Net Position, Beginning of Year	65,319,979	63,506,235
Net Position, End of Year	**$ 67,781,241**	**$ 65,319,979**

Operating Revenues

GASB Statement No. 35 categorizes revenues as either operating or nonoperating. Operating revenues generally result from exchange transactions where each of the parties to the transaction either gives or receives something of equal or similar value.

The following summarizes the operating revenues by source that were used to fund operating activities for the 2024-25 and 2023-24 fiscal years:

Operating Revenues
For the Fiscal Years

	2024-25	2023-24
Transportation Fee	$ 9,312,157	$ 9,237,927
Permits	3,505,052	2,026,044
Citations	1,112,281	1,255,498
Meters and Pay Lots	178,675	173,668
Other	123,363	122,609
Total Operating Revenues	**14,231,528**	**12,815,746**

The Parking System's operating revenue totaled $14.2 million for the 2024-25 fiscal year, representing a $1.4 million increase, or 11 percent, as compared to the 2023-24 fiscal year. An increase in permit revenue of $1.5 million due to the introduction of overnight student parking was the primary driver of the overall increase.

Operating Expenses

Expenses are categorized as operating or nonoperating. The majority of the Parking System's expenses are operating expenses as defined by GASB Statement No. 35. GASB gives financial reporting entities the choice of reporting operating expenses in the functional or natural classifications. The Parking System has chosen to report the expenses in their natural classification on the statement of revenues, expenses, and changes in net position.

The following summarizes operating expenses by natural classification for the 2024-25 and 2023-24 fiscal years:

Operating Expenses
For the Fiscal Years

		2024-25		2023-24
Compensation and Employee Benefits	$	1,810,145	$	1,675,546
Services and Supplies		8,205,766		7,809,115
Depreciation		2,016,836		1,966,672
Administrative Overhead		578,977		393,757
Total Expenses	**$**	**12,611,724**	**$**	**11,845,090**

Operating expenses totaled $12.6 million for the 2024-25 fiscal year representing an increase of $767 thousand, or 6.5 percent, as compared to the 2023-24 fiscal year. Salaries and employee benefits increased by $135 thousand, or 8 percent, due to increases in staff salaries, overtime, and filled vacancies. Services and supplies increased by $397 thousand, or 5.1 percent, resulting primarily from a nonrecurring contractual services.

<u>Nonoperating Revenues and Expenses</u>

Certain revenue sources that the Parking System relies on to provide funding for operations, including net investment income, are defined by GASB as nonoperating. Nonoperating expenses include capital financing costs and other costs related to capital assets. The following summarizes the Parking System's nonoperating revenues and expenses for the 2024-25 and 2023-24 fiscal years:

Nonoperating Revenues (Expenses)
For the Fiscal Years

		2024-25		2023-24
Investment Income	$	857,431		829,782
Net Increase (Decrease) in the Fair Value of Investments		19,277		306,323
Interest on Capital Asset-Related Debt		(73,349)		(61,177)
Other Nonoperating Revenues (Expenses)		38,099		(231,840)
Net Nonoperating Revenues (Expenses)	**$**	**841,458**	**$**	**843,088**

The Parking System's net nonoperating revenues and expenses totaled $842 thousand representing a minor decrease of less than 1 percent, as compared to the 2023-24 fiscal year.

FLORIDA STATE UNIVERSITY
Parking Facility Revenue Bonds
Statement of Net Position

June 30, 2025

ASSETS		
Current Assets:		
Cash and Cash Equivalents	$	123,597
Investments		10,397,747
Accounts Receivable, Net		423,781
Interest and Dividends Receivable		13,627
Total Current Assets	$	10,958,752
Noncurrent Assets:		
Restricted Cash and Cash Equivalents	$	107,806
Restricted Investments		6,378,011
Capital Assets, Net		56,953,175
Total Noncurrent Assets	$	63,438,992
TOTAL ASSETS	$	74,397,744
LIABILITIES		
Current Liabilities:		
Accounts Payable	$	536,135
Construction Contracts Payable		146,469
Salaries and Wages Payable		45,486
Bonds Payable, Current Portion		1,540,569
Total Current Liabilities	$	2,268,659
Noncurrent liabilities:		
Bonds Payable, Long-Term Portion		4,347,844
Total Noncurrent Liabilities		4,347,844
TOTAL LIABILITIES	$	6,616,503
NET POSITION		
Net Investment in Capital Assets	$	51,064,762
Restricted for Debt Service		163,228
Restricted for Capital Projects		3,034,969
Restricted for Renewal and Replacement		3,146,448
Unrestricted		10,371,834
TOTAL NET POSITION	$	67,781,241

FLORIDA STATE UNIVERSITY
Parking Facility Revenue Bonds
Statement of Revenues, Expenses, and Changes in Net Position

For the Fiscal Year Ended June 30, 2025

REVENUES		
Operating revenues:		
Transportation fee	$	9,312,157
Citations		1,112,281
Permits		3,505,052
Meters and pay lots		178,675
Other		123,363
Total operating revenues		14,231,528
EXPENSES		
Operating expenses:		
Salaries and related benefits		1,810,145
Services and supplies		8,205,766
Depreciation		2,016,836
Administrative Overhead		578,977
Total operating expenses		12,611,724
Operating income		1,619,804
NONOPERATING REVENUES (EXPENSES)		
Investment income		857,431
Unrealized gain (loss) on investments		19,277
Interest expense		(73,349)
Other nonoperating revenue (expense)		38,099
Total nonoperating revenues (expenses)		841,458
CHANGE IN NET POSITION		2,461,262
TOTAL NET POSITION, BEGINNING		65,319,979
TOTAL NET POSITION, ENDING	$	67,781,241

FLORIDA STATE UNIVERSITY
Parking Facility Revenue Bonds
Statement of Cash Flows

For the Fiscal Year Ended June 30, 2025

CASH FLOWS FROM OPERATING ACTIVITIES		
Transportation fee	$	9,327,316
Citations/Permits/Other revenue		4,988,472
Payments for salaries and related benefits		(1,934,514)
Payments for expenses		(8,533,611)
Net cash provided by operating activities		3,847,663
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Other Nonoperating revenues		84,408
Net cash provided by noncapital financing activities		84,408
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Acquisition of fixed assets		(739,328)
Debt service payments:		
Principal		(2,200,000)
Interest		(402,750)
Net cash used by capital and related financing activities		(3,342,078)
CASH FLOWS FROM INVESTING ACTIVITIES		
Net change in investments		(1,820,529)
Interest on investments		852,878
Net cash used by investing activities		(967,651)
Net change in cash and cash equivalents		(377,658)
Cash and cash equivalents, beginning of year		609,061
Cash and cash equivalents, end of year	$	231,403
Reconciliation of operating income to net cash provided by operating activities:		
Operating income		1,619,795
Adjustments to reconcile operating income to net cash provided (used) by operating activities:		
Depreciation expense		2,016,836
Change in assets and liabilities:		
Accounts receivable		84,259
Accounts payable		251,142
Salaries and wages payable		6,718
Compensated absences payable		(131,087)
Net cash provided by operating activities	$	3,847,663

NOTES TO FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies

Reporting Entity. The financial statements of the Florida State University Parking System are an integral part of the financial statements of Florida State University. The university is a part of the State University System and accordingly, is governed, regulated, and coordinated by the Florida Board of Governors and the university's Board of Trustees.

Basis of Presentation. The Parking System's accounting policies conform with accounting principles generally accepted in the United States of America applicable to public colleges and universities as prescribed by GASB. The National Association of College and University Business Officers (NACUBO) also provides recommendations prescribed in accordance with generally accepted accounting principles promulgated by GASB which allows public universities various reporting options. The Parking System has elected to report as an entity engaged in only business-type activities. This election requires the adoption of the accrual basis of accounting and reporting including the following components:

- Management's Discussion and Analysis
- Basic Financial Statements:
  - Statement of Net Position
  - Statement of Revenues, Expenses, and Changes in Net Position
  - Statement of Cash Flows
  - Notes to Financial Statements

Measurement Focus and Basis of Accounting. The Parking System's financial statements are presented using the economic resources measurement focus, which aims to report all inflows, outflows, and balances affecting or reflecting an entity's net position, and the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned, and expenses are recorded when an obligation has been incurred.

The Parking System's principal operating activities consist of parking and transportation services. Operating revenues and expenses generally include all fiscal transactions directly related to these activities as well as administration, operation and maintenance of capital assets, and depreciation of capital assets. Nonoperating revenues include investment income. Interest on capital asset-related debt is a nonoperating expense.

The statement of net position is presented in a classified format to distinguish between current and noncurrent assets and liabilities. When both restricted and unrestricted resources are available to fund certain programs, it is the Parking System's policy to first apply the restricted resources to such programs, followed by the use of the unrestricted resources.

The statement of revenues, expenses, and changes in net position is presented by major sources.

The statement of cash flows is presented using the direct method in compliance with GASB Statement No. 9, *Reporting Cash Flows of Proprietary and Nonexpendable Trust Funds and Governmental Entities That Use Proprietary Fund Accounting.*

Cash and Cash Equivalents. Cash and cash equivalents consist of cash on hand and cash in demand accounts. University cash deposits are held in banks qualified as public depositories under Florida law. All such deposits are insured by Federal depository insurance, up to specified limits, or collateralized with securities held in Florida's multiple financial institution collateral pool required by Chapter 280, Florida Statutes. Cash and cash equivalents that are externally restricted to make debt service payments, maintain sinking or reserve funds, or to purchase or construct capital or other restricted assets, are classified as restricted.

Capital Assets. The Parking System's capital assets consist of buildings and improvements, infrastructure, furniture and equipment, and construction in progress. These assets are capitalized and recorded at cost at the date of acquisition or at acquisition value at the date received in the case of gifts and purchases of State surplus property. Additions, improvements, and other outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. The Parking System has a capitalization threshold of $5,000 for tangible personal property, $100,000 for buildings and other improvements.

Depreciation is computed on the straight-line basis over the following estimated useful lives:

- Buildings, Infrastructure and Other Improvements – 10 to 50 years
- Furniture and Equipment – 3 to 20 years

Noncurrent Liabilities. Noncurrent liabilities include principal amounts of capital improvement debt payable that are not scheduled to be paid within the next fiscal year. Capital improvement debt is reported net of unamortized premium or discount. The Parking System amortizes debt premiums and discounts over the life of the debt using the straight-line method.

2. Investments

The Parking System's investments are pooled with the university's investments and are not specifically identified. Section 1011.42(5), Florida Statutes, authorizes universities to invest funds with the State Treasury and State Board of Administration (SBA) and requires that universities comply with the statutory requirements governing investment of public funds by local governments. Accordingly, universities are subject to the requirements of Chapter 218, Part IV, Florida Statutes. The university's Board of Trustees has adopted a written investment policy providing that surplus funds of the university shall be invested in those institutions and instruments permitted under the provisions of Florida Statutes. Pursuant to Section 218.415(16), Florida Statutes, the university is authorized to invest in the Florida PRIME investment pool administered by the SBA; Securities and Exchange Commission registered money market funds with the highest credit quality rating from a nationally recognized rating agency; interest-bearing time deposits and savings accounts in qualified public depositories, as defined in Section 280.02, Florida Statutes; direct obligations of the United States Treasury; obligations of Federal agencies and instrumentalities; securities of, or interests in, certain open end or closed end management type investment companies; and other investments approved by the Board of Trustees as authorized by law.

Investments set aside to make debt service payments, maintain sinking or reserve funds, or to purchase or construct capital assets are classified as restricted.

The additional disclosures required by GASB Statement No. 40, *Deposit and Investment Risk Disclosures,* are not applicable to the Parking System since it has no direct investments.

3. Receivables

Accounts Receivable and Allowance for Doubtful Receivables. Accounts receivable represent amounts for various sales and services provided to students and third parties. Allowances for doubtful accounts are reported based on management's best estimate as of fiscal year end considering type, age, collection history, and other factors considered appropriate.

Accounts receivable are reported net of an allowance for uncollectible accounts. An estimated allowance of $166,036 was applied to gross accounts receivable of $589,817.

4. Capital Assets

Capital assets activity for the fiscal year ended June 30, 2025, is shown in the following table:

Description	Beginning Balance	Additions	Reductions	Ending Balance
Buildings & Improvements	$ 84,416,618	$ 1,114,042	$ (286,656)	$ 85,244,004
Infrastructure	7,519,381	-	-	7,519,381
Equipment (including vehicles)	585,042	13,363	-	598,405
Construction in Progress	260,511	-	(114,042)	146,469
Total Capital Assets	92,781,552	1,127,405	(400,698)	93,508,259
Accumulated Depreciation	(34,627,574)	(2,016,836)	89,326	(36,555,084)
Capital Assets Net	$ 58,153,978	$ (889,431)	$ (311,372)	$ 56,953,175

5. Long-Term Liabilities

Long-term liabilities at June 30, 2025, include capital improvement debt payable.

Capital Improvement Debt Payable. The Parking System had the following capital improvement debt payable outstanding at June 30, 2025:

Capital Improvement Debt Type and Series	Amount of Original Issue	Principal Amount Outstanding	Unamortized Amounts Outstanding (1)	Net Amount Outstanding	Interest Rates (Percent)	Maturity Date To
Auxiliary Revenue Debt:						
2021A Parking	11,850,000	5,855,000	33,413	5,888,413	5.0	2031
Total Student Parking Debt	**$ 11,850,000**	**$ 5,855,000**	**$ 33,413**	**$ 5,888,413**		

(1) Unamortized amounts include bond discounts, premiums, and/or gains/losses on bond refundings.

The Parking System has pledged a portion of future traffic and parking fees, and assessed student transportation fees to repay $11.9 million in capital improvement revenue bonds issued by the Florida Board of Governors on behalf of the Parking System. Proceeds from the bonds provided financing to construct student parking garages. The bonds are payable solely from traffic and parking fees, and assessed student transportation fees and are payable through 2031. The State Board of Education and the State Board of Administration administer the principal and interest payments, investment of sinking fund resources, and compliance with reserve requirements. Total principal and interest remaining on the debt is $6.9 million and principal and interest paid for the current year totaled $2.6 million. During the 2024-25 fiscal year, traffic and parking and transportation fees totaled $14.2 million.

Annual requirements to amortize all capital improvement debt outstanding as of June 30, 2025, are as follows:

Fiscal Year(s)		**Principal**		**Interest**		**Total**
2026	$	1,535,000	$	292,750	$	1,827,750
2027		780,000		216,000		996,000
2028		825,000		177,000		1,002,000
2029		860,000		135,750		995,750
2030		905,000		92,750		997,750
2031		950,000		47,500		997,500
SubTotal	$	5,855,000	$	961,750	$	6,816,750
Plus Bond Premium		1,492,627		-		1,492,627
Gain (Loss) on Refunding		(1,459,214)		-		(1,459,214)
Total	**$**	**5,888,413**	**$**	**961,750**	**$**	**6,850,163**

On the date of issuance of the 2026A Bonds in definitive form, Bryant Miller Olive, P.A., Bond Counsel, proposes to render its approving opinion in substantially the following form:

[Date of Delivery]

Board of Governors
Tallahassee, Florida

Division of Bond Finance of the
State Board of Administration of Florida
Tallahassee, Florida

Ladies and Gentlemen:

We have served as Bond Counsel to the Division of Bond Finance of the State Board of Administration of Florida (the "Division of Bond Finance") and we have examined certified copies of the proceedings of the Board of Governors (the "Board"), the Division of Bond Finance, the State Board of Administration of the State of Florida, applicable provisions of the Constitution and laws of the State of Florida, and other proofs submitted to us relative to the issuance and sale of:

$24,170,000
STATE OF FLORIDA
BOARD OF GOVERNORS
FLORIDA STATE UNIVERSITY
PARKING FACILITY REVENUE BONDS
SERIES 2026A
Dated September 3, 2026
(the "2026A Bonds")

The 2026A Bonds are being issued by the Division of Bond Finance in the name of and on behalf of the Board for the purposes of financing a portion of the costs of the 2026A Project (as defined in the hereinafter defined Resolution) and paying certain costs of issuance of the 2026A Bonds under the authority of and in full compliance with the Constitution and statutes of the State of Florida (the "State"), including particularly Sections 215.57-215.83, Florida Statutes, Section 1010.62, Florida Statutes, and other applicable provisions of law. The principal of, premium, if any, and interest on the 2026A Bonds will be secured by and payable solely from a pledge of the Pledged Revenues (as defined in the hereinafter defined Resolution) on a parity with the Outstanding Bonds and any Additional Parity Bonds (each as defined in the hereinafter defined Resolution).

In rendering this opinion, we have relied upon representations of the Division of Bond Finance in the Resolution and the Board in the Board Resolution (as defined herein) and in the certified proceedings and other certifications of public officials and others furnished to us, without undertaking to verify the same by independent investigation. We have not undertaken an independent audit, examination, investigation or inspection of such matters and have relied solely on the facts, estimates, and circumstances described in such proceedings and certifications. We have assumed the genuineness of signatures on all documents and instruments, the authenticity of documents submitted as originals and the conformity to originals of documents submitted as copies.

The 2026A Bonds do not constitute a general obligation of the State or any political subdivision thereof within the meaning of any constitutional, statutory or other limitation of indebtedness and the owners thereof shall never have the right to compel the exercise of any ad valorem taxing power or taxation in any form on any real or personal property for the payment of the principal of or interest on the 2026A Bonds.

The opinions set forth below are expressly limited to, and we opine only with respect to, the laws of the State and the federal income tax laws of the United States of America.

Based on our examination, we are of the opinion that, under existing law:

1. The proceedings and proofs show lawful authority for issuance and sale of the 2026A Bonds pursuant to the Constitution and statutes of the State and pursuant to resolutions authorizing the issuance and sale of the 2026A Bonds duly adopted by the Governing Board of the Division of Bond Finance on July 21, 1992, as amended and supplemented by resolutions adopted on November 26, 2002, August 9, 2005, May 15, 2007, November 9, 2010, and June 9, 2026 (collectively, the "Resolution") and a resolution of the Board adopted on June 25, 2026 (the "Board Resolution").

2. The 2026A Bonds (i) have been duly authorized, executed, and delivered by the Division of Bond Finance and the Board and (ii) are valid and binding special obligations of the Board enforceable in accordance with their terms, payable solely from the Pledged Revenues in the manner and to the extent provided in the Resolution.

3. The 2026A Bonds and the income thereon are not subject to any State tax except estate taxes imposed by Chapter 198, Florida Statutes, as amended, and net income and franchise taxes imposed by Chapter 220, Florida Statutes, as amended.

4. Interest on the 2026A Bonds is excludable from gross income for federal income tax purposes under Section 103 of the Internal Revenue Code of 1986, as amended (the "Code"), and is not an item of tax preference for purposes of the federal alternative minimum tax; however, interest on the 2026A Bonds may be taken into account for the purpose of computing the alternative minimum tax imposed on certain corporations. The opinion set forth in the preceding sentence is subject to the condition that the Division of Bond Finance and the Board comply with all requirements of the Code that must be satisfied subsequent to the issuance of the 2026A Bonds in

order that the interest thereon be, and continue to be, excludable from gross income for federal income tax purposes. The Division of Bond Finance, the Board, and Florida State University have covenanted in the Resolution to comply with all such requirements. Failure to comply with certain of such requirements may cause interest on the 2026A Bonds to be included in gross income for federal income tax purposes retroactively to the date of issuance of the 2026A Bonds.

It is to be understood that the rights of the owners of the 2026A Bonds and the enforceability thereof may be subject to the exercise of judicial discretion in accordance with general principles of equity, to the valid exercise of the sovereign police powers of the State of Florida and of the constitutional powers of the United States of America and to bankruptcy, insolvency, reorganization, moratorium and other similar laws affecting creditors' rights heretofore or hereafter enacted.

For purposes of this opinion, we have not been engaged or undertaken to review and, therefore, express no opinion herein regarding the accuracy, completeness, or adequacy of the Official Statement or any other offering material relating to the 2026A Bonds. This opinion should not be construed as offering material, an offering circular, prospectus, or official statement and is not intended in any way to be a disclosure statement used in connection with the sale or delivery of the 2026A Bonds. Furthermore, we are not passing on the accuracy or sufficiency of any CUSIP numbers appearing on the 2026A Bonds. In addition, we have not been engaged to and, therefore, express no opinion as to compliance by the Division of Bond Finance, the Board, or the underwriter or underwriters with any federal or state statute, regulation or ruling with respect to the sale and distribution of the 2026A Bonds or regarding the perfection or priority of the lien on the Pledged Revenues created by the Resolution. Further, we express no opinion regarding federal income or state tax consequences arising with respect to the 2026A Bonds other than as expressly set forth herein.

Our opinions expressed herein are predicated upon present law, facts and circumstances, and we assume no affirmative obligation to update the opinions expressed herein if such laws, facts or circumstances change after the date hereof.

Respectfully submitted,

BRYANT MILLER OLIVE P.A.

FORM OF CONTINUING DISCLOSURE AGREEMENT

This Continuing Disclosure Agreement (the “Disclosure Agreement”) is executed and delivered by the Board of Governors of the State University System of Florida (the “Board”), Florida State University (the “University”) and the Division of Bond Finance of the State Board of Administration of Florida (the “Division”) in connection with the issuance of $24,170,000 State of Florida, Board of Governors, Florida State University Parking Facility Revenue Bonds, Series 2026A (the “Bonds”). This Disclosure Agreement is being executed and delivered pursuant to Section 5.03 of the resolution adopted by the Governor and Cabinet, as the Governing Board of the Division on June 9, 2026, providing for the issuance of the Bonds. The Board, the University, and the Division covenant and agree as follows:

SECTION 1. PURPOSE OF THE DISCLOSURE AGREEMENT. This Disclosure Agreement is being executed and delivered by the Board, the University and the Division for the benefit of the Registered Owners and Beneficial Owners of the Bonds and in order to assist the Participating Underwriters in complying with Rule 15c2-12 (the “Rule”) of the Securities and Exchange Commission (the “SEC”). It shall inure solely to the benefit of the Board, the University, the Division, the Registered Owners, the Beneficial Owners and the Participating Underwriters.

SECTION 2. DEFINITIONS. In addition to the definitions set forth in the Original Resolution adopted by the Governing Board of the Division on July 21, 1992, as amended and supplemented from time to time (the “Resolution”) which apply to any capitalized term used in this Disclosure Agreement, the following capitalized terms shall have the following meanings:

“Beneficial Owner” shall mean any person which (a) has the power, directly or indirectly, to vote or consent with respect to, or to dispose of ownership of, any Bonds (including persons holding Bonds through nominees, depositories or other intermediaries), or (b) is treated as the owner of any Bonds for federal income tax purposes.

“Financial Obligation” shall mean a (a) debt obligation; (b) derivative instrument entered into in connection with, or pledged as security or a source of payment for, an existing or planned debt obligation; or (c) a guarantee of (a) or (b). The term financial obligation does not include municipal securities as to which a final official statement has been otherwise provided to the Municipal Securities Rulemaking Board (the “MSRB”) under the Rule.

“Participating Underwriter” shall mean any of the original underwriters of the Bonds required to comply with the Rule in connection with offering of the Bonds.

SECTION 3. CONTINUING DISCLOSURE.

(A) *Information To Be Provided.* The Board and the University assume all responsibilities for any continuing disclosure as described below. In order to comply with the Rule, the Board and the University hereby agree to provide or cause to be provided the information set forth below, or such other information as may be required, from time to time, by the Rule or the Division. The Division will be responsible for the filing of the information required by the Rule.

(1) *Financial Information and Operating Data.* For fiscal years ending on June 30, 2026, and thereafter, annual financial information and operating data shall be provided within nine months after the end of the University’s fiscal year. Such information shall include:

(a) Total Vehicle Spaces;
(b) Daily Commuting Population;
(c) Parking Permit and Transportation Access Fee Information;
(d) Parking System Financial Statements (Unaudited);
(e) Comparison of Budget to Actual for Fiscal Year;
(f) Debt Service Coverage;
(g) Investment of Funds;
(h) University Financial Statements; and
(i) Litigation.

(2) *Audited Financial Statements.* If not submitted as part of the annual financial information, a copy of the University's audited financial statements, prepared in accordance with generally accepted accounting principles, will be provided when and if available.

(3) *Material Events Notices.* Notice of the following events relating to the Bonds will be provided in a timely manner not in excess of ten business days after the occurrence of the event:

(a) principal and interest payment delinquencies;
(b) non-payment related defaults, if material;
(c) unscheduled draws on debt-service reserves reflecting financial difficulties;
(d) unscheduled draws on credit enhancements reflecting financial difficulties;
(e) substitution of credit or liquidity providers, or their failure to perform;
(f) adverse tax opinions, the issuance by the Internal Revenue Service of proposed or final determinations of taxability, Notices of Proposed Issue (IRS Form 5701-TEB) or other material notices or determinations with respect to the tax status of the security, or other material events affecting the tax status of the security;
(g) modifications to rights of security holders, if material;
(h) bond calls, if material, and tender offers;
(i) defeasances;
(j) release, substitution or sale of property securing repayment of the securities, if material;
(k) rating changes;
(l) bankruptcy, insolvency, receivership or similar event of the obligated person;
(m) the consummation of merger, consolidation, or acquisition involving an obligated person or the sale of all or substantially all of the assets of the obligated person, other than in the ordinary course of business, the entry into a definitive agreement to undertake such an action or the termination of a definitive agreement relating to any such actions, other than pursuant to its terms, if material; and
(n) appointment of a successor or additional trustee or the change of name of a trustee, if material.
(o) incurrence of a Financial Obligation of the obligated person, if material, or agreement to covenants, events of default, remedies, priority rights, or other similar terms of a financial obligation of the obligated person, any of which affect security holders, if material; and
(p) default, event of acceleration, termination event, modification of terms, or other similar events under the terms of a Financial Obligation of the obligated person, any of which reflect financial difficulties.

(4) *Failure to Provide Annual Financial Information; Remedies.*

(a) Notice of the failure of the Board or the University to provide the information required by paragraphs (A) (1) or (A)(2) of this Section will be provided in a timely manner.

(b) The Board and the University acknowledge that their undertaking pursuant to the Rule set forth in this Section is for the benefit of the Beneficial Owners and Registered Owners of the Bonds and shall be enforceable only by such Beneficial Owners and Registered Owners; provided that the right to enforce the provisions of such undertaking shall be conditioned upon the same enforcement restrictions as are applicable to the information undertakings in the Resolution and shall be limited to a right to obtain specific enforcement of the Board's and the University's obligations hereunder.

(B) *Method of Providing Information*.

(1) (a) Annual financial information and operating data described in paragraph 3(A)(1) and the audited financial statements described in paragraph 3(A)(2) shall be transmitted to the Municipal Securities Rulemaking Board (hereafter the "MSRB") using the MSRB's Electronic Municipal Market Access System ("EMMA") or by such other method as may be subsequently determined by the MSRB.

(b) Material event notices described in paragraph 3(A)(3) and notices described in paragraph 3(A)(4) shall also be transmitted to the MSRB using EMMA, or by such other method as may be subsequently determined by the MSRB.

(2) (a) Information shall be provided to the MSRB in an electronic format as prescribed by the MSRB, either directly, or indirectly through an indenture trustee or a designated agent.

(b) All documents provided to the MSRB shall be accompanied by identifying information as prescribed by the MSRB.

(C) If this Disclosure Agreement is amended to change the operating data or financial information to be disclosed, the annual financial information containing amended operating data or financial information will explain, in narrative form, the reasons for the amendment and the impact of the change in the type of operating data or financial information being provided.

(D) The Board's and the University's obligations hereunder shall continue until such time as the Bonds are no longer Outstanding or until the Board and the University shall otherwise no longer remain obligated on the Bonds.

(E) This Disclosure Agreement may be amended or modified so long as:

(1) any such amendments are not violative of any rule or regulation of the SEC or MSRB, or other federal or state regulatory body;

(2) the amendment may only be made in connection with a change in circumstances that arises from a change in legal requirements, change in law, or change in the identity, nature, or status of the obligated person, or type of business conducted;

(3) this Disclosure Agreement, as amended, would have complied with the requirements of Rule 15c2-12 of the SEC at the time of the primary offering, after taking into account any amendments or interpretations of the rule, as well as any change in circumstances; and

(4) the amendment does not materially impair the interests of Beneficial Owners or Registered Owners, as determined either by parties unaffiliated with the issuer or obligated person (such as bond counsel), or by approving vote of the Beneficial Owners and Registered Owners pursuant to the terms of the Resolution at the time of the amendment.

SECTION 4. ADDITIONAL INFORMATION. If, when submitting any information required by this Disclosure Agreement, the Board or the University chooses to include additional information not specifically required by this Disclosure Agreement, neither the Board nor the University shall have any obligation to update such information or include it in any such future submission.

Dated this 3rd day of September, 2026.

FLORIDA BOARD OF GOVERNORS

By ____
Chair

DIVISION OF BOND FINANCE

By ____
Assistant Secretary

FLORIDA STATE UNIVERSITY

By ____
President

PROVISIONS FOR BOOK-ENTRY ONLY SYSTEM OR REGISTERED BONDS

The Depository Trust Company and Book-Entry Only System

THE INFORMATION IN THIS SECTION CONCERNING DTC AND DTC'S BOOK-ENTRY SYSTEM HAS BEEN OBTAINED FROM SOURCES THAT THE DIVISION OF BOND FINANCE (THE "DIVISION") BELIEVES TO BE RELIABLE; HOWEVER, THE DIVISION TAKES NO RESPONSIBILITY FOR THE ACCURACY THEREOF.

The Depository Trust Company ("DTC") will act as securities depository for the Bonds. The Bonds will be issued as fully-registered bonds registered in the name of Cede & Co. (DTC's partnership nominee) or such other name as may be requested by an authorized representative of DTC. One fully-registered certificate will be issued for each maturity of the Bonds, each in the aggregate principal amount of such maturity, and will be deposited with DTC.

DTC, the world's largest depository, is a limited-purpose trust company organized under the New York Banking Law, a "banking organization" within the meaning of the New York Banking Law, a member of the Federal Reserve System, a "clearing corporation" within the meaning of the New York Uniform Commercial Code, and a "clearing agency" registered pursuant to the provisions of Section 17A of the Securities and Exchange Act of 1934. DTC holds and provides asset servicing for over 3.5 million issues of U.S. and non-U.S. equity issues, corporate and municipal debt issues, and money market instruments (from over 100 countries) that DTC participants ("Direct Participants") deposit with DTC. DTC also facilitates the post-trade settlement among Direct Participants of sales and other securities transactions in deposited securities, through electronic computerized book-entry transfers and pledges between Direct Participants' accounts. This eliminates the need for physical movement of securities certificates. Direct Participants include both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, clearing corporations, and certain other organizations. DTC is a wholly-owned subsidiary of The Depository Trust & Clearing Corporation ("DTCC"). DTCC is the holding company for DTC, National Securities Clearing Corporation and Fixed Income Clearing Corporation, all of which are registered clearing agencies. DTCC is owned by the users of its regulated subsidiaries. Access to the DTC system is also available to others such as both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, and clearing corporations that clear through or maintain a custodial relationship with a Direct Participant, either directly or indirectly ("Indirect Participants"). DTC has a rating of AA+ from S&P Global Ratings. The DTC Rules applicable to its Participants are on file with the Securities and Exchange Commission.

Purchases of the Bonds under the DTC system must be made by or through Direct Participants, which will receive a credit for the Bonds on DTC's records. The ownership interest of each actual purchaser of each Bond ("Beneficial Owner") is in turn to be recorded on the Direct and Indirect Participants' records. Beneficial Owners will not receive written confirmation from DTC of their purchase. Beneficial Owners are, however, expected to receive written confirmations providing details of the transaction, as well as periodic statements of their holdings, from the Direct or Indirect Participant through which such Beneficial Owner entered into the transaction. Transfers of ownership interests in the Bonds are to be accomplished by entries made on the books of Direct and Indirect Participants acting on behalf of Beneficial Owners. Beneficial Owners will not receive certificates representing their ownership interests in the Bonds, except in the event that use of the book-entry system for the Bonds is discontinued.

To facilitate subsequent transfers, all Bonds deposited by Direct Participants with DTC are registered in the name of DTC's partnership nominee, Cede & Co., or such other name as may be requested by an authorized representative of DTC. The deposit of Bonds with DTC and their registration in the name of Cede & Co. or such other DTC nominee do not effect any change in beneficial ownership. DTC has no knowledge of the actual Beneficial Owners of the Bonds; DTC's records reflect only the identity of the Direct Participants to whose accounts such Bonds are credited, which may or may not be the Beneficial Owners. The Direct and Indirect Participants will remain responsible for keeping account of their holdings on behalf of their customers.

Conveyance of notices and other communications by DTC to Direct Participants, by Direct Participants to Indirect Participants, and by Direct Participants and Indirect Participants to Beneficial Owners will be governed by arrangements among them, subject to any statutory or regulatory requirements as may be in effect from time to time. Beneficial Owners of Bonds may wish to take certain steps to augment transmission to them of notices of significant events with respect to the Bonds, such as redemptions, tenders, defaults, and proposed amendments to the Bond documents. For example, Beneficial Owners of Bonds may wish to ascertain that the nominee holding the Bonds for their benefit has agreed to obtain and transmit notices to Beneficial Owners.

Redemption notices shall be sent to DTC. If less than all of the Bonds within a maturity are being redeemed, DTC's practice is to determine by lot the amount of the interest of each Direct Participant in such maturity to be redeemed.

Neither DTC nor Cede & Co. (nor any other DTC nominee) will consent or vote with respect to the Bonds unless authorized by a Direct Participant in accordance with DTC's procedures. Under its usual procedures, DTC mails an Omnibus Proxy to the Division as soon as practicable after the record date. The Omnibus Proxy assigns Cede & Co.'s consenting or voting rights to those Direct Participants to whose accounts the Bonds are credited on the record date (identified in a listing attached to the Omnibus Proxy).

Redemption proceeds and principal and interest payments on the Bonds will be made to Cede & Co., or such other nominee as may be requested by an authorized representative of DTC. DTC's practice is to credit Direct Participants' accounts upon DTC's receipt of funds and corresponding detailed information from the Bond Registrar/Paying Agent, on the payable date in accordance with their respective holdings shown on DTC's records. Payments by Participants to Beneficial Owners will be governed by standing instructions and customary practices, as is the case with securities held for the accounts of customers in bearer form or registered in "street name," and will be the responsibility of such Participant and not of DTC, (nor its nominee), the Bond Registrar/Paying Agent, the Division, or the Board of Governors, subject to any statutory or regulatory requirements as may be in effect from time to time. Payment of redemption proceeds and principal and interest to Cede & Co. (or such other nominee as may be requested by an authorized representative of DTC) is the responsibility of the Bond Registrar/Paying Agent; disbursement of such payments to Direct Participants will be the responsibility of DTC, and disbursement of such payments to the Beneficial Owners will be the responsibility of Direct and Indirect Participants.

DTC may discontinue providing its services with respect to the Bonds at any time by giving reasonable notice to the Division or Bond Registrar/Paying Agent and discharging its responsibilities with respect thereto under applicable law.

The Division may decide to discontinue use of the system of book-entry transfers for the Bonds through DTC, or a successor securities depository. Under such circumstances, in the event that a successor securities depository is not obtained, certificates for the Bonds will be printed and delivered as provided in the documents authorizing the issuance and sale of the Bonds.

For every transfer and exchange of beneficial interests in the Bonds, the Beneficial Owner may be charged a sum sufficient to cover any tax, fee or other government charge that may be imposed in relation thereto.

So long as Cede & Co., as nominee of DTC, is the registered owner of the Bonds, references herein to the Registered Owners or Holders of the Bonds shall mean Cede & Co. and not mean the Beneficial Owners of the Bonds unless the context requires otherwise.

The Division, the Board of Governors, and the Bond Registrar/Paying Agent will not have any responsibility or obligation with respect to:

(i) the accuracy of the records of DTC, its nominee or any DTC Participant or any successor securities depository, participants thereof or nominee thereof with respect to any beneficial ownership interest in the Bonds;

(ii) the delivery to any DTC Participant or participant of any successor securities depository or any other person, other than a registered owner, as shown in the Bond Register, of any notice with respect to any Bond, including, without limitation, any notice of redemption;

(iii) the payment to any DTC Participant or participant of any successor securities depository or any other person, other than a registered owner, as shown in the Bond Register, of any amount with respect to the principal of, premium, if any, or interest on the Bonds, or the purchase price of, any Bond;

(iv) any consent given by DTC or any successor securities depository as registered owner; or

(v) the selection by DTC or any DTC Participant or by any successor depository or its participants of the beneficial ownership interests in the Bonds for partial redemption.

So long as the Bonds are held in book-entry only form, the Division, the Board of Governors, and the Bond Registrar/Paying Agent may treat DTC and any successor Securities Depository as, and deem DTC and any successor Securities Depository to be, the absolute owner of the Bonds for all purposes whatsoever, including, without limitation:

(i) the payment of the principal of, premium, if any, and interest on the Bonds;

(ii) giving notices of redemption and other matters with respect to the Bonds;

(iii) registering transfers with respect to the Bonds; and

(iv) the selection of the beneficial ownership interests in the Bonds for partial redemption.

Payment, Registration, Transfer, and Exchange

The following provisions shall only be applicable if the book-entry-only system of registration is discontinued; for provisions which are applicable while the book-entry only system of registration is in effect, see "Book-Entry Only System" above.

The Division, the Board of Governors, and the Bond Registrar/Paying Agent may treat the Registered Owner of any Bond as the absolute owner for all purposes, whether or not such Bond is overdue, and will not be bound by any notice to the contrary.

Principal of and premium, if any, on the Bonds will be payable upon presentation and surrender of the Bonds when due at the corporate trust office of U.S. Bank Trust Company, National Association, as Bond Registrar/ Paying Agent.

Each Bond will be transferable or exchangeable only upon the registration books by the Registered Owner or an attorney duly authorized in writing, upon surrender of such Bond to the Bond Registrar/Paying Agent together with a written instrument of transfer (if so required) satisfactory in form to the Division and the Bond Registrar/Paying Agent, duly executed by the Registered Owner or a duly authorized attorney. Upon surrender to the Bond Registrar/Paying Agent for transfer or exchange of any Bond, duly endorsed for transfer or accompanied by an assignment in accordance with the Resolution, the Bond Registrar/Paying Agent will deliver in the name of the transferee(s) a fully registered Bond of authorized denomination of the same maturity for the aggregate principal amount which the Registered Owner is entitled to receive.

Neither the Division nor the Bond Registrar/Paying Agent may charge the Registered Owner or transferee for any expenses incurred in making any exchange or transfer of the Bonds. However, the Division and the Bond Registrar/Paying Agent may require payment from the Registered Owner of a sum sufficient to cover any tax, fee, or other governmental charge that may be imposed in relation thereto. Such governmental charges and expenses must be paid before any such new Bond is delivered.

The Bond Registrar/Paying Agent will not be required to issue, transfer, or exchange any Bonds on the Record Date.