State of Florida
Division of Bond Finance

Notice

The following Preliminary Official Statement does not constitute an offer to sell or the solicitation of an offer to buy bonds. It is marked with a dated date and speaks only as of that date, which may be prior to the date the Preliminary Official Statement was posted on this website. The Division of Bond Finance undertakes no obligation to update any information included therein except for certain annual and periodic reports which may be found on the EMMA website of the Municipal Securities Rulemaking Board. This Preliminary Official Statement may be removed from the website at any time. The information, estimates and expressions of opinion in the Preliminary Official Statement are subject to change without notice and the posting of the Preliminary Official Statement on this website does not imply that there has been no change in such information or the affairs of the State of Florida since the dated date of the Preliminary Official Statement or date of posting such Preliminary Official Statement.

PRELIMINARY OFFICIAL STATEMENT DATED MAY 12, 2021

This document is "deemed final" by the Issuer as of its date for purposes of, and except for certain omissions permitted by, SEC Rule 15c2-12(b)(1).

This is a Preliminary Official Statement, subject to amendment and completion. These Bonds may not be sold and offers to buy may not be accepted prior to the time the Official Statement is delivered in final form. Under no circumstances shall this Preliminary Official Statement constitute an offer to sell or the solicitation of an offer to buy nor shall there be any sale of these securities in any jurisdiction in which such offer, solicitation or sale would be unlawful prior to registration or qualification under the securities laws of any such jurisdiction.

New Money and Refunding Issue - Book-Entry Only

This Official Statement has been prepared by the Division of Bond Finance to provide information about the 2021A Bonds and the 2021B Bonds (the "2021A&B 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 Appendix A.

$228,045,000*
STATE OF FLORIDA
Board of Governors
University of Florida Dormitory Revenue Bonds

Consisting of

$210,785,000* Series 2021A Bonds and
$17,260,000* Series 2021B Refunding Bonds

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 by the Board of Governors with certain covenants, under existing statutes, regulations, and judicial decisions, the interest on the 2021A&B Bonds will be excluded from gross income for federal income tax purposes and will not be an item of tax preference for purposes of the federal alternative minimum tax. The 2021A&B 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 other tax consequences to holders of the 2021A&B Bonds.

Redemption The 2021A Bonds maturing on or after July 1, 2032 are subject to optional redemption as provided herein. The 2021B Bonds are not subject to optional redemption prior to maturity. Certain of the 2021A&B Bonds may be subject to mandatory redemption, contingent upon the exercise of the Term Bonds option as provided herein. See "REDEMPTION PROVISIONS" herein for more complete information.

Security The 2021A&B Bonds will be secured by and payable from the Pledged Revenues. The Pledged Revenues consist of the revenues of the Housing System after deducting the Current Expenses and the Rebate Amount, if any. **The 2021A&B 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 2021A&B 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, including the 2021A&B Bonds, expected to be Outstanding subsequent to the issuance of the 2021A&B Bonds is $261,920,000*.

Additional Bonds Additional Parity Bonds payable on parity with the 2021A&B Bonds and the Outstanding Bonds may be issued if the average Pledged Revenues for the two immediately preceding Fiscal Years, as adjusted, are equal to at least 125% of the maximum annual debt service. This description of the requirements for the issuance of the Additional Parity Bonds is only a summary. See "ADDITIONAL PARITY BONDS" herein for more complete information and for a description of a potential future amendment to the requirements for Additional Parity Bonds.

Purpose Proceeds of the 2021A Bonds will be used to pay the costs of the 2021A Project, fund capitalized interest, and to pay costs of issuance of the 2021A Bonds.

Proceeds of the 2021B Bonds will be used to refund all or a portion of the Outstanding State of Florida, Board of Governors, University of Florida Dormitory Revenue and Revenue Refunding Bonds, Series 2011A and Series 2012A, and to pay costs of issuance of the 2021B Bonds.

Interest Payment Dates January 1 and July 1, commencing January 1, 2022.

Record Dates December 15 and June 15.

Form/ Denomination The 2021A&B 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 2021A&B Bonds will not receive physical delivery of the 2021A&B Bonds. See "DESCRIPTION OF THE BONDS."

Closing/ Settlement It is anticipated that the 2021A&B Bonds will be available for delivery through the facilities of DTC in New York, New York approximately three weeks from the date bids are received.

Bond Registrar/ Paying Agent U.S. Bank National Association, Orlando, Florida.

Bond Counsel Bryant Miller Olive P.A., Tallahassee, Florida.

Issuer Contact Division of Bond Finance, (850) 488-4782, bond@sbafla.com.

Maturity Structure The 2021A&B Bonds will mature on the dates and bear interest at the rates set forth on the inside front cover.

* Preliminary, subject to change.

MATURITY STRUCTURE

$210,785,000*
Series 2021A Bonds

Initial CUSIP ©	Due Date	Principal Amount*	Interest Rate	Price or Yield	First Optional Redemption Date and Price
	July 1, 2025	$4,585,000			-
	July 1, 2026	4,815,000			-
	July 1, 2027	5,055,000			-
	July 1, 2028	5,310,000			-
	July 1, 2029	5,575,000			-
	July 1, 2030	5,855,000			-
	July 1, 2031	6,145,000			-
	July 1, 2032	6,455,000			July 1, 2031 @100%
	July 1, 2033	6,650,000			July 1, 2031 @100
	July 1, 2034	6,850,000			July 1, 2031 @100
	July 1, 2035	7,055,000			July 1, 2031 @100
	July 1, 2036	7,265,000			July 1, 2031 @100
	July 1, 2037	7,485,000			July 1, 2031 @100
	July 1, 2038	7,705,000			July 1, 2031 @100
	July 1, 2039	7,940,000			July 1, 2031 @100
	July 1, 2040	8,175,000			July 1, 2031 @100
	July 1, 2041	8,420,000			July 1, 2031 @100
	July 1, 2042	8,675,000			July 1, 2031 @100
	July 1, 2043	8,935,000			July 1, 2031 @100
	July 1, 2044	9,200,000			July 1, 2031 @100
	July 1, 2045	9,480,000			July 1, 2031 @100
	July 1, 2046	9,765,000			July 1, 2031 @100
	July 1, 2047	10,055,000			July 1, 2031 @100
	July 1, 2048	10,355,000			July 1, 2031 @100
	July 1, 2049	10,670,000			July 1, 2031 @100
	July 1, 2050	10,990,000			July 1, 2031 @100
	July 1, 2051	11,320,000			July 1, 2031 @100

$17,260,000*
Series 2021B Refunding Bonds

Initial CUSIP ©	Due Date	Principal Amount*	Interest Rate	Price or Yield	First Optional Redemption Date and Price
	July 1, 2022	$1,545,000			-
	July 1, 2023	1,625,000			-
	July 1, 2024	1,710,000			-
	July 1, 2025	1,800,000			-
	July 1, 2026	1,880,000			-
	July 1, 2027	1,980,000			-
	July 1, 2028	2,080,000			-
	July 1, 2029	1,475,000			-
	July 1, 2030	1,545,000			-
	July 1, 2031	1,620,000			-

BIDS FOR THE 2021A BONDS AND 2021B BONDS WILL BE RECEIVED
AS PROVIDED IN THE NOTICE OF BOND SALE

* Preliminary, subject to change.

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 2021A&B 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
SYDNEY KITSON

VICE CHAIR
BRIAN LAMB

GOVERNING BOARD OF THE DIVISION OF BOND FINANCE

GOVERNOR
RON DESANTIS
Chairman

ATTORNEY GENERAL
ASHLEY MOODY
Secretary

CHIEF FINANCIAL OFFICER
JIMMY PATRONIS
Treasurer

COMMISSIONER OF AGRICULTURE
NIKKI FRIED

J. BEN WATKINS III
Director
Division of Bond Finance

ASHBEL C. WILLIAMS
Executive Director and CIO
State Board of Administration of Florida

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

TABLE OF CONTENTS

OFFICIAL STATEMENT
Relating to
$228,045,000*
STATE OF FLORIDA
Board of Governors
University of Florida Dormitory Revenue Bonds
Consisting of
$210,785,000* Series 2021A Bonds and
$17,260,000* Series 2021B Refunding Bonds

For definitions of capitalized terms not defined in the text hereof, see Appendix A.

INTRODUCTION

This Official Statement sets forth information relating to the sale and issuance of the $210,785,000* State Florida, Board of Governors, University of Florida Dormitory Revenue Bonds, Series 2021A, dated the date of delivery (the "2021A Bonds") and the $17,260,000* State of Florida, Board of Governors, University of Florida Dormitory Revenue Refunding Bonds, Series 2021B, dated the date of delivery (the "2021B Bonds") (collectively, the "2021A&B Bonds"), by the Division of Bond Finance of the State Board of Administration of Florida (the "Division").

Proceeds of the 2021A Bonds will be used to finance the 2021A Project, fund capitalized interest, and to pay costs of issuance of the 2021A Bonds. Proceeds of the 2021B Bonds will be used to refund all or a portion of the Outstanding State of Florida, Board of Governors, University of Florida Dormitory Revenue and Revenue Refunding Bonds, Series 2011A and Series 2012A, and to pay costs of issuance of the 2021B Bonds. See "PURPOSE OF THE ISSUE" herein for more complete information.

The 2021A&B Bonds will be secured by and payable from the Pledged Revenues. The Pledged Revenues consist of the revenues of the Housing System, after providing for payment of the Current Expenses and the Rebate Amount, if any. The lien of the 2021A&B Bonds on the Pledged Revenues is a first lien on such revenues and will be on parity with the Outstanding Bonds and any Additional Parity Bonds issued hereafter. The aggregate principal amount of Outstanding Bonds subsequent to the issuance of the 2021A&B Bonds is expected to be $261,920,000*. **The 2021A&B Bonds are not a general obligation 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 2021A&B Bonds.** See "SECURITY FOR THE 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

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 2021A&B 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.

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.

* Preliminary, subject to change.

AUTHORITY FOR THE ISSUANCE OF THE BONDS

General Legal Authority

The 2021A&B Bonds are being issued by the Division on behalf of 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. The Division is authorized to issue refunding bonds on behalf of any State agency in Section 215.79, Florida Statutes.

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 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 of the State University System of Florida (the "Board of Governors") is established by Article IX, Section 7 of the Florida Constitution. It is authorized to operate, regulate, control and manage the State University System, which is comprised of all public universities within the State. The responsibilities of the Board of Governors include defining the mission of each university, ensuring the coordination and operation of the State University System, and avoiding wasteful duplication of facilities or programs. Article IX, Section 7 of the Florida Constitution provides that the Board of Governors shall establish the powers and duties of the boards of trustees for each university. See "University Board of Trustees" below. The Board of Governors provides fiscal policy guidelines to the university boards of trustees; they must engage in debt management practices that are consistent with the Board of Governors' Debt Management Guidelines. 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 consists of 17 members, 14 of whom are appointed by the Governor to staggered, seven-year terms, as provided by law, and subject to confirmation by the Florida Senate. Additionally, 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 table lists the individuals who have been appointed by the Governor serve as members of the Board of Governors and their terms:

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Board Members	Term Expires
Sydney Kitson, Chair	January 6, 2024
Brian Lamb, Vice Chair	January 6, 2026
Timothy M. Cerio	January 6, 2024
Aubrey Edge	January 6, 2027
Patricia Frost	January 6, 2024
Edward Haddock	January 6, 2027
H. Wayne Huizenga, Jr.	January 6, 2027
Ken Jones	January 6, 2027
Darlene Luccio Jordan	January 6, 2024
Alan Levine	January 6, 2024
Charles H. Lydecker	January 6, 2027
Steven M. Scott	January 6, 2026
Eric Silagy	January 6, 2026
Kent Stermon	January 6, 2026

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

Richard Corcoran – Commissioner of Education
William Self – Chair, Advisory Council of Faculty Senates
Ally Schneider – 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 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 universities in accordance with the rules of the Board of Governors, approving the annual operating budget for the 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 13 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 F – "University of Florida" for a list of the trustees serving on the University of Florida Board of Trustees.

Administrative Approval

By a resolution adopted on May 11, 2021, the Board of Governors authorized and requested the Division of Bond Finance to proceed with the actions required for the issuance of the 2021A&B Bonds.

The Governing Board authorized the issuance and sale of the 2021A Bonds by a resolution adopted on May 4, 2021 (the "Seventh Supplemental Resolution"); additionally, the Governing Board authorized the issuance and sale of the 2021B Bonds by a resolution adopted on May 4, 2021 (the "Eighth Supplemental Resolution"). The Seventh Supplemental Resolution amends the original authorizing resolution adopted on January 10, 1989, as amended and restated in its entirety by a resolution adopted on June 13, 2000 (the "Original Resolution") and as amended by resolutions adopted on September 20, 2011 (the "Second Supplemental Resolution") and March 20, 2012 (the "Third Supplemental Resolution"). Copies of the Original Resolution, the Second Supplemental Resolution, the Third Supplemental Resolution, the Seventh Supplemental Resolution and the Eighth Supplemental Resolution are attached hereto as Appendices B, C, D, E-1, and E-2, respectively. The Original Resolution, as amended and supplemented through the Eighth Supplemental Resolution, is referred to as the "Resolution."

The Board of Administration approved the fiscal sufficiency of the 2021A&B Bonds, as required by the State Bond Act, by resolutions adopted on May 4, 2021.

DESCRIPTION OF THE BONDS

The 2021A&B Bonds are being issued as fully registered bonds in the denomination of $1,000 or integral multiples thereof. The 2021A&B Bonds are payable from the Pledged Revenues as described herein. The 2021A&B Bonds will be dated the date of delivery thereof, and will mature as set forth on the inside front cover. Interest is payable on January 1, 2022, for the period from the date of delivery of the 2021A&B Bonds to January 1, 2022, and semiannually on January 1 and July 1 of each year until the maturity thereof or redemption. Interest on the 2021A&B Bonds will be calculated on the basis of a 360-day year of twelve 30-day months.

The 2021A&B Bonds will initially be issued exclusively in "book-entry" form. Ownership of one 2021A Bond for each maturity and one 2021B 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 2021A&B Bonds. Individual purchases of the 2021A&B Bonds will be made in book-entry form only, and the purchasers will not receive physical delivery of the 2021A&B Bonds or any certificate representing their beneficial ownership interest in the 2021A&B Bonds. See Appendix K, "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 2021A&B Bonds if the book-entry only system of registration is discontinued.

REDEMPTION PROVISIONS

Optional Redemption

The 2021A Bonds, including any Term Bonds, maturing in the years 2021 through 2031, inclusive, are not subject to optional redemption prior to their stated dates of maturity. The 2021A Bonds, including any Term Bonds, maturing in 2032 and thereafter are redeemable prior to their stated dates of maturity, without premium, at the option of the Division in part, by maturities and/or Amortization Installments to be selected by the Division, and by lot within a maturity or Amortization Installment if less than an entire maturity or Amortization Installment is to be redeemed, or as a whole, on July 1, 2031, or on any date thereafter, at the principal amount of the 2021A Bonds so redeemed, together with interest accrued to the date of redemption.

The 2021B Bonds are not subject to optional redemption prior to their stated dates of maturity.

Mandatory Redemption

The successful bidders on the 2021A&B Bonds have the option of specifying that all of the principal amount of the 2021A Bonds or 2021B Bonds scheduled to mature in any two or more consecutive years will, in lieu of maturing in each of such years, be considered to comprise a single maturity of such 2021A Bonds or 2021B Bonds (a "Term Bond") scheduled to mature in the latest of such years. Any Term Bonds specified pursuant to the Term Bonds option will be subject to mandatory redemption from the Bond Amortization Account in the Sinking Fund by lot at par, plus accrued interest, without premium in each of the years and in the principal amounts set forth on the inside front cover (each an "Amortization Installment"). The successful bidders may exercise the above option one or more times. The final Official Statement will reflect which 2021A Bonds or 2021B Bonds, if any, will be Term Bonds, subject to mandatory redemption by completion of one of the following paragraphs and amortization tables for each Term Bond, as appropriate:

> The 2021A Bonds maturing on July 1, 20__ (the "20__ Term Bonds"), are subject to mandatory redemption in part, by lot at par, on July 1, 20__, and on each July 1 thereafter to and including July 1, 20__, at the principal amount of the 20__ Term Bonds to be redeemed, without premium, plus accrued interest, from Amortization Installments in the years and amounts as follows:

Year	Principal Amount	Year	Principal Amount
______	$____________	______	$____________

> The 2021B Bonds maturing on July 1, 20__ (the "20__ Term Bonds"), are subject to mandatory redemption in part, by lot at par, on July 1, 20__, and on each July 1 thereafter to and including July 1, 20__, at the principal amount of the 20__ Term Bonds to be redeemed, without premium, plus accrued interest, from Amortization Installments in the years and amounts as follows:

Year	Principal Amount	Year	Principal Amount
______	$____________	______	$____________

The Board of Administration may at any time use moneys in the Bond Amortization Account to purchase Term Bonds at prices not greater than their redemption price on the next redemption date. If the Board of Administration purchases or calls for redemption Term Bonds in excess of the installment required for any year, it will determine the manner in which such excess will be credited to the remaining amortization installments, if any, for such Term Bonds.

Notice of Redemption

Notices of redemption of 2021A 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. 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. Such notices of redemption will specify the serial numbers and the principal amount of the 2021A Bonds to be redeemed, if less than all, the date fixed for redemption and the redemption price. Interest on the 2021A Bonds called for redemption will cease to accrue upon the redemption date.

Failure to give any required notice of redemption as to any particular 2021A Bonds will not affect the validity of the call for redemption of any 2021A 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

2021A Bonds

The 2021A Bonds are being issued to finance all or a portion of the costs of constructing and equipping the 2021A Project, as defined below, to fund capitalized interest on the 2021A Bonds, and to pay the costs of issuance of the 2021A Bonds.

2021A Project

Description of the 2021A Project. The 2021A Project consists of the construction of an undergraduate student residence hall, comprised of four six-story residence buildings (common spaces on the ground levels and residential units on upper five levels) totaling approximately 420,000 gross square feet, on the main campus of the University of Florida (the "University"). The 2021A Project will add approximately 1,400 undergraduate beds to the existing Housing System. The 2021A Project will have a mixture of traditional double and single units.

Permits, Design, and Construction Status. Construction of the 2021A Project will be administered by the University under the supervision of its Division of Planning, Design and Construction, consistent with the construction of previous Housing System projects. Construction of the 2021A Project will be coordinated by a construction manager 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. Oversight of the project will be conducted by a construction manager and the University's Department of Housing and Residence Life.

A project schedule has been developed for the construction of the 2021A Project. Design and preliminary engineering work is underway. Construction on the 2021A Project is scheduled to begin in March 2022 with completion expected in May 2024 followed by occupancy in August 2024 at the start of the fall 2024 semester.

The University's Division of Facilities Planning, Design and Construction has developed a preliminary budget for the 2021A Project. The total budget for the 2021A Project is $220 million, including construction costs and services reimbursement; professional fees; furniture, fixtures, and equipment; inspections, surveys, tests, and permits; and contingencies. The University anticipates that the 2021A Project will be funded entirely from the proceeds of the 2021A Bonds. If the total cost of the 2021A Project exceeds the amount financed by the issuance of the 2021A Bonds, the University will contribute an amount sufficient to complete the 2021A Project from the unrestricted cash balance of the Housing System or other available University funds. If the total cost of the 2021A Project is less than the budgeted amount of $220 million the University will use the remaining available proceeds of the 2021A Bonds to implement renovations and improvements to the Housing System in accordance with the Capital Improvement Plan and Housing Master Plan. See "DEPARTMENT OF HOUSING AND RESIDENCE LIFE – Capital Improvement Plan and Housing Master Plan" herein for additional information.

The 2021A Project will be fully insured by the construction manager's Builder's Risk Policy for the duration of the project. 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.

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* Preliminary, subject to change.

2021A Project Construction Fund

The Resolution provides for the creation of and deposit of a portion of the net proceeds of the 2021A Bonds into the Project Construction Trust Fund (the "Construction Fund"), a trust fund in the State Treasury to be used only for the payment of the costs of construction of housing improvements on the campus of the University. See "MISCELLANEOUS – Investment of Funds" below for policies governing the investment of the Construction Fund by the Chief Financial Officer.

The Seventh Supplemental Resolution establishes a separate account (the "2021A Project Construction Fund") within the Construction Fund to pay the costs of the 2021A Project with a portion of the proceeds of the 2021A Bonds. The Registered Owners of the 2021A Bonds will have a lien on all the proceeds of such Bonds deposited in the 2021A Project Construction Fund until such moneys are applied as provided in the Resolution. Funds remaining in the 2021A Project Construction Fund after completion of the 2021A Project will be applied to fixed capital outlay projects of the Housing System.

2021B Bonds

The 2021B Bonds, together with other legally available moneys, will be used to refund the Outstanding State of Florida, Board of Governors, University of Florida Dormitory Revenue Refunding Bonds, Series 2011A, maturing in the years 2022* through 2028*, in the outstanding principal amount of $4,815,000,* and the Outstanding State of Florida, Board of Governors, University of Florida Dormitory Revenue Bonds, Series 2012A, maturing in the years 2022* through 2031*, in the outstanding principal amount of $16,205,000* (collectively, the "Refunded Bonds"), and to pay the costs of issuance of the 2021B Bonds. The refunding is being effectuated to achieve debt service savings.

Simultaneously with the delivery of the 2021B Bonds, the Division will cause to be deposited a portion of the proceeds of the 2021B Bonds, along with other legally available moneys, into an irrevocable escrow account for the redemption of the Refunded Bonds (the "Escrow Deposit Trust Fund") under an Escrow Deposit Agreement to be entered into among the Board of Governors, the Division, and the Board of Administration (the "Escrow Agent"). The Escrow Agent will either invest the proceeds in the Escrow Deposit Trust Fund in direct obligations of, or obligations the principal of and interest on which are unconditionally guaranteed by, the United States of America (the "Federal Obligations") or other legally authorized investments, or hold those moneys uninvested. The amount of monies initially deposited in escrow, together with any interest thereon, will be sufficient to redeem the Refunded Bonds on the redemption date and the Refunded Bonds will be considered legally defeased, will no longer have any claim upon the Pledged Revenues, and will have a claim only upon the Escrow Deposit Trust Fund. The funds held in the Escrow Deposit Trust Fund will be available solely to pay debt service on the Refunded Bonds.

The Refunded Bonds will be called for redemption (by separate redemption notices) following the sale of the 2021B Bonds and will be redeemed at a redemption price equal to the principal amount thereof with interest due thereon through the redemption date.

Estimated Sources and Uses of Funds

The tables below presents estimated sources and uses of funds based on certain assumptions as to interest rates, costs of issuance, and purchase price, which will be determined upon the actual pricing of the 2021A&B Bonds.

2021A Bonds	
Sources:	
Par Amount	$210,785,000
Net Premium Bid[1]	28,700,580
Estimated Construction Fund Earnings[2]	2,022,717
Total Sources	$241,508,297
Uses:	
Deposit to 2021A Project Construction Fund	$220,000,000
Capitalized Interest[3]	21,230,690
Costs of Issuance	277,607
Total Uses	$241,508,297

2021B Bonds	
Sources:	
Par Amount	$17,260,000
Net Premium Bid[1]	3,795,280
Other Legally Available Funds	360,510
Total Sources	$21,415,790
Uses:	
Deposit to Escrow Deposit Fund	$21,380,510
Costs of Issuance	35,280
Total Uses	$21,415,790

1 Estimated original issue premium net of underwriter's discount.
2 Interest is estimated at 0.50% over the construction period.
3 Estimated capitalized interest on the 2021A Bonds through the July 1, 2024 debt service payment.

* Preliminary, subject to change.

Application of the 2021A&B Bond Proceeds

Upon receipt of the proceeds of the 2021A&B Bonds, the Board of Governors will first transfer to the Division an amount necessary to pay all costs and expenses of the Division in connection with the preparation, sale, and issuance of the 2021A&B Bonds, including a reasonable charge for the services of the Division.

Thereafter, the Board of Governors will transfer all remaining proceeds to the Board of Administration to be deposited and applied are set forth in the Resolution. From the proceeds of the 2021A Bonds, the Board of Administration shall deposit (1) the accrued interest, if any, and such amounts to be used to pay capitalized interest on the 2021A Bonds in the Sinking Fund; and (2) amounts to be used to pay the costs of the 2021A Project in the 2021A Project Construction Fund, as further described in "The 2021A Project Construction Fund" above. From the proceeds of the 2021B Bonds, the Board of Administration shall deposit the amounts used to redeem the Refunded Bonds in the Escrow Deposit Trust Fund, as described above.

SECURITY FOR THE BONDS

Pledge of Housing System Revenues

The 2021A&B Bonds and the interest thereon constitute obligations of the Board of Governors on behalf of the University, and will be 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 Parity Bonds. The aggregate amount of Bonds which are anticipated to be Outstanding subsequent to the issuance of the 2021A&B Bonds is $261,920,000*. As used herein, the term "Bonds" includes the Outstanding Parity Bonds, the 2021A&B Bonds, and any Additional Parity Bonds hereafter issued.

The Pledged Revenues consist of the net revenues of the Housing System after deducting the Current Expenses from Gross Revenues. The Housing System derives its Gross Revenues from the room rental income and charges for services or space provided by the Housing System, which consists of the student housing facilities of the University, as set forth in the Resolution, and such additional housing facilities as may be added to the Housing System, all as more fully described in "DEPARTMENT OF HOUSING AND RESIDENCE LIFE" below. The Current Expenses of the Housing System include all necessary operating expenses, current maintenance charges, expenses of reasonable upkeep, and properly allocated share of other charges incident to the operation of the Housing System. Current Expenses explicitly excludes general administrative charges of the University, expenses related to the operation of housing facilities that are not part of the Housing System, and payments into the R&R Fund.

Pledged Revenues resulting from the operation of the Housing System and the related debt service coverage ratios are set forth in "DEPARTMENT OF HOUSING AND RESIDENCE LIFE – Historical Debt Service Coverage" herein. The Pledged Revenues have been and may continue to be impacted by the public health crisis created by COVID-19 pandemic, as more particularly described and set forth in "DEPARTMENT OF HOUSING AND RESIDENCE LIFE – Historical Pledged Revenues and Debt Service Coverage" and "DEPARTMENT OF HOUSING AND RESIDENCE LIFE– Projected Pledged Revenues and Debt Service Coverage" herein.

The 2021A&B 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 2021A&B Bonds do not constitute a general obligation 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 2021A Bonds or the 2021B Bonds. The issuance of the 2021A&B Bonds do 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 2021A&B Bonds.**

Capitalized Interest

Interest payments for the 2021A Bonds up to and including the debt service payment due on July 1, 2024, will be secured by a deposit of proceeds of the 2021A Bonds in the Sinking Fund.

No Funded Debt Service Reserve Account

The Resolution creates the Debt Service Reserve Account within the Sinking Fund, to be used for payments of debt service when the amounts in the Sinking Fund are insufficient therefor. There will not be a Debt Service Reserve Account funded for the 2021A&B Bonds. The Seventh Supplemental Resolution and Eighth Supplemental Resolution provide that the

Reserve Accounts for the 2021A&B Bonds may be funded in an amount determined by the Director, which amount may be zero. The Reserve Requirements for the 2021A&B Bonds have been determined by the Director to be zero. No deposit will be made to the Debt Service Reserve Account from the proceeds of the 2021A Bonds or the 2021B Bonds.

Flow of Funds

Collection of Pledged Revenues. Upon collection, the University deposits the Gross Revenues of the Housing System are into a trust fund (the "Revenue Fund"), which is administered in accordance with the Resolution and applicable laws. After providing for the payments required below, the University may use the remaining revenues on deposit in the Revenue Fund at the end of a Fiscal Year for 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 by the University:

(A) First, for the payment of all Current Expenses of the Housing System.

(B) Next, for transfer to the Board of Administration for deposit in the Bond Amortization Account and the Debt Service Reserve Account, if required, within the Sinking Fund, until there is accumulated a sufficient amount of money in the following order:

(1) to pay the next installments of principal and interest to become due on all Bonds during the then current fiscal year, including Amortization Installments for any Term Bonds from the Bond Amortization Account; and

(2) to satisfy the Reserve Requirement, if applicable, on any Series of Bonds that are secured by subaccounts within the Debt Service Reserve Account (or make the required installment payments for subaccounts that are funded over a 60-month period), except to the extent a Reserve Account Credit Facility has been provided for such Series of Bonds pursuant to the Resolution.

(C) Finally, for deposit into the Housing System Maintenance and Equipment Reserve Fund in such amounts required by the Resolution to be deposited, as approved in the annual budget of the University.

In the event funds on deposit in the Bond Amortization Account are not sufficient to pay the principal or interest next coming due on the Bonds secured by a subaccount in the Debt Service Reserve Account, then on or before the Record Date the Board of Administration will transfer such amounts as may be necessary to pay such maturing principal or interest on the Bonds to the Bond Amortization Account from the appropriate subaccount of the Debt Service Reserve Account. Each Reserve Account Credit Facility will be drawn upon in proportion to its relative share of the amounts in the Debt Service Reserve Account. Any withdrawals from the Debt Service 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 payments for Current 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 has additionally covenanted in the Resolution as follows:

(A) That it will punctually apply the Pledged Revenues in the manner and at the times provided in the Resolution and that it will duly and punctually perform and carry out all the covenants of and duties imposed upon the Board of Governors by the 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 the Housing System Revenues and other available funds the amounts sufficient to apply the Pledged Revenues as provided in the Resolution.

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

(D) That it will continue to collect the rentals charged to all regularly enrolled students and other tenants in the Housing System.

ADDITIONAL PARITY BONDS

Issuance of Additional Parity Bonds

Upon the request of the Board of Governors, the Resolution provides that the Division may issue Additional Parity Bonds may be issued, but only upon the following terms, restrictions, and conditions:

(A) the proceeds derived from such Additional Parity Bonds will be used to acquire and construct capital improvements to the Housing System;

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

(C) the Board of Governors must certify favorably to the advisability of the issuance of such Additional Parity Bonds;

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

(E) the Board of Governors must execute certificates setting forth (1) the average annual 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 (1) 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 (2) currently, or if not currently, then will be, upon the issuance of such Additional Parity Bonds, in compliance with the covenants and provisions of the Resolution and any supplemental resolution adopted for the issuance of Additional Parity Bonds; and

(G) the average annual 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 125% of the maximum annual debt service on (1) the Bonds then Outstanding, and (2) the Additional Parity Bonds then proposed to be issued.

The Resolution provides that for purposes of the Additional Parity Bonds test set forth in (G) above, the Pledged Revenues may be adjusted to reflect actual and proposed rate increases and rental rates derived from additions to the housing facilities or the acquisition of additional housing facilities. Specifically, the Pledged Revenues may be adjusted to reflect what the Pledged Revenues would have been if the approved increases to the rental rate, fees, and other charges been in effect, and the rental rates, fees, and other charges that would have been received by the additions to or acquisition of housing facilities during all of such two preceding Fiscal Years.

Additional Parity Bonds may be issued to refund Outstanding Bonds so long as the above requirements are complied with, except that if such refunding Bonds will have an Annual Debt Service Requirement that is lower in each Fiscal Year than the Annual Debt Service Requirement of the Bonds that they are refunding do not have to comply with the provisions of paragraphs (A), (C), (E), and (G) above.

All of the above terms, conditions and restrictions having been complied with, the 2021A&B Bonds will be issued on a parity with the Outstanding Bonds.

Potential Amendment to Original Resolution

Subsequent to the issuance of the 2021A&B Bonds, the Governing Board, on behalf of the Board of Governors, contemplates making an amendment to Section 6.01(G) of the Original Resolution governing the issuance of Additional Parity Bonds to reduce the average annual amount of Pledged Revenues required to issue Additional Parity Bonds from 125% to 120% of the Maximum Annual Debt Service on the Bonds then Outstanding and the Additional Parity Bonds then proposed to be issued. **By their purchase of the 2021A&B Bonds, the Holders of the 2021A&B Bonds consent to such an amendment, if made.** However, no such amendment to Section 6.01(G) of the Original Resolution will take effect until the Holders of all Bonds then Outstanding have consented. No further consents will be required of Holders of the 2021A&B Bonds should the Governing Board approve such an amendment to the Original Resolution.

DEPARTMENT OF HOUSING AND RESIDENCE LIFE
(Source: University of Florida)

Introduction

The Department of Housing and Residence Life (the "Department of Housing") operates the University's housing auxiliary and residential programs. The Department of Housing is part of the Division of Student Affairs and is a self-supporting agency of the University.

The mission of the Department of Housing is to provide well-maintained, inclusive, community-oriented facilities where residents and staff are empowered to learn, innovate, and succeed. The student housing program is an integral part of the University's educational mission. The Department of Housing's purpose is to aid in the on-going educational and developmental processes of each individual student resident within the Housing System. The Department of Housing directs and enhances the education and development of resident students through informal and structured living experiences.

Staffing

The Department of Housing employs a total of 315 full-time employees and 395 part-time student staff. Staff includes custodians, maintenance technicians, clerical staff, administrators, student resident assistants, hall directors, desk assistants and security guards.

Housing System Facilities

The Department of Housing currently operates on-campus student housing facilities that accommodate up to a total of 9,129 students (7,656 undergraduate and 1,473 graduate). These facilities are broken down into two main segments: housing facilities focused on undergraduate students (the "Residence Halls"), and housing facilities geared towards graduate students and students with families (the "Villages") (collectively, the "Housing System"). In addition to the facilities that are part of the Housing System, the Department of Housing has affiliation agreements with two privately-owned facilities in close proximity to campus that provide 312 beds targeted towards undergraduate students and approximately 450 apartment units targeted towards graduate students. These affiliated facilities are not part of the Housing System and their revenues are not pledged to the Bonds. See "Other University-Affiliated Housing" herein for more information.

Residence Halls. The Department of Housing operates 25 Residence Hall Facilities for freshmen, transfer, and continuing students at the University. The Residence Halls include 19 traditional dormitory-style residence halls (predominantly shared bathrooms on each section/floor, with four traditional facilities also currently offering suite-style living arrangements with a bathroom adjoining two living units), three suite-style residence halls (bathroom adjoining two living units), and three apartment-style residence halls (shared living areas, kitchens, and bathrooms). The Residence Halls are outlined below, including details on the construction dates, current capacity, and number of rooms in each Residence Hall.

Housing System Residence Hall Facilities

Residence Hall	Year Built (Renovated)	Capacity[1] (Beds)	Rooms	Residence Hall	Year Built (Renovated)	Capacity[1] (Beds)	Rooms
Beaty Towers	1967	775	200		*(continued)*		
Broward	1954 (2014)	645	325	North	1950 (2005)	154	85
Buckman	1905 (2013)	137	82	Rawlings	1958	352	177
Cypress	2015	255	131	Reid	1950 (2004)	161	86
East	1961 (2009)	210	105	Riker	1950 (2003)	182	105
Fletcher	1939 (1984)	157	87	Simpson	1961 (2011)	213	109
Graham	1961	205	105	Sledd	1929 (2006)[2]	182	98
Hume	2002	608	322	Springs	1995	476	286
Jennings	1961(2010)	476	248	Thomas	1905 (2002)	179	109
Keys	1990	422	107	Tolbert	1950 (2011)	234	127
Lakeside	2000	540	135	Trusler	1961	205	105
Mallory	1950 (2006)	169	91	Weaver	1950 (2012)	176	98
Murphree	1939 (2005)	376	169	Yulee	1950 (2007)	167	94
					TOTAL	**7,656**	**3,586**

[1] Capacity shown in this table is the current capacity, which may be below the design capacity, as a result of beds that have been taken off-line as result of room reconfigurations and beds that are utilized by staff and for other non-revenue generating purposes.
[2] Sledd was most recently renovated in 2006, subsequent to a prior renovation in 1984.

Villages. In addition to housing single, undergraduate students in the Residence Halls, the Housing System offers housing options for family, single parent, and graduate students in the Villages, which consist of five apartment complexes across 79 total buildings. The Villages are detailed below including information on the construction dates, capacity, and number of apartments in each of the Villages.

Housing System Villages

Village Housing Facility	Year Built (Renovated)	Capacity	Apartments
Corry	1958 (2012-2015)	336	216
Diamond	1965 (2001)	308	208
Tanglewood	1973[1]	305	208
Maguire	1971	332	220
University Village South	1972	192	128
	TOTAL	**1,473**	**980**

[1] 100 units of the Tanglewood Apartments were completed in 1968.

Impacts of COVID-19 on the Operation of the Housing System

In response to the public health crisis caused by the strain of coronavirus called COVID-19 ("COVID-19"), the Governor of the State of Florida issued Executive Order No. 2020-52 on March 9, 2020, declaring a state of emergency. The declaration allows for certain executive actions to respond to the impacts of COVID-19. The Governor subsequently issued numerous additional executive orders in response to COVID-19 to reduce community spread of the virus and protect the State's most vulnerable citizens. Following the state of emergency declaration by the Governor and directives from the Board of Governors, the University took a number of measures to reduce the spread of COVID-19 on its campus and in the surrounding community, including asking all students to leave and remain off-campus, converting all courses to remote instruction, closing its housing facilities to all residents except for those students who did not have safe housing available, reducing the number of staff and faculty working on campus, and cancelling or limiting the size of other campus-based activities.

Closure of Facilities for the Spring and Summer 2020 Semesters. Concurrent with the conversion of all face-to-face courses to remote instruction in spring 2020, the University requested all students who were able to vacate the Residence Halls. The University issued partial spring 2020 semester housing fee refunds to 7,576 students who vacated the Residence Halls using funds awarded by the Coronavirus Aid, Relief and Economic Security Act (the "CARES Act"). The University subsequently announced that for the summer 2020 semester, all courses would be provided solely by remote instruction and that on-campus Housing System facilities would remain closed. The University released most students from their summer 2020 semester housing agreements with approximately 307 students remaining in University housing. See "Fiscal Year 2019-20 Housing System Operating Results and COVID-19 Impacts" below for a discussion on the financial impact of the spring 2020 refunds and the summer 2020 lost revenues resulting from this closure of Residence Halls.

Reopening for Fall 2020 Occupancy. The Board of Governors adopted guidelines for the reopening of State University campuses for the fall 2020 semester and required all State Universities to develop and submit individual reopening plans. The University's reopening plan, which was approved by the Board of Governors on June 23, 2020, includes a three-phased reopening of its campuses. Pursuant to the reopening plan, the Department of Housing implemented a fall occupancy plan consistent with CDC guidance and best practices on providing a safe and healthy environment, which included: a structured, staggered, move-in process at all Housing System facilities; changes to staff interactions and use of shared common spaces; and the implementation of ongoing education and outreach regarding required face coverings, frequent hand washing, staying home when sick, and maintaining physical distance. The University reopened its Residence Halls for the fall 2020 semester with changes to room configurations, including converting its quad and triple occupancy units to double occupancy units. The University also set aside 505 beds for the potential quarantine of students who reside on-campus and test positive for COVID-19. These changes resulted in a reduction to overall capacity of 669 beds, or approximately 8.7% of housing capacity for the Residence Halls.

The Housing System Remains Open for Spring 2021 Occupancy. The University continues to have limitations on large gatherings, use of common spaces, and limits to guest visitation in on-campus Housing System facilities during the spring 2021 semester, in response to the COVID-19 Pandemic. The University has also implemented mandatory surveillance testing and mask wearing strategies to limit the spread of the virus. Students residing on-campus who test positive for COVID-19 or who have had contact with someone who has are placed in one of the 505 designated beds in the Residence Hall Facilities that the University has set aside for isolation and quarantine. See "Impact of COVID-19 on Demand for On-Campus Housing" herein for additional information on the impact of the COVID-19 pandemic and the University's reopening plan on occupancy rates for the University's Residence Hall Facilities.

Capital Improvement Plan and Housing Master Plan

The Department of Housing develops a ten-year Capital Improvement Plan as part of the annual budgetary process, identifying major capital projects required to maintain the quality of the Housing System. The Department of Housing also developed a Housing Master Plan in 2018, which includes a 10-year implementation strategy aligned with the University's strategic objectives that prioritizes capital reinvestment in existing Housing System facilities, pursues new construction, and supports the financial strength of the Housing System. The Housing Master Plan identifies several buildings where capital reinvestment would make a significant difference to the student experience and these buildings form the basis of the Department of Housing's current Capital Improvement Plan.

The current Capital Improvement Plan focuses on the renovation of entire mechanical, electrical, and plumbing systems in various buildings. The plan prioritizes buildings where these systems are reaching their end of useful life and where an investment will prolong the life of the building. For the past five Fiscal Years, capital expenditures averaged approximately $3.5 million. Over the next five years, capital expenditures are expected to average approximately $3.0 million annually.

Housing System Expansion. The 2021A Bonds are being issued to fund the construction of the 2021A Project. See "PURPOSE OF THE ISSUE –2021A Project" herein for a description of the 2021A Project. There are currently no plans for additional on-campus housing expansion projects beyond the 2021A Project; however, additional housing facilities may be added to the Housing System in the future as demand deficiencies are identified by future needs assessments.

Renovations and Maintenance. The Department of Housing employs dedicated personnel to perform general maintenance work on the Housing System facilities and budgets approximately $4.5 million annually for such work, in addition to amounts necessary for major renovations and maintenance projects. The University plans to renovate existing Residence Hall Facilities and is evaluating future needs for graduate student housing, including for international and married students.

Currently, the Department of Housing has identified 11 major renovation and maintenance project needs for Housing System facilities, including Corry Village, Tanglewood Village, Keys Complex, Lakeside, Springs Complex, Tolbert Hall, Graham Hall, Riker Hall, and Jennings Hall, which are projected to cost approximately $17.9 million over the current and next four Fiscal Years and will be funded from annual net cash flow of the Housing System. Approximately $2.4 million of such planned maintenance expenditures were delayed from Fiscal Year 2019-20 to offset reduced revenues as a result of the impacts of the COVID-19 pandemic on the Housing System. For Fiscal Year 2020-21, the Department of Housing's budget includes $3.3 million for repairs and maintenance. Additionally, the University anticipates $600,000 of the maintenance expenditures budgeted for Fiscal Year 2019-20 to occur in Fiscal Year 2020-21.

Following completion of the 2021A Project, the University currently plans to temporarily take certain existing facilities in the Housing System offline for major renovations in line with the Housing Master Plan, utilizing the additional beds from the 2021A Project to help offset the loss of capacity during the renovations. A portion of the costs of these renovations may be funded from funds remaining in the 2021A Project Construction Fund after fully funding the 2021A Project or through the issuance of Additional Parity Bonds, subject to all terms, restrictions, and conditions of the Resolution, including the debt service coverage requirements. See "ADDITIONAL PARITY BONDS" herein for additional information. Additionally, some older facilities where renovations are not economically feasible are expected to be permanently taken offline in conjunction with the completion of the 2021A Project. The closure of these facilities would remove capacity from the Housing System, and the effects of these expected closures are incorporated into the revenue and expense projections for the Housing System. See "DEPARTMENT OF HOUSING AND RESIDENCE LIFE – Projected Pledged Revenues and Debt Service Coverage" herein for projections for the next five fiscal years.

Maintenance and Equipment Reserve Fund. The Housing System Maintenance and Equipment Reserve Fund (the "R&R Fund") established by the Resolution may be used 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 Housing System. As of June 30, 2020, the available balance in the R&R Fund was approximately $2.2 million.

Insurance on Facilities

All University facilities, and the contents thereof, are insured under the Florida Insurance Trust Fund as required by Chapter 284, Florida Statutes. Rental value insurance is also provided covering loss of revenue from any facility due to catastrophic events. Both the Senior Director of Housing & Residential Life and the Director of Risk Management review all insurance policies on an annual basis.

Demand for On-Campus Housing

Historically, the University's Residence Halls have been filled at or beyond 100% of their design capacity at the beginning of each fall term, as reflected in the table below. The demand for on-campus housing has exceeded the supply for the last 27 years, with the exception of the current year, where demand was impacted by the effects of the COVID-19 pandemic. The decision was made in 1978 to house no more than 400 overflow students each fall semester. This number was selected based upon statistical reports that indicate that approximately 400 students withdraw from on-campus housing during the fall semester. In recent years, the number of students withdraw from on-campus housing has decreased, reducing the number of overflow students to no more than 325 each semester. Students are assigned to temporary housing until cancellations occur and typically for no more than one semester. Historically, even with these overflow provisions, the Department of Housing has had to turn away students who wished to live in the Residence Halls.

Fall 2021 demand is currently expected to return to levels seen prior to the COVID-19 pandemic, with applications tracking with prior years and the Department of Housing anticipating a wait list for the Residence Halls for fall 2021. However, the long-term effects on the demand for on-campus housing at the University resulting from COVID-19 cannot be known.

Occupancy Statistics

The following table provides the occupancy rates for the fall semester for the Residence Halls for the last five academic years, based on the number of students residing in the Residence Halls as of the first week of the respective fall semester.

Fall Semester Occupancy Analysis for Residence Halls

Fall	Capacity[1]	Occupancy	Overflow Students[2]	Occupancy as a % of Capacity	Total Full-Time Students	% of Full-Time Students Residing on Campus
2016	7,728	7,830	102	101.3%	35,518	22.0%
2017	7,668[3]	7,675	7	100.1	36,436	21.1
2018	7,656[4]	7,677	21	100.3	37,527	20.5
2019	7,656	7,755	99	101.3	37,874	20.5
2020	6,987[5]	5,474[6]	0	78.3	37,880	14.5

1 Capacity excludes beds which are used by live-in student staff.
2 Ascertained approximately one week after the start of classes, during which time a number of students originally in overflow status were placed in permanent housing or withdrew from the University.
3 Decrease in capacity is due to the conversion of expanded capacity triple occupancy rooms to double occupancy rooms.
4 Decrease in capacity is due to an increase of live-in student staff members in Beaty Towers.
5 Decrease in capacity is due to conversion of quads and triple occupancy room to double occupancy rooms (loss of 164 beds) and the closure of buildings to use them as isolation/quarantine spaces (loss of 505 beds) to comply with public health measures around the COVID-19 pandemic.
6 Demand for Residence Hall Facilities for fall 2020 was reduced as a result of the impacts of COVID-19. See "Impact of COVID-19 on Demand for On-Campus Housing" herein for additional information.

Occupancy rates for the 980 apartments in the Villages have averaged 92% over the past five years, with a continual waiting list. The occupancy percentage is affected by the time required to prepare apartments between tenants; once apartments are posted as available for lease they are typically leased immediately. The University did not enter into new rental agreements for Villages during summer 2020 due to COVID-19. When leasing resumed in fall 2020, the vacant units in the Villages were leased immediately given the continual waiting list.

Impact of COVID-19 on Demand for On-Campus Housing

Fall 2020 and Spring 2021 Demand. The demand for on-campus housing in the Residence Halls for the fall 2020 semester was significantly lower than prior years. The University changed the primary delivery mode of instruction for fall 2020 to online courses in accordance with the University's reopening plan. Approximately 75% of courses for fall 2020 were delivered via remote or online learning compared to 27% in fall 2019. The change in the primary delivery mode of instruction for courses, along with parent and student concerns about COVID-19 rates at the time decisions had to be made for fall 2020 housing, had an impact on demand for on-campus housing. The University had 5,474 students residing in Residence Halls for the fall 2020 semester, resulting in an occupancy rate of 78%. This is a decline of 23%, or approximately 2,281 fewer students residing in Residence Halls, compared to the fall 2019 semester. The changes in course delivery mode continued for the spring 2021 semester and are expected to remain in effect for the summer 2021 semester. As of January 2021, the University had 5,747 students residing in Residence Halls for the spring 2021 semester, resulting in an occupancy rate of 82.3%. This is a decline of approximately 24% or 1,832 less students residing in on-campus housing, compared to the spring 2020 semester.

Future Demand. The University projects that the COVID-19 pandemic will continue to impact demand for on-campus housing in the Residence Halls for the remainder of the current academic year and into the next academic year, with projected occupancy rates for Residence Halls of 96% for fall 2021, and 93% for spring 2022, which are lower than the historical occupancy rates of 101.5% and 98.9%, respectively. The University anticipates that occupancy rates for Residence Halls will return to historical levels for the fall 2022 semester. **However, the duration of the impacts of COVID-19 on the projected occupancy of the Housing System will depend on developments which may be beyond the control of the Board of Governors and the University.**

On-Campus Housing Rental Rates

During the preparation of the annual budget for the Housing System, information from other institutions as well as local rental market rates are gathered and evaluated alongside the compiled budget model to determine if a proposal to adjust rental rates is necessary. The proposed budget model, including any proposals for a rental rate increase, is then presented to the Campus Housing Committee for discussion and endorsement. Following the Committee's endorsement of the new rental rate, the Vice President for Student Affairs submits the proposed rates to the Board of Trustees for final approval.

The table below shows selected historical and projected rental rates for the predominant Residence Hall room types in the Housing System, and is not a comprehensive list of all rental rates and room configurations. On December 4, 2020, the Board of Trustees approved a rental rate increase of up to 4.5% per year from Fiscal Year 2021-22 through Fiscal Year 2025-26. The University has implemented a 4.5% rate increase for Fiscal Year 2021-22 as part of the Department of Housing's annual budget. Additionally, the University's Board of Trustees adopted a resolution on March 19, 2021, which established the initial average rental rate for the 2021A Project at $4,355 per semester. **The projected rental rates set forth below assume a 4.5% annual rental rate increase for Fiscal Year 2021-22 through Fiscal Year 2025-26; however, future rate increases are subject to approval by the University Board of Trustees which may cause the actual rates to differ materially from those set forth herein. Undue reliance should not be placed on these projections.**

Schedule of Historical and Projected
Residence Hall Rental Rates per Student per Semester
(Predominant Room Types)

	Historical and Current Rates Fiscal Year					**Projected Rates (*subject to change*) Fiscal Year**				
	2016-17	**2017-18**	**2018-19**	**2019-20**	**2020-21**	**2021-22**	**2022-23**	**2023-24**	**2024-25**	**2025-26**
Traditional [1]										
Single Room	$2,804	$2,804	$2,804	$2,804	$2,804	$2,930	$3,062	$3,200	$3,344	$3,494
Double Room	2,648	2,648	2,648	2,648	2,648	2,767	2,892	3,022	3,158	3,300
Triple Room	2,336	2,336	2,336	2,336	2,336	2,441	2,551	2,666	2,786	2,911
Murphree										
Two Room Double	2,815	2,815	2,815	2,815	2,815	2,942	3,074	3,212	3,357	3,508
Two Room Triple	2,455	2,455	2,455	2,455	2,455	2,565	2,680	2,801	2,927	3,059
Hume and Cypress (Suites)										
Single Room	3,783	3,783	3,783	3,783	3,783	3,953	4,131	4,317	4,511	4,714
Double Room	3,574	3,574	3,574	3,574	3,574	3,735	3,903	4,079	4,263	4,455
Springs (Suites)										
Single Room	3,282	3,282	3,282	3,282	3,282	3,430	3,584	3,746	3,914	4,090
Double Room	3,060	3,060	3,060	3,060	3,060	3,198	3,342	3,492	3,649	3,813
Lakeside (Apartments)										
Private Bedroom	3,429	3,429	3,429	3,429	3,429	3,583	3,744	3,912	4,088	4,272
Keys (Apartments)										
Private Bedroom	3,174	3,174	3,174	3,174	3,174	3,317	3,466	3,622	3,785	3,955
2021A Project (Suites)[2]										
Single Room	-	-	-	-	-	-	-	-	4,511	4,714
Double Room	-	-	-	-	-	-	-	-	4,263	4,455

[1] Includes the following Residence Hall Facilities: Broward, Buckman, East, Graham, Jennings, Mallory, Murphree, North, Rawlings, Reid, Riker, Simpson, Sledd, Thomas, Tolbert, Trusler, Weaver, and Yulee.
[2] The 2021A Project is expected to open for occupancy in August 2024 for the start of the fall 2024 semester.

The Villages offers efficiency (studio), one bedroom, two bedroom, and townhouse apartment options. Monthly rental rates for the Villages ranged from $484 to $745 in Fiscal Year 2020-21, with that range projected to increase to $604 to $929 by Fiscal Year 2025-26. Rental rates vary based on the facility, apartment configuration, and specific room features. See "Comparison of Off-Campus Housing Rates" below for information on how these rates compare to off-campus housing options.

Payment and Collection of Rent

The University requires students to either pay the semester housing fee in full or obtain an approved fee deferral request prior to occupancy. The University has implemented a net-check system to facilitate the collection of housing fees from students receiving financial aid awards which automatically deducts the full amount owed by the student from his or her financial aid award prior to disbursement of financial aid. Students who receive insufficient financial aid are required to pay the difference in advance of occupancy. Release from the housing agreement and refunds are available in limited to circumstances. However, see "Impacts of COVID-19 on the Operation of the Housing System" above, for a discussion of the releases granted and refunds issued in connection with the closure of the Residence Halls for a portion of the spring 2020 semester and the summer 2020 semester.

The collection rate for all Housing System fees, based on the outstanding balances at the end of each semester, has averaged 99% of the fees assessed for the five most recent fall and spring semesters.

Super-Majority Vote for Increasing University Fees

An amendment to the Florida Constitution took effect on January 8, 2019, which requires a super-majority vote of any university board of trustees (9 of 13 members) to raise, impose, or authorize any university fee. If approval by the Board of Governors is required by general law, the amendment also requires a super-majority vote by the Board of Governors (12 of 17 members). As a result, future increases to on-campus housing rental rates, which comprise the Pledged Revenues and secure payments of the Series 2021A Bonds, will require a super-majority vote by the University of Florida Board of Trustees.

Other University-Affiliated Housing

The University entered into an agreement with Signet Real Estate Group ("Signet") in 2014 related to Infinity Hall, a 312 bed suite-style residence facility intended to serve undergraduate students that is located near the main campus of the University. Under the agreement, Signet independently developed, financed, and constructed Infinity Hall, while the Department of Housing is responsible for managing its occupancy. The University markets Infinity Hall to students in the same manner as the Residence Halls that comprise the Housing System and enters into contracts with students on behalf of Signet. Additionally, the Department of Housing manages the hiring of staff to establish and oversee the implementation of the residence life programmatic aspects for Infinity Hall; the University provides a Resident Director and is responsible for maintaining a 24/7 support desk. Signet maintains ownership of the facility and responsibility for all facility management.

Additionally, the University is affiliated with The Continuum, an apartment style housing facility with approximately 450 units targeted towards graduate and professional students located near the University's main campus. Provident Group-Continuum Properties ("Provident") financed, constructed, and equipped The Continuum. Through an affiliation agreement entered into in 2010 between the University and Provident, the Department of Housing markets and promotes The Continuum as a University-affiliated housing option for students and oversees the implementation of student programmatic activities at the facility. The University has no oversight of the operations or occupancy management of the facility, and Provident is responsible for all operation and maintenance of The Continuum.

While Infinity Hall and The Continuum are located in close proximity to the University's campus and are marketed by the Department of Housing to University students, they are not part of the Housing System and their revenues are not pledged to the repayment of the Bonds.

Comparison of Off-Campus Housing Rates

The University currently offers highly competitive rental rates in relation to the off-campus housing market. The on-campus rental rates charged to students include all utilities, local telephone services, furniture, data connectivity, nighttime security, and residence life staff. The University also offers academic year housing contracts of approximately eight months (e.g., for fall and spring semesters only), whereas students who live in off-campus housing are required to sign annual (12-month) housing contracts.

The University surveyed 21 off-campus apartments located within a one-mile radius of the University which are primarily marketed to students. The average monthly cost for an unfurnished off-campus studio or one-bedroom apartment is $1,125 or $1,337, respectively. Additionally, the average cost of a room in an unfurnished off-campus two-, three-, or four-bedroom apartment is $922, $822, or $793, per month, per student, respectively. The off-campus facilities are predominantly unfurnished and their rental rates do not include any auxiliary services other than water and sewage; nor do the rates for off-campus facilities include deposits for utilities and telephone or transportation costs. Currently, the rental rate for a room in a typical, furnished, air-conditioned apartment-style Residence Hall averages approximately $683 per month per student; a similar room in the Villages (unfurnished) averages approximately $605 per month.

The average monthly rental rate for a single room in an off-campus apartment would equate to approximately $5,348 for the fall 2020 semester, assuming a four-month semester. Comparably, when the 2021A Project opens for the fall 2024 semester, the University expects to charge an average room rate of $4,355 per semester.

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Budgetary Process

The Housing System budget process begins each spring. Various units in the Department of Housing identify specific needs for the upcoming fiscal year, including maintenance and repair projects, equipment needs, and strategic initiatives. The Associate Director of Finance utilizes this information to build a budget model alongside the Senior Director for Housing. The ensuing discussions will ensure that needs and initiatives are assessed for alignment to broader University goals and financial feasibility. The budget figures are based upon actual numbers from the prior year and the current year, anticipated and projected changes in the current year, and major projects that are scheduled. The following table sets forth the Department of Housing's operating budget and actual result for Fiscal Year 2018-19 and Fiscal Year 2019-20, and budget for Fiscal Year 2020-21 which have been prepared by the University on a cash basis for internal management purposes and has not been audited.

Housing System Operating Budget

	Fiscal Year 2018-19			Fiscal Year 2019-20			Fiscal Year 2020-21
	Budgeted	Actual	Variance	Budgeted	Actual	Variance	Budgeted
Operating Revenue							
Rents and Other Revenues	$57,232,711	$56,788,918	($443,793)	$56,193,128	$55,217,210	($976,008)	$39,118,155
Total Operating Income	**$57,232,711**	**$56,788,918**	**($443,793)**	**$56,193,218**	**$55,217,210**	**($976,008)**	**$39,118,155**
Operating Expenses							
Salaries and Related Benefits	$26,450,000	$909,042	($1,540,958)	$26,900,000	$23,542,109	($3,357,891)	$24,414,794
Utilities	6,350,000	6,893,498	543,498	6,671,000	6,836,928	165,928	6,534,464
Repair, Maintenance, Equipment	7,621,966	6,181,678	(1,440,288)	7,571,620	3,467,506	(4,104,114)	3,907,257
Administrative Overhead	5,075,482	4,429,372	(646,110)	4,861,562	4,861,559	(3)	4,889,746
Other Expenses	2,121,524	1,585,322	(536,202)	2,190,852	1,299,558	(891,294)	902,795
Total Operating Expenditures	**$47,618,972**	**$43,998,912**	**($3,620,060)**	**$48,195,034**	**$40,007,660**	**($8,187,374)**	**$40,649,056**
Income before Transfers	**$9,613,739**	**$12,790,006**	**$3,176,267**	**$7,998,184**	**$15,209,550**	**$7,211,366**	**($1,530,901)**
Transfers							
Capital Contributions/R&R	($1,470,000)	($2,473,077)	($1,003,077)	($1,010,000)	($4,398,512)	($3,388,512)	($600,00)
Debt Service	(7,807,713)	(7,808,113)	(400)	(6,891,763)	(6,873,718)	18,045	(6,893,363
Total Transfers	**($9,277,713)**	**($10,281,190)**	**($1,003,477)**	**($7,901,763)**	**($11,272,230)**	**($3,370,467)**	**($7,493,363**
Net Position Increase/(Decrease)	**$336,026**	**$2,508,816**	**$2,172,790**	**$96,421**	**$3,937,320**	**$3,480,899**	**($9,024,264)**

Discussion of Budget to Actual Results for Fiscal Years 2018-19 and 2019-20. In Fiscal Year 2018-19, total revenue was 1% below budget as summer occupancy rates were lower than projected. Total expenses decreased by 8% while total transfers increased by 11%. This shift was a result of an expansion in scope for several budgeted projects that led to the replacement of major building components. As a result, these projects were recognized in capital contributions category instead of repair, maintenance, and equipment category.

Fiscal Year 2019-20 revenues and expenses of the Housing System were reduced as a result of the University's response to COVID-19, which is the main cause of the variance between the budget and forecast. See "Fiscal Year 2019-20 Housing System Operating Results and COVID-19 Impacts" below for additional information. In Fiscal Year 2019-20, total revenue was 2% below budget as Residence Hall Facilities were closed for the summer term and the University did not host conferences. The University refunded residence hall rent for the spring term due to mandatory COVID-19 related campus closure and used a portion of the funds it received under the CARES Act to reimburse the Housing System to cover the cost of the partial spring 2020 semester housing fee refunds. Total expenses decreased 17% as various projects and expenditures were halted in expectation of a steep loss in revenue. Total transfers increased by 43% due to the expansion in scope of a major capital reinvestment project.

Discussion of Fiscal Year 2020-21 Budget. The Fiscal Year 20-2021 budget reflects expected lower occupancy and revenue across the system. Budgeted revenue figures are based on occupancy rates of 78% for the fall 2020 and spring 2021 semester. The budget also reflects the closure of campus and Residence Halls for the summer B 2020 term and a reduction in conference revenue. On the expense side, the Department of Housing took steps to mitigate the expected revenue losses by decreasing expenditures, including reducing housing staff, implementing hiring freezes, renegotiating existing operation contracts, and delaying capital projects and expenses. However, the Department of Housing has maintained staffing and other operational support at a level that will allow it to fully open for the fall 2021 semester. See "Projected Pledged Revenues and Debt Service Coverage" herein for additional information on the impacts

Selected Historical Financial Information for Fiscal Year 2015-16 through Fiscal Year 2019-20

The following two tables set forth selected historical financial information for the Housing System for Fiscal Years 2015-16 through 2019-20. The Housing System Revenue Fund financial statements were prepared by the University for internal management purposes as an integral part of the University's financial statements and have not been independently audited. The University's financial statements are subject to audit procedures as part of the audit of Florida's Comprehensive Annual Financial Report and are independently audited by the State Auditor General's office. A copy of the University's audited financial statements and the Housing System Revenue Fund financial statements for Fiscal Year 2019-20 are attached hereto as Appendix G and H, respectively.

The information provided in the following two tables was prepared using 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.

Department of Housing – Housing System Revenue Fund
Historical Summary of Statement of Net Position

	Fiscal Year Ended June 30,				
	2016	2017	2018	2019	2020
CURRENT ASSETS					
Pooled Cash and Investments	$6,329,081	$4,150,683	$9,351,722	$10,530,272	$12,922,164
Interest Receivable					
Accounts Receivable	178,283	311,041	513,924	749,321	6,230
Net Student Receivables	170,067	125,507	114,944	97,584	44,889
Notes Receivables	37,607	37,607	37,607	37,607	37,607
Inventories	270,951	276,329	263,575	269,242	330,597
Total Current Assets	$6,985,989	$4,901,167	$10,281,772	$11,684,026	$13,341,487
NON-CURRENT ASSETS					
Notes Receivable – Non-Current	504,688	465,953	413,679	376,072	338,464
Furniture & Equipment	9,273,802	10,383,746	9,180,092	8,328,873	8,408,837
Less: Accumulated Depreciation	(6,772,120)	(7,172,163)	(6,306,093)	(6,088,742)	(6,610,377)
Total Non-Current Assets	3,006,370	3,677,536	3,287,678	2,616,203	2,136,924
TOTAL ASSETS	$9,992,359	$8,578,703	$13,569,450	$14,300,229	$15,478,411
CURRENT LIABILITIES					
Accounts Payable	1,492,759	1,335,411	1,428,186	785,846	632,356
Retainage Payable	147,057				
Unearned Rent	6,296,349	5,663,950	3,901,665	3,424,831	1,388,249
Compensated Absences	90,000	90,000	-	-	-
Total Current Liabilities	$8,026,165	$7,089,361	$5,329,851	$4,210,677	$2,020,605
LONG-TERM LIABILITIES					
Compensated Absences	1,029,440	1,100,438	-	-	-
Total Noncurrent Liabilities	$1,029,440	$1,100,438	-	-	-
TOTAL LIABILITIES	$9,055,605	$8,189,799	$5,329,851	$4,210,677	$2,020,605
NET POSITION					
Invested in Capital Assets Net of Related Debt	2,501,682	3,211,583	2,873,999	2,240,131	1,798,460
Restricted Expendable on Capital Projects	-	-	-	2,175,176	2,175,176
Unrestricted	(1,564,928)	(2,822,679)	5,365,600	5,674,245	9,484,170
Total Net Position	936,754	388,904	8,239,599	10,089,552	13,457,806
TOTAL LIABILITIES AND NET POSITION	$9,992,359	$8,578,703	$13,569,450	$14,300,229	$15,478,411

Department of Housing – Housing System Revenue Fund
Statement of Revenues, Expenditures, and Other Changes

	Fiscal Year Ended June 30,				
	2016	**2017**	**2018**	**2019**	**2020**
OPERATING REVENUES					
Housing System Rental Revenue	$59,716,641	$57,786,730	$56,893,152	$56,544,387	$47,775,865
OPERATING EXPENSES					
Salaries and Related Fringe Benefits	21,753,103	23,420,779	23,740,810	24,909,042	23,542,109
Utilities	6,052,444	6,248,005	6,794,012	6,893,498	6,836,928
Repairs and Maintenance	7,441,121	6,054,568	4,072,600	5,249,329	3,234,561
Small Furniture and Equipment	1,412,052	1,302,614	875,119	932,349	232,945
Depreciation	585,027	679,499	771,073	658,863	569,066
Administrative Overhead	5,328,405	5,368,534	4,109,973	4,429,372	4,861,559
Other Expenses	1,533,446	2,149,971	1,825,430	1,498,730	1,210,758
Total Expenditures	$44,105,598	$45,223,970	$42,189,017	$44,571,183	$40,487,926
OPERATING INCOME	$15,611,043	$12,562,760	$14,704,135	$11,973,204	$7,287,939
NON-OPERATING REVENUES (EXPENSES)					
CARES Act	-	-	-	-	7,262,195
Miscellaneous	1,299	5,832	31,011	244,531	179,150
Financial Scholarship Transfer	(70,000)	(95,524)	(95,524)	(52,538)	(85,197)
(Loss) Gain on Equipment Disposals	(10,984)	(100,280)	(51,807)	(34,054)	(3,603)
Total Non-operating Revenue (Expenses)	($79,685)	($189,972)	($116,320)	$157,939	$7,352,545
INCOME BEFORE TRANSFERS	$15,531,358	$12,372,788	$14,587,815	$12,131,143	$14,640,484
TRANSFERS					
Donated Surplus	25,000	56,158	-	-	-
Capital Contributions to Plant Fund	(5,619,849)	(5,111,794)	(101,229)	(2,473,077)	(4,398,512)
Debt Service Transfer	(7,905,501)	(7,865,002)	(7,826,329)	(7,808,113)	(6,873,718)
Repair and Replacement Transfer	3,312,000	-	-	-	-
Total Transfers	($10,188,350)	($12,920,638)	($7,927,558)	($10,281,190)	($11,272,230)
NET ASSETS					
Net Change in Net Assets	$5,343,008	($547,850)	$6,660,257	$1,849,953	$3,368,254
Net Assets, Beginning of Year	(4,406,254)	936,754	1,579,342	8,239,599	10,089,552
Net Assets, End of Year	$936,754	$388,902	$8,239,599	$10,089,552	$13,457,806

Discussion and Analysis of Financial Condition and Results of Operations for Fiscal Year 2015-16 through 2018-19

From Fiscal Year 2015-16 to Fiscal Year 2018-19 operating revenues of the Housing System decreased by $3 million, or 5%, from $59.7 million to $56.5 million. This was primarily the result of the removal of beds from the Housing System, by refiguring rooms to provide a better student experience and reduce the number of overflow spaces being used. It is also important to note that the Housing System had not had a rental rate increase since Fiscal Year 2015-16.

Operating expenses remained relatively steady at approximately $44 million from Fiscal Year 2015-16 to Fiscal Year 2018-19. The increase in salaries, from approximately $21.7 million in Fiscal Year 2015-16 to approximately $24.9 million in Fiscal Year 2018-19, was primarily due to cost-of-living increases and the increase in the University's minimum wage to $15 per hour. Utilities increased from approximately $6.1 million in Fiscal Year 2015-16 to approximately $6.9 million in Fiscal Year 2018-19 due to an increase in the price of commodities. These increases were offset by a decrease in administrative overhead and a reduction in repairs, maintenance, furniture, and equipment costs. Although operating repairs, maintenance, and furniture and equipment expenses decreased from Fiscal Year 2015-16 to 2018-19, they still averaged approximately $6.8 million per year over the four-year period from Fiscal Year 2015-16 to Fiscal Year 2018-19.

From Fiscal Year 2015-16 to Fiscal Year 2018-19 net assets intentionally increased from $0.9 million to $10.1 million. During this time, the Department of Housing paused on capital expenses to complete the Housing Master Plan and reassess its capital reinvestment plan. The Department of Housing expects this figure to hold steady at approximately $3.0 million annually beginning in Fiscal Year 2021-22.

Fiscal Year 2019-20 Housing System Operating Results and COVID-19 Impacts

As shown in the above tables and based on information for Fiscal Year 2019-20, the Housing System's operating revenues decreased by approximately $8.7 million and operating expenses decreased by approximately $4 million during Fiscal Year 2019-20 compared to the prior year 2018-19. The decreases in revenues and expenses are primarily a result of the impacts of the public health crisis created by COVID-19 on the operations of the Housing System. COVID-19 continues to impact the operation and financial position of the Housing System. The University estimates that the Housing System lost approximately $8.6 million of revenues in Fiscal Year 2019-20 as a result of the University's response to COVID-19, as set forth above in "Impacts of COVID-19 on the Operation of Housing System," above, and see Appendix F "The University of Florida – Impact of COVID-19 on the University" for a discussion of the operating impact of COVID-19 on the University as a whole.

The lost revenues consisted of approximately $7.3 million from partial refunds of spring 2020 semester housing fees and lost summer 2020 semester rental revenues of approximately $1.3 million resulting from the closure of on-campus housing facilities for all summer 2020 sessions. However, the reduction in revenue was partially offset by a transfer into the Housing System of $7.3 million of federal stimulus funds made available to the University from the CARES Act to cover the full cost of the refunds of spring 2020 semester housing fees. These funds are reflected as "Other Non-operating Revenues" in the financial statements of the Housing System. Additionally, lower operating expenses due to decreased utility usage and reduced staffing needs following the closure of the housing facilities further offset revenue losses for Fiscal Year 2019-20 by approximately $1.4 million.

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Historical Pledged Revenues and Debt Service Coverage

Presented below are historical operating results and debt service coverage ratios for Fiscal Years 2015-16 through 2019-20. For more information on the reduction to Pledged Revenues and debt service coverage in Fiscal Year 2019-20, see the discussion in "Fiscal Year 2019-20 Housing System Operating Results and COVID-19 Impacts" above.

Historical Pledged Revenues and Debt Service Coverage[1]

	Fiscal Year Ending June 30				
	2015-16	**2016-17**	**2017-18**	**2018-19**	**2019-20**
Housing System Gross Revenues					
Housing System Rental Revenue	$59,716,641	$57,786,730	$56,893,152	$56,544,387	$47,775,865
Less: Current Expenses					
Operating Expenses	$44,105,598	$45,319,812	$42,189,017	$44,571,183	$40,487,926
Less: Depreciation	(585,027)	(679,499)	(771,073)	(658,863)	(569,066)
Less: Administrative Overhead	(5,328,405)	(5,520,534)	(4,109,973)	(4,429,372)	(4,861,559)
Total Current Expenses[1]	38,192,166	39,119,779	37,307,971	39,482,948	35,057,301
Pledged Revenues	$21,524,475	$18,666,951	$19,585,181	$17,061,439	$12,718,564
Total Annual Debt Service	$8,051,306	$7,857,721	$7,823,913	$7,807,713	$6,891,763
Maximum Annual Debt Service	$8,061,956	$7,857,721	$7,823,913	$7,807,713	$6,898,919
Debt Service Coverage Ratios					
Annual Debt Service	2.67x	2.38x	2.50x	2.19x	1.85x
Maximum Annual Debt Service	2.67x	2.38x	2.50x	2.19x	1.84x
Impact of Transfer In of CARES Act Funds[2]					
(for illustrative purposes only)					
Reimbursement of Spring 2020 Housing Refunds	n/a	n/a	n/a	n/a	$7,262,195
Pro Forma Revenues Available for Debt Service	n/a	n/a	n/a	n/a	$19,978,564
Adjusted Coverage Ratios					
Annual Debt Service	n/a	n/a	n/a	n/a	2.90x
Maximum Annual Debt Service	n/a	n/a	n/a	n/a	2.90x

1 The Current Expenses line item in the table above includes approximately $200,000 annually of personnel costs related to Infinity Hall. Under the Resolution, costs incurred related to facilities that are not part of the Housing System are excluded from Current Expenses and the payment of debt service has priority over the payment of those costs.

2 The coverages shown here are illustrative to reflect the one-time transfer of $7.3 million from the University to the Housing System Revenue Fund under the CARES Act, which reimbursed a portion of the spring 2020 semester housing fee refunds issued to students. These funds are not a Pledged Revenue of the Bonds. See "Fiscal Year 2019-20 Housing System Operating Results and COVID-19 Impacts" above for additional information.

Projected Pledged Revenues and Debt Service Coverage

Projections of Pledged Revenues and debt service coverage ratios for the next five fiscal years are provided in the following table. Projected revenues are based on assumed rental rate increases of 4.5% for Fiscal Year 2021-22 through Fiscal Year 2024-25; however, such rate increases after Fiscal Year 2021-22 are subject to approval by the University Board of Trustees. The projections take into account the impact of COVID-19 in Fiscal Year 2020-21, as discussed below. The projections also incorporate the University's assumption that it will return to full on-campus instruction for the fall 2021 semester, and that the Housing System's capacity and demand will return to historical levels in Fiscal Year 2021-22. Additionally, the Pledged Revenues take into account the 2021A Project opening in Fiscal Year 2024-25, and certain other Housing System facilities being taken off-line concurrent with the opening thereof, as discussed above in "Capital Improvement Plan and Housing Master Plan." **The projections of future operating results have been prepared by the University based upon the most recent available information, 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. Additionally, it is possible that the full financial impact of COVID-19 on the Housing System and the Department of Housing's financial position may change, potentially significantly, as circumstances and events continue to evolve.**

Impacts of COVID-19 on Projected Pledged Revenues in Fiscal Year 2020-21. The Fiscal Year 20-2021 revenue projections are based on occupancy rates of 78% for the fall 2020 semester and spring 2021 semester. See “Impacts of COVID-19 on the Operation of Housing System” above for a description of the basis for these assumptions. Housing System revenues in Fiscal Year 2020-21 are projected to be approximately $8.7 million, or 18.1% below Fiscal Year 2019-20 revenues and approximately $17.4 million, or 30.8%, below Fiscal Year 2018-19 revenues. The University has taken steps to mitigate the projected revenue losses by decreasing Housing System expenditures, including reducing housing staff, implementing hiring freezes, renegotiating existing operation contracts, and delaying capital projects and expenses. However, the Housing System has maintained staffing and other operational support at a level that will allow it to fully open for the fall 2021 semester.

Despite the anticipated decrease in revenues as a result of COVID-19’s impact on occupancy and demand for the Housing System, the University does not expect any difficulty in making its Fiscal Year 2020-21 debt service payments on the Outstanding Bonds. However, the University anticipates needing to utilize the unrestricted cash balance of the Housing System and, if necessary, other available University funds to cover a portion of the Housing System’s operating expenses in Fiscal Year 2020-21. The University has already made the January 1, 2021 debt service payment on the Outstanding Bonds, and has already reserved the full amount of funds required for the July 1, 2021 debt service payment on the Outstanding Bonds of approximately $5.8 million.

As of March 31, 2021, the Housing System Revenue Fund had unrestricted cash and investments of approximately $14.8 million available to offset the impact of unexpected expenses and revenue declines from COVID-19 and ensure the University’s ability to pay debt service on its Outstanding Bonds. The University will be using a portion of the Housing System’s unrestricted cash and investments to make debt service payment of approximately $5.8 million for the Outstanding Bonds due on July 1, 2021. Additionally, the University has the option to transfer funds it received under the CARES Act, the Coronavirus Response and Relief Supplemental Appropriations Act, 2021 (“CRRSAA”), and/or the American Rescue Plan Act of 2021 (“ARPA”) to the Housing System to defray expenses associated with COVID-19, including replacing lost revenues and reimbursing prior expenditures. In total, the University received approximately $116.9 million in institutional funds under the three acts. See Appendix F “The University of Florida – Impact of COVID-19 on the University and Operating Budget” attached hereto for additional information.

Future Impacts of COVID-19 on Projected Pledged Revenues. In the event of continued disruption from the COVID-19 pandemic beyond the anticipated Fiscal Year 2021-22 recovery, the University would mitigate revenues losses by offsetting eligible Housing System expenses and replacing lost rental income, as appropriate, with non-general funds of the University. Although not anticipated to be needed, the University also has carryforward funds and other unrestricted unallocated University reserves as well as unused allocations of funds from the institutional portion of the funds received under CRRSAA and ARPA.

The revenue projections provided below assume occupancy rates remain marginally affected by COVID-19 in Fiscal Year 2021-22, with projected occupancy rates improving each semester and beginning to approach historical levels. The below projections assume occupancy rates for the Residence Halls of 96% for the fall 2021 semester and 96% for the spring 2022 semester, compared to historical levels of 100%. The University anticipates that occupancy rates will return to historical levels beginning with Fiscal Year 2022-23. Occupancy rates for the Villages are projected to be lower than historical levels through Fiscal Year 2022-23 as a result of the process of decommissioning certain existing facilities. Starting in Fiscal Year 2023-24, occupancy for the Villages is projected to return to the historical level of 92%. See “Impact of COVID-19 on the Operation of Demand for On-Campus Housing” herein for additional information. **However, the duration of the impacts of COVID-19 on the projected revenues and expenses of the Housing System will depend on developments which may be beyond the control of the Board of Governors and the University and may differ materially from the projections provided herein.**

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University of Florida Housing System
Projected Debt Service Coverage

	Fiscal Year Ending June 30				
	2020-21[1]	2021-22	2022-23	2023-24	2024-25
Housing System Gross Revenues					
Housing System Rental Revenue	$39,118,000	$54,487,000	$55,974,000	$58,031,000	$68,185,000
Less: Current Expenses					
Operating Expenses	$40,536,000	$43,748,000	$45,373,000	$45,097,000	$49,663,000
Less: Depreciation	-	-	-	-	-
Less: Administrative Overhead	(4,890,000)	(4,634,000)	(5,085,000)	(5,237,000)	(5,182,000)
Total Current Expenses[2]	$35,646,000	$39,114,000	$40,288,000	$39,860,000	$44,481,000
Pledged Revenues	**$3,472,000**	**$15,373,000**	**$15,686,000**	**$18,171,000**	**$23,704,000**
Annual Debt Service on the Outstanding Bonds[3]	$6,893,363	$4,163,000	$4,169,500	$3,283,250	$3,288,800
Estimated Debt Service on the 2021A&B Bonds[4]	-	2,410,397	2,410,750	2,414,500	14,074,350
Total Estimated Annual Debt Service	**$6,893,363**	**$6,573,397**	**$6,580,250**	**$5,697,750**	**$17,363,150**
Estimated Maximum Annual Debt Service[5]	$17,363,150	$17,363,150	$17,363,150	$17,363,150	$17,363,150
Debt Service Coverage Ratios					
Annual Debt Service	0.50x	2.34x	2.38x	3.19x	1.37x
Maximum Annual Debt Service[6]	0.20x	0.89x	0.90x	1.05x	1.37x

[1] Fiscal Year 2020-21 Pledged Revenues were adversely impacted by the effects of the COVID-19 pandemic, which reduced capacity and demand for the Housing System. The University has already made the January 1, 2021 debt service payment on the Outstanding Bonds, and has already reserved the full amount of funds required to make the July 1, 2021 debt service payment.

[2] The Current Expenses line item in the table above includes approximately $200,000 annually of personnel costs related to Infinity Hall. Under the Resolution, costs incurred related to facilities that are not part of the Housing System are excluded from Current Expenses and the payment of debt service has priority over the payment of those costs.

[3] Excludes annual debt service of approximately $2.7 million from Fiscal Years 2021-22 through 2024-25 on the Refunded Bonds.

[4] Interest payments on 2021A Bonds due in Fiscal Year 2021-22 through Fiscal Year 2023-24 will be paid from 2021A Bond proceeds.

[5] Estimated Maximum Annual Debt Service, after the issuance of the 2021A&B Bonds, occurs in Fiscal Year 2026-27. Excludes annual debt service of approximately $2.7 million from Fiscal Year 2021-22 through Fiscal Year 2027-28 and $1.9 million from Fiscal Years 2029 through Fiscal Year 2030-31 on the Refunded Bonds.

[6] Estimated Maximum Annual Debt Service Coverage Ratio calculation in Fiscal Year 2020-21 through Fiscal Year 2023-24 includes full debt service on the 2021A Bonds. However, debt service due on the 2021A Bonds through Fiscal Year 2023-24 will be paid with capitalized interest funded by a deposit of proceeds of the 2021A Bonds into the Sinking Fund. The 2021A Project is expected to be open starting in Fiscal Year 2024-25, generating additional revenues to pay debt service at that time.

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SCHEDULE OF ESTIMATED DEBT SERVICE

The table below shows the debt service on the on the Bonds which will be Outstanding subsequent to the issuance of the 2021A&B Bonds, as well as the estimated debt service on the 2021A&B Bonds net of capitalized interest on the 2021A Bonds, and the total estimated debt service.

Fiscal Year	Outstanding	Estimated Debt Service on the 2021A&B Bonds[1]			Estimated Total
Ending June 30	Bonds[2]	Principal	Interest[3]	Total	Debt Service
2021	$6,893,363	-	-	-	$6,893,363
2022	4,163,000	$1,545,000	$865,397	$2,410,397	6,573,397
2023	4,169,500	1,625,000	785,750	2,410,750	6,580,250
2024	3,283,250	1,710,000	704,500	2,414,500	5,697,750
2025	3,288,800	6,385,000	7,689,350	14,074,350	17,363,150
2026	3,284,700	6,695,000	7,370,100	14,065,100	17,349,800
2027	3,288,600	7,035,000	7,035,350	14,070,350	17,358,950
2028	3,281,576	7,390,000	6,683,600	14,073,600	17,355,176
2029	3,286,225	7,050,000	6,314,100	13,364,100	16,650,325
2030	3,278,138	7,400,000	5,961,600	13,361,600	16,639,738
2031	1,463,538	7,765,000	5,591,600	13,356,600	14,820,138
2032	1,501,738	6,455,000	5,203,350	11,658,350	13,160,088
2033	1,504,606	6,650,000	5,009,700	11,659,700	13,164,306
2034	-	6,850,000	4,810,200	11,660,200	11,660,200
2035	-	7,055,000	4,604,700	11,659,700	11,659,700
2036	-	7,265,000	4,393,050	11,658,050	11,658,050
2037	-	7,485,000	4,175,100	11,660,100	11,660,100
2038	-	7,705,000	3,950,550	11,655,550	11,655,550
2039	-	7,940,000	3,719,400	11,659,400	11,659,400
2040	-	8,175,000	3,481,200	11,656,200	11,656,200
2041	-	8,420,000	3,235,950	11,655,950	11,655,950
2042	-	8,675,000	2,983,350	11,658,350	11,658,350
2043	-	8,935,000	2,723,100	11,658,100	11,658,100
2044	-	9,200,000	2,455,050	11,655,050	11,655,050
2045	-	9,480,000	2,179,050	11,659,050	11,659,050
2046	-	9,765,000	1,894,650	11,659,650	11,659,650
2047	-	10,055,000	1,601,700	11,656,700	11,656,700
2048	-	10,355,000	1,300,050	11,655,050	11,655,050
2049	-	10,670,000	989,400	11,659,400	11,659,400
2050	-	10,990,000	669,300	11,659,300	11,659,300
2051	-	11,320,000	339,600	11,659,600	11,659,600
Total	**$42,687,034**	**$228,045,000**	**$108,719,797**	**$336,764,797**	**$379,451,831**

1 Preliminary, subject to change.
2 Excludes annual debt service of approximately $2.7 million from Fiscal Year 2021-22 through Fiscal Year 2027-28 and $1.9 million from Fiscal Year 2029 through Fiscal Year 2030-31 on the Refunded Bonds.
3 Interest payments on 2021A Bonds due in Fiscal Year 2021-22 through Fiscal Year 2023-24 will be paid from 2021A Bond proceeds and are excluded from these figures.

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 2021A 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 2021A&B 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 2021A&B Bonds in order that interest on the 2021A&B Bonds be and remain excluded from gross income for purposes of federal income taxation. Non-compliance may cause interest on the 2021A&B Bonds to be included in federal gross income retroactive to the date of issuance of the 2021A&B 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 2021A&B 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, and the Board of Administration have covenanted in the Resolution to comply with such requirements in order to maintain the exclusion from federal gross income of the interest on the 2021A&B Bonds. In the opinion of Bond Counsel, assuming compliance with certain covenants, under existing laws, regulations, judicial decisions, and rulings, interest on the 2021A&B Bonds is excluded from gross income for purposes of federal income taxation. Interest on the 2021A&B Bonds is not an item of tax preference for purposes of the federal alternative minimum tax.

Except as described above, Bond Counsel will express no opinion regarding the federal income tax consequences resulting from the ownership of, receipt or accrual of interest on, or disposition of 2021A&B Bonds. Prospective purchasers of 2021A&B Bonds should be aware that the ownership of 2021A 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 2021A&B Bonds, or, in the case of a financial institution, that portion of the owner's interest expense allocable to interest on 2021A&B Bonds; (ii) the reduction of the loss reserve deduction for property and casualty insurance companies by the applicable statutory percentage of certain items, including interest on 2021A&B Bonds; (iii) the inclusion of interest on 2021A&B 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 2021A&B 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 2021A&B 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 and the Division, certificates of appropriate officers and certificates of public officials (including certifications as to the use of proceeds of the 2021A&B 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 2021A 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 2021A&B 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 2021A&B 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 2021A&B Bonds, under certain circumstances, to "backup withholding" at the rate specified in the Code with respect to payments on the 2021A&B Bonds and proceeds from the sale of 2021A&B Bonds. Any amount so withheld would be refunded or allowed as a credit against the federal income tax of such owner of 2021A&B Bonds. This withholding generally applies if the owner of 2021A&B 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 payer 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 2021A&B 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

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 2021A&B Bonds. Similar proposals may also be considered by the State legislature. In some cases, these legislative 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 2021A&B Bonds. Additionally, future legislative proposals could affect the federal tax consequences resulting from ownership of the 2021A&B Bonds and their market value. Court proceedings may also be filed, the outcome of which could modify the tax treatment of obligations such as the 2021A&B Bonds. No assurance can be given against legislative proposals will not be enacted and court orders that would apply to, or have an adverse effect upon, the tax treatment of the 2021A&B Bonds, their market value, and their ability to be sold in the secondary market. Prospective purchasers of the 2021A&B Bonds should consult their own tax advisors as to the tax consequences of owning the 2021A&B 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 Original Issue Premium

Certain of the 2021A Bonds (the "2021A Discount Bonds") may be offered and sold to the public at an original issue discount. Under the Code, the difference between the maturity amount of the 2021A Discount Bonds maturing on ______________, 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 2021A Discount Bonds at a constant interest rate compounded periodically. A purchaser who acquires the 2021A 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 2021A Discount Bonds, and will increase his or her adjusted basis in the 2021A Discount Bonds by the amount of such accruing discount for purposes of determining taxable gain or loss on the sale or disposition of the 2021A Discount Bonds. The federal income tax consequences of the purchase, ownership and redemption, sale or other disposition of the 2021A 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.

Certain of the 2021A Bonds (the "2021A Premium Bonds") may be 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 2021A Premium Bonds maturing on _________________, 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 2021A 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 2021A Premium Bonds, which ends on the earlier of the maturity or call date for each of the 2021A Premium Bonds which minimizes the yield on such 2021A 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 2021A 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 2021A Premium Bonds.

Certain of the 2021B Bonds (the "2021B Discount Bonds") may be offered and sold to the public at an original issue discount. Under the Code, the difference between the maturity amount of the 2021B Discount Bonds maturing on ______________, 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 2021B 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 2021B Discount Bonds at a constant interest rate compounded periodically. A purchaser who acquires the 2021B 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 2021B Discount Bonds, and will increase his or her adjusted basis in the 2021B Discount Bonds by the amount of such accruing discount for purposes of determining taxable gain or loss on the sale or disposition of the 2021B Discount Bonds. The federal income tax consequences of the purchase, ownership and redemption, sale or other disposition of the 2021B 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.

Certain of the 2021B Bonds (the "2021B Premium Bonds") may be 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 2021B Premium Bonds maturing on _________________, 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 2021B 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 2021B Premium Bonds, which ends on the earlier of the maturity or call date for each of the 2021B Premium Bonds which minimizes the yield on such 2021B Premium Bonds to the purchaser. For purposes of determining gain or loss on the sale or other disposition of a 2021B Premium Bond, an initial purchaser who acquires such obligation in the initial offering is required to decrease such purchaser's adjusted basis in such 2021B 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 2021B Premium Bonds.

Prospective purchasers and bondholders of any such 2021A or 2021B Discount Bonds or 2021A or 2021B Premium Bonds should consult their own tax advisors with respect to 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 2021A or 2021B Discount Bonds or 2021A or 2021B Premium Bonds, as applicable, and the state and local tax consequences of owning and disposing of 2021A or 2021B Discount Bonds or 2021A or 2021B Premium Bonds, as applicable.

State Taxes

The 2021A&B 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 upon corporations 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 2021A&B Bonds should consult their own attorneys and advisors for the treatment of the ownership of the 2021A&B Bonds for estate tax purposes.

The 2021A&B 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

Variable Rate Debt and Derivatives

The Division does not generally issue variable rate debt or enter into derivative contracts in connection with its bond issues. The Division does not have any outstanding variable rate debt and has not entered into any derivative transactions on behalf of the state or any of its agencies.

Investment of Funds

All State funds are invested by either the Chief Financial Officer or the Board of Administration.

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 of the 2021A&B Bonds will be deposited as described under the heading "PURPOSE OF THE ISSUE." After collection, the Pledged Revenues are transferred to the Revenue Fund in the State Treasury, and amounts required for debt service are transferred to the Sinking Fund held by the Board of Administration.

Investment by the Chief Financial Officer. Funds held in the State Treasury are invested by internal and external investment managers. As of December 31, 2020, the ratio was approximately 55% internally managed funds, 40% externally managed funds, 1% Certificates of Deposit, and 4% in an externally managed Security Lending program. The total portfolio market value on December 31, 2020, was approximately $32.403 billion.

Under State law, the Treasury is charged with investing funds of each State agency and the judicial branch. As of December 31, 2020, approximately $23.226 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 $7.121 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-term 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, 2020, the Board of Administration directed the investment/administration of 28 funds.

As of December 31, 2020, the total market value of the FRS (Defined Benefit) Trust Fund was approximately $180.068 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 27 designated funds other than the FRS (Defined Benefit) Trust Fund. As of December 31, 2020, the total market value of these funds equaled approximately $51.930 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.

Environmental Risk Factors

With more than 2,000 linear miles of coastline, Florida's weather and natural resources affect its 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 are responsible for attracting seasonal and permanent residents and tourists to the State.

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, especially hurricanes. The State has mitigated its vulnerability to the impacts of hurricanes with a robust emergency response system, hardened infrastructure through building codes and coastal setbacks, and the establishment of the Florida Hurricane Catastrophe Fund and the Citizens Property Insurance Corporation to stabilize the property insurance market in the State. Notwithstanding multiple hurricanes, State finances and the economy have only experienced temporary economic disruption.

The State has effectively responded to past environmental events, such as multiple hurricanes and the 2010 oil spill in the Gulf of Mexico from the Deepwater Horizon oil drilling rig, and has a variety of resources available to respond to damage caused by such events. 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. In addition, upon a declaration of a state of emergency, Florida law provides the Governor broad spending authority to meet financial needs resulting from a disaster. The Division of Emergency Management ("DEM") was established as part of the State's structure to plan for and respond to both natural and manmade disasters. In addition to coordinating disaster response activities, DEM prepares and implements a statewide Comprehensive Emergency Management Plan and routinely conducts extensive exercises to test state and county emergency response capabilities. In January 2019, the Governor created the Office of Environmental Accountability and Transparency, led by the State's Chief Science Officer, within the Department of Environmental Protection to, in part, conduct scientific research that focuses on current and emerging environmental concerns most pressing to Floridians. In 2019, the Governor created the position of Chief Resilience Officer to work with state agencies to, in part, develop and coordinate the implementation of a comprehensive statewide resilience plan with goals designed to mitigate and adapt to the environmental challenges facing Florida's communities.

The magnitude of the impact on the State's operations, economy, or financial condition from environmental risks is indeterminate and is unpredictable for future natural disasters like hurricanes, tropical storms, and naturally-occurring phenomena like red tide. There can be no assurance that such risks will not adversely affect the operations, economy, or financial condition of the State.

Information Technology Security

Similar to other large organizations, the State (including the individual institutions in the State University System) relies 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 University maintains a security posture designed to protect its data and deter attacks on its IT infrastructure and respond to such attacks to minimize their impact on operations. The University's cybersecurity program follows a multilayered approach with a focus on protecting the integrity, confidentiality, and availability of University's infrastructure, data, electronic systems and information technology. The University's cybersecurity strategy includes a comprehensive set of security policies and procedures, which are designed to guide faculty, staff, and persons of interest in their cybersecurity responsibilities; a security awareness program, which annually educates staff on active cybersecurity threats and security best practices; and a risk-based threat and vulnerability management program, which is internally monitored. Furthermore, the University has deployed endpoint security tools on managed workstations that include whole disk encryption, data loss prevention, and threat prevention. The University has deployed network and wireless security controls as part of its IT infrastructure, both of which are critical components of its overall cybersecurity strategy. Additionally, the University has implemented access and authentication protocols, which includes multi-factor authentication, and industry standard encryption to protect its data in transit and at rest. As a further precaution, the University's cybersecurity program is subjected to routine internal audits to evaluate the effectiveness of the program. The University's cybersecurity strategy is supported by administrative and technical controls, which assist in identifying potential threats and preventing attacks that may target the University's data and IT infrastructure.

In 2014, the Florida Legislature created the Florida Center for Cybersecurity ("Cyber Florida"). Cyber Florida is hosted by the University of South Florida and works with all 12 Florida institutions in the State University System, as well as private industry and local, state, and federal government entities to improve cybersecurity in Florida and its related workforce. Cyber Florida meets quarterly with State University System representatives, and produces annual and five-year reports to the University of South Florida, the Board of Governors, and the Governor. Cyber Florida's goals include positioning Florida as a national leader in cybersecurity, helping to create jobs and enhance the cybersecurity workforce, serving as a cooperative facilitator for state business and higher education communities to share cybersecurity knowledge, and partnering with military installations to assist with homeland cybersecurity defense initiatives.

The Board of Administration acts as the fiscal agent for the bonds that the Division issues 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; and a risk-based threat and vulnerability management program, which is internally monitored. Additionally, the Board of Administration has implemented access and authentication protocols, which includes 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.

Despite the University's and the Board of Administration's robust cybersecurity policies and procedures designed to protect their data and IT infrastructure, no assurance is given that the State's security measures will prevent cyber-attacks, nor can any assurance be given that any cyber-attacks, if successful, will not have a material impact on State operations.

Bond Ratings

Fitch Ratings, Moody's Investors Service, and S&P Global Ratings, (herein referred to collectively as "Rating Agencies"), have assigned their municipal bond ratings of AA (stable outlook), Aa2 (stable outlook), and AA- (stable outlook), respectively, to the 2021A&B 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 Division, the Board of Governors, and the University furnished to such Rating Agencies certain information and material in respect to the State and the 2021A&B 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 the2021A&B 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 2021A&B 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 2021A&B Bonds, the proceedings and authority under which the 2021A&B 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 2021A&B Bonds.

The Board of Governors and certain universities in the State University System are named in one or more pending or threatened potential class action lawsuits by students attending such universities. These lawsuits seek refunds for tuition and student fees related to the transition to remote instruction for the spring and summer 2020 semesters as a result of the COVID-19 pandemic. However, the student fees at issue in these lawsuits do not include the revenues pledged to the repayment of the 2021A&B Bonds. The Board of Governors and the universities named in the lawsuits are actively defending these lawsuits, and the outcome of the lawsuits is not expected to affect the 2021A&B Bonds.

Legal Opinion and Closing Certificates

The approving legal opinion of Bryant Miller Olive P.A., Tallahassee, Florida, will be provided on the date of delivery of the 2021A&B Bonds, as well as a certificate, 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 2021A&B 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. A proposed form of the legal opinion of Bond Counsel is attached hereto as Appendix J.

Continuing Disclosure

The Board of Governors and the University will undertake, for the benefit of the beneficial owners and the Registered Owners of the 2021A&B 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 of Governors (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 "Rule"). Additionally, the Division has policies and procedures in place to assist the University in complying with disclosure undertakings.

The form of the undertaking is set forth in Appendix I, Form of Continuing Disclosure Agreement (the "CDA"). The form CDA and the Division's policies and procedures were amended in response to the two new material events that were added, effective February 27, 2019, to the list of events for which notice is required under the Rule.

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.

Underwriting

__________ (the "2021A Underwriter") has agreed to purchase the 2021A Bonds at an aggregate purchase price of $_____________ (which represents the par amount of the 2021A Bonds [plus]/[minus] an original issue [premium]/[discount] of $_____________ and minus the 2021A Underwriter's discount of $_____________). The 2021A Underwriter may offer and sell the 2021A Bonds to certain dealers (including dealers depositing bonds into investment trusts), at prices lower than the offering price stated on the inside front cover.

__________ (the "2021B Underwriter") has agreed to purchase the 2021B Bonds at an aggregate purchase price of $_____________ (which represents the par amount of the 2021B Bonds [plus]/[minus] an original issue [premium]/[discount] of $_____________ and minus the 2021B Underwriter's discount of $_____________). The 2021B Underwriter may offer and sell the 2021B Bonds to certain dealers (including dealers depositing bonds into investment trusts), at prices lower than the offering price stated on the inside front cover.

Execution of Official Statement

This Official Statement has been prepared by the Division as agent for the Board of Governors pursuant to Section 215.61(4), Florida Statutes, and the proceedings referred to herein. 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

J. BEN WATKINS III
Director, Division of Bond Finance

BOARD OF GOVERNORS of the
STATE UNIVERSITY SYSTEM

SYDNEY KITSON
Chair, Board of Governors

DEFINITIONS

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

"2012A Bonds" means the State of Florida, Board of Governors, University of Florida Dormitory Revenue Bonds, Series 2012A.

"2013A Bonds" means the State of Florida, Board of Governors, University of Florida Dormitory Revenue Bonds, Series 2013A.

"2016A Bonds" means the State of Florida, Board of Governors, University of Florida Dormitory Revenue Refunding Bonds, Series 2016A.

"2021A Bonds" means the $__________ State of Florida, Board of Governors, University of Florida Dormitory Revenue Bonds, Series 2021A, authorized by the Seventh Supplemental Resolution.

"2021A Project" means the construction of an approximately 1,400 bed student dormitory and other related capital improvements on the main campus of the University, as approved by the Board of Governors, subject to any deletions, modifications, or substitutions deemed necessary and expedient and approved by resolution of the Board of Governors.

"2021A Project Construction Fund" means the separate account within the Project Construction Trust Fund, a trust fund held in the State Treasury, in which the net proceeds of the 2021A Bonds and other available moneys for the construction of the 2021A Project shall be deposited.

"2021A Project Costs" means the actual costs of the 2021A Project, financed through the issuance of the 2021A Bonds, including: costs of design and construction; materials, labor, furnishings, equipment, and apparatus; site work and landscaping; the acquisition of all lands or interests therein, and all other property, real or personal, appurtenant to or useful in the 2021A Project; interest on the 2021A Bonds for a reasonable period after the date of delivery 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, the Board of Administration, the University, or the Board of Governors necessary to the construction and placing in operation of the 2021A Project and the financing thereof.

"2021B Bonds" or **"Refunding Bonds"** means the $__________ State of Florida, Board of Governors, University of Florida Dormitory Revenue Refunding Bonds, Series 2021B, authorized by the Eighth Supplemental Resolution.

"Additional Parity Bonds" means any obligations issued pursuant to the terms and conditions of the Original Resolution and payable from the Pledged Revenues on a parity with the Bonds originally issued under the Original Resolution.

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

"Annual Debt Service Requirement" means, for any Fiscal Year, the amount required to be deposited in such Fiscal Year into the Sinking Fund to pay the interest, principal and Amortization Installment on the Bonds in such Fiscal Year. In the calculation of the Annual Debt Service Requirement, any interest, principal, or Amortization Installment payable on July 1 of any Fiscal Year shall be deemed payable in the prior Fiscal Year.

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

"Board of Administration" means the State Board of Administration, as created pursuant to the provisions of Article XII, Section 9, Florida Constitution and Chapter 215, Florida Statutes.

“Board of Governors” means the Florida Board of Governors, a body corporate, established pursuant to Article IX, Section 7, Florida Constitution, to operate, regulate, control, and manage the State University System, which is comprised of all public universities within the State, and includes any other entity succeeding to the powers thereof.

“Bond Registrar/Paying Agent” means U.S. Bank National Association, formerly known as U.S. Bank Trust National Association, or its successor.

“Bond Year” means, with respect to a particular Series of Bonds issued under the Resolution, 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 selects another date on which to end a Bond Year in the manner permitted by the Code.

“Bonds” means the State of Florida, University of Florida Housing/Dormitory Revenue Bonds issued from time to time pursuant to the Original Resolution.

“Code” means the Internal Revenue Code of 1986, as amended, and temporary, proposed or permanent implementing regulations promulgated thereunder.

“Current Expenses” means 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 Housing System as expanded by the terms of the 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 and the payments into the Housing System Building Maintenance and Equipment Reserve Fund provided for in the Original Resolution.

“Debt Service Reserve Account” or **“Reserve Account”** means the account within the Sinking Fund created pursuant to Section 5.01(B) of the Original Resolution and which includes any subaccount established therein for a particular Series of Bonds.

“Debt Service Reserve Requirement” or **“Reserve Requirement”** means with respect to each subaccount in the Debt Service Reserve Account, an amount to be determined pursuant to resolution of the Governing Board, which may be zero and which shall not exceed the lesser of:

(1) the Maximum Annual Debt Service on the Bonds,

(2) 125% of the average annual debt service of the Bonds for the then current and succeeding Fiscal Years,

(3) 10% of the par amount of the Bonds, or

(4) the maximum permitted with respect to tax exempt obligations and applicable to the Bonds under the Code.

“Director” means the Director of the Division or any Assistant Secretary delegated authority by the Director.

“Division” means the Division of Bond Finance of the State Board of Administration of Florida.

“Eighth Supplemental Resolution” means the resolution adopted May 4, 2021, by the Governing Board, authorizing the issuance of the 2021B Bonds.

“Fiscal Year” means the period beginning with and including July 1 of each year and ending with and including the next June 30.

“Governing Board” means the Governor, as Chairman, and Cabinet of the State of Florida, consisting of the Attorney General as Secretary, the Chief Financial Officer as Treasurer, and the Commissioner of Agriculture, as the governing board of the Division.

"Gross Revenues" means all fees, rentals or other charges and income received by the Board of Governors or 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 Housing System, and all parts thereof, together with all receipts and income of any kind derived from the Housing System, without any deductions whatever, and specifically including, without limiting the generality of the foregoing, room rental income, linen rental fees, and any special rental fees or charges for services or space provided.

"Housing System" means those dormitories, apartments, or other living units at the University, the revenues of which are pledged to the Bonds.

The Housing System consists of the following facilities:

(i) Beaty Towers, Broward Hall, Buckman Hall, Cypress Hall, East Hall, Fletcher Hall, Graham Hall, Hume Hall, Jennings Hall, Keys Residential Complex, Lakeside Residential Complex, Mallory Hall, Murphree Hall, North Hall, Rawlings Hall, Reid Hall, Riker Hall, Simpson Hall, Sledd Hall, Springs Residential Complex, Thomas Hall, Tolbert Hall, Trusler Hall, Weaver Hall, Yulee Hall, Corry Village, Diamond Village, Maguire Village, Tanglewood Village, and University Village South;

(ii) the 2021A Project; and

(iii) such additional facilities as at some future date may be added to the Housing System.

"Interest Payment Date" means, means, for each Series of Bonds, the dates of each Fiscal Year on which interest on the Outstanding Bonds of such Series is payable, as provided for pursuant to a subsequent resolution of the Division. Interest Payment Date for the 2021A Bonds and the 2021B Bonds means January 1 and July 1 of each year.

"Maximum Annual Debt Service" means, at any time, the maximum amount (with respect to the particular Series of Bonds, or all Bonds Outstanding, as the case may be), required to be deposited into the Sinking Fund during the then current or any succeeding Fiscal Year. 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.

"Original Resolution" means the resolution adopted by the Governing Board on January 10, 1989, as amended and restated in its entirety on June 13, 2000.

"Outstanding" means, 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 in the document authorizing such bonds; (iii) bonds in lieu of which other bonds have been issued pursuant to the provisions of the document authorizing such bonds 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 under the document authorizing such bonds by the Registered Owners of a specified percentage of principal amount of such bonds, bonds held by or for the account of the Division or the Board of Regents.

"Outstanding Bonds" means the Outstanding 2011A Bonds, the Outstanding 2012A Bonds, the Outstanding 2013A Bonds, and the Outstanding 2016A Bonds.

"Pledged Revenues" means the net revenues of the Housing System, after deducting from Gross Revenues the Current Expenses.

"Principal Payment Date" means, for each Series of Bonds, the dates of each Fiscal Year on which principal on the Outstanding Bonds of such Series is payable, as provided for pursuant to a subsequent resolution of the Division. Interest Payment Date for the 2021A Bonds and the 2021B Bonds means July 1 of each year.

“Record Date” means with respect to each Series of Bonds, the 15th day of the calendar month next preceding the month of an Interest Payment Date. Record Date for the 2021A Bonds and the 2021B Bonds means December 15 for the January 1 interest payment and June 15 for the July 1 principal and interest payment.

“Refunded Bonds” means all or a portion of the Outstanding 2011A Bonds and 2012A Bonds.

“Registered Owner” means any person who shall be the owner of any Bond or Bonds as shown on the registration books kept by the Bond Registrar/Paying Agent.

“Resolution” means, collectively, the Original Resolution as amended by the Second Supplemental Resolution, the Third Supplemental Resolution, and the Seventh Supplemental Resolution, and as supplemented through the Eighth Supplemental Resolution.

“Revenue Fund” means the University of Florida Housing System Revenue Fund established in Section 4.03 of the Original Resolution.

“Second Supplemental Resolution” means the resolution adopted September 20, 2011, by the Governing Board, authorizing the issuance of the 2011A Bonds and amending the Original Resolution.

“Serial Bonds” means the Bonds of a Series which shall be stated to mature in periodic installments.

“Series” or **“Series of Bonds”** means all of the Bonds authenticated and delivered on original issuance pursuant to the 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 of the Original Resolution, regardless of variations in maturity, interest rate or other provisions.

“Seventh Supplemental Resolution” means the resolution adopted May 4, 2021, by the Governing Board, authorizing the issuance of the 2021A Bonds and amending the Original Resolution.

“Sinking Fund” means the fund created by subsection 5.01 (B) of the Original Resolution.

“State” means the State of Florida.

“Term Bonds” means 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 created by the Resolution.

“Third Supplemental Resolution” means the resolution adopted March 20, 2012, by the Governing Board, authorizing the issuance of the 2013A Bonds and amending the Original Resolution.

“University” means the University of Florida.

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.

RESOLUTION

WHEREAS, on January 10, 1989, the Governor and Cabinet, sitting as the Governing Board of the Division of Bond Finance of the State of Florida Department of General Services (the "Division"), approved a resolution (the "Original Resolution") authorizing a bond issue in an amount not to exceed Seven Million Five-Hundred Thousand Dollars ($7,500,000) (the "1989 Bonds"), for construction of a single student apartment facility, and associated costs; and

WHEREAS, the Original Resolution was amended and restated on April 25, 1989, and was amended on June 13, 1989, October 20, 1992 and May 11, 1993; and

WHEREAS, Section 6.01(B) of the Original Resolution requires that, prior to the issuance of additional parity bonds, all previously authorized bonds shall have been issued and delivered, or authority for the issuance and delivery of any unissued portion thereof shall have been canceled;

NOW, THEREFORE, BE IT RESOLVED BY THE GOVERNOR AND CABINET AS THE GOVERNING BOARD OF THE DIVISION OF BOND FINANCE:

(A) That the Original Resolution, as amended and restated on April 25, 1989, and as amended on June 13, 1989, October 20, 1992 and May 11, 1993, is hereby restated in its entirety, as follows:

"**A RESOLUTION AUTHORIZING THE ISSUANCE OF NOT TO EXCEED $7,500,000 STATE OF FLORIDA BOARD OF REGENTS UNIVERSITY OF FLORIDA HOUSING REVENUE BONDS, SERIES 1989, TO FINANCE THE CONSTRUCTION OF A SINGLE STUDENT APARTMENT FACILITY AT THE UNIVERSITY OF FLORIDA; 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 OF FLORIDA DEPARTMENT OF GENERAL SERVICES ON BEHALF OF AND FOR THE BENEFIT OF THE BOARD OF REGENTS OF THE DIVISION OF UNIVERSITIES OF THE STATE OF FLORIDA DEPARTMENT OF EDUCATION.

ARTICLE I
STATUTORY AUTHORITY, FINDINGS, AND DEFINITIONS

Section 1.01. AUTHORITY FOR THIS RESOLUTION. This Resolution (hereinafter "Resolution") is adopted pursuant to the provisions of Article VII, Section ll(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 1.02. FINDINGS. It is hereby found, determined, and declared as follows:

(A) The Board of Regents of the Division of Universities of the Department of Education of the State of Florida (hereinafter "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 a single-student apartment facility (hereinafter defined and referred to as "the 1989 Project") at the University of Florida (hereinafter the "University") is necessary, desirable and in the best interest of the University.

(C) The Board of Regents, by resolution adopted November 21, 1988, has requested the Board of Education and the Division of Bond Finance of the State of Florida Department of General Services (hereinafter the "Division of Bond Finance") to take the necessary actions required for the issuance of the State of Florida Board of Regents University of Florida Housing Revenue Bonds, Series 1989, to finance the 1989 Project.

(D) The State at this time is without immediately available funds to make the capital outlay necessary for the renovation and construction of the 1989 Project.

(E) Pursuant to the State Bond Act, the Division of Bond Finance is authorized to issue the Bonds on behalf of the Board of Regents to finance the 1989 Project.

(F) (1) The 1989 Project shall be the construction and establishment of a single-student apartment facility substantially in accordance with the plans and specifications as may be approved by the Board of Regents from time to time.

(2) The Florida Legislature approved the 1989 Project in Section 60 of Chapter 88-557, Laws of Florida.

(G) The anticipated revenues to be derived by the Board of Regents will be sufficient to pay the principal of and interest on all of the Prior Lien Bonds (as hereinafter defined) and Bonds to be issued pursuant to this Resolution, and to make all Reserve, Sinking Fund, and other payments provided for herein.

(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 in the manner provided by this Resolution, consisting of the Pledged Revenues as herein 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 ll(d), Florida Constitution, and shall be payable solely from funds derived from sources other than state tax revenues or rents or fees paid from 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.

(L) The Board of Control of Florida, as the predecessor of the Board of Regents, has heretofore created the Housing System of the University of Florida and issued $9,962,000 University of Florida Housing Revenue Bonds, Series A, B, C and D.

(M) The Board of Regents has heretofore authorized certain additions to the Housing System at the University of Florida and has issued $5,230,000 University of Florida Housing Revenue Bonds, Series E and F.

(N) The Board of Regents has previously acquired and renovated certain existing housing facilities and buildings, known as the 1974 Project, and the Division of Bond Finance has issued on behalf of the Board of Regents the $2,880,000 University of Florida Housing System Revenue Bonds, Series of 1974 (the “1974 Bonds”), to pay the costs thereof.

(O) The Board of Regents has heretofore authorized certain renovations to the Murphree Area Dormitories at the University of Florida, and the Division of Bond Finance has issued on behalf of the Board of Regents, the $3,500,000 University of Florida Housing Revenue Certificates, Series 1984.

(P) It is in the best interest of the citizens and inhabitants of the State to authorize the addition of certain dormitories to the existing Housing System at the University, as provided herein.

(Q) The lien of the $7,500,000 University of Florida Housing Revenue Bonds, authorized to be issued pursuant to this Resolution, will be junior and subordinate to the lien of the outstanding University of Florida Housing Revenue Bonds, Series A through F, on the Pledged Revenues as defined herein, junior and subordinate to the lien of the 1974 Bonds on said Pledged Revenues, and junior and subordinate to the lien of the Outstanding University of Florida Housing Revenue Certificates, Series 1984, on said Pledged Revenues.

(R) The Board of Regents is in full compliance with all obligations on its part in connection with the outstanding University of Florida Housing Revenue Bonds, Series A through F, the University of Florida Housing Revenue Bonds, Series of 1974, and University of Florida Housing Revenue Certificates, Series 1984.

(S) The Board of Regents is authorized and agrees to pay for the retirement of the 1989 Bonds from the Pledged Revenues.

(T) It is in the best interests of the Board of Regents and the citizens and inhabitants of the State of Florida that the cost of the 1989 Project be financed as contemplated by the legal authorities referred to in this Resolution and in the manner provided hereby.

Section 1.03. RESOLUTION TO CONSTITUTE CONTRACT. In consideration of the acceptance of the 1989 Bonds by those who shall hold the same from time to time, this Resolution, as amended and supplemented from time to time, shall be deemed to be and shall constitute a contract among the Division of Bond Finance, the Board of Regents, the University and such Bond Holders. The covenants and agreements to be performed by the Division of Bond Finance, 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 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 therein or herein.

Section 1.04. DEFINITIONS. The following terms shall have the following meanings in this Resolution unless the text otherwise requires:

"Act" or "Acts" shal1 mean the State Bond Act, Sections 215.57-215.84, Florida Statutes; and Chapters 240 and 243, Florida Statutes.

"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 by 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.

"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.

"Board of Regents" or "Board" 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.

"Bond Amortization Account" shall mean the account within the 1989 Housing System Bond Interest and Sinking Fund created pursuant to Section 5.01 of the Resolution.

"Bond Counsel" shall mean counsel, experienced in matters relating to the validity of, and the tax exemption of interest on, obligations of states and their political subdivisions, as selected by the Division of Bond Finance.

"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 the Resolution, in the manner and in accordance with the terms provided in such Bond Insurance Policy.

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

"1974 Bonds" shall mean the State of Florida Division of Bond Finance of the Department of General Services University of Florida Housing System Revenue Bonds, Series of 1974.

"1959 Bonds" shall mean the University of Florida Housing Revenue Bonds, Series A, B, C, D, E and F.

"Bonds" or "1989 Bonds" shall mean the not to exceed $7,500,000 University of Florida Housing Revenue Bonds, Series 1989, and any additional parity bonds issued in accordance with Section 6.01 hereof.

"Certificates" or "1984 Certificates" shall mean the State of Florida Board of Regents University of Florida Housing Revenue Certificates, Series of 1984.

"1989 Construction Fund" or "1989 Construction Trust Fund" shall mean a trust fund in which shall be deposited the net proceeds of the 1989 Bonds and other available moneys for the construction of the 1989 Project.

"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 incident to the operation of the Housing System as expanded by the terms of this Resolution, but shall exclude depreciation, all general administrative expenses of the Board of Regents, the expenses of operation of auxiliary facilities the revenues of which are not pledged as security for the Bonds and the payments into the Housing System Building Maintenance and Equipment Reserve Fund hereinafter provided for.

"Debt Service Reserve Account" or "Reserve Account" shall mean the account within the 1989 Housing System Bond Interest and Sinking Fund created pursuant to Section 5.01 of the Resolution and which shall include any sub-accounts established for a particular Series of Bonds.

"Division" or "Division of Bond Finance" shall mean the Division of Bond Finance of the State Board of Administration.

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

"Gross Revenues" shall mean all fees, rentals or other charges and income received by the Board of Regents 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 Housing System, and al1 parts thereof, together with all receipts and income of any kind derived from the Housing System, without any deductions whatever, and specifically including, without limiting the generality of the foregoing, room rental income, linen rental fees, and any special rental fees or charges for services or space provided.

"Holder of Bonds" or "Bond Holder," or any similar term, shall mean any person who shall be the registered owner of any Bonds.

"Housing System" or "University of Florida Housing System" shall mean those dormitory units, apartments, or other living units at the University, the revenues of which are pledged to the Prior Lien Obligations and, the Bonds, together with such additions thereto as shall be made from time to time. The Housing System consists of facilities known as Broward, Hume, Rawlings, Corry, Schucht, Jennings, Graham, Trusler, Simpson, East, Beaty Towers, University Village South, Fletcher, Sledd, Buckman, Thomas, Murphree, Tolbert, North, South, Weaver, Yulee, Mallory and Reid. The 1989 Project shall be added to the Housing System upon its completion.

"1989 Housing System Bond Interest and Sinking Fund" shall mean the fund created in Section 5.01 (B) of this Resolution.

"Outstanding", when used with reference to the Bonds, 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 or the Board of Regents.

"Pledged Revenues" shall mean the net revenues of the Housing System after deducting from Gross Revenues the Current Expenses and amounts required for the Prior Lien Obligations.

"Prior Lien Obligations" shall mean the University of Florida Housing Revenue Bonds, Series A through F, the 1974 Bonds, and the 1984 Certificates outstanding from time to time.

"Project Costs" shall mean the actual costs of the 1989 Project, including costs of construction; materials, labor, furnishings, equipment, and apparatus; 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 1989 Project; advances by the

Board of Regents for renovation or construction; 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; fees and expenses of the Division of Bond Finance or the Board of Regents necessary to the construction and placing in operation of the 1989 Project and the financing thereof.

"1989 Project" shall mean the following facilities 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, and the State Board of Education, and is more specifically described as follows:

> The design, construction, sitework, parking and equipment for a 108 unit single student apartment facility to house up to 422 students and related supporting spaces.

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

"Rebate Amount" shall have the meaning ascribed to that term in Section 3.05 of this Resolution.

"Rebate Fund" shall mean the Rebate Fund created and established pursuant to Section 3.05 of this Resolution.

"Rebate Year" shall mean, with respect to the Bonds issued hereunder, (i) the twelve-month period commencing on the anniversary of the "closing date" with respect to the 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 the Bonds shall commence on the "closing date" for such Bonds and the final Rebate Year with respect to the Bonds shall end on the date of final maturity of such 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 Bonds issued hereunder the date of issuance and delivery of such Bonds to the original purchaser thereof.

"Record Date" shall mean December 15 for the January 1 debt service payment and June 15 for the July 1 debt service payment.

"Reserve Account Credit Facility" shall mean a Reserve Account Insurance Policy, Reserve Account Letter of Credit or other comparable insurance, guarantee or financial product, if any, deposited in a sub-account of the Reserve Account in lieu of or in partial substitution for cash or securities on deposit therein. The issuer providing such Reserve Account Credit Facility shall be rated in one of the two highest full rating categories of a Rating Agency.

"Reserve Account Insurance Policy" shall mean the insurance policy, surety bond or other acceptable evidence of insurance, if any, deposited in a reserve sub-account of the Reserve Account, if any, in lieu of or in partial substitution for cash or securities on deposit therein. The issuer providing such Reserve Account Insurance Policy shall be an insurer rated in one of the two highest full rating categories by a Rating Agency.

"Reserve Account Letter of Credit" shall mean the irrevocable, transferable letter of credit, if any, deposited in a sub-account of the Reserve Account, if any, in lieu of or in partial substitution for cash or securities on deposit therein. The issuer providing such letter of credit shall be a banking association, bank or trust company or branch thereof which shall be rated in one of the two highest full rating categories by a Rating Agency.

"Reserve Requirement" or "Debt Service Reserve Requirement" shall mean with respect to each subaccount in the Debt Service Reserve Account, the lesser of (1) the maximum annual debt service requirement on the Bonds secured by such subaccount, or (2) 1.25% of the average annual debt service on the Bonds secured by such subaccount, but not to exceed 10% of the proceeds of the Bonds secured by such subaccount.

"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 1989 Bonds.

"1959 Resolution" shall mean the resolution adopted by the Board of Control, authorizing the issuance of University of Florida Housing System Revenue Bonds, Series A, B, C & D in l959; together with the resolution of the Board of Regents authorizing the issuance of University of Florida Housing System Revenue Bonds, Series E in 1965, and the resolution of the Board of Regents authorizing the issuance of University of Florida Housing System Revenue Bonds, Series F in 1968, as subsequently amended.

"1974 Resolution" shall mean the resolution adopted by the Governor and Cabinet as the Governing Board of the Division of Bond Finance of the Department of General Services authorizing the issuance of the 1974 Bonds.

"l984 Resolution" shall mean the resolution adopted by the Governor and Cabinet as the State Board of Education authorizing the issuance of the l984 Certificates.

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

"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.

"State Board" shall mean the State Board of Education of Florida, as constituted pursuant to Article IX, Section 2 of the Florida Constitution.

"Sinking Fund" or "1989 Sinking Fund" shall mean the fund created by subsection 5.01(B) of this Resolution.

"State" shall mean the State of Florida.

"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 1989 Housing System Bond Interest and Sinking Fund, hereinafter created, as may be provided in a subsequent resolution of the Division.

"University" shall mean the University of Florida.

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.

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

Section 2.01. AUTHORIZATION OF 1989 BONDS. Subject and pursuant to the provisions of this Resolution, fully registered revenue bonds of the Board of Regents of the State University System to be known as "State of Florida Board of Regents University of Florida Housing Revenue Bonds, Series 1989", 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 Seven Million Five Hundred Thousand Dollars ($7,500,000), for the purpose of financing the construction and equipping of the 1989 Project as described herein.

Section 2.02. DESCRIPTION OF 1989 BONDS. The 1989 Bonds shall be issued in fully registered form without coupons; shall be dated as determined by 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 semiannually each July 1 and January 1; and shall mature on July 1 of each year in such years and amounts as shall be determined by subsequent resolution adopted by the Division on or prior to the sale of the Bonds.

The 1989 Bonds may be sold at one time or in Series from time to time as the Division may determine by resolution. If issued in Series, each Series shall be dated and have an identifying letter. All of such 1989 Bonds, when issued, will rank equally as to source and security for payment and in all other respects with all then outstanding Bonds of any Series.

Interest shall be paid on January 1 and on July 1 to the Registered Owner whose name appears on the books of the Bond Registrar/Paying Agent as of 5:00 p.m. (local time, Tallahassee, Florida) on the Record Date next preceding such interest payment date.

Section 2.03. 1989 BONDS MAY BE ISSUED AS SERIAL BONDS OR TERM BONDS. The 1989 Bonds may be issued as Serial Bonds, Term Bonds, or a combination of both, as shall be determined by resolution of the Division of Bond Finance adopted prior to sale of the Bonds.

Section 2.04. PRIOR REDEMPTION OF THE 1989 BONDS. The Bonds of each Series may be made redeemable in such manner and upon such terms and conditions as are determined pursuant to the resolution authorizing such Bonds.

Unless waived by any Holder of Bonds to be redeemed, a notice of the redemption prior to maturity of any of the Bonds shall be mailed by first class mail (postage prepaid) at least thirty days prior to the date fixed for redemption, to the Holder of the Bonds to be redeemed of record on the books kept by the Bond Registrar/Paying Agent as of forty-five days prior to the date fixed for redemption. Such notice of redemption shall specify the serial or other distinctive numbers or letters of the Bonds to be redeemed, if less than all, the date fixed for redemption, and the redemption price thereof and, in the case of Bonds to be redeemed in part only, the principal amount thereof to be redeemed. Failure so to give any such notice by mailing to any Bond Holder, or any defect therein, shall not affect the validity of the proceedings for the redemption of any 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 Holder of such Bond receives such notice.

The Bond Registrar/Paying Agent shall not be required (a) to issue, transfer or exchange any Bonds 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; or (b) to transfer or exchange any Bonds selected, called or being called for redemption in whole or in part.

Notice having been given in the manner and under the conditions hereinabove provided, the Bonds or portions of 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 Bonds or portions of Bonds on such date. On the date so designated for redemption, notice having been published and mailed and moneys for payment of the redemption price being held in separate accounts by an escrow agent, the State Board, or the Bond Registrar/Paying Agent, in trust for the Holders of the Bonds or portions thereof to be redeemed, all as provided in this Resolution or the applicable authorizing resolution, interest on the Bonds or portions of Bonds so called for redemption shall cease to accrue, such Bonds and portions of Bonds shall cease to be entitled to any lien, benefit or security under this Resolution or the applicable authorizing resolution, and the Holders of such Bonds or portions of Bonds shall have no rights in respect thereof except to receive payment of the redemption price thereof and, to the extent provided in the final paragraph of this Section, to receive Bonds for any unredeemed portion of the Bonds. Any and all of the Bonds redeemed prior to maturity shall be duly canceled by the Bond Registrar/Paying Agent, and shall not be reissued.

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

(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 Bonds being redeemed; (ii) the date of issue of the Bonds as originally issued; (iii) the rate of interest borne by each Bond being redeemed; (iv) the maturity date of each 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 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 Bonds (such depositories now being The Depository Trust Company, New York, New York, Midwest Securities Trust Company, Chicago, Illinois, Pacific Securities Depository Trust Company, San Francisco, California 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 Bonds.

(C) Each further notice of redemption shall be published one time in The Bond Buyer of New York, New York or, if such publication is impractical or unlikely to reach a substantial number of the Holders of the Bonds, in some other financial newspaper or journal which regularly carries notices of redemption of other obligations similar to the Bonds, such publication to be made at least thirty (30) days prior to the date fixed for redemption.

In case part but not all of an Outstanding Bond shall be selected for redemption, the Holder thereof shall present and surrender such 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 Bond Holder, without charge therefor, for the unredeemed balance of the principal amount of the Bond so surrendered, a Bond or Bonds fully registered as to principal and interest.

Section 2.05. EXECUTION OF 1989 BONDS. The 1989 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 by 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's certificate of authentication shall appear on the 1989 Bonds, signed by an authorized signatory of said bond registrar. Any of the signatures required hereinabove may be a facsimile signature imprinted or reproduced on the 1989 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 1989 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 1989 Bonds may nevertheless be sold and delivered as herein provided and may be issued as if the person who signed or sealed such 1989 Bonds had not ceased to hold such office. Any 1989 Bond may be signed and sealed on behalf of the Board of Regents by such person as at the actual time of the execution of such 1989 Bond shall hold the proper office, although at the date of such 1989 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 1989 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 2.06. NEGOTIABILITY. The 1989 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 1989 Bonds shall be conclusively deemed by his acceptance thereof to have agreed that the 1989 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 2.07. REGISTRATION. The 1989 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 the Registrar, Paying Agent and Transfer Agreement, dated October 1, 1988 as amended, or successor agreement, between Citibank, N.A., and the Board of Administration.

Upon surrender to the Bond Registrar/Paying Agent for transfer or exchange of any 1989 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 1989 Bond of authorized denomination of the same maturity for the aggregate principal amount which the Registered Owner is entitled to receive.

A11 1989 Bonds presented for transfer, exchange, redemption or payment (if so required by the Division of Bond Finance or the Bond Registrar/Paying Agent) shal1 be accompanied 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 1989 Bonds. However, the Division of Bond Finance and the Bond Registrar/Paying Agent may require payment from the 1989 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 1989 Bond shall be delivered.

New 1989 Bonds delivered upon any transfer or exchange shall be valid obligations of the Board of Regents evidencing the same debt as the 1989 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 1989 Bonds surrendered.

The Board of Regents and the Bond Registrar/Paying Agent may treat the Registered Owner of any 1989 Bond as the absolute owner thereof for all purposes, whether or not such 1989 Bond shall be overdue, and shall not be bound by any notice to the contrary. The person in whose name any 1989 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 or the Bond Registrar/Paying Agent.

Notwithstanding the foregoing provisions of this Section 2.07, the Division of Bond Finance reserves the right, on or prior to the delivery of the Bonds, to amend or modify the foregoing provisions relating to registration of the 1989 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 2.08. AUTHENTICATION. No 1989 Bond shall be valid or obligatory for any purpose or be entitled to any security or benefit under this Resolution or the 1989 Resolution unless and until a certificate of authentication on such 1989 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 1989 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 1989 Bonds issued hereinafter.

Section 2.09. DISPOSITION OF 1989 BONDS PAID OR EXCHANGED. Whenever any 1989 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 1989 Bonds shall either be canceled and retained by the Bond Registrar/Paying Agent for a period of time specified in writing by the Division of Bond Finance and the State Board of Administration, or, at the option of the Division of Bond Finance and the State Board of Administration, shall be canceled 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.

Section 2.10. 1989 BONDS MUTILATED, DESTROYED, STOLEN OR LOST. In case any 1989 Bond shall become mutilated, or be destroyed, stolen or lost, the Division of Bond Finance may in its discretion issue and deliver a new 1989 Bond of like tenor as the 1989 Bond so mutilated, destroyed, stolen, or lost, in exchange and substitution for such mutilated 1989 Bond, upon surrender and cancellation of such mutilated 1989 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 1989 Bonds so surrendered shall be canceled by the Board of Regents or the Registrar, as its agent. If any such 1989 Bond shall have matured or be about to mature, instead of issuing a substitute l989 Bond, the Division of Bond Finance may pay the same, upon being indemnified as aforesaid, and if such 1989 Bond be lost, stolen or destroyed, without surrender thereof.

Any such duplicate 1989 Bond issued pursuant to this Section shall constitute original, additional, contractual obligations on the part of the Board of Regents, whether or not the lost, stolen or destroyed 1989 Bond be at any time found by anyone and such duplicate 1989 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 2.11. FORM OF 1989 BONDS. The text of the 1989 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
UNIVERSITY OF FLORIDA
HOUSING REVENUE BONDS, SERIES 1989

MATURITY DATE	______________________
INTEREST RATE	______________________
DATED DATE	______________________
REGISTERED OWNER	______________________
PRINCIPAL AMOUNT	______________________ DOLLARS

KNOW ALL MEN BY THESE PRESENTS that the Board of Regents of the Division of Universities of the Department of Education of the State of Florida, a public body corporate (hereinafter referred to as "Board of Regents"), for value received, hereby promises to pay to __________, or registered assigns, from the special funds hereinafter described, on the 1st day of __________, unless redeemed prior thereto as hereinafter provided, upon the presentation and surrender hereof at the principal office of, as Paying Agent, __________ Dollars ($__________), 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 as rapid as mailing) to such registered owner at his address as it appears, at 5:00 p.m. (local time, Tallahassee, Florida) on the Record Date, on the registration books of the Board of Regents kept by the Bond Registrar under the Resolution hereinafter referred to, interest on such principal sum from the date hereof at the rate of __________ percent (_____ %) per annum until the payment of said principal sum, such interest being payable on the first day of January and the first day of July in each year, commencing __________, 1989. The Record Date for the January 1 payment is December 15, and the Record Date for the July 1 payment is June 15. The principal of this Certificate is 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 Seven Million Five Hundred Thousand Dollars ($7,500,000) issued for the purpose of financing part of the cost of the construction of the 1989 Project, as defined in the Resolution, at the University of Florida, and purposes necessary therefor or appurtenant thereto (hereinafter referred to as "1989 Project"), to be operated and maintained by the University of Florida, 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 __________ day of __________, 198__ (herein referred to as "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 the net revenues of the University of Florida Housing System, after providing for Current Expenses and the Prior Lien Obligations. The lien of the 1989 Bonds is junior and subordinate to the lien of the University of Florida Housing Revenue Certificates, Series A through F, to the lien of the Division of Bond Finance University of Florida Housing System Revenue Bonds, Series of 1974, and to the lien of the University of Florida Housing Revenue Certificates, Series 1984, upon the Pledged Revenues.

This Bond is a "revenue bond" within the meaning of Article VII, Section ll(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 - Investment 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 - Investment Securities Law of the State of Florida.

This Bond may be transferred only upon the books of the Board of Regents kept by the Bond Registrar under the Resolution upon surrender hereof at the principal office of the Bond Registrar 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 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 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 __________, 1989.

STATE BOARD OF REGENTS

ATTEST: ______________________ ________________________

Vice-Chairman Chairman

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 OF FLORIDA DEPARTMENT OF
GENERAL SERVICES

BY: ________________________

GERALD LEWIS, Comptroller of the State of Florida as Secretary of the Governing Board of the Division of Bond Finance of the State of Florida Department of General Services

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 __________, 1989.

____
Governor, as Chairman of the Division of Bond Finance of the State of Florida

ASSIGNMENT

For value received the undersigned sells, assigns and transfers unto

____

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

____

the within Bond of the State of Florida Board of Regents and hereby irrevocably 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 PROJECT. The Board of Regents is authorized to acquire and construct the 1989 Project from the proceeds of the sale of the Bonds and other legally available funds, subject to the provisions of this Resolution and the applicable laws of Florida.

Section 3.02. APPLICATION OF BOND PROCEEDS. (A) Upon receipt of the proceeds of the sale of the l989 Bonds the Board of Regents shall transfer and apply such proceeds as follows:

(l) The amount agreed upon by the Board of Regents and the Division of Bond Finance as being necessary to pay all costs and expenses of the Division of Bond Finance in connection with the preparation, validation, issuance, and sale of the 1989 Bonds, including a reasonable service charge of the Division of Bond Finance for its fiscal services, shall be transferred to the Division of Bond Finance and deposited in the Bond Fee Trust Fund.

(2) An amount of money shall be deposited to the credit of the sub-account in the Debt Service Reserve Account established for such Series of Bonds in the aggregate amount necessary to make the amount to the credit of such sub-account equal to the Debt Service Reserve Requirement for such sub-account. The Debt Service Reserve Account need not be fully funded at the time of issuance of such Series of Bonds if the Division elects by Resolution adopted prior to issuance of such Series of Bonds, subject to the limits described below, to fully fund the applicable sub-account in the Debt Service Reserve Account over a period specified in such resolution not to exceed sixty (60) months from the date of issue, during which it shall make substantially equal monthly installments in order that the amounts on deposit therein at the end of such period shall equal the Debt Service Reserve Requirement for such sub-account. The Debt Service Reserve Account subaccount for any Series of Bonds may be funded wholly or partially at any time by a Reserve Account Credit Facility in an amount which, together with sums on deposit, is equal to the Debt Service Reserve Requirement for such Series of Bonds. Such Reserve Account Credit Facility as provided above must provide for payment on any interest payment date or principal payment date on which a deficiency exists in moneys held hereunder for a payment with respect to the Bonds which cannot be cured by funds in any other account held pursuant to this resolution and available for such purpose, and which shall name the Bond Registrar/Paying Agent or the Board of Regents for the benefit of the Bondholders as the beneficiary thereof. In no event shall the use of such Reserve Account Credit Facility be permitted if it would cause an impairment in any existing rating on the Bonds or any Series thereof. If the applicable sub-account in the Debt Service Reserve Account is to be funded in installments, upon the issuance of any additional parity Bonds, the deposits required pursuant to the foregoing may be limited to the amount which will be sufficient to pay the required monthly installments specified in such resolution, plus an additional amount necessary to make up any deficiencies caused by withdrawals or resulting from the semiannual valuation of the funds on deposit

therein. If a disbursement is made from a Reserve Account Credit Facility, the Board of Regents shall be obligated to either reinstate the maximum limits of such Reserve Account Credit Facility immediately following such disbursement or to deposit funds into the applicable sub-account in the Debt Service Reserve Account in the amount and manner provided under Section 5.01(B) of this Resolution.

(3) 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 1989 Bonds.

(4) After making the transfers provided for in subsections (l), (2) and (3) above, the balance of the proceeds of the 1989 Bonds shall be transferred to and deposited in the 1989 Project Construction Trust Fund (hereinafter referred to as "Construction Trust Fund"), which is hereby created in the State Treasury.

Any unexpended balance remaining in the 1989 Construction Fund, after a consulting architect shall certify that the 1989 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 1989 Bonds, the Board of Regents covenants that it will deposit in the 1989 Construction Fund additional funds legally available for such purpose which, together with the proceeds of the 1989 Bonds, will be sufficient to finance the total 1989 Project Costs. Any such additional funds, other than the proceeds of the 1989 Bonds, shall be derived from sources and in a manner which will not jeopardize the security of the Bonds issued pursuant to this Resolution. Such additional funds, if any are required, shall be deposited in the 1989 Construction Fund by the Board of Regents on its own initiative, and in any event promptly upon the request of the original purchaser of the 1989 Bonds or of any other Bonds issued pursuant to this Resolution; provided, however, that this provision shall not be deemed to obligate the Board of Regents to deposit any moneys in said 1989 construction Fund except funds legally available for such purpose.

A11 moneys in said 1989 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, and all moneys in such funds shall be continuously secured in the manner now provided by the laws of Florida for securing deposits of state funds.

Section 3.03. INVESTMENT OF CONSTRUCTION TRUST FUND. Any moneys in the 1989 Construction Trust Fund not immediately needed for the purposes provided in this Resolution, may be temporarily invested and reinvested as provided in Section 215.47, Florida Statutes.

Section 3.04. BOND HOLDERS NOT AFFECTED BY APPLICATION OF BOND PROCEEDS. The Bond Holders shall not have any responsibility whatsoever for the application or use of any of the proceeds derived from the sale of the 1989 Bonds, and the rights and remedies of the Bond Holders and their right to payment from the Pledged Revenues provided in this Resolution, shall not be affected or impaired by the application or use of such proceeds. Upon the issuance of the 1989 Bonds, all the covenants and agreements contained in this Resolution shall be valid and binding covenants and agreements, which may be enforced by the Bond Holders against the Board of Regents, without regard to the application of the proceeds of the 1989 Bonds.

Section 3.05 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 dated and delivered on the date of original issuance and delivery of the Bonds. Specifically, without intending to limit in any way the generality of the foregoing, the Division of Bond Finance, the Board of Regents and the Board of Administration covenant and agree:

(1) to pay or cause to be paid by the Board of Administration to the United States of America from the Pledged Revenues or 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");

(2) to maintain and retain or cause to be maintained and retained all records pertaining to calculations of the Rebate Amount as shall be necessary to comply with the Code;

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

(4) 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 Division of Bond Finance, the Board of Regents 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 Board of Regents covenants and agrees that it shall maintain and retain all records pertaining to calculations of the Rebate Amount for each series of Bonds issued hereunder and it agrees to provide such records to the Division of Bond Finance upon request for the purpose of making or having made all determinations and calculations of the Rebate Amount.

(C) The Division of Bond Finance covenants and agrees that it will make or have made all determinations and calculations of the Rebate Amount for each series of Bonds issued hereunder for each Rebate Year within sixty (60) 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 sixty (60) day period, the Division shall direct the Board of Administration to deposit into the Rebate Account which is hereby created and established in the Sinking Fund, 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 Account 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 Division of Bond Finance, 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 may rely upon any instructions or opinions from a nationally recognized Bond Counsel.

Notwithstanding anything in this Resolution to the contrary, to the extent moneys on deposit in the Rebate Account 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 are insufficient to pay the Rebate Amount, then from moneys on deposit in any of the funds and accounts created hereunder.

If any amounts shall remain in the Rebate Account 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 Account shall be held separate and apart from all other funds and accounts and shall be subject to a lien in favor of the Bond Holders, but only to secure payment of the Rebate Amount, and the moneys in the Rebate Account shall be available for use only as herein provided.

The Division of Bond Finance, the Board of Regents and the Board of Administration shall not be required to continue to comply with the requirements of this section in the event that the Division of Bond Finance receives an opinion of nationally recognized Bond 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.

Notwithstanding any of the above, the Board of Regent's responsibilities and duties pursuant to paragraphs (A)(1), (2), or (B) of this section may be assumed in whole or in part by the Division of Bond Finance or another entity as provided by law, administrative rule, or resolution of the Division of Bond Finance.

ARTICLE IV
APPLICATION AND ADMINISTRATION OF PLEDGED REVENUES

Section 4.01. BONDS SECURED BY PLEDGED REVENUES. (A) The payment of the Bonds and all interest charges, and debt service thereon shall be secured forthwith equally and ratably by a valid and enforceable lien on the Pledged Revenues as provided for in this Resolution and to be received under this Resolution, and such Pledged Revenues 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 of Florida, 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 of Florida, 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. FEES, RENTALS OR OTHER CHARGES. 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 Housing System, and revise the same from time to time whenever necessary, as will always provide revenues sufficient to pay all Current Expenses, as defined herein, and other costs of operating and maintaining the Housing System and, to make or provide for payments required from said Pledged Revenues in connection with the Prior Lien Obligations, and the Bonds, as the same become due, to build up in the Sinking Fund the debt service reserve and to make all other payments provided for in this Resolution, and that such fees, rentals or other charges shall not be reduced so as to be insufficient to provide adequate revenues for such purposes.

Whenever in any year the amounts of 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 mandatory 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 4.03. HOUSING SYSTEM REVENUE FUND. The entire Gross Revenues, as defined herein, derived from the operation of the Housing System, shall be deposited by the Board of Regents with the State Treasurer of Florida in a trust fund known as the "University of Florida Housing System Revenue Fund" (hereinafter referred to as "Revenue Fund") which fund was created by the 1959 Resolution. 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 Board of Regents and used only for the purposes and in the manner provided in the 1959 Resolution, the 1974 Resolution, the 1984 Resolution, and this Resolution.

Section 4.04. 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 of Florida for the securing of deposits of State funds. The Bond Holders shall have a lien on moneys in the Sinking 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 4.05. FISCAL AGENT. Upon sale and delivery of the Bonds by the Division of Bond Finance on behalf of the Board of Regents, the State Board of Administration shall act as the fiscal agent for the Board of Regents.

ARTICLE V
DISPOSITION OF REVENUES

Section 5.01. DISPOSITION OF REVENUES. All revenues on deposit at any time in the Revenue Fund shall be applied only in the following manner and order of priority:

(A) (1) Revenues will first be used for payment of all Current Expenses of the Housing System, as required by the 1959 and 1984 Resolutions.

(2) After providing for current expenses, revenues shall next be used to make the required deposits to the sinking fund, including debt service reserve accounts, and Housing System Building Maintenance and Equipment Reserve Fund, and other required deposits, for the Prior Lien Obligations, in accordance with the 1959 Resolution, the 1974 Resolution and the 1984 Resolution.

(B) All revenues remaining in the Revenue Fund after satisfying subsection (A) above shall first be deposited with the Board of Administration in the "1989 Housing System Bond Interest and Sinking Fund" (hereinafter "Sinking Fund"), which is hereby created, until there is accumulated in said Sinking Fund an amount sufficient to pay in the following order:

(1) the next installments of principal and interest to become due on the 1989 Bonds and any additional parity Bonds during the then current year, including Amortization Installments for any Term Bonds which funds shall be deposited into the Bond Amortization Account which is hereby created; and

(2) amounts, as a debt service reserve, in each subaccount within the Sinking Fund, which shall be equal to the Reserve Requirement on all Bonds secured by such subaccount outstanding or sufficient to satisfy the installment required by Section 3.02 if the Reserve Account is to be funded over a 60 month period. This paragraph (2) shall not apply to that portion of the subaccount of the Reserve Account established for any Series of Bonds for which a Reserve Account Credit Facility has been provided pursuant to paragraph 3.02(A)(2) hereof.

In the event funds on deposit in the Sinking Fund are not sufficient to pay in full the principal and/or interest next coming due on the Bonds, then on or before June 15 and December 15 such amounts as may be necessary to pay such maturing principal and/or interest on the Bonds then outstanding, shall be transferred to the Sinking Fund from the appropriate subaccount of the Reserve Account.

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

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

(C) (1) 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 Revenue Fund shall be transferred to the Housing System Building Maintenance and Equipment Reserve Fund established by the 1959 Resolution, as hereinafter provided:

(a) The amount required to be deposited in the Housing System Building Maintenance and Equipment Reserve Fund for each Series of Bonds issued pursuant to this Resolution shall be an amount which bears the same ratio to the existing total balance required to be maintained in the Housing System Building Maintenance and Equipment Reserve Fund by the resolutions authorizing the 1959 Bonds, the 1984 Bonds, and each Series of Bonds theretofore issued, plus the amount required to be deposited for the proposed Series of Bonds, as (i) the estimated book value of the housing facilities to be financed by such new Series of Bonds bears to (ii) the then-present book value of the housing facilities comprising said Housing System at the time such Series of Bonds is issued plus the estimated book value of the housing facilities to be financed by such new Series of Bonds. For the purposes of this paragraph (C)(1), "housing facilities" shall not include remodeling, renovation or repair of existing facilities. The formula demonstrating this requirement is:

$$\frac{\text{New Series Requirement}}{\text{Existing Requirement + New Series Req.}} = \frac{\text{Estimated Book Value New Project}}{\text{B.V. Current Sys. + Est. B.V. New Proj.}}$$

(b) Deposits to the Building Maintenance and Equipment Reserve Fund for each Series of Bonds may be made periodically, but shall be made at least once each Fiscal Year until the total amount required by subparagraph 5.01(C)(1)(a) has been deposited, and until any moneys drawn from such fund have been replenished. Such periodic deposits shall, at a yearly minimum, be equal to ten percent of the total amount required to be deposited pursuant to subparagraph 5.01(C)(1)(a).

(c) The book value of the housing facilities comprising the Housing System and of the housing facilities to be financed by such new Series of Bonds shall be determined by a certificate to be filed with the Secretary of the Board of Regents by an appropriate financial officer of the University of Florida, which certificate shall also be approved in writing by an independent certified public accountant.

(2) Deposits to the Building Maintenance and Equipment Reserve Fund pursuant to this subsection 5.01(C) shall be in addition to those required by the 1959 Resolution and the 1984 Resolution, as amended (which amounts shall be deposited at the times and in the priority required by such resolutions). Nothing herein shall restrict the University from funding the Housing System Building Maintenance and Equipment Reserve Fund in an amount greater than that required by this subsection 5.01(C).

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

(4) In the event the moneys in the Sinking Fund and Reserve Account therein on any June 15 or December 15 shall be insufficient to pay the next maturing installment of principal or interest on the Bonds, then moneys in said Building Maintenance and Equipment Reserve Fund in excess of the amount required by the 1959 Resolution and the 1984 Resolution as amended, shall be transferred to the Sinking Fund to the extent necessary to eliminate such deficiencies and to avoid a default.

(D) All revenues remaining in the Revenue Fund at the close of each Fiscal Year, after all payments or balances required in (A), (B) and (C) above have been made or maintained, may be used by the Board of Regents, in its discretion, for any expenditures, including the payment of debt service, improving or restoring any existing housing and dining facilities or providing any such additional facilities, or to redeem the then outstanding Prior Lien Obligations or Bonds.

(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 Building Maintenance and Equipment Reserve Fund created by the 1959 Resolution, and the Sinking Fund and the Reserve Account created herein, 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 of Florida.

Section 5.02. INVESTMENT OF REVENUES. 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, such obligations and the income therefrom shall be held for and the proceeds thereof on resale shall be 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 VI
ADDITIONAL PARITY BONDS AND REFUNDING REQUIREMENTS

Section 6.01. ISSUANCE OF ADDITIONAL PARITY BONDS. The Division of Bond Finance is authorized to issue additional parity bonds after the issuance of the 1989 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 improvements to the Housing 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 canceled.

(C) The Board of Regents shall certify favorably as to the advisability of the issuance of such additional parity bonds.

(D) The Board of Administration, after it determines that there will be sufficient available funds from the Pledged Revenues to pay debt service on the Prior Lien Bonds, the Bonds and, any additional parity bonds theretofore issued and outstanding, and the additional parity bonds proposed to be issued, without jeopardy to such outstanding Bonds, shall approve the fiscal sufficiency of such additional parity bonds.

(E) Certificates shall be prepared and executed by the Board of Regents 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 (i) the Prior Lien Bonds and Bonds then outstanding (ii) any previously issued and outstanding parity bonds and (iii) the additional parity bonds then proposed to be issued.

(F) (1) 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 the 1959 Resolution, the 1974 Resolution, the 1984 Resolution and of the Resolution and the Board of Regents must be currently in compliance with the covenants and provisions of the 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 pursuant to Section 6.01(E)(1), will be at least equal to one hundred twenty-five percent (125%) of the Maximum Annual Debt Service on (i) the Bonds originally issued pursuant to the Resolution and then Outstanding, (ii) any additional parity Bonds theretofore issued and then Outstanding, and (iii) 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, prior to the issuance of the proposed additional parity Bonds, shall have increased the rates, fees, rentals or other charges for the services of the Housing 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 Housing System as if such increased rates, fees, rentals or other charges for the services of the Housing System had been in effect during all of such two preceding Fiscal Years.

(b) If the Board of Regents shall have acquired or has contracted to acquire any privately or publicly owned existing housing facility, then the average amount of Pledged Revenues derived from the Housing System during the two immediately preceding Fiscal Years prior to the issuance of said additional parity Bonds as certified by the Board of Regents, shall be increased by adding to the Pledged Revenues for said two preceding Fiscal Years the net revenues which would have been derived from said existing housing facility so acquired as if such existing housing facility had been a part of the Housing System during such two Fiscal Years. For the purposes of this paragraph, the net revenues derived from said existing housing 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 housing facility from the gross revenues of said housing facility in the same manner provided in the Resolution for the determination of Pledged Revenues.

(c) Should the Board of Regents be constructing or acquiring additions, extensions or improvements to the Housing System from the proceeds of such additional parity Bonds or from sources other than additional parity Bonds and if the Board of Regents 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 had been in effect during all of such two Fiscal Years.

Section 6.02. REFUNDING BONDS. (A) All of the 1989 Bonds, together with any additional parity bonds theretofore issued and then outstanding, or any portion of such outstanding Bonds, may be refunded and the lien of the refunded Bonds preserved for the refunding Bonds.

(B) In the event the Bonds or any additional parity bonds theretofore issued are refunded, then the holders of the refunding Bonds shall have and enjoy the same lien on the Pledged Revenues and all rights, privileges and remedies which are granted to and vested in the Holders of the Bonds so refunded pursuant to this Resolution, or any resolution supplemental hereto, to the same extent and as fully as if such refunding Bonds constituted the Bonds so refunded. All of the covenants, agreements and provisions in this Resolution relating to the Bonds shall refer to and apply fully to such refunding Bonds issued in compliance with this Section 6.02.

Section 6.03. ISSUANCE OF OTHER OBLIGATIONS OR CREATION OF ENCUMBRANCES. The Division of Bond Finance covenants that it will not issue any other obligations, except obligations issued to refund Prior Lien Obligations, additional parity Bonds provided for in Section 6.01 hereof, or refunding Bonds provided for in Section 6.02 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 provided for in Section 6.01 and 6.02 hereof, shall contain an express statement that such obligations are junior and subordinate to the Prior Lien Obligations and the Bonds issued pursuant to this 1989 Resolution, and any additional parity bonds theretofore or thereafter issued, as to lien on and source and security for payment from such Pledged Revenues.

The Board of Regents specifically covenants that it will not hereafter issue any obligations (excluding refunding obligations) pursuant to the proceedings which authorized the Prior Lien Obligations which will rank on a parity with or senior to the Prior Lien Obligations.

ARTICLE VII
COVENANTS

Section 7.01. PLEDGE OF PLEDGED REVENUES. The Board of Regents hereby covenants and agrees with the holders of the 1989 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 in the manner provided in this 1989 Resolution and the holders of the Bonds shall have a valid and enforceable lien on such Pledged Revenues in the manner provided herein.

Section 7.02. PLEDGED REVENUES COVENANTS. The Board of Regents covenants:

(A) That it will punctually pay the Pledged Revenues provided for in Section 7.01 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 Housing System rentals 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 and other fees to be levied upon and collected from each person housed in or using the Housing System which will produce sums sufficient to pay, when due, the annual Pledged Revenues under this Resolution.

(D) To continue to collect the rentals charged all regularly enrolled students and other tenants in the Housing System.

ARTICLE VIII
REMEDIES

Section 8.01. ENFORCEABILITY BY BOND HOLDERS. (A) The Division of Bond Finance hereby irrevocably agrees that 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 1989 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 of Florida, or instrumentality thereof having any duties concerning the 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 1989 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 of Florida.

(B) Any holders of the 1989 Bonds, or any trustee acting for the holders of such 1989 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 of Florida, 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 1989 Project or any other facility of the University, or the Board of Regents, or the Division of Bond Finance.

ARTICLE IX
MISCELLANEOUS

Section 9.01. RESOLUTION NOT ASSIGNABLE. This Resolution shall not be assignable by the Division of Bond Finance or the State Board of Administration, except for the benefit of the Bond holders; provided, however, the Board of Regents may lease, from time to time, to other tenants such portion or portions of the Housing System as are not needed by the Board of Regents, to the extent that any such lease would not be inconsistent with the terms of the Loan Agreement executed in connection with the 1984 Bonds provided that no such lease shall be permitted which would adversely affect the exclusion from gross income of interest on the Bonds.

Section 9.02 AMENDMENT OR MODIFICATION OF RESOLUTION. Except as otherwise provided in the second and third paragraph hereof, no material modification or amendment of the 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, 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, 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 ambiguity, correct or supplement any provision contained herein which may be defective or inconsistent with any other provisions contained herein, (ii) 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, (iii) to obtain credit enhancements or a rating in one of the higher rating categories of Moody's Investors Service or Standard and Poor's Corporation, (iv) to add to the covenants and agreements of the Division or the Board of Regents in the Resolution, other covenants and agreements to be observed by the Division or the Board of Regents which are not contrary to or inconsistent with the Resolution as theretofore in effect, (v) to add to the limitations and restrictions in the Resolution, other limitations and restrictions to be observed by the Division or the Board of Regents which are not contrary to or inconsistent with the Resolution as theretofore in effect, (vi) 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, (vii) to enable the Division and the Board of Regents to comply with their covenants, agreements and obligations under Section 3.05 hereof and (viii) to make any amendment, change, modification or alteration that does not materially adversely affect the interests of the Bond Holders.

Section 9.03. 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 9.04. 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 of Florida and no holder of the Bonds shall have the right to compel or require any appropriation by the Legislature of Florida 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 ll(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 9.05. 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 owner or Holder thereof, all liability of the Board of Regents to the owner or 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 owner or Holder of such Bond, 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 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 9.06. DEFEASANCE. (A) If, at any time, the Board of Regents shall have paid, or shall have made provision for payment of, the principal, interest, and redemption premiums, if any, with respect to the 1989 Bonds or any portion thereof, then, and in that event, the pledge of and lien on the funds pledged in favor of the holders of such 1989 Bonds shall be no longer in effect. For purposes of the preceding sentence, deposit of sufficient cash and/or Federal Securities (i.e., direct obligations of the United States Government) in irrevocable trust with a banking institution, trust company, or the State Board of Administration for the sole benefit of the Bond Holders in an aggregate principal amount which, together with interest to accrue thereon, will be sufficient to make timely payment of the principal, interest, and redemption premiums, if any, on such l989 Bonds, shall be considered "provision for payment".

If any portion of the moneys or securities 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 may use the amount of such excess for any lawful purpose free and clear of any trust, lien, security interest, pledge or assignment securing said Bonds or otherwise existing under this Resolution.

(B) Nothing herein shall be deemed to require the Board of Regents or Division of Bond Finance to call any of the 1989 Bonds for redemption prior to maturity pursuant to any applicable optional redemption provisions, or to impair thc discretion of the Board of Regents or Division of Bond Finance in determining whether to exercise any such option for early redemption.

(C) The Board of Regents is authorized to refund all or a portion of the 1989 Bonds pursuant to the provisions of Section 215.79, Florida Statutes.

Section 9.07. INSURANCE. The Board of Regents will carry such insurance as is required by the State or is ordinarily and customarily carried on similar systems as the Housing 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. Notwithstanding the foregoing, this does not excuse the Board of Regents from the insurance obligations imposed by the Prior Lien Obligations.

Section 9.08. VALIDATION AUTHORIZED. The attorneys for the Division of Bond Finance are hereby authorized to institute proceedings to validate the 1989 Bonds, pursuant to Chapter 75, Florida Statutes.

Section 9.09. 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 9.10. EFFECTIVE DATE. This Resolution shall take effect immediately upon its adoption.

ADOPTED on January 10, 1989, as amended and restated on **April 25, 1989**, and as amended on **June 13, 1989**, **October 20, 1992** and **May 11, 1993** and as restated on **June 13, 2000**.

(B) That all previously granted authority to issue State of Florida, University of Florida Housing Revenue Bonds is hereby canceled, except for the authority to issue not exceeding $32,000,000 State of Florida, University of Florida Housing Revenue Bonds, Series 2000, which was granted on February 22, 2000.

ADOPTED ON June 13, 2000.

APPENDIX C

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

A RESOLUTION
AUTHORIZING THE ISSUANCE AND SALE OF
STATE OF FLORIDA, BOARD OF GOVERNORS
UNIVERSITY OF FLORIDA
DORMITORY REVENUE REFUNDING BONDS
SERIES (TO BE DETERMINED)

September 20, 2011

A RESOLUTION AUTHORIZING THE ISSUANCE AND SALE OF STATE OF FLORIDA, BOARD OF GOVERNORS, UNIVERSITY OF FLORIDA DORMITORY REVENUE REFUNDING BONDS, SERIES (TO BE DETERMINED), REFUNDING ALL OR A PORTION OF CERTAIN OUTSTANDING BONDS OF THE UNIVERSITY; CANCELING THE AUTHORITY FOR UNISSUED PREVIOUSLY AUTHORIZED BONDS; 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, RESOLUTION TO CONSTITUTE CONTRACT

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 this Resolution, as well as the Outstanding Bonds and the Refunding Bonds (as defined herein).

"1998 Bonds" means the $26,155,000 State of Florida, Board of Regents, University of Florida Housing Revenue Bonds, Series 1998.

"Annual Debt Service" means, for any Fiscal Year, the remaining amount (with respect to the particular Series of Bonds, or all Bonds, as the case may be), required to be deposited in such Fiscal Year into the Sinking Fund to pay the interest, principal and Amortization Installment in such Fiscal Year. In the calculation of the Annual Debt Service Requirement, 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, excluding the Amortization Installment due in the year of maturity, shall not be included as part of the Amortization Installment in determining the Annual Debt Service Requirement for that Fiscal Year

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

"Board of Governors" or **"Board"** means the Florida 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.

"Bond Registrar/Paying Agent" means U.S. Bank Trust National Association, New York, New York, 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 selects another date on which to end a Bond Year in the manner permitted by the Code.

"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 or any Assistant Secretary delegated authority by the Director.

"Division" means the Division of Bond Finance of the State Board of Administration of Florida.

"Governing Board" means the Governor and Cabinet of the State of Florida as the governing board of the Division of Bond Finance.

"Housing System" means those residence halls, apartments, or other living units at the University, the revenues of which are pledged to the Prior Lien Obligations and the Bonds, together with such additions thereto as shall be made from time to time. The Housing System consists of facilities known as Broward, Hume, Rawlings, Corry Village, Jennings, Graham, Trusler, Simpson, East, Beaty Towers, University Village South, Fletcher, Sledd, Buckman, Thomas, Murphree, Tolbert, North, Riker, Weaver, Yulee, Mallory, Reid, Keys, Springs, Lakeside, Diamond Village and Tanglewood Apartments, and such additional facilities as at some future date may be added to the Housing System.

"Interest Payment Date" means, for the Refunding Bonds, January 1 and July 1 of each year.

"Maximum Annual Debt Service" means, 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 into the Sinking Fund during the then current or any succeeding Fiscal Year. For the purpose of calculating the deposits to be made into a sub-account in the Reserve Account, Maximum Annual Debt Service shall mean, at any time, the maximum amount, if any, required to be deposited during 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.

"Original Resolution" means the resolution adopted by the Governing Board on January 10, 1989 as amended and restated in its entirety on June 13, 2000, and as amended and supplemented through the date of this Resolution.

"Outstanding Bonds" means the Outstanding 1998 Bonds and the Outstanding State of Florida, Florida Education System, University of Florida Housing Revenue Refunding Bonds, Series 2005A.

"Principal Payment Date" means, for each Series of Bonds, the dates during each Fiscal Year on which the principal of the Outstanding Bonds of such Series is payable.

"Prior Lien Obligations" means the State of Florida, Board of Regents, University of Florida Housing Revenue Certificates, Series of 1984.

"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.

"Registered Owner" means any person who shall be the registered owner of any Bond.

"Refunded Bonds" means all or a portion of the Outstanding 1998 Bonds to be refunded by the Refunding Bonds.

"Refunding Bonds" means the State of Florida, Board of Governors, University of Florida Dormitory Revenue Refunding Bonds, Series (to be determined) authorized by this Resolution.

"Resolution" means this resolution.

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; Section 1010.62, Florida Statutes; Sections 215.57-215.83, Florida Statutes (the "State Bond Act"); and other applicable provisions of law; and pursuant to Section 5.01 of the Original Resolution, and is supplemental to said Original Resolution.

SECTION 1.03. RESOLUTION TO CONSTITUTE CONTRACT. In consideration of the acceptance of the Refunding Bonds by the Registered Owners, the Resolution shall be deemed to be and shall constitute a contract among the Division, 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 Refunding 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 therein and herein.

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

SECTION 2.01. AUTHORIZATION OF ISSUANCE AND SALE OF REFUNDING BONDS. (A) Subject and pursuant to the provisions of the Original Resolution, fully registered revenue bonds of the Board to be known as "State of Florida, Board of Governors, University of Florida Dormitory Revenue Refunding Bonds, Series (to be determined)" (or such other designation as may be determined by the Director), are hereby authorized to be issued and to be sold at competitive sale in an aggregate principal amount not exceeding $18,000,000 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 Resolution. The Refunding Bonds shall be sold to refund the Refunded Bonds. The Refunding Bonds may be combined with, designated the same as, and sold with any other series of University of Florida Dormitory Revenue 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 determine the most advantageous date and time of sale and to publish the Notice of Bond Sale of the Refunding Bonds, or an abbreviated version thereof, in *The Bond Buyer*, New York, New York, or another financial journal, such publication to be not less than 10 days prior to the date of sale; and to publish such Notice of Bond Sale in such other newspapers on such date as may be deemed appropriate by the Director; 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 Refunding 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 Refunding Bonds will be received at the office of the Division 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 Refunding 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 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 Refunding 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 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 Refunding 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 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 Refunding Bonds printed and distributed; to contract with national rating services and providers of municipal bond insurance 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 Refunding Bonds. Any prior printing and distribution of a preliminary official statement is hereby ratified.

(F) The Secretary or any Assistant Secretary of the Governing Board is hereby authorized and empowered to award said Refunding 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 any Assistant Secretary of the Governing Board shall report such sale to the Governing Board after award of the Refunding Bonds. The Secretary or any Assistant Secretary of the Governing Board is authorized to deliver such Refunding 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 Refunding Bonds as provided by this Resolution and other proceedings authorizing the issuance of the Refunding Bonds.

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

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

(I) U.S. Bank Trust National Association, or its successor, is hereby designated as Bond Registrar/Paying Agent for the Refunding 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.

(J) The Interest Payment Dates and the Principal Payment Dates for the Refunding Bonds shall be as set forth in the Notice of Bond Sale. Interest on the Refunding 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. New York time on the Record Date shown on the registration books maintained by the Bond Registrar/Paying Agent for the Refunding Bonds.

(K) The Refunding 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 Resolution. The Refunding Bonds shall be issued in denominations of $1,000 or any integral multiple thereof unless otherwise provided in the Notice of Bond Sale. The Refunding Bonds shall be payable at the corporate trust office of U.S. Bank Trust National Association, New York, New York, or its successor.

(L) The Refunding 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 Refunding 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.

(M) The incremental increase in the Reserve Requirement, if any, attributable to the Refunding Bonds shall be funded with proceeds of the Refunding Bonds, amounts previously on deposit in a reserve account on behalf of the Refunded Bonds, a Reserve Account Credit Facility, or some combination thereof, as determined by the Director. The incremental increase, if any, in the Reserve Requirement attributable to the Refunding Bonds shall be deposited in the Reserve Account which was created pursuant to Section 5.01(B) of the Original Resolution. Amounts on deposit 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 Reserve Account, and shall be applied in the manner provided in the Original Resolution.

Notwithstanding the provisions of the Original Resolution, the Reserve Account for the Refunding Bonds authorized by this Resolution shall be funded in an amount determined by the Director, which shall not exceed the Debt Service Reserve Requirement for the Refunding Bonds. Such amount may be zero. The amount of the Reserve Requirement funded from the proceeds of the Refunding Bonds shall not exceed the amount permitted under the Code.

The Reserve Requirement for the Refunding Bonds, if any, shall be deposited, as determined by the Director, in either a subaccount in the Reserve Account established for any of the Outstanding Bonds or in a subaccount in such Reserve Account which is hereby established for the Refunding 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 Resolution.

(N) Any portion of the Refunding Bonds may be issued as a separate series, provided that the Refunding Bonds of each series shall be numbered consecutively from one upward. The Refunding Bonds referred to herein may be sold separately or combined with any other Bonds authorized by the Division to be sold.

(O) The Director is hereby authorized to offer for sale a lesser principal amount of Refunding Bonds than that set forth in this Resolution and to adjust the maturity schedule and redemption provisions for the Refunding 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 Refunding Bonds not offered shall remain authorized to be offered at a later date.

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

(Q) The Chairman, Secretary and any Assistant Secretary of the Governing Board, the Director, and such other officers and employees of the Division as may be designated by the Governing Board as agents of the Division in connection with the issuance and delivery of the Refunding 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, in each case as they may deem necessary or desirable, in connection with the execution and delivery of the Refunding Bonds, including but not limited to, contracting with a consultant to verify escrow calculations of the Refunding Bonds, retaining bond counsel to render a special tax opinion relating to the use of the proceeds from the sale of the Refunding Bonds, and providing for redemption of the Refunded Bonds. Notwithstanding anything contained in the Original Resolution to the contrary, it is the intent of the Division that interest on the Refunding Bonds, if issued as tax-exempt Refunding 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 such tax-exempt Refunding Bonds, whether such requirements are now in effect, pending or subsequently enacted. The Division is hereby authorized and directed to take all actions necessary with respect to the Refunding Bonds 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 as may be designated by the Governing Board as agents of the Division are hereby each authorized to execute and deliver an escrow deposit agreement on behalf of the Division 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 Refunding Bonds and such other funds as determined to be necessary into an escrow deposit trust fund for the refunding of the Refunded Bonds. The escrow deposit trust fund shall be held and administered by an escrow agent acceptable to the Director as evidenced by the Director's execution of the escrow deposit agreement.

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

SECTION 2.04. FORM OF REFUNDING BONDS. (A) Notwithstanding anything to the contrary in the Original Resolution or this Resolution, or any other resolution relating to the Refunding Bonds(for purposes of this section, collectively, the "Resolution"), the Refunding 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 Refunding 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 Refunding Bonds are issued in book-entry only form:

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

(2) Transfers of beneficial ownership of the Refunding 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 Refunding Bonds. Beneficial ownership interests in the Refunding 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 Refunding 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 Refunding Bonds. Transfers of ownership interests in the Refunding 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, 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 Refunding Bonds registered in its name for the purposes of

(a) payment of the principal of, premium, if any, and interest on the Refunding 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 Refunding Bonds; and

(ii) a certificate of any such Participant as to the identity of, and the respective principal amount of Refunding 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 Refunding 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 Refunding 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 Refunding 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 Refunding 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 Refunding Bonds to produce the same effect. Any provision hereof permitting or requiring delivery of the Refunding Bonds shall, while the Refunding 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 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 shall either

(1) identify another qualified securities depository or

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

ARTICLE III
APPLICATION OF PROCEEDS

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

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

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

(C) An amount necessary to fund the incremental increase in the Reserve Requirement, if any, attributable to the Refunding 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 3.02 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 is anticipated to 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 to be incurred in connection with the payment and retirement of the Refunded Bonds, shall be either transferred and deposited in escrow pursuant to the terms of the escrow deposit agreement, or, at the discretion of the Director, deposited with the Bond Registrar/Paying Agent.

(E) Any balance of the proceeds of the Refunding 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 REFUNDING BONDS

SECTION 4.01. REFUNDING BONDS ON A PARITY WITH THE OUTSTANDING BONDS. The Refunding 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. REFUNDING BONDS SECURED BY ORIGINAL RESOLUTION. The Refunding Bonds shall be deemed to have been issued pursuant to the Original Resolution, as supplemented by this 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 Refunding 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 Resolution to the same extent as if incorporated verbatim in this 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 Refunding Bonds.

ARTICLE V
MISCELLANEOUS

SECTION 5.01. RESOLUTION NOT ASSIGNABLE. This Resolution shall not be assignable by the Division 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 Housing System as are not needed by the Board, 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 9.02 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 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 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 Refunding Bonds and shall in no way affect the validity or enforceability of any other covenants, agreements or provisions of this Resolution or of the Refunding Bonds issued hereunder.

SECTION 5.05. FISCAL AGENT. Upon the sale and delivery of the Refunding Bonds by the Division on behalf of the Board, the Board of Administration shall act as the fiscal agent for the Board with respect to the Refunding 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 amended 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 bonds previously authorized pursuant to the Original Resolution, as amended and supplemented, is hereby canceled.

SECTION 5.07. SUCCESSOR AGENCIES AND OFFICIALS. Any references in the Original 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. 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 1.04 of the Original Resolution is hereby amended as follows:

SECTION 1.04. DEFINITIONS. The following terms shall have the following meanings in this Resolution unless the text otherwise requires:

. . .

"Board of <u>Governors</u> ~~Regents~~" or "Board" 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~~ <u>the Board of Governors created by Article IX, Section 7 of the Florida Constitution, 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".

(C) Section 2.02 of the Original Resolution is hereby amended to provide for bonds in the denomination of $1,000 each or any integral multiple thereof.

SECTION 5.09. CONFIRMATION OF ORIGINAL RESOLUTION. As supplemented and amended by this Resolution, the Original Resolution is in all respects ratified and confirmed, and this Resolution shall be read, taken, and construed as a part of the Original Resolution.

SECTION 5.10. EFFECTIVE DATE. This Resolution shall take effect immediately upon its adoption.

ADOPTED on September 20, 2011.

APPENDIX D

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

A RESOLUTION
AUTHORIZING THE ISSUANCE OF
STATE OF FLORIDA, BOARD OF GOVERNORS,
UNIVERSITY OF FLORIDA
DORMITORY REVENUE BONDS, SERIES 2012A

March 20, 2012

A RESOLUTION AUTHORIZING THE ISSUANCE OF STATE OF FLORIDA, BOARD OF GOVERNORS UNIVERSITY OF FLORIDA DORMITORY REVENUE BONDS, SERIES 2012A, TO FINANCE CAPITAL IMPROVEMENTS TO STUDENT HOUSING FACILITIES ON THE CAMPUS OF THE UNIVERSITY OF FLORIDA; CANCELING THE AUTHORITY FOR UNISSUED PREVIOUSLY AUTHORIZED BONDS; 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 2012A Bonds (as defined herein).

"2012A Bonds" means the State of Florida, Board of Governors, University of Florida Dormitory Revenue Bonds, Series 2012A, authorized by this Resolution.

“2012A Project” means the renovation of multiple existing residential facilities located on the University’s main campus, including eleven apartment buildings that are part of Corry Village and three traditional dormitory buildings, Weaver, Thomas, and Buckman Halls, as previously approved by the Board of Governors, subject to any deletions, modifications, or substitutions deemed necessary and expedient and approved by resolution of the Board of Governors.

"2012A Project Construction Fund" means a trust fund held in the State Treasury in which shall be deposited the net proceeds of the 2012A Bonds and other available moneys for the construction of the 2012A Project.

“Additional Parity Bonds” means any obligations hereafter issued pursuant to the terms and conditions of the Original Resolution and payable from the Pledged Revenues on a parity with the Bonds originally issued thereunder. Such Additional Parity Bonds shall be deemed to have been issued pursuant to the Original Resolution the same as the Bonds originally authorized and issued pursuant to the Original Resolution, and all of the applicable covenants and other provisions of the Original Resolution (except as to details of such Additional Parity Bonds inconsistent herewith), shall be for the equal benefit, protection and security of the Registered Owners of the Bonds originally authorized and issued pursuant to the Original Resolution, and the Registered Owners of any Additional Parity Bonds evidencing additional obligations subsequently issued within the limitations of and in compliance with the Original Resolution. All of such Additional Parity Bonds, regardless of the time or times of their issuance, shall rank equally with other Bonds with respect to their lien on and source and security for payment from the Pledged Revenues without preference of any Bonds over any other. Additional Parity Bonds shall also include any outstanding indebtedness previously issued with respect to any housing facility which is being added to the University’s Housing System and which is secured by the revenues of such housing facility.

“Assistant Secretary” means an Assistant Secretary of the Division of Bond Finance.

“Board of Governors” or **“Board”** means the Board of Governors created by Article IX, Section 7 of the Florida Constitution, and includes any other entity succeeding to the powers thereof.

“Bonds” means the Outstanding Bonds, the 2012A Bonds and any Additional Parity Bonds issued in accordance with Section 6.01 of the Original Resolution.

“Bond Registrar/Paying Agent” means U.S. Bank Trust National Association, New York, New York, 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 selects another date on which to end a Bond Year in the manner permitted by the Code.

"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.

"Division" means the Division of Bond Finance of the State Board of Administration of Florida.

"Governing Board" means the Governor and Cabinet of the State of Florida as the governing board of the Division of Bond Finance.

"Housing System" means those residence halls, apartments, or other living units at the University, the revenues of which are pledged to the Prior Lien Obligations and the Bonds, together with such additions thereto as shall be made from time to time. The Housing System consists of facilities known as Broward, Hume, Rawlings, Corry Village, Jennings, Graham, Trusler, Simpson, East, Beaty Towers, University Village South, Fletcher, Sledd, Buckman, Thomas, Murphree, Tolbert, North, Riker, Weaver, Yulee, Mallory, Reid, Keys, Springs, Lakeside, Diamond Village, Tanglewood Apartments, and such additional facilities as at some future date may be added to the Housing System.

"Original Resolution" means the resolution adopted by the Governing Board on January 10, 1989 as amended and restated in its entirety on June 13, 2000, and as amended and supplemented through the date of this Resolution..

"Outstanding Bonds" means the Outstanding State of Florida, Florida Education System, University of Florida Housing Revenue Refunding Bonds, Series 2005A, and the Outstanding State of Florida, Board of Governors, University of Florida Dormitory Revenue Refunding Bonds, Series 2011A.

"Prior Lien Obligations" means the State of Florida, Board of Regents, University of Florida Housing Revenue Certificates, Series of 1984.

"Project Costs" means the actual costs of the 2012A Project, financed through the issuance of the 2012A Bonds, 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 2012A Project; interest on the 2012A Bonds for a reasonable period after date of delivery 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 2012A 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 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.

"Registered Owner" means any person who shall be the registered owner of any Bond.

"Resolution" means this resolution, adopted by the Governor and Cabinet as the Governing Board of the Division of Bond Finance, authorizing the issuance of the 2012A 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 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 to finance the construction and acquisition of such improvements.

(B) The construction of the 2012A Project at the University is necessary, desirable and in the best interest of the University.

(C) The Board of Governors adopted a resolution on January 19, 2012 requesting the Division of Bond Finance to take the necessary actions required for the issuance of the 2012A Bonds.

(D) The State at this time is without immediately available funds to make the capital outlay necessary for the construction of the 2012A Project.

(E) Pursuant to the State Bond Act, the Division of Bond Finance is authorized to issue the 2012A Bonds on behalf of the Board of Governors to finance the 2012A Project.

(F) (1) The 2012A Project will be the renovation of multiple existing residential facilities located on the University's main campus, including eleven apartment buildings that are part of Corry Village and three traditional dormitory buildings, Weaver, Thomas, and Buckman Halls, substantially in accordance with the plans and specifications as may be approved by the Board of Governors from time to time.

(2) As required by Article VII, Section 11(f) of the Florida Constitution, the Florida Legislature approved the 2012A Project pursuant to Section 1010.62(7), Florida Statutes.

(G) The anticipated revenues to be derived from the Housing System will be sufficient to pay the principal of and interest on the Prior Lien Obligations, the Outstanding Bonds and the 2012A Bonds and to make all Reserve, Sinking Fund and other payments provided for herein.

(H) The principal of and interest on the 2012A 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 Resolution.

(I) The lien of the 2012A Bonds on the Pledged Revenues will be junior and subordinate to the lien thereon of the outstanding Prior Lien Obligations and will be on a parity with the Outstanding Bonds.

(J) The 2012A 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, pursuant to the statutes and constitutional provisions herein cited, is authorized to issue the 2012A Bonds, on behalf of, and in the name of the Board of Governors, subject to the terms, limitations and conditions contained in the Original Resolution, and in this 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) Section 6.01 of the Original Resolution 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 by the Registered Owners of the 2012A Bonds, the Original Resolution, as amended and supplemented through the date of this 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 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 2012A 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 Resolution.

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

SECTION 2.01. AUTHORIZATION OF 2012A BONDS. Subject and pursuant to the provisions of this Resolution and the Original Resolution, fully registered revenue bonds of the Board of Governors to be known as "State of Florida, Board of Governors, University of Florida Dormitory Revenue Bonds, Series 2012A" (or such other designation as may be determined by the Director) are hereby authorized to be issued by the Division of Bond Finance in an aggregate principal amount not exceeding $31,000,000, for the purpose of financing the construction, furnishing and equipping of the 2012A Project as described herein. Such bonds may be sold and issued in one or more series and in combination with other University of Florida Dormitory 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. Except as otherwise provided in this Resolution, the terms, description, execution, negotiability, redemption, registration, transfer, authentication, disposition, replacement, issuance and form of the 2012A Bonds shall be governed by the provisions of Article II of the Original Resolution, adjusted to the extent necessary to apply to the 2012A Bonds, except as otherwise provided in this Resolution. The form of the 2012A Bonds shall be governed by this Resolution. The text of the 2012A Bonds may contain such provisions, specifications and descriptive words not inconsistent with the provisions of this 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 2012A BONDS. The 2012A 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 2012A 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 2012A 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 2012A Bonds shall cease to be such officer of the Board of Governors before the 2012A Bonds so signed and sealed shall have been actually sold and delivered, the 2012A Bonds may nevertheless be sold and delivered as herein provided and may be issued as if the person who signed or sealed such 2012A Bonds had not ceased to hold such office. Any 2012A 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 2012A Bond shall hold the proper office, although at the date of such 2012A 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 2012A 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 2012A BONDS.

(A) Notwithstanding anything to the contrary in the Original Resolution or this Resolution, or any other resolution relating to the 2012A Bonds (for the purposes of this section, collectively, the "Resolution"), the 2012A 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 2012A 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 2012A Bonds are issued in book-entry only form:

(1) The 2012A Bonds shall be issued in the name of the Securities Depository as Registered Owner of the 2012A Bonds, and held in the custody of the Securities Depository or its designee.

(2) Transfers of beneficial ownership of the 2012A 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 2012A Bonds. Beneficial ownership interests in the 2012A 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 2012A 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 2012A Bonds. Transfers of ownership interests in the 2012A 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 2012A Bonds registered in its name for the purposes of

(a) payment of the principal of, premium, if any, and interest on the 2012A 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 2012A Bonds; and

(ii) a certificate of any such Participant as to the identity of, and the respective principal amount of 2012A 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 2012A 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 2012A 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 2012A 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 2012A 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 2012A Bonds to produce the same effect. Any provision hereof permitting or requiring delivery of the 2012A Bonds shall, while the 2012A 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 2012A Bonds in the form of fully registered bonds to each Beneficial Owner.

ARTICLE III
APPLICATION OF PROCEEDS

SECTION 3.01. CONSTRUCTION OF THE 2012A PROJECT. The Board of Governors is authorized to construct the 2012A Project from the proceeds of the sale of the 2012A Bonds and other legally available funds, subject to the provisions of this Resolution, the Original Resolution, and the applicable laws of Florida.

SECTION 3.02. APPLICATION OF 2012A BOND PROCEEDS. (A) Upon receipt of the proceeds of the sale of the 2012A Bonds, and after reserving an amount sufficient to pay all costs and expenses incurred in connection with the preparation, issuance and sale of the 2012A 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 2012A 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, if any, 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 3.02(2) 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 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 into the Sinking Fund, created by the Original Resolution, and used for the payment of interest on the 2012A Bonds.

(3) After making the transfers provided for in subsections (1) and (2) above, the balance of the proceeds of the 2012A Bonds shall be transferred to and deposited into the 2012A Project Construction Fund, which is hereby created in the State Treasury.

(B) Any unexpended balance remaining in the 2012A Project Construction Fund, after a consulting architect shall certify that the 2012A Project has been completed and after all costs thereof paid or payment provided for, shall be either (i) applied to fixed capital outlay projects of the Housing System, or (ii) deposited into the Sinking Fund created by the Original Resolution.

(C) In addition to the aforementioned proceeds of the 2012A Bonds, the Board or the University of Florida may deposit into the 2012A Project Construction Fund additional funds legally available for the purposes of such fund which, together with the proceeds of the 2012A Bonds, will be sufficient to finance the total 2012A Project Costs. Any such additional funds, other than the proceeds of the 2012A Bonds, shall be derived from sources and in a manner which will not jeopardize the security of the 2012A Bonds issued pursuant to this Resolution.

(D) All moneys in the 2012A 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 2012A 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 THE 2012A PROJECT CONSTRUCTION FUND. Any moneys in the 2012A Project Construction Fund not immediately needed for the purposes provided in this 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 2012A Project which are incurred by the University prior to the issuance of the 2012A Bonds may be reimbursed from the proceeds of the 2012A Bonds to the extent permitted under the Code. The expenditures will be reimbursed from the 2012A Project Construction Fund.

ARTICLE IV
SECURITY FOR THE 2012A BONDS

SECTION 4.01. 2012A BONDS ON A PARITY WITH THE OUTSTANDING BONDS; 2012A BONDS SUBORDINATE TO THE PRIOR LIEN OBLIGATIONS. The 2012A Bonds shall be issued subject to the provisions of Section 6.01 of the Original Resolution governing the issuance of Additional Parity Bonds thereunder. The 2012A 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. The lien of the 2012A Bonds on the Pledged Revenues will be junior and subordinate to the lien thereon of the outstanding Prior Lien Obligations.

SECTION 4.02. 2012A BONDS SECURED BY ORIGINAL RESOLUTION. The 2012A 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 2012A 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 Resolution to the same extent as if incorporated verbatim in this Resolution, and shall be fully enforceable in the manner provided in the Original Resolution, by any of the Registered Owners of the 2012A Bonds.

ARTICLE V
MISCELLANEOUS; AMENDMENT OF ORIGINAL RESOLUTION

SECTION 5.01. 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 Registered Owners; provided, however, the Board of Governors may lease, from time to time, to other tenants such portion or portions of the Housing System as are not needed by the Board, 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 Board of Governors agrees to provide or cause to be provided such information as may be required, from time to time, under such rule or any successor rule applicable to the Board of Governors.

(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 or any successor rule applicable to the Board of Governors.

SECTION 5.04. 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 2012A Bonds and shall in no way affect the validity or enforceability of any other covenants, agreements or provisions of this Resolution or of the 2012A Bonds issued hereunder.

SECTION 5.05. FISCAL AGENT. Upon the sale and delivery of the 2012A 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 with respect to the 2012A Bonds.

SECTION 5.06. REPEAL OF INCONSISTENT RESOLUTIONS AND CANCELLATION OF PRIOR ISSUANCE AUTHORITY. 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, 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 bonds authorized prior to the date of this Resolution pursuant to the Original Resolution, as amended and supplemented, is hereby canceled.

SECTION 5.07. SUCCESSOR AGENCIES AND OFFICIALS. Any references in the Original Resolution or this Resolution to offices, bodies or agencies which have been or are superceded, replaced or abolished by law, shall be deemed to refer to the successor 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. RESERVE REQUIREMENT FOR THE 2012A BONDS. Notwithstanding the provisions of the Original Resolution, the Reserve Account for the 2012A Bonds authorized by this Resolution shall be funded in an amount determined by the Director, which shall not exceed the amount permitted under the Code. Such amount may be zero.

SECTION 5.09. 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 4.03 of the Original Resolution is hereby amended to reflect the change in accounting system necessitated by the devolution of the State University System as follows:

> **SECTION 4.03. HOUSING SYSTEM REVENUE FUND.** The entire Gross Revenues, as defined herein, derived from the operation of the Housing System, shall be deposited by the University ~~Board of Regents with the State Treasurer of Florida~~ in a trust fund known as the "University of Florida Housing System Revenue Fund" (hereinafter referred to as "Revenue Fund") which fund was created by the 1959 Resolution. 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 ~~Board of Regents~~ and used only for the purposes and in the manner provided in the 1959 Resolution, the 1974 Resolution, the 1984 Resolution~~,~~ and this Resolution.

SECTION 5.10. CONFIRMATION OF ORIGINAL RESOLUTION. As supplemented by this Resolution, the Original Resolution is in all respects ratified and confirmed, and this Resolution shall be read, taken, and construed as a part of the Original Resolution.

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

ADOPTED on March 20, 2012.

A RESOLUTION (THE SEVENTH SUPPLEMENTAL RESOLUTION) AUTHORIZING THE ISSUANCE OF STATE OF FLORIDA, BOARD OF GOVERNORS, UNIVERSITY OF FLORIDA DORMITORY REVENUE BONDS, SERIES 2021A, TO FINANCE THE CONSTRUCTION OF A STUDENT DORMITORY ON THE CAMPUS OF THE UNIVERSITY OF FLORIDA; CANCELING THE AUTHORITY FOR UNISSUED PREVIOUSLY AUTHORIZED BONDS; 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; 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 this Seventh Supplemental Resolution, as well as the Outstanding Bonds and the 2021A Bonds (as defined herein).

"2021A Bonds" means the not exceeding $250,000,000 State of Florida, Board of Governors, University of Florida Dormitory Revenue Bonds, Series 2021A, authorized by this Seventh Supplemental Resolution.

"2021A Project" means the construction of an approximately 1,400 bed student dormitory and other related capital improvements on the main campus of the University, as approved by the Board of Governors, subject to any deletions, modifications, or substitutions deemed necessary and expedient and approved by resolution of the Board of Governors.

"2021A Project Construction Fund" means the separate account within the Project Construction Trust Fund, a trust fund held in the State Treasury, in which the net proceeds of the 2021A Bonds and other available moneys for the construction of the 2021A Project shall be deposited.

"2021A Project Costs" means the actual costs of the 2021A Project, financed through the issuance of the 2021A Bonds, including: costs of design and construction; materials, labor, furnishings, equipment, and apparatus; site work and landscaping; the acquisition of all lands or interests therein, and all other property, real or personal, appurtenant to or useful in the 2021A Project; interest on the 2021A Bonds for a reasonable period after the date of delivery 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, the Board of Administration, the University, or the Board of Governors necessary to the construction and placing in operation of the 2021A Project and the financing thereof.

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

"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 selects another date on which to end a Bond Year in the manner permitted by the Code.

"Director" means the Director of the Division or any Assistant Secretary of the Division delegated authority by the Director.

"Division" means the Division of Bond Finance of the State Board of Administration of Florida.

"Governing Board" means the Governor, as Chairman, and Cabinet of the State of Florida, consisting of the Attorney General as Secretary, the Chief Financial Officer as Treasurer, and the Commissioner of Agriculture, as the governing board of the Division.

"Housing System" means those dormitories, apartments, or other living units at the University, the revenues of which are pledged to the Bonds. The Housing System consists of the following:

(i) Beaty Towers, Broward Hall, Buckman Hall, Cypress Hall, East Hall, Fletcher Hall, Graham Hall, Hume Hall, Jennings Hall, Keys Residential Complex, Lakeside Residential Complex, Mallory Hall, Murphree Hall, North Hall, Rawlings Hall, Reid Hall, Riker Hall, Simpson Hall, Sledd Hall, Springs Residential Complex, Thomas Hall, Tolbert Hall, Trusler Hall, Weaver Hall, Yulee Hall, Corry Village, Diamond Village, Maguire Village, Tanglewood Village, and University Village South;

(ii) the 2021A Project; and

(iii) such additional facilities as at some future date may be added to the Housing System.

"Original Resolution" means the resolution adopted by the Governing Board on January 10, 1989, authorizing the issuance of the Bonds, as amended and restated in its entirety on June 13, 2000, as amended by the Second Supplemental Resolution and the Third Supplemental Resolution.

"Outstanding Bonds" means the Outstanding State of Florida, Board of Governors, University of Florida Dormitory Revenue Refunding Bonds, Series 2011A; the Outstanding State of Florida, Board of Governors, University of Florida Dormitory Revenue Bonds, Series 2012A; the Outstanding State of Florida, Board of Governors, University of Florida Dormitory Revenue Bonds, Series 2013A; and the Outstanding State of Florida, Board of Governors, University of Florida Dormitory Revenue Refunding Bonds, Series 2016A, and any Additional Parity Bonds.

"Registered Owner" means any person who shall be the owner of any Bond or Bonds as shown on the registration books kept by the Bond Registrar/Paying Agent.

"Resolution" means the Original Resolution as supplemented through the date of this Seventh Supplemental Resolution, and as may be further amended and supplemented from time to time.

"Second Supplemental Resolution" means the resolution adopted September 20, 2011, by the Governing Board, authorizing the issuance and sale of the 2011A Bonds, and amending the Original Resolution.

"Seventh Supplemental Resolution" means this resolution authorizing the issuance of the 2021A Bonds and amending the Original Resolution, which is supplemental to the Original Resolution.

"Third Supplemental Resolution" means the resolution adopted March 20, 2012, by the Governing Board, authorizing the issuance of the 2013A Bonds, and amending the Original Resolution.

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 the Act, other applicable provisions of law, and Section 5.01 of the Original Resolution; 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 to finance the construction and acquisition of such improvements.

(B) The Board of Governors is expected to adopt a resolution on May 11, 2021, which will determine that the construction of the 2021A Project at the University is necessary, desirable, and in the best interest of the University and which will request the Division to take the necessary actions required for the issuance of the 2021A Bonds to finance the 2021A Project (the "Requesting Resolution"). This Seventh Supplemental Resolution shall be contingent upon the Board of Governors' substantive review and approval of the 2021A Project and financing thereof, which shall be conclusively evidenced by the adoption of the Requesting Resolution.

(C) Pursuant to the State Bond Act, the Division is authorized to issue the 2021A Bonds on behalf of the Board of Governors to finance the 2021A Project.

(D) The 2021A Project will be the construction of a student dormitory and other related capital improvements located on the University's main campus, substantially in accordance with the plans and specifications as may be approved by the Board of Governors from time to time.

(E) As required by Article VII, Section 11(f) of the Florida Constitution, the Florida Legislature approved the 2021A Project pursuant to Section 1010.62(7), Florida Statutes.

(F) The average initial rental rate for the 2021A Project has been established at $4,355/semester. The anticipated rental revenues to be derived from the 2021A Project, together with the existing Housing System facilities, are expected to generate Pledged Revenues that will be sufficient to pay the principal of and interest on the Outstanding Bonds and the 2021A Bonds and to make all Reserve, Sinking Fund, and other payments provided for herein.

(G) The principal of and interest on the 2021A 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 resolution.

(H) The 2021A Bonds will be secured on a parity as to the lien on the Pledged Revenues with the Outstanding Bonds and any Additional Parity Bonds.

(I) The 2021A 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), of the Florida Constitution, and shall be payable solely from funds derived directly from sources other than state tax revenues.

(J) Pursuant to Sections 215.59 and 215.64, Florida Statutes, the Division 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.

(K) Pursuant to the Act, the Division is authorized to issue the 2021A Bonds, on behalf of, and in the name of the Board of Governors, subject to the terms, limitations, and conditions contained in the Original Resolution, and in this resolution.

(L) Section 6.01 of the Original Resolution 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 2021A Bonds by the Registered Owners, the Original Resolution, as amended, and as supplemented through the date of this Seventh Supplemental Resolution, shall be deemed to be and shall constitute a contract among the Division, 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 2021A 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 resolution.

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

SECTION 2.01. AUTHORIZATION OF 2021A BONDS. Subject and pursuant to the provisions of this Seventh 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, University of Florida Dormitory Revenue Bonds, Series 2021A” (or such other designation as may be determined by the Director) are hereby authorized to be issued by the Division in an aggregate principal amount not exceeding $250,000,000, for the purpose of financing the construction, furnishing and equipping of the 2021A Project as described herein. Such bonds may be sold and issued in one or more series and in combination with other State of Florida, Board of Governors, University of Florida Dormitory 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. Except as otherwise provided in this Seventh Supplemental Resolution, the terms, description, execution, negotiability, redemption, registration, transfer, authentication, disposition, replacement, issuance, and form of the 2021A Bonds shall be governed by the provisions of Article II of the Original Resolution, adjusted to the extent necessary to apply to the 2021A Bonds. The form of the 2021A Bonds shall be governed by this Seventh Supplemental Resolution. The text of the 2021A Bonds may contain such provisions, specifications, and descriptive words not inconsistent with the provisions of this 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 2021A BONDS. The 2021A 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, 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 2021A 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 2021A 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 2021A Bonds shall cease to be such officer of the Board of Governors before the 2021A Bonds so signed and sealed shall have been actually sold and delivered, the 2021A Bonds may nevertheless be sold and delivered as herein provided and may be issued as if the person who signed or sealed such 2021A Bonds had not ceased to hold such office. Any 2021A 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 2021A Bond shall hold the proper office, although at the date of such 2021A 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 2021A 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 2021A BONDS. Notwithstanding anything to the contrary in the Original Resolution or this Resolution, or any other resolution relating to the 2021A Bonds (for the purposes of this section, collectively, the "Resolution"), the 2021A 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 2021A 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 2021A Bonds are issued in book-entry only form:

(1) The 2021A Bonds shall be issued in the name of the Securities Depository as Registered Owner of the 2021A Bonds, and held in the custody of the Securities Depository or its designee.

(2) Transfers of beneficial ownership of the 2021A 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 2021A Bonds. Beneficial ownership interests in the 2021A 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 2021A 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 2021A Bonds. Transfers of ownership interests in the 2021A 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, 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 2021A Bonds registered in its name for the purposes of each of the following:

(a) The payment of the principal of, premium, if any, and interest on the 2021A 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) The giving any notice permitted or required to be given to Registered Owners under the Resolution.

(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 2021A Bonds; and (ii) a certificate of any such Participant as to the identity of, and the respective principal amount of 2021A 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 2021A Bond Register, with respect to any of 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 2021A 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 2021A Bonds.

(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 2021A 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 2021A Bonds to produce the same effect. Any provision hereof permitting or requiring delivery of the 2021A Bonds shall, while the 2021A 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 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 shall either identify another qualified securities depository or prepare and deliver replacement 2021A Bonds in the form of fully registered bonds to each Beneficial Owner.

ARTICLE III
APPLICATION OF PROCEEDS

SECTION 3.01. CONSTRUCTION OF THE 2021A PROJECT. The Board of Governors is authorized to construct the 2021A Project from the proceeds of the sale of the 2021A Bonds and other legally available funds, subject to the provisions of this Seventh Supplemental Resolution, the Original Resolution, and applicable State laws.

SECTION 3.02. APPLICATION OF 2021A BOND PROCEEDS. (A) Upon receipt of the proceeds of the sale of the 2021A Bonds, and after reserving an amount sufficient to pay all costs and expenses incurred in connection with the preparation, issuance, and sale of the 2021A Bonds, including a reasonable charge for the Division's services, the Division shall transfer and deposit the remainder of the 2021A 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 for the 2021A Bonds, if necessary, shall be transferred to the Board of Administration and deposited into the subaccount for the 2021A Bonds in the Reserve Account within the Sinking Fund to be used solely for the purpose of the Reserve Account. Alternatively, the Board of Governors, as provided in Section 3.02(2) 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 Debt Service Reserve Requirement for the 2021A Bonds and the sums then on deposit in the sub-account for the 2021A Bonds 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 into the Sinking Fund and shall be used for the payment of interest on the 2021A Bonds.

(3) After making the transfers provided for in subsections (1) and (2) above, the balance of the proceeds of the 2021A Bonds shall be transferred to and deposited into the 2021A Project Construction Fund, which is hereby created in the State Treasury.

(B) Any unexpended balance remaining in the 2021A Project Construction Fund, after a consulting architect shall certify that the 2021A Project has been completed and after all costs thereof paid or payment provided for, shall be either applied to fixed capital outlay projects of the Housing System, or deposited into the Sinking Fund created by the Original Resolution.

(C) In addition to the aforementioned proceeds of the 2021A Bonds, the Board of Governors or the University may deposit into the 2021A Project Construction Fund additional funds legally available for the purposes of such fund which, together with the proceeds of the 2021A Bonds, will be sufficient to finance the total 2021A Project Costs. Any such additional funds, other than the proceeds of the 2021A Bonds, shall be derived from sources and in a manner which will not jeopardize the security of the 2021A Bonds issued pursuant to this Resolution.

(D) All moneys in the 2021A 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 2021A Bonds issued pursuant to this Seventh 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 2021A PROJECT CONSTRUCTION FUND. Any moneys in the 2021A Project Construction Fund not immediately needed for the purposes provided in this Seventh 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 2021A Project which are incurred by the University prior to the issuance of the 2021A Bonds may be reimbursed from the proceeds of the 2021A Bonds to the extent permitted under the Code. The expenditures will be reimbursed from the 2021A Project Construction Fund.

ARTICLE IV
SECURITY FOR THE 2021A BONDS

SECTION 4.01. 2021A BONDS ON A PARITY WITH THE OUTSTANDING BONDS. The 2021A Bonds shall be issued subject to the provisions of Section 6.01 of the Original Resolution governing the issuance of Additional Parity Bonds thereunder. The 2021 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. 2021A BONDS SECURED BY ORIGINAL RESOLUTION. The 2021A 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 2021A 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 Seventh Supplemental Resolution to the same extent as if incorporated verbatim in this Seventh Supplemental Resolution, and shall be fully enforceable in the manner provided in the Original Resolution by any of the Registered Owners of the 2021A Bonds.

ARTICLE V
MISCELLANEOUS

SECTION 5.01. RESOLUTION NOT ASSIGNABLE. This Seventh Supplemental Resolution shall not be assignable by the Division 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 Housing 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 9.02 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 the University to provide or cause to be provided such information as may be required, from time to time, under the Rule or any successor rule applicable to the Board of Governors.

(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 the Rule or any successor rule applicable to the Board of Governors.

SECTION 5.04. SEVERABILITY OF INVALID PROVISIONS. If any one or more of the covenants or provisions of this Seventh 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 Seventh Supplemental Resolution or of the 2021A Bonds and shall in no way affect the validity or enforceability of any other covenants, agreements, or provisions of this Seventh Supplemental Resolution or of the 2021A Bonds issued hereunder.

SECTION 5.05. FISCAL AGENT. Upon the sale and delivery of the 2021A Bonds by the Division on behalf of the Board of Governors, the Board of Administration shall act as the fiscal agent for the Board with respect to the 2021A Bonds.

SECTION 5.06. REPEAL OF INCONSISTENT RESOLUTIONS AND CANCELLATION OF PRIOR ISSUANCE AUTHORITY. All prior or concurrent resolutions or parts of resolutions, to the extent that they are inconsistent with this Seventh Supplemental Resolution 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 Bonds authorized prior to the date of this Seventh Supplemental Resolution pursuant to the Original Resolution is hereby cancelled, except for the authority for the issuance and delivery of the State of Florida, Board of Governors, University of Florida Dormitory Revenue Refunding Bonds expected to be authorized by the Eighth Supplemental Resolution on May 4, 2021.

SECTION 5.07. SUCCESSOR AGENCIES AND OFFICIALS. Any references in the Original 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. RESERVE REQUIREMENT FOR THE 2021A BONDS. Notwithstanding the provisions of the Original Resolution, the Reserve Account for the 2021A Bonds authorized by this Seventh Supplemental Resolution shall be funded in an amount determined by the Director, which shall not exceed the amount permitted under the Code. Such amount may be zero.

SECTION 5.09. AMENDMENT OF ORIGINAL RESOLUTION. The initial Holders of 2021A Bonds and the initial Holders of subsequently issued Bonds, by virtue of their purchase and acceptance thereof, shall be deemed to have consented to in writing and approved the amendments to the Original Resolution set forth in this Section 5.09. All subsequent Holders of 2021A Bonds and subsequent Series of Bonds shall be bound by the terms of such consent and approval. By virtue of their purchase and acceptance of the 2021A Bonds, the Holders of more than fifty percent in principal amount of the Bonds then Outstanding shall have consented in writing to the amendments herein. The Original Resolution shall be deemed amended as follows, in accordance with Section 9.02 thereof, upon the issuance of the 2021A Bonds, as follows:

(A) The following definitions contained in Section 1.04 of the Original Resolution are hereby amended to read as follows:

"Act" or "Acts" shall mean Article VII, Section 11(d) of the Florida Constitution; Article IX, Section 7(d) of the Florida Constitution; the State Bond Act, Sections 215.57-215.84, Florida Statutes; Section 1010.62, Florida Statutes, all as may be amended from time to time.

"Board of Governors" or "Board" shall mean the Board of Governors created 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, and includes any other entity succeeding to the powers thereof.

"Bond Registrar/Paying Agent" shall mean U.S. Bank National Association, formerly known as U.S. Bank Trust National Association, or its successor.

"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 Housing 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 and the payments into the Housing System Building Maintenance and Equipment Reserve Fund hereinafter provided for.

"Reserve Requirement" or "Debt Service Reserve Requirement" shall mean with respect to each subaccount in the Debt Service Reserve Account, an amount to be determined pursuant to subsequent resolution, 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 on the Bonds secured by such subaccount, (3) 10% of the proceeds of the Bonds secured by such subaccount, or (4) the maximum debt service reserve permitted under the Code. Such amount may be zero.

"Gross Revenues" shall mean all fees, rentals or other charges and income received by the Board of Governors or 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 Housing System, and all parts thereof, together with all receipts and income of any kind derived from the Housing System, without any deductions whatever, and specifically including, without limiting the generality of the foregoing, room rental income, linen rental fees, and any special rental fees or charges for services or space provided.

"Rebate Account" shall mean the Rebate Account created and established pursuant to Section 3.05(C) of this Resolution.

(B) The following definitions are added to Section 1.04 of the Original Resolution:

"Additional Parity Bonds" means any obligations issued pursuant to the terms and conditions of this Resolution and payable from the Pledged Revenues on a parity with the Bonds originally issued hereunder. Such Additional Parity Bonds shall be deemed to have been issued pursuant to the this Resolution the same as the Bonds originally authorized and issued pursuant to this Resolution, and all of the applicable covenants and other provisions of this Resolution (except as to details of such Additional Parity Bonds inconsistent herewith), shall be for the equal benefit, protection, and security of the Registered Owners of the Bonds originally issued hereunder, and any Additional Parity Bonds subsequently authorized and issued pursuant to this Resolution. All of such Additional Parity Bonds, regardless of the time or times of their issuance, shall rank equally with other Bonds with respect to their lien on and source and security for payment from the Pledged Revenues without preference of any Bonds over any other. Additional Parity Bonds shall also include any outstanding indebtedness previously issued with respect to any facility which is being added to the Housing System and which is secured by the revenues of such facility.

"Code" shall mean the Internal Revenue Code of 1986, as amended, and the regulations and rules thereunder in effect or proposed.

(C) The Original Resolution is amended to remove all references to the terms "1959 Bonds," "1959 Resolution," "1974 Bonds," "1974 Resolution," "Certificates" or "1984 Certificates," "1984 Resolution," and "Prior Lien Obligations," to reflect that there are no longer any outstanding Prior Lien Obligations.

(D) Section 2.04 of the Original Resolution is hereby amended to read as follows:

Section 2.04. PRIOR REDEMPTION OF THE BONDS. The Bonds of each Series may be made redeemable in such manner and upon such terms and conditions as are determined pursuant to the resolution authorizing such Bonds.

Unless waived by any Holder of Bonds to be redeemed, a notice of the redemption prior to maturity of any of the Bonds shall be mailed by first class mail (postage prepaid) at least thirty days prior to the date fixed for redemption, to the Holder of the Bonds to be redeemed of record on the books kept by the Bond Registrar/Paying Agent as of forty- five days prior to the date fixed for redemption. Such notice of redemption shall specify the serial or other distinctive numbers or letters of the Bonds to be redeemed, if less than all, the date fixed for redemption, and the redemption price thereof and, in the case of Bonds to be redeemed in part only, the principal amount thereof to be redeemed. Failure so to give any such notice by mailing to any Bond Holder, or any defect therein, shall not affect the validity of the proceedings for the redemption of any 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 Holder of such Bond receives such notice.

The Bond Registrar/Paying Agent shall not be required (a) to issue, transfer or exchange any Bonds 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; or (b) to transfer or exchange any Bonds selected, called or being called for redemption in whole or in part.

Notice having been given in the manner and under the conditions hereinabove provided, the Bonds or portions of 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 Bonds or portions of Bonds on such date. On the date so designated for redemption, notice having been mailed 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 Holders of the Bonds or portions thereof to be redeemed, all as provided in this Resolution or the applicable authorizing resolution, interest on the Bonds or portions of Bonds so called for redemption shall cease to accrue, such Bonds and portions of Bonds shall cease to be entitled to any lien, benefit or security under this Resolution or the applicable authorizing resolution, and the Holders of such Bonds or portions of Bonds shall have no rights in respect thereof except to receive payment of the redemption price thereof and, to the extent provided in the final paragraph of this Section, to receive Bonds for any unredeemed portion of the Bonds. Any and all of the Bonds redeemed prior to maturity shall be duly canceled by the Bond Registrar/ Paying Agent, and shall not be reissued.

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

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 Bonds being redeemed; (ii) the date of issue of the Bonds as originally issued; (iii) the rate of interest borne by each Bond being redeemed; (iv) the maturity date of each 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 Bonds being redeemed.

In case part but not all of an Outstanding Bond shall be selected for redemption, the Holder thereof shall present and surrender such 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 Bond Holder, without charge therefor, for the unredeemed balance of the principal amount of the Bond so surrendered, a Bond or Bonds fully registered as to principal and interest.

(E) Section 3.02(A)(2) of the Original Resolution is hereby amended to read as follows:

Section 3.02. APPLICATION OF BOND PROCEEDS. (A) Upon receipt of the proceeds of the sale of the 1989 Bonds, the Board of Governors shall transfer and apply such proceeds as follows:

. . .

(2) An amount of money 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 shall be deposited to the credit of the subaccount in the Debt Service Reserve Account established for such Series of Bonds in the aggregate amount necessary to make the amount to the credit of such subaccount equal to the Debt Service Reserve Requirement for such subaccount. The Debt Service Reserve Account need not be fully funded at the time of issuance of such Series of Bonds if the Division elects by resolution adopted prior to issuance of such Series of Bonds, subject to the limits described below, to fully fund the applicable subaccount in the Debt Service Reserve Account over a period specified in such resolution not to exceed sixty (60) months from the date of issue, during which it shall make substantially equal monthly installments in order that the amounts on deposit therein at the end of such period shall equal the Debt Service Reserve Requirement for such subaccount. The Debt Service Reserve Account subaccount for any Series of Bonds may be funded wholly or partially at any time by a Reserve Account Credit Facility in an amount which, together with sums on deposit, is equal to the Debt Service Reserve Requirement for such Series of Bonds. Such Reserve Account Credit Facility as provided above must provide for payment on any interest payment date or principal payment date on which a deficiency exists in moneys held hereunder for a payment with respect to the Bonds which cannot be cured by funds in any other account held pursuant to this Resolution and available for such purpose, and which shall name the Bond Registrar/Paying Agent or the Board of Governors for the benefit of the Bondholders as the beneficiary thereof. In no event shall the use of such Reserve Account Credit Facility be permitted if it would cause an impairment in any existing rating on the Bonds or any Series thereof. If the applicable subaccount in the Debt Service Reserve Account is to be funded in installments, upon the issuance of any Additional Parity Bonds, the deposits required pursuant to the foregoing may be limited to the amount which will be sufficient to pay the required monthly installments specified in such resolution, plus an additional amount necessary to make up any deficiencies caused by withdrawals or resulting from the semiannual valuation of the funds on deposit therein. If a disbursement is made from a Reserve Account Credit Facility, the Board of Governors shall be obligated to either reinstate the maximum limits of such Reserve Account Credit Facility immediately following such disbursement or to deposit funds into the applicable subaccount in the Debt Service Reserve Account in the amount and manner provided under Section 5.01(B) of this Resolution.

(F) Section 4.02 of the Original Resolution is hereby amended to read as follows:

Section 4.02. FEES, RENTALS OR OTHER CHARGES. The Board of Governors covenants that it will, or will cause the University to, 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 Housing System, and revise the same from time to time whenever necessary, as will always provide revenues sufficient to pay all Current Expenses, as defined herein, and other costs of operating and maintaining the Housing System and, to make or provide for payments required from said Pledged Revenues in connection with the Bonds, as the same become due, to build up in the Sinking Fund the debt service reserve and to make all other payments provided for in this Resolution, and that such fees, rentals or other charges shall not be reduced so as to be insufficient to provide adequate revenues for such purposes.

Whenever in any year the amounts of revenues stated in the annual budget of the University, 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 mandatory duty of the Board of Governors to increase, or cause the University 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, provided that an increase to such fees, rentals or other charges will not result in a reduction of Pledged Revenues for the then current or any future Fiscal Year.

(G) Section 5.01 of the Original Resolution is hereby amended to read as follows:

Section 5.01. DISPOSITION OF REVENUES. 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 all Current Expenses of the Housing System, as necessary, as determined by the University.

(B) Second, the revenues remaining in the Revenue Fund after satisfying subsection (A) above shall be transferred to the Board of Administration to be used as follows:

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

(2) for deposit in the Reserve Account, or subaccounts therein, in the Sinking Fund, if necessary, in an amount which shall be sufficient to satisfy the Reserve Requirement on all Bonds then outstanding secured by such subaccount or sufficient to satisfy the installment required by Section 3.02 if the Reserve Account is to be funded over a 60 month period. This paragraph (2) shall not apply to that portion of the subaccount of the Reserve Account established for any Series of Bonds for which a Reserve Account Credit Facility has been provided pursuant to paragraph 3.02(A)(2) hereof.

In the event funds on deposit in the Sinking Fund are not sufficient to pay in full the principal and /or interest next coming due on the Bonds, then on or before June 15 and December 15 such amounts as may be necessary to pay such maturing principal and/or interest on the Bonds then outstanding, shall be transferred to the Sinking Fund from the appropriate subaccount of the Reserve Account.

Any withdrawals from the Reserve Account, including disbursements made under a Reserve Account Credit Facility, shall be subsequently restored (or, in the case of a Reserve Account Credit Facility, the provider thereof shall be reimbursed the amount of such disbursement) from the first revenues available therefore after all required payments have been made as provided in paragraph 5.01(A) and subparagraph 5.01(B)(1) hereof, including any deficiencies for prior payments, have been made in full.

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

(3) for deposit to the Rebate Account created by subsection 3.05(C) 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 Revenue Fund shall be transferred to in a trust fund known as the "Housing System Building Maintenance and Equipment Reserve Fund." 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 used only for the purposes and in the manner provided in this Resolution.

The amount required to be deposited in the Housing System Building Maintenance and Equipment Reserve Fund shall be such amount as approved in the annual budget for the University. Nothing herein shall restrict the University from funding the Housing System Building Maintenance and Equipment Reserve Fund in an amount greater than that required by this subsection 5.0l(C).

The moneys in said Building Maintenance and Equipment Reserve Fund may be drawn on and used by the Board of Governors 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 furniture and equipment not paid as part of the ordinary and normal expense of the operation and maintenance of said Housing System.

In the event the moneys in the Sinking Fund and Reserve Account therein on any June 15 or December 15 shall be insufficient to pay the next maturing installment of principal or interest on the Bonds, then moneys in said Building Maintenance and Equipment Reserve Fund, shall be transferred to the Sinking Fund to the extent necessary to eliminate such deficiencies and to avoid a default or to the Rebate Account to pay the Rebate Amount.

(D) Fourth, the balance of any revenues remaining in the Revenue Fund after all payments or balances required in (A), (B), and (C) above have been made or maintained, may be used by the University, in its discretion, for any expenditures, including the payment of debt service, improving or restoring any existing housing facilities or providing any such additional facilities, or to redeem the then outstanding Bonds.

(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, the Building Maintenance and Equipment Reserve Fund, the Sinking Fund, and the Reserve Account, 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 of Florida.

(H) Subsections 6.01(D) and (F) of the Original Resolution is hereby amended to read as follows:

Section 6.01. ISSUANCE OF ADDITIONAL PARITY BONDS. The Division of Bond Finance is authorized to issue Additional Parity Bonds after the issuance of the Bonds authorized by this Resolution, but only upon the following terms, restrictions and conditions:

(D) The Board of Administration shall approve the fiscal sufficiency of such Additional Parity Bonds.

(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 this 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 hereafter 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.

(I) Subsection (C) is hereby added to section 6.02 of the Original Resolution:

Section 6.02. REFUNDING BONDS.

…

(C) If the Annual Debt Service Requirement on the refunding Bonds in each Fiscal Year is equal to or less than the corresponding Annual Debt Service Requirement of the refunded Bonds, then the provisions of subsections 6.01(A), (C), (E), (F), and (G) of this Resolution shall not apply to the issuance of the refunding Bonds.

SECTION 5.10 CONFIRMATION OF ORIGINAL RESOLUTION. As supplemented and amended by this Seventh Supplemental Resolution, the Original Resolution is in all respects ratified and confirmed, and this Seventh Supplemental Resolution shall be read, taken, and construed as a part of the Original Resolution.

SECTION 5.11. EFFECTIVE DATE. This Seventh Supplemental Resolution shall take effect upon the substantive review and approval of the 2021A Project and financing thereof through the adoption of the Requesting Resolution by the Board of Governors.

ADOPTED on May 4, 2021.

A RESOLUTION (THE EIGHTH SUPPLEMENTAL RESOLUTION) AUTHORIZING THE ISSUANCE AND SALE OF STATE OF FLORIDA, BOARD OF GOVERNORS, UNIVERSITY OF FLORIDA DORMITORY REVENUE REFUNDING BONDS, SERIES (TO BE DETERMINED), REFUNDING ALL OR A PORTION OF CERTAIN OUTSTANDING BONDS OF THE UNIVERSITY; CANCELING 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 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 this Eighth Supplemental Resolution, as well as the Outstanding Bonds and the Refunding Bonds (as defined herein).

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

"2012A Bonds" means the State of Florida, Board of Governors, University of Florida Dormitory Revenue Bonds, Series 2012A.

"2021A Project" means the construction of an approximately 1,400 bed student dormitory and other related capital improvements on the main campus of the University, as approved by the Board of Governors, subject to any deletions, modifications, or substitutions deemed necessary and expedient and approved by resolution of the Board of Governors.

"Act" means Article VII, Section 11(d) of the Florida Constitution, Article IX, Section 7(d) of the Florida Constitution, Sections 215.57-215.83, Florida Statutes ("the State Bond Act"), and Section 1010.62, Florida Statutes, as may be amended from time to time.

"Additional Parity Bonds" means any obligations issued pursuant to the terms and conditions of the Original Resolution and payable from the Pledged Revenues on a parity with the 1989 Bonds originally issued thereunder (the "Original Bonds"). Additional Parity Bonds shall be deemed to have been issued pursuant to the Original Resolution the same as the Original Bonds, and all of the applicable covenants and other provisions of the Original Resolution (except as to details of such Additional Parity Bonds inconsistent herewith), shall be for the equal benefit, protection, and security of the Registered Owners of the Original Bonds, and any Additional Parity Bonds. All Additional Parity Bonds, regardless of the time or times of their issuance, shall rank equally with other Bonds with respect to their lien on and source and security for payment from the Pledged Revenues without preference of any Bonds over any other. Additional Parity Bonds also include any outstanding indebtedness previously issued with respect to any facility which is being added to the Housing System and which is secured by the revenues of such facility.

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

"Board of Governors" or **"Board"** means the Florida Board of Governors created 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"), and includes any other entity succeeding to the powers thereof.

"Bond Registrar/Paying Agent" means U.S. Bank National Association, formerly known as U.S. Bank Trust 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 selects another date on which to end a Bond Year in the manner permitted by the Code.

"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 or any Assistant Secretary delegated authority by the Director.

“Division” means the Division of Bond Finance of the State Board of Administration of Florida.

“Eighth Supplemental Resolution” means this resolution authorizing the issuance and competitive sale of the Refunding Bonds, which is supplemental to the Original Resolution.

“Governing Board” means the Governor, as Chairman, and Cabinet of the State of Florida, consisting of the Attorney General as Secretary, the Chief Financial Officer as Treasurer, and the Commissioner of Agriculture, as the governing board of the Division.

“Housing System” means those dormitories, apartments, or other living units at the University, the revenues of which are pledged to the Bonds. The Housing System consists of the following:

(i) Beaty Towers, Broward Hall, Buckman Hall, Cypress Hall, East Hall, Fletcher Hall, Graham Hall, Hume Hall, Jennings Hall, Keys Residential Complex, Lakeside Residential Complex, Mallory Hall, Murphree Hall, North Hall, Rawlings Hall, Reid Hall, Riker Hall, Simpson Hall, Sledd Hall, Springs Residential Complex, Thomas Hall, Tolbert Hall, Trusler Hall, Weaver Hall, Yulee Hall, Corry Village, Diamond Village, Maguire Village, Tanglewood Village, and University Village South;

(ii) the 2021A Project; and

(iii) such additional facilities as at some future date may be added to the Housing System.

“Interest Payment Dates” means, for the Refunding Bonds, January 1 and July 1 of each year.

“Original Resolution” means the resolution adopted by the Governing Board on January 10, 1989, authorizing the issuance of the Bonds, as amended and restated in its entirety on June 13, 2000, as amended by the Second Supplemental Resolution and the Third Supplemental Resolution.

“Outstanding Bonds” means the Outstanding State of Florida, Board of Governors, University of Florida Dormitory Revenue Refunding Bonds, Series 2011A; the Outstanding State of Florida, Board of Governors, University of Florida Dormitory Revenue Bonds, Series 2012A; the Outstanding State of Florida, Board of Governors, University of Florida Dormitory Revenue Bonds, Series 2013A; the

Outstanding State of Florida, Board of Governors, University of Florida Dormitory Revenue Refunding Bonds, Series 2016A, and any Additional Parity Bonds.

"Principal Payment Dates" means, for the Refunding Bonds, July 1 of each year.

"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.

"Registered Owner" means any person who shall be the owner of any Bond or Bonds as shown on the registration books kept by the Bond Registrar/Paying Agent.

"Refunded Bonds" means all or a portion of the 2011A Bonds and 2012A Bonds to be refunded by the Refunding Bonds.

"Refunding Bonds" means the not exceeding $22,000,000 State of Florida, Board of Governors, University of Florida Dormitory Revenue Refunding Bonds, Series (to be determined) authorized by this Eighth Supplemental Resolution.

"Resolution" means the Original Resolution as supplemented through the date of this Eighth Supplemental Resolution, and as may be further amended and supplemented from time to time.

"Second Supplemental Resolution" means the resolution adopted on September 20, 2011, by the Governing Board, authorizing the issuance and sale of the 2011A Bonds, and amending the Original Resolution.

"Seventh Supplemental Resolution" means the resolution expected to be on adopted May 4, 2021, by the Governing Board, authorizing the issuance of the 2021A Bonds and amending the Original Resolution,

"Third Supplemental Resolution" means the resolution adopted on March 20, 2012, by the Governing Board, authorizing the issuance of the 2013A Bonds, and amending the Original Resolution.

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 the Act, other applicable provisions of law, and Section 5.01 of the Original Resolution; and constitutes a resolution authorizing bonds pursuant to the State Bond Act.

SECTION 1.03. RESOLUTION TO CONSTITUTE CONTRACT. In consideration of the acceptance of the Refunding Bonds by the Registered Owners, the Original Resolution, as amended, and as supplemented through the date of this Eighth Supplemental Resolution, shall be deemed to be and shall constitute a contract among the Division, 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 Refunding 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 Resolution.

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

SECTION 2.01. AUTHORIZATION OF ISSUANCE AND SALE OF REFUNDING BONDS. (A) Subject and pursuant to the provisions of this Eighth 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, University of Florida Dormitory Revenue Refunding Bonds, Series (to be determined)” (or such other designation as may be determined by the Director) are hereby authorized to be issued and to be sold at competitive sale by the Division in an aggregate principal amount not exceeding $22,000,000 to refund 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. The Refunding Bonds may be sold and issued in one or more series and in combination with other State of Florida, Board of Governors, University of Florida Dormitory Revenue Bonds, provided that the actual designation of any series of such Bonds whether sold in one or more than one series 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 Refunding 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 Refunding Bonds will be received at the office of the Division or at another location designated in 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 Refunding 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 public offering of the Refunding 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 and Secretary of the Governing Board and the Director (together, the “Authorized Individuals”) are hereby authorized to execute the final official statement in connection with the public offering of the Refunding 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 the 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 and final official statements relating to the competitive offering of the Refunding Bonds printed and distributed; to contract with national rating services and providers of municipal bond insurance 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 Refunding Bonds. Any prior printing and distribution of a preliminary official statement is hereby ratified.

(F) The Secretary or any Assistant Secretary of the Governing Board is hereby authorized and empowered to award said Refunding 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 any Assistant Secretary of the Governing Board shall report such sale to the Governing Board after award of the Refunding Bonds. The Secretary or any Assistant Secretary of the Governing Board is authorized to deliver such Refunding 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 Refunding Bonds as provided by this Resolution and other proceedings authorizing the issuance of the Refunding Bonds.

(G) U.S. Bank National Association, formerly known as U.S. Bank Trust National Association, or its successor, is hereby designated as Bond Registrar/Paying Agent for the Refunding 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 Refunding Bonds shall be as set forth in the Notice of Bond Sale. Interest on the Refunding 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. New York time on the Record Date shown on the registration books maintained by the Bond Registrar/Paying Agent for the Refunding Bonds.

(I) The Refunding 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 Resolution. The Refunding Bonds shall be issued in denominations of $1,000 or any integral multiple thereof unless otherwise provided in the Notice of Bond Sale. The Refunding Bonds shall be payable at the corporate trust office of the Bond Registrar/Paying Agent.

(J) The Refunding 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 Refunding 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 incremental increase in the Debt Service Reserve Requirement, if any, attributable to the Refunding Bonds shall be funded with proceeds of the Refunding Bonds, amounts previously on deposit in a subaccount in the Reserve Account on behalf of the Refunded Bonds, a Reserve Account Credit Facility, or some combination thereof, as determined by the Director. The incremental increase, if any, in the Debt Service Reserve Requirement attributable to the Refunding Bonds shall be deposited in the Reserve Account which was created pursuant to Section 5.01(B) of the Original Resolution. Amounts on deposit in the Reserve Account may be commingled with the amounts deposited for other 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 Reserve Account, and shall be applied in the manner provided in the Original Resolution.

Notwithstanding the provisions of the Original Resolution, the Reserve Account for the Refunding Bonds authorized by this Resolution shall be funded in an amount determined by the Director, which shall not exceed the Debt Service Reserve Requirement for the Refunding Bonds. Such amount may be zero. The amount of the Reserve Requirement funded from the proceeds of the Refunding Bonds shall not exceed the amount permitted under the Code.

The Debt Service Reserve Requirement for the Refunding Bonds, if any, shall be deposited, as determined by the Director, in either a subaccount in the Reserve Account established for any of the Outstanding Bonds or in a subaccount in such Reserve Account which is hereby established for the Refunding 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 Resolution.

(L) Any portion of the Refunding Bonds may be issued as a separate Series, provided that the Refunding Bonds of each series shall be numbered consecutively from one upward.

(M) The Director is hereby authorized to offer for sale a lesser principal amount of Refunding Bonds than that set forth in this Resolution and to adjust the maturity schedule and redemption provisions for the Refunding 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 Refunding 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 Refunding Bonds that the purchase price for the Refunding Bonds may include a discount of not to exceed 3%, excluding original issue discount, if any, of the aggregate principal amount of such Refunding 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 as may be designated by the Governing Board as agents of the Division in connection with the issuance and delivery of the Refunding 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, in each case as they may deem necessary or desirable, in connection with the execution and delivery of the Refunding Bonds, including but not limited to, contracting with a consultant to verify escrow calculations of the Refunding Bonds, retaining bond counsel to render a special tax opinion relating to the use of the proceeds from the sale of the Refunding Bonds, and providing for redemption of the Refunded Bonds. Notwithstanding anything contained in the Original Resolution to the contrary, it is the intent of the Division that interest on the Refunding Bonds, if issued as tax-exempt Refunding 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 such tax-exempt Refunding Bonds, whether such requirements are now in effect, pending or subsequently enacted. The Division is hereby authorized and directed to take all actions necessary with respect to the Refunding Bonds to comply with such requirements of federal tax law.

SECTION 2.02. EXECUTION OF THE REFUNDING BONDS. The Refunding Bonds shall be executed in the name of the Board of Governors by its Chairman and attested to by its Vice-Chairman, 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 Refunding 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 Refunding 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 Refunding Bonds shall cease to be such officer of the Board of Governors before the Refunding Bonds so signed and sealed shall have been actually sold and delivered, the Refunding Bonds may nevertheless be sold and delivered as herein provided and may be issued as if the person who signed or sealed such Refunding Bonds had not ceased to hold such office. Any Refunding 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 Refunding Bond shall hold the proper office, although at the date of such Refunding 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 Refunding 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 2.03. AUTHORIZATION TO EXECUTE AND DELIVER AN ESCROW DEPOSIT AGREEMENT; DESIGNATION OF ESCROW AGENT. The Chairman and Secretary or an Assistant Secretary of the Governing Board and such other officers and employees of the Division as may be designated by the Governing Board as agents of the Division are hereby each authorized to execute and deliver an escrow deposit agreement on behalf of the Division 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 Refunding Bonds and such other funds as determined to be necessary into an escrow deposit trust fund for the refunding of the Refunded Bonds. The escrow deposit trust fund shall be held and administered by an escrow agent acceptable to the Director as evidenced by the Director's execution of the escrow deposit agreement.

SECTION 2.04. APPLICABILITY OF ARTICLE II OF THE ORIGINAL RESOLUTION. Except as otherwise provided in this Eighth Supplemental Resolution, the terms, description, execution, negotiability, redemption, registration, transfer, authentication, disposition, replacement, issuance, and form of the Refunding Bonds shall be governed by the provisions of Article II of the Original Resolution, adjusted to the extent necessary to apply to the Refunding Bonds. The form of the Refunding Bonds shall be governed by this Resolution. The text of the Refunding Bonds may contain such provisions, specifications, and descriptive words not inconsistent with the provisions of this 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 2.05. FORM OF REFUNDING BONDS. Notwithstanding anything to the contrary in the Original Resolution or this Resolution, or any other resolution relating to the Refunding Bonds (for purposes of this section, collectively, the "Resolution"), the Refunding 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 Refunding 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 Refunding Bonds are issued in book-entry only form:

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

(2) Transfers of beneficial ownership of the Refunding 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 Refunding Bonds. Beneficial ownership interests in the Refunding 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 Refunding 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 Refunding Bonds. Transfers of ownership interests in

the Refunding 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, 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 Refunding Bonds registered in its name for the purposes of each of the following:

(a) The payment of the principal of, premium, if any, and interest on the Refunding 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) The giving any notice permitted or required to be given to Registered Owners under the Resolution.

(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 Refunding Bonds; and (ii) a certificate of any such Participant as to the identity of, and the respective principal amount of Refunding 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 Refunding Bond Register, with respect to any of 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 Refunding 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 Refunding Bonds.

(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 Refunding 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 Refunding Bonds to produce the same effect. Any provision hereof permitting or requiring delivery of the Refunding Bonds shall, while the Refunding 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 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 shall either identify another qualified securities depository or prepare and deliver replacement Refunding Bonds in the form of fully registered bonds to each Beneficial Owner.

ARTICLE III
APPLICATION OF PROCEEDS

SECTION 3.01. APPLICATION OF REFUNDING BOND PROCEEDS. (A) Upon receipt of the proceeds of the sale of the Refunding Bonds, and after reserving an amount sufficient to pay all costs and expenses incurred in connection with the preparation, issuance, and sale of the Refunding Bonds, including a reasonable charge for the Division's services, the Division shall transfer and deposit the remainder of the Refunded Bond proceeds as follows:

(1) An amount necessary to fund the incremental increase in the Debt Service Reserve Requirement, if any, attributable to the Refunding Bonds, shall be transferred to the Board of Administration and deposited in the appropriate subaccount in the Reserve Account within the Sinking Fund. Alternatively, the Board of Governors, as provided in Section 3.02(2) 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 Debt Service Reserve Requirement for the Refunding Bonds and the sums then on deposit in the appropriate subaccount in the Reserve Account.

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

(3) An amount together with the interest earnings thereon, and other amounts deposited therein which is anticipated to 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 to be incurred in connection with the payment and retirement of the Refunded Bonds shall be either transferred and deposited in escrow pursuant to the terms of the escrow deposit agreement or, at the discretion of the Director, deposited with the Bond Registrar/Paying Agent.

(B) Any balance of the proceeds of the Refunding Bonds after providing for the requirements of subsection (A) above shall be transferred to the Sinking Fund and used for the purposes set forth therein.

ARTICLE IV
SECURITY FOR THE REFUNDING BONDS

SECTION 4.01. REFUNDING BONDS ON A PARITY WITH THE OUTSTANDING BONDS. The Refunding Bonds shall be issued subject to the provisions of Section 6.01 of the Original Resolution governing the issuance of Additional Parity Bonds thereunder. The Refunding 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. REFUNDING BONDS SECURED BY ORIGINAL RESOLUTION. The Refunding 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 Refunding 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 Eighth Supplemental Resolution to the same extent as if incorporated verbatim in this Eighth Supplemental Resolution, and shall be fully enforceable in the manner provided in the Original Resolution by any of the Registered Owners of the Refunding Bonds.

ARTICLE V
MISCELLANEOUS

SECTION 5.01. RESOLUTION NOT ASSIGNABLE. This Eighth Supplemental Resolution shall not be assignable by the Division 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 Housing 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 9.02 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 the University to provide or cause to be provided such information as may be required, from time to time, under the Rule or any successor rule applicable to the Board of Governors.

(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 the Rule or any successor rule applicable to the Board of Governors.

SECTION 5.04. SEVERABILITY OF INVALID PROVISIONS. If any one or more of the covenants or provisions of this Eighth 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 Eighth Supplemental Resolution or of the Refunding Bonds and shall in no way affect the validity or enforceability of any other covenants, agreements, or provisions of this Eighth Supplemental Resolution or of the Refunding Bonds issued hereunder.

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

SECTION 5.06. REPEAL OF INCONSISTENT RESOLUTIONS AND CANCELLATION OF PRIOR ISSUANCE AUTHORITY. All prior or concurrent resolutions or parts of resolutions, to the extent that they are inconsistent with this Eighth Supplemental Resolution 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 Bonds authorized prior to the date of this Eighth Supplemental Resolution pursuant to the Original Resolution is hereby cancelled, except for the authority to issue not exceeding $250,000,000 State of Florida, Board of Governors, University of Florida Dormitory Revenue Bonds, Series 2021A, expected to be authorized by the Seventh Supplemental Resolution on May 4, 2021.

SECTION 5.07. SUCCESSOR AGENCIES AND OFFICIALS. Any references in the Original 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 5.09. CONSENT TO AMENDMENT OF ORIGINAL RESOLUTION BY SEVENTH SUPPLEMENTAL RESOLUTION. The initial Holders of Refunding Bonds by virtue of their purchase and acceptance thereof shall be deemed to have consented to in writing and approved the amendments to the Original Resolution as the same are set forth in Section 5.09 of the Seventh Supplemental Resolution. All subsequent Holders of the Refunding Bonds and shall be bound by the terms of such consent and approval.

SECTION 5.09. CONFIRMATION OF ORIGINAL RESOLUTION. As supplemented by this Eighth Supplemental Resolution, the Original Resolution is in all respects ratified and confirmed, and this Eighth Supplemental Resolution shall be read, taken, and construed as a part of the Original Resolution.

SECTION 5.10. EFFECTIVE DATE. This Eighth Supplemental Resolution shall take effect immediately upon its adoption.

ADOPTED: May 4, 2021.

THE UNIVERSITY OF FLORIDA
Gainesville, Florida

(Source: Information provided by the University of Florida)

Introduction and History

The University of Florida (the "University") is a state-supported land-grant comprehensive research university with student enrollment exceeding 57,800 students. It is the oldest university in the State of Florida (the "State"), the only member of the prestigious Association of American Universities in the State and one of only 63 members in North America. The University is also recognized by the Carnegie Commission on Higher Education as one of the nation's leading research universities. It is one of twelve universities (the "State Universities") within the State University System (the "System"). The University traces its origins to the acquisition of the private Kingsbury Academy in Ocala by the State-funded East Florida Seminary in 1853. The seminary was moved to Gainesville following the Civil War and was consolidated with the State's land-grant Florida Agriculture College, then located in Lake City, to become the University of Florida in Gainesville in 1905.

While highly recognized for its achievements in research and academic programs at the graduate and professional levels, the University also is dedicated to excellence in its undergraduate programs. The student body has the highest academic ranking in the State and is among the highest-ranking public universities in the nation.

The University is among the nation's most comprehensive universities, because it offers a range of academic and research programs on its campus. It has 16 colleges and more than 190 interdisciplinary research and education centers, bureaus and institutes. The University's schools, medical center, athletic, arts and agricultural facilities are located on a contiguous 2,000 acre main campus in Gainesville. Additionally, the University has facilities across the State serving the University of Florida Institute of Food and Agricultural Sciences ("UF/IFAS"), its agriculture and environmental sciences arm, including the College of Agricultural and Life Sciences, the Florida Cooperative Extension Service, and the Florida Agricultural Experiment Station.

Faculty and student scholars from various academic programs provide research and development services in numerous areas of State, national and global interest. Almost 100 undergraduate degree programs are offered and the graduate school coordinates over 200 graduate degree programs throughout the University's colleges and schools. Professional post-baccalaureate degrees are offered in law, dentistry, medicine, pharmacy, and veterinary medicine.

Governance and Administration

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.

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 have 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.

The University Trustees. The University's Board of Trustees (the "University Board") comprised of the following individuals (the "University Trustees"):

Members of the University of Florida Board of Trustees

University Trustees	**Term Expires**
Morteza Hosseini (Chair) – Chairman and CEO, ICI Homes	January 6, 2026
Thomas G. Kuntz (Vice Chair) – Former President and CEO, SunTrust Banks, Florida	January 8, 2023
David L. Brandon – President, Brandon Construction Company	January 6, 2025
Richard P. Cole – Managing Partner, Cole, Scott & Kissane, P.A.	January 6, 2025
Chris Corr – Senior Vice President, Rayonier	January 6, 2026
James W. Heavener – President, Heavener Co. and CEO, Full Sail University	January 6, 2026
Daniel T. O'Keefe – Partner, Shutts & Bowen	January 6, 2023
Rahul Patel – Partner, King & Spalding	January 6, 2025
Marsha D. Powers – Former CEO, Tenet Healthcare Corporation, Florida Region	January 6, 2025
Fred S. Ridley – Partner, Foley & Lardner, LLP	January 6, 2026
Anita G. Zucker – Chair and CEO, The InterTech Group, Inc.	January 6, 2025
David Bloom, Ph.D., *ex-officio* – Chair, Faculty Senate	May 31, 2022
Cooper Brown, *ex-officio* – Student Body President	April 25, 2022

University Officials. The President serves as the executive officer and corporate secretary of the University Board 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.

University of Florida Officials

University Official	**Position**
Dr. W. Kent Fuchs	President
Dr. Joe Glover	Senior Vice President for Academic Affairs and Provost
Chris Cowen	Senior Vice President and Chief Financial Officer
Dr. Charlie Lane	Senior Vice President and Chief Operating Officer
David R. Nelson, M.D.	Senior Vice President for Health Affairs and President UF Health
Dr. J. Scott Angle	Vice President for Agriculture and Natural Resources, President UF/IFAS
Dr. David P. Norton	Vice President for Research
Dr. Winfred M. Phillips	Executive Chief of Staff

Dr. Fuchs has served as President of the University since 2015. Dr. Fuchs has set the University on a path to becoming a top-five public research universities and the nation's top university for comprehensive excellence through the creation of 500 new faculty positions, the addition of advanced facilities, and an ongoing fundraising campaign, which surpassed its initial $3 billion goal in March 2021.

Dr. Glover has served as Provost and Senior Vice President of Academic Affairs since 2008. Dr. Glover joined the University in 1983 as an assistant professor in mathematics. He previously chaired the Mathematics Department and has served as Associate Dean for Faculty Affairs in the College of Liberal Arts and Sciences, Associate Provost for Academic Affairs, Interim Provost, and chair of the Task Force on the Future of the University. Dr. Glover also helped develop the University's strategic plan.

Mr. Cowen has served as Senior Vice President and Chief Financial Officer since 2020. Mr. Cowen has financial oversight responsibility for the University's $8 billion enterprise of operations, ensuring that financing activities and strategies are coordinated across the University, its affiliated entities, and its DSOs.

Dr. Lane has served as Senior Vice President and Chief Operating Officer since 2014, responsible for overseeing numerous university-wide functions including Information Technology, Human Resources, and Office of Internal Audit, Business Affairs, and Real Estate.

Dr. Nelson has served as Senior Vice President for Health Affairs and president of UF Health since 2019. Dr. Nelson oversees operations for all components of UF Health. He previously as the assistant vice president for research and director of the UF Clinical and Translational Science Institute.

Dr. Angle has served as Vice President for Agriculture and Natural Resources and President of UF/IFAS since 2020. Dr. Angle leads nearly 2,300 employees across all of the State's counties.

Dr. Norton has served as Vice President for Research since 2012. Dr. Norton is a professor in the Department of Materials Science and Engineering and previously served as Associate Dean for Research in the College of Engineering.

Dr. Winfred M. Phillips has been the Executive Chief of Staff since 2015. He is a professor of Mechanical Engineering, and the Don and Ruth Eckis Professor of Biomedical Engineering. Previously, Dr. Phillips was the Senior Advisor to the President, Senior Vice President and Chief Operating Office, Vice President for Research and Director, Dean of the Graduate School, and Dean of Engineering and Associate Vice President.

Buildings and Other Capital Facilities

The University's main campus has over 1,000 buildings containing approximately 20.5 million gross square feet. These facilities have a book value of more than $1 billion with a replacement value of more than $2.5 billion. Of these buildings, more than 200 have classrooms and laboratories. Within the past decade, over 40 major buildings have been completed. Additionally, UF/IFAS maintains extension offices in each of State's 67 counties, and several other facilities across the State, including 12 Research and Education Centers, five Research and Demonstration Sites, a research forest, and an 850-acre dairy farm. In total, UF/IFAS has 1,249 buildings, more than 3.6 million gross square feet, and 27,279 acres throughout the State.

The University's arts facilities include The Florida Museum of Natural History, which is among the top ten natural history museums in the nation and number one in the southeast, the Harn Museum of Art, the Phillips Center for Performing Arts, and the University Art Gallery.

Other notable facilities include the second largest academic computing center in the south, one of the nation's few self-contained intensive care hyperbaric chambers for treating near-drowning victims, a materials measuring system with helium refrigerators which, along with only two others in the world, have recorded the closest temperature to absolute zero, a 100-kilowatt training and research reactor, the largest coastal engineering wave tank in the southeast, the second largest research facility in the southeast, a world-class cast-bell carillon, a 74-rank Aeolian Skinner organ and HiPerGator, one of the 25 most powerful supercomputers in the world. Open spaces, small ponds, picnic areas, shady nooks, and an 81-acre wildlife sanctuary lake, Lake Alice, on the main campus provide opportunities to enjoy State's year-round outdoor life.

Capital Improvement Plan

The University has numerous projects in various stages of design and construction. Generally, these projects are funded with Public Education Capital Outlay ("PECO") which are generated from the collection of gross receipts taxes levied on utilities and telecommunication services and are appropriated to State Universities by the State Legislature. Various funding sources, including, but not limited to State appropriated monies from General Revenue and the Educational Enhancement Trust Fund, the Capital Improvement Trust Fund ("CITF") fee, carryforward of accumulated E&G funds, private funds, and bond proceeds also provide resources to finance capital improvement projects. The table below shows Capital Improvement Projects with construction costs over $50,000,000 that are currently in progress.

Current Capital Improvement Projects ($50 million or Greater)[1]

Project Name	Estimated Total Project Cost
Central Energy Plant & Utilities Infrastructure	$295,115,373
New Undergraduate Student Residence Hall	220,000,000
Data Science and Information Technology Building	150,000,000

1 Current as of May 5, 2021. Projects are in construction or design phase. Amounts are estimates and actual project costs are subject to change.

The University is currently in the process of evaluating funding options for the Central Energy Plant & Utilities Infrastructure project, but does not anticipate issuing debt for the project. The Data Science and Information Technology Building is being funded through State capital appropriations and private donations. The New Undergraduate Student Residence Hall is anticipated to be fully-funded with the proceeds of the 2021A Bonds. The University is not anticipating funding any other capital improvement projects with debt at this time.

Impact of COVID-19 on the University

Spring and Summer 2020 Transition to Remote Instruction. In response to the public health crisis caused by the strain of coronavirus called COVID-19 ("COVID-19"), the Governor issued Executive Order No. 2020-52 on March 9, 2020, declaring a state of emergency. Thereafter, on March 17, 2020, the Board of Governors directed State Universities to provide the remainder of classes for the spring 2020 semester by remote instruction. Following the state of emergency declaration by the Governor and directives from the Board of Governors, the University took a number of steps to reduce the spread of COVID-19 on its campuses and in the surrounding community, including asking students to leave and remain off-campus, converting all courses to remote instruction, closing all housing facilities, reducing the number of staff and faculty working on campus, and cancelling or limiting the size of other campus-based activities for the spring and summer 2020 semesters. While University operations were largely transitioned to a remote environment, a small contingency remained on-site. University health clinics continued to provide care for students and patients; time-sensitive research went on; University police continued their duties; and residential staff, custodial staff, and food vendors remained to support students unable to return home.

The University's Reopening Plan and Fall 2020 Reopening. The Board of Governors adopted guidelines for the reopening of State University campuses for the fall 2020 semester and required all State Universities to develop and submit individual reopening plans. The University's plan, which was approved by the Board of Governors on June 12, 2020, included a broad reopening of its campuses. The University initiated a comprehensive "Screen, Test & Protect" program to return faculty, staff, and students to campus, at no cost to individuals, under the direction of UF Health medical professionals. All students underwent a screening assessment for COVID-19 risk factors as they returned to campus; at-risk students received medical triage and COVID-19 testing.

As a result of the pandemic, the primary instructional delivery mode changed. The majority of classes for fall 2020 (approximately 75%) were provided via online or remote instruction, while approximately 25% were in person via face-to-face or hybrid instruction. Comparatively, 73% of classes were provided in person in fall 2019, while only 27% were online. The primary instructional delivery mode for spring 2021 was also online or remote instruction. Despite the changes in manner of class delivery, COVID-19 did not have a material impact on the University's enrollment for fall 2020 or spring 2021.

Financial Impact and Financial Planning. The COVID-19 pandemic may have an adverse impact on the current and future financial position of the University, including its operating performance. However, the University has taken steps to mitigate and offset potential revenue shortfalls, including an overall 2% expense reduction to all departments' cost base and additional expense reduction plans have been identified, if necessary. Additionally, recent changes to State law allows the University to use carryforward funds as a contingency reserve for expenses incurred as a result of a state of emergency declared by the Governor, such as COVID-19. See "Impact of COVID-19 on the Operating Budget" below for additional information.

Budgetary Process

The University Trustees prepare and submit to the Board of Governors for review an annual operating budget which represents the University's plan for utilizing the resources available through direct or continuing appropriation 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.

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) and 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 of E&G resources at the University level. Within the President's guidelines and the guidelines provided by the University Board, E&G funding is allocated and distributed to each account/department.

Auxiliary Enterprises. The Auxiliary Enterprises budget consists 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 Office of Financial Planning prepare operating budget requests for these activities based on anticipated revenues. The Office of Financial Planning then coordinates the vice presidents' presentations and justifications for annual budget requests as required and finalizes them based on the University Boards' guidelines. Budget revisions as required by the president are incorporated in the requests.

Faculty Practice. This budget consists of estimated expenditures related to the University's Medical Faculty Practice Plan. Expenditures are for practice personnel, incremental start-up costs and practice operations.

Operating Budget

The University prepares and submits an annual operating budget to the University Board for approval, which represents the University's plan for utilizing the resources available through direct or continuing appropriation by the Legislature, student fees, and other local sources. The University Trustees review the proposed annual budget; the University Board then submits the operating budget to the Board of Governors for review. Approved budgets are released for expenditures to the University. Any new State resources are allocated to the University according to the priorities set by the University President, as are any University-wide reductions.

Historical and Current Operating Budget

	Fiscal Year Ended June 30,				
Budget Entity	**2017**	**2018**	**2019**	**2020**	**2021**
Educational and General	$1,027,809,648	$1,046,633,848	$1,134,821,003	$1,130,264,897	$1,185,319,189
Auxiliary Enterprises	493,075,225	504,293,116	517,334,091	492,300,160	479,689,246
Contracts and Grants	935,794,925	949,423,455	947,951,363	949,832,255	955,886,124
Student Activities	20,069,412	19,308,580	21,583,197	16,514,313	17,184,208
Concessions	988,792	968,743	1,010,192	1,050,192	666,477
Intercollegiate Athletics	119,132,023	129,938,272	135,587,382	140,849,696	141,296,297
Student Financial Aid	467,399,061	474,939,901	539,712,853	561,664,110	567,578,242
Self-Insurance Program	17,331,493	25,093,577	22,214,694	30,459,375	25,985,334
Technology Fee	6,826,553	8,897,067	9,547,990	7,785,757	8,188,121
Faculty Practice Plans	863,657,421	947,482,633	955,984,550	1,092,665,380	1,108,360,801
Total	**$3,952,084,553**	**$4,106,979,192**	**$4,285,747,315**	**$4,423,386,135**	**$4,490,154,039**

Impact of COVID-19 on the Operating Budget. During Fiscal Year 2019-20, the University received federal awards under the Coronavirus Aid, Relief and Economic Security Act (the "CARES Act") of $31 million, of which $15.5 million was disbursed as Emergency Aid to 15,661 students and $15.5 million was available to the University as Institutional Support. As of June 30, 2020, the University expended $7.3 million in Institutional Support funds, leaving $8.2 million available to be drawn down in Fiscal Year 2020-21 and thereafter.

The University's budget for Fiscal Year 2020-21 projects the impact of changes implemented by the University in response to COVID-19 on revenues and expenditures for the various budget categories. The University currently projects lost revenues, and funds used for direct student aid and other COVID-19 related expenditures to total close to $300 million. The University has made plans to mitigate budget uncertainty including reducing its E&G expenditures by approximately $13.0 million and implementing expense reduction plans where a change in operations is required.

During Fiscal Year 2020-21, the University received supplemental federal awards of $49.6 million authorized by the Coronavirus Response and Relief Supplemental Appropriations Act, 2021 ("CRRSAA"), which includes an allocation of $34.1 million for the University to use as Institutional Support. Institutional Support funds may be used to defray expenses associated with COVID-19, including lost revenue, reimbursement for expenses already incurred, technology costs associated with the transition to remote instruction, faculty and staff trainings, and payroll, and to carry out student support activities that address needs related to COVID-19. Further, during Fiscal Year 2020-21, the University is expected to receive approximately $86.9 million in additional federal awards from the American Rescue Plan Act of 2021 ("ARPA"), including $42.5 million of Institutional Support. Institutional Support funds received by the University under ARPA may be used in a manner similar to those received under CRRSAA.

The University has $ 35.9 million in unused allocations of Institutional Support funds received under the CARES Act, and CRRSAA, and as mentioned above, expects to receive an additional $42.5 million from ARPA. Additionally, the University has carryforward reserves of approximately $84.2 million which may be used to address the financial impacts of COVID-19.

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[1]
(As a Percent of Total)

Fund Source	**Fiscal Year Ended June 30,**				
(Restricted and Unrestricted)	**2016**	**2017**	**2018**	**2019**	**2020[2]**
State Appropriations	24.03%	23.85%	27.55%	25.73%	24.51%
Student Tuition and Fees	14.64%	14.46%	29.10%	29.63%	29.06%
Federal and State Student Financial Aid	4.13%	3.92%	0.66%	0.53%	0.52%
Federal Contracts and Grants	14.54%	14.49%	8.53%	9.14%	9.41%
State and Local Contracts and Grants	1.66%	1.68%	0.23%	0.24%	0.23%
Capital Appropriations and Other Donations	2.25%	2.78%	1.74%	1.69%	1.70%
Noncapital Grants, Contracts and Gifts	9.62%	3.91%	0.12%	0.12%	0.07%
Nongovernmental Contracts and Grants	22.23%	26.56%	10.54%	10.59%	9.33%
Auxiliary Enterprises	4.49%	4.40%	2.61%	2.26%	2.18%
Sales & Services of Educational Activities	1.98%	1.85%	2.14%	2.42%	2.03%
Other Sources	0.43%	2.10%	14.95%	15.93%	18.08%
Total	100.00%	100.00%	100.00%	100.00%	100.00%

1 Source: University's Unaudited Financial Results. Excludes Capital Appropriation and Capital Grants and Contracts revenues.
2 CARES Act funds are included within Federal and State Student Financial Aid, Other Nonoperating Revenues, and Federal Contracts, Grants and Gifts.

History of State Appropriations. The following table sets forth the history of State appropriations to the University, for the past five Fiscal Years. General Revenue appropriations are for E&G, UF/IFAS, and the University's Health Science Center (the College of Medicine, College of Veterinary Medicine, and College of Dentistry).

History of State Appropriations

Fiscal Year[1]	General Revenue	Lottery	PECO	CITF	Other[2]	Total
2016-17	$633,850,478	$69,095,310	$53,565,047	$5,864,539	-	**$758,220,195**
2017-18	696,362,377	60,501,106	41,391,185	7,694,006	$8,733,651	**814,619,416**
2018-19	707,143,237	68,769,985	55,567,247	6,870,823	11,027,690	**849,372,982**
2019-20	687,684,895	87,998,194	12,946,620	8,063,886	25,050,000	**821,743,595**
2020-21	685,689,404	91,092,093	45,249,299	8,296,267	42,000	**830,396,063**

1 Fiscal Year 2020-21 is budgeted. All other years are actual.
2 Funds appropriated to the University from the General Revenue appropriation to the State University System.

The Fiscal Year 2016-2017 through 2018-19 General Appropriations Acts included annual increases in General Revenue appropriations. During this time the University received recurring performance funding, as well as appropriations for being designated a Preeminent State Research University and for its World Class Faculty & Scholar program and Professional & Graduate Degree Excellence program.

The Fiscal Year 2019-2020 General Appropriations Act included decreases in General Revenue appropriations of $19.5 million, including reductions to base and performance funding. The University received a fund shift of $19.2 million from General Revenue to Educational Enhancement Trust Fund. The University also received National Ranking Operational Enhancement funding.

The Fiscal Year 2020-21 General Appropriations Act was generally flat for the combined General Revenue and Educational Enhancement Trust Fund appropriations relative to the prior fiscal year. This was the result of additional funding for national ranking, operational support, and other smaller items. While the University received additional State appropriations for Fiscal Year 2020-21, it was subject to a 6% holdback of appropriations implemented by the Governor to address the fiscal challenges resulting from COVID-19 at the State level. However, the holdbacks are expected to be released to the University prior to the end of Fiscal Year 2020-21.

Tuition and Fees. The average annual undergraduate tuition and fees, assuming 30 credit hours, is $6,381 for in-state students and $28,658 for out-of-state students. The average annual graduate tuition and fees, assuming 24 credit hours, is $12,737 for in-state students and $30,130 for out-of-state students. The tuition and fees charged by the University have remained constant since the 2015-16 academic year. The following tables list the registration, tuition and fees charged to each undergraduate student and graduate student, respectively, per credit hour for the 2020-21 academic year.

Current Tuition and Fees[1]
(Per Credit Hour)

	Tuition and Fees	
	Undergraduate	**Graduate**
In-State Students		
Tuition	$105.07	$448.73
Tuition Differential	44.17	-
Student Financial Aid Fee	5.25	22.43
Capital Improvement Trust Fund Fee	6.76	6.76
Local Fees	51.46	52.77
Total In-State Tuition and Fees	**$212.71**	**$530.69**
Out-of-State Students		
In-State Tuition and Fees	$212.71	$530.69
Non-Resident Tuition Fee	707.21	690.21
Non-Resident Student Financial Aid Fee	35.36	34.51
Total Out-of-State Tuition and Fees	**$955.28**	**$1,255.41**

1 Figures shown are for students enrolled in courses on the University's main campus and do not include tuition and fees charged to UF Online students.

Selected Historical Financial Information

Selected University financial information 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 financial statements and the related notes thereto, the most recent of which for Fiscal Year 2019-20 is included as Appendix G to this Official Statement.

Statement of Net Position
(Amounts in Thousands)

	As of June 30,				
ASSETS:	**2016**	**2017**	**2018**	**2019**	**2020**
Current Assets:					
Cash and Cash Equivalents	$383	$6,810	$1,234	$2,559	$262
Investments	1,288,378	1,353,225	1,517,714	1,640,768	1,650,553
Accounts Receivable, Net	84,941	81,924	89,350	99,473	118,293
Loans and Notes Receivable, Net	2,906	3,546	2,808	2,549	2,377
Due from State	42,690	76,102	88,357	100,287	97,849
Due from State & Component Units	13,951	15,324	17,450	61,241	56,306
Inventories	4,449	4,258	3,947	4,491	4,845
Other Current Assets	3,669	1,884	2,250	3,241	2,990
Total Current Assets	**$1,441,367**	**$1,543,073**	**$1,723,110**	**$1,914,609**	**$1,933,475**
Noncurrent Assets:					
Restricted Cash and Cash Equivalents	20	15	5,082	10,462	6,589
Restricted Investments	99,690	91,290	116,222	172,728	211,580
Other Noncurrent Investments	147,726	174,163	153,325	141,308	137,029
Loans and Notes Receivable, Net	38,396	36,945	33,143	27,717	23,486
Depreciable Capital Assets	1,717,678	1,822,070	1,842,199	1,882,135	1,822,250
Non depreciable Capital Assets	146,281	70,181	105,330	137,910	180,627
Other Noncurrent Assets	69	74	74	78	-
Total Noncurrent Assets	**$2,149,860**	**$2,194,738**	**$2,255,375**	**$2,372,338**	**$2,441,561**
TOTAL ASSETS	**$3,591,227**	**$3,737,811**	**$3,978,485**	**$4,286,947**	**$4,375,036**
Deferred Outflows of Resources					
Deferred Outflows of Pension Resources	140,766	269,062	298,571	309,874	279,039
Deferred Outflows of OPEB Payable	-	-	16,260	16,164	171,370
Other Deferred Outflows	-	-	-	9,184	8,883
Total Assets and Deferred Outflows of Resources	**$3,731,993**	**$4,006,873**	**$4,293,316**	**$4,622,169**	**$4,834,328**
LIABILITIES:					
Current Liabilities:					
Accounts Payable	72,946	87,596	88,841	91,269	78,538
Salaries and Wages Payable	38,188	44,179	48,455	51,092	62,098
Due to Component Units/University	190,128	172,155	173,712	221,822	199,373
Unearned Revenue	56,687	63,814	63,846	58,199	40,281
Deposits Held in Custody	11,390	11,696	6,297	6,165	5,699
Other Current Liabilities	-	-	-	-	2,350
Long-Term Liabilities - Current Portion:					
Capital Improvement Debt Payable	9,283	8,917	9,302	9,547	9,992
Loans and Notes Payable	551	572	408	418	428
Installment Purchase Agreements Payable	1,790	1,509	1,107	452	570
Capital Leases Payable	155	165	176	187	199
Compensated Absences Payable	16,668	13,469	13,215	11,377	10,773
Net Pension Liability	5,680	5,282	4,422	4,198	16,023
Other Post-employment Benefits Payable	-	-	15,774	15,774	3,313
Liability for Self-Insured Claims	-	-	-	-	-
Total Current Liabilities	**$403,466**	**$409,354**	**$425,555**	**$470,500**	**$429,607**

Statement of Net Position, continued
(Amounts in Thousands)

	As of June 30,				
	2016	2017	2018	2019	2020
Noncurrent Liabilities					
Capital Improvement Debt Payable	148,820	138,443	128,813	149,953	139,454
Loans and Notes Payable	10,113	9,541	4,737	4,319	3,891
Installment Purchase Agreements Payable	2,634	1,620	505	48	2,047
Capital Leases Payable	2,509	2,344	2,167	1,980	1,781
Compensated Absences Payable	100,642	105,197	112,014	113,459	126,597
Other Postemployment Benefits Payable	267,706	316,874	1,053,330	1,027,774	1,222,978
Net Pension Liability	348,066	559,763	606,749	639,920	721,566
Other Noncurrent Liabilities	17,954	17,788	13,969	23,286	14,632
Total Noncurrent Liabilities	**$898,444**	**$1,151,570**	**$1,922,284**	**$1,960,739**	**$2,232,946**
TOTAL LIABILITIES:	**$1,301,910**	**$1,560,924**	**$2,347,839**	**$2,431,239**	**$2,662,553**
Deferred Inflows of Resources					
Deferred Inflows of Pension Resources	53,791	7,330	33,549	60,653	48,509
Deferred Inflows of OPEB Payable	-	-	155,970	216,538	224,913
Total Liabilities and Deferred Inflows of Resources:	**$1,355,701**	**$1,568,254**	**$2,537,358**	**$2,708,430**	**$2,935,975**
NET POSITION					
Net Investment in Capital Assets	1,674,399	1,729,141	1,800,313	1,883,887	1,934,964
Restricted					
Expendable:					
Loans	38,829	39,211	39,700	40,117	41,655
Capital Projects	116,885	138,334	171,029	195,724	228,350
Debt Service	4,811	3,399	4,289	5,575	4,536
Other	414,880	367,131	(8,110)	41,982	60,833
Unrestricted	126,488	161,403	(251,263)	(253,546)	(371,985)
TOTAL NET POSITION	**$2,376,292**	**$2,438,619**	**$1,755,958**	**$1,913,739**	**$1,898,353**
TOTAL LIABILITIES AND NET POSITION	**$3,731,993**	**$4,006,873**	**$4,293,316**	**$4,622,169**	**$4,834,328**

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Statement of Revenues, Expenses and Changes in Net Position
(Amounts in Thousands)

	Fiscal Years Ended June 30				
OPERATING REVENUES	2016	2017	2018	2019	2020
Student Tuition and Fees	$557,923	$587,425	$603,859	$599,683	$667,287
Scholarship Allowances	(147,147)	(155,766)	(208,007)	(224,652)	(267,661)
Student Tuition and Fees, Net of Scholarship Allowances	410,776	431,659	395,852	375,031	399,626
Federal Grants and Contracts	407,784	432,731	459,752	497,867	480,988
State and Local Grants and Contracts	46,649	50,020	52,039	49,871	46,763
Nongovernmental Grants and Contracts	756,686	793,017	839,154	894,253	915,825
Sales and Services of Auxiliary Enterprises	125,974	131,406	129,994	131,381	114,678
Sales and Services of Educational Departments	55,648	55,347	57,245	55,886	53,782
Interest on Loans and Notes Receivable	1,146	1,013	1,194	1,130	1,037
Other Operating Revenues	3,649	2,489	4,097	4,381	6,335
Total Operating Revenues	**$1,808,312**	**$1,897,682**	**$1,939,327**	**$2,009,800**	**$2,019,034**
OPERATING EXPENSES					
Employee Compensation and Benefits	1,882,675	2,022,323	2,150,165	2,271,619	2,429,894
Services and Supplies	546,030	552,130	552,153	577,319	528,756
Utilities and Communications	70,588	71,928	73,636	78,288	75,509
Scholarships, Fellowships and Waivers, Net	100,159	106,891	144,627	163,122	198,968
Depreciation	132,523	137,484	138,306	143,106	154,351
Total Operating Expenses	**$2,731,975**	**$2,890,756**	**$3,058,887**	**$3,233,454**	**$3,387,478**
Operating Income (Loss)	**($923,663)**	**($993,074)**	**($1,119,560)**	**($1,223,654)**	**($1,368,444)**
NONOPERATING REVENUES (EXPENSES)					
Noncapital State Appropriations	674,086	712,106	766,103	790,425	788,598
Federal and State Student Financial Aid	115,948	116,963	208,173	231,233	244,325
Noncapital Grants, Contracts, and Gifts	136,928	116,665	126,365	184,502	185,017
Investment Income (Loss)	23,544	37,952	59,848	52,773	47,244
Net Increase (Decrease) in Fair Value of Investments	(15,946)	21,100	927	32,626	16,836
Investment Expenses	(4,047)	(4,141)	(4,624)	(3,096)	(3,559)
Other Nonoperating Revenues	3,417	4,243	2,653	3,419	24,126
Gain (Loss) on Disposal of Capital Assets	(2,072)	(16,481)	(1,182)	(179)	(142)
Interest on Capital Asset-Related Debt	(7,585)	(7,146)	(6,771)	(6,124)	(6,742)
Other Nonoperating Expenses	(5,019)	(8,712)	(3,766)	(2,972)	(3,333)
Net Nonoperating Revenues (Expenses)	**$919,254**	**$972,549**	**$1,147,726**	**$1,282,607**	**$1,292,370**
Income (Loss) Before					
Other Revenues, Expenses, Gains, or Losses	**(4,409)**	**(20,525)**	**28,166**	**58,953**	**(76,074)**
Capital State Appropriations	33,076	59,430	57,819	73,379	46,048
Capital Grants, Contracts, and Donations	27,594	23,422	71,627	25,449	14,640
Total Other Revenues, Expenses, Gains, or Losses	**$60,670**	**$82,852**	**$129,446**	**$98,828**	**$60,688**
Increase (Decrease) in Net Position	**$56,261**	**$62,327**	**$157,612**	**$157,781**	**($15,386)**
Net Position, Beginning of Year	**$2,320,031**	**$2,376,292**	**2,438,619**	**1,755,958**	**1,913,739**
Adjustment to Beginning Net Position	-	-	(840,273)	-	-
Adjusted Net Position, Beginning of Year, as Restated	**$2,320,031**	**$2,376,292**	**$1,598,346**	**$1,755,958**	**$1,913,739**
Net Position, End of Year	**$2,376,292**	**$2,438,619**	**$1,755,958**	**$1,913,739**	**$1,898,353**

Students

General. The University's fall 2020 enrollment was 57,841 students, including UF Online students. A total of 7,051 (12.2%) of the students enrolled for the fall 2020 semester were First-Time-in-College ("FTIC") freshman, including students enrolled in the first summer 2020 session and including University of Florida Online ("UF Online") students. The following table shows the admission and registration data for the University for the five most recent fall semesters.

Admission and Registration Headcounts and Percentages by Type of Student

	Fall 2016	Fall 2017	Fall 2018	Fall 2019	Fall 2020
First-Time-in-College[1]:					
No. of Applicants	24,192	26,474	31,850	33,982	42,900
No. Admitted	10,863	11,113	12,441	12,233	13,504
% of Applicants Admitted	44.9%	42.0%	39.1%	36.0%	31.5%
No. Enrolled	4,997	4,948	5,335	5,346	5,891
% of Admitted Enrolled	46.0%	44.5%	42.9%	43.7%	43.6%
Transfers:					
No. of Applicants	6,658	7,200	6,542	6,878	6,138
No. Admitted	2,557	2,954	2,860	2,753	2,661
% of Applicants Admitted	38.4%	41.0%	43.7%	40.0%	43.4%
No. Enrolled	1,953	2,333	2,253	2,126	2,145
% of Admitted Enrolled	76.4%	79.0%	78.8%	77.2%	80.6%
Graduate:					
No. of Applicants	19,398	17,016	15,667	16,039	18,767
No. Admitted	7,652	6,687	6,648	7,138	8,475
% of Applicants Admitted	39.4%	39.3%	42.4%	44.5%	45.2%
No. Enrolled	3,524	3,196	3,133	3,488	4,519
% of Admitted Enrolled	46.1%	47.8%	47.1%	48.9%	53.3%
Professional Schools:					
No. of Applicants	7,691	7,781	8,274	8,178	8,710
No. Admitted	1,613	1,599	1,606	1,408	1,623
% of Applicants Admitted	21.1%	20.6%	19.4%	17.2%	18.6%
No. Enrolled	1,034	1,016	968	938	1,024
% of Admitted Enrolled	64.1%	63.5%	60.3%	66.6%	63.1%
Total Students:					
No. of Applicants	58,088	58,661	62,558	65,464	76,896
No. Admitted	22,792	22,449	23,684	23,701	26,422
% of Applicants Admitted	39.2%	38.3%	37.9%	36.2%	34.4%
No. Enrolled	11,566	11,558	11,759	12,007	13,675
% of Admitted Enrolled	50.7%	51.5%	49.6%	50.7%	51.8%

[1] FTIC students are those who are first-time enrolled in summer continuing into fall and first-time enrolled in fall. The figures for FTIC shown only reflect those students who are first-time enrolled in fall.

Student Quality Indicators. The fall 2020 average composite Scholastic Aptitude Test ("SAT") scores score of entering freshmen was 1371; the average composite American College Test ("ACT") score was 30, and the average weighted grade point average ("GPA") was 4.5, excluding UF Online students.

The following table shows the 25th – 75th percentiles of weighted GPA, SAT score, and ACT score for FTIC students at the University for the past five fall semesters.

Student Quality Indicators for First-Time-In-College Students

	Fall 2016	Fall 2017	Fall 2018	Fall 2019	Fall 2020
High School GPA	4.2 – 4.5	4.3 – 4.6	4.3 – 4.6	4.2 – 4.6	4.2 – 4.6
SAT Score[1]	1180 – 1370	1240 – 1400	1280 – 1440	1310 – 1470	1290 – 1460
ACT Score	27 – 31	28 – 32	27 – 32	28 – 33	29 – 33

[1] Includes new SAT Evidence-Based Reading and Writing plus Math scores beginning in fall 2017.

Historical and Current Enrollment. Full-time equivalent ("FTE") student calculation factor is a measure of student enrollment based on the number of student credit hours for which students enroll. The Board of Governors calculates annual FTEs for the System as 30 credit hours for undergraduate and 24 credit hours for graduate students during an academic year, which mirrors the Federal Government's Integrated Postsecondary Education Data System ("IPEDS") methodology.

Undergraduate enrollment figures have been increasing in recent years, mostly due to increased enrollment in UF Online. The following table shows the University's fall headcount enrollment by level for the five most recent fall semesters and the FTE enrollment by level for each of the five most recent academic years.

Annual FTE and Fall Headcount Enrollment by Level[1]

Academic	Annual FTE				Fall Headcount		
Year	Undergraduate[2]	Graduate[3]	Total	Fall	Undergraduate[2]	Graduate[3]	Total
2016-17	34,947	15,604	50,551	2016	38,035	16,819	54,854
2017-18	36,217	15,154	51,371	2017	39,565	16,297	55,862
2018-19	37,726	14,865	52,591	2018	40,326	15,753	56,079
2019-20	38,016	15,058	53,074	2019	40,651	15,916	56,567
2020-21[4]	38,374	14,307	52,681	2020	40,652	17,189	57,841

[1] Includes UF Online students.
[2] Undergraduate students also includes unclassified and high school dual enrolled students.
[3] Graduate students also includes Professional students and College of Medicine students.
[4] Annual FTE information for the 2020-21 academic year is preliminary, subject to change.

The majority of students who attend the University are in-state students; approximately 76% of current students are from Florida, approximately 17% are from other states, and approximately 7% are from foreign countries. The table below show the fall headcount enrollment by area of origin for the five most recent years.

Fall Headcount Enrollment by Area of Origin
(At Time of Admission or Readmission)

Area	Fall 2016	Fall 2017	Fall 2018	Fall 2019	Fall 2020
Florida	42,711	43,534	43,745	43,188	44,152
New York	688	714	807	753	818
Georgia	638	682	699	757	878
Texas	497	500	518	500	604
California	442	459	474	442	597
New Jersey	412	464	543	548	575
Pennsylvania	403	399	440	492	560
Virginia	437	442	440	446	509
All other states	3,877	4,123	4,277	4,434	5,010
Foreign Countries	4,749	4,545	4,136	5,007	4,138
Total	54,854	55,862	56,079	56,567	57,841

Projected Enrollment. The University projects enrollment to remain in line with historical levels and does not anticipate an impact to projected enrollment as a result of COVID-19. The following table shows the projected fall headcount enrollment and annual FTE enrollment for the University for the next three years based. No representations are made as to the reasonableness of the assumptions used in preparing the projections; no assurances are made that actual results will equal those set forth below and investors should not rely on such projections in making their investment decision.

Projected Annual FTE and Fall Headcount Enrollment by Academic Year

	2021-22	2022-23	2023-24
Annual FTE	52,921	53,164	53,409
Fall Headcount	54,279	54,526	54,778

Faculty and Staff

Ranked Faculty. The University has 2,739 full-time "ranked" faculty (i.e., Assistant Professor, Associate Professor, Professor or similar titles) as of fall 2020. They include nationally and internationally recognized scholars, members of the National Science Foundation Board, the National Academy of Science, National Academy of Engineering, the Institute of Medicine and their respective international counterparts. Faculty have received the Pulitzer Prize, the National Science Foundation's Presidential Young Investigator Award and the Fulbright and Guggenheim Fellowships.

Ranked Faculty Data

Academic	Ranked Faculty		Tenured	Faculty with	Student to Faculty
Year	Full-Time	Part-Time	Faculty[1]	Terminal Degrees[2]	Ratio[3]
2016-17	2,501	134	1,670	2,659	20:01
2017-18	2,563	136	1,669	2,685	19:01
2018-19	2,617	133	1,653	2,776	18:01
2019-20	2,714	161	1,643	2,899	17:01
2020-21	2,739	161	1,612	N/A[4]	N/A[4]

[1] Tenured faculty is a subset of full and part-time ranked faculty.
[2] Faculty members with the highest degree in their field. Excludes UF Online.
[3] Based on instructional faculty not ranked faculty. Excludes UF Online students.
[4] Information not yet available for the 2020-21 academic year.

Faculty and Staff. As of November 1, 2020, the University employed the nearly 29,900 personnel, with a breakout by employment type provided in the following table.

Personnel Data for Fall 2020

Pay Plan/Employment Type	Full-Time	Part-Time	Total
Faculty[1]	5,371	447	5,818
Staff (TEAMS/USPS)	9,451	231	9,682
Graduate Assistants	1	4,229	4,230
Post Doctoral Associates (Clinical/Non)	701	9	710
OPS Adjunct Faculty	56	510	566
OPS Staff[2]	2,661	6,209	8,870
Total Employees	**18,241**	**11,635**	**29,876**

[1] Faculty including the ranked faculty in the previous table and additional personnel.
[2] OPS Staff also includes Federal Work Study and Student Gov't/Residents/Student Assistants.

Division of Student Affairs

As an integral part of the academic mission of the University, the Division of Student Affairs educates students to assume roles of leadership, involvement and service in a global community. The Division of Student Affairs plays a vital role in creating and maintaining a healthy campus environment through services, programs and innovative learning experiences beyond the classroom. Through its various departments, the Division of Student Affairs sponsors several University-wide programs, activities, and services for students. These include programs for transitioning new students, such as Convocation, the Common Reading Program, and Preview (orientation); programs to support student success such as Career Showcase, the Health Hut, and intramural sports; and activities to enhance the student experience such as living-learning communities in the residence halls, community service opportunities, and involvement through more than 900 registered student organizations. Additionally, the Dean of Students Office and the Counseling and Wellness Center provide assistance for students in distress.

The Division of Student Affairs administers the Florida Opportunity Scholars Program, an initiative that ensure first-generation students from low income families have the resources they need to be academically successful at the University. Admitted students whose annual family income is less than $40,000 are eligible for the program. Students in the program are able to graduate at the same rate, or in some cases faster, than the University's overall graduation rate due to the financial and personal support from the University. There are approximately 1,400 students on campus each year who are current Florida Opportunity Scholars.

Endowments and Fundraising Efforts

The University of Florida Foundation, Inc. (the "Foundation") is a not-for-profit, tax exempt organization responsible for receiving, investing and administering private support for the University. The Foundation was established in as the "University of Florida Endowment Corporation," and became the Foundation in its current form in 1964. It is the principal fund-management and fundraising arm of the University.

The Foundation is designated a charitable, tax-exempt 501(c)(3) organization under the Internal Revenue Code and is a certified DSO of the University, as defined in Section 1004.28, Florida Statutes. The Foundation is presented as a DSO in the University's financial statements.

In Fiscal Year 2019-20, the University received $308 million in voluntary support of education. As of June 30, 2020, the total private endowment at the Foundation was $1.85 billion, while the total value of the assets managed by the Foundation was approximately $2.15 billion. The Foundation provided the University with $178.8 million in support from non-endowed gifts and spendable transfers from the endowment in Fiscal Year 2019-20.

The table below sets forth financial information relating to the Foundation for Fiscal Year 2015-16 through Fiscal Year 2019-20. The large fluctuations in revenues are directly related to the fluctuations of investment income in the endowment.

University of Florida Foundation, Inc., Summary of Position
(Amounts in Thousands)

Fiscal Year	Assets[1]	Liabilities	Revenues	Expenditures	Transfers to the University
2015-16	$1,799,366	$99,206	$130,168	$181,769	$55,426
2016-17	1,920,352	82,812	344,901	165,749	55,167
2017-18	2,035,588	70,078	306,881	171,009	57,683
2018-19	2,103,290	91,082	224,725	169,748	60,019
2019-20	2,150,854	86,913	194,812	203,209	63,184

[1] Includes amounts held by the Foundation for the University.

The level of gifts received by the Foundation reflects the impact of the economic climate on ability to give, and is subject to the overall financial markets, changes in which may influences donors. There was no decrease in giving in Fiscal Year 2019-20 as a result of COVID-19. However, COVID-19 may impact the state of the Foundation in the future as it relates to acquiring future contributions, as COVID-19 effects 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 Foundation are shown by restriction and giving program in the table below for the past five Fiscal Years per audited financial statements.

Gift Report
Current Receipts and Deferred Additions by Restriction and Giving Program
(Amounts in Thousands)

	Fiscal Year				
Giving Program	**2015-16**	**2016-17**	**2017-18**	**2018-19**	**2019-20**
Total Unrestricted Gifts	$213	$35	$66	$51	$375
Total Restricted Gifts	106,565	66,195	77,378	78,497	113,621
Total Endowments	47,876	75,768	58,669	51,384	55,308
Total Gifts Received	**$154,655**	**$141,998**	**$136,113**	**$129,932**	**$169,305**

Recent Fund Raising Efforts. The Go Greater Campaign is a concerted, university-wide effort to raise significant philanthropic support for strategic priorities over an eight-year period. The campaign began in 2014 and is among the largest active campaigns for a public university. The working target is to raise at least $3 billion from private sources; however, the goal of the campaign is not a dollar figure but the impact that philanthropic support will have on those the University serves. As of March 17, 2021, $2.99 billion has been raised towards the campaign, including cash, pledges, and deferred giving.

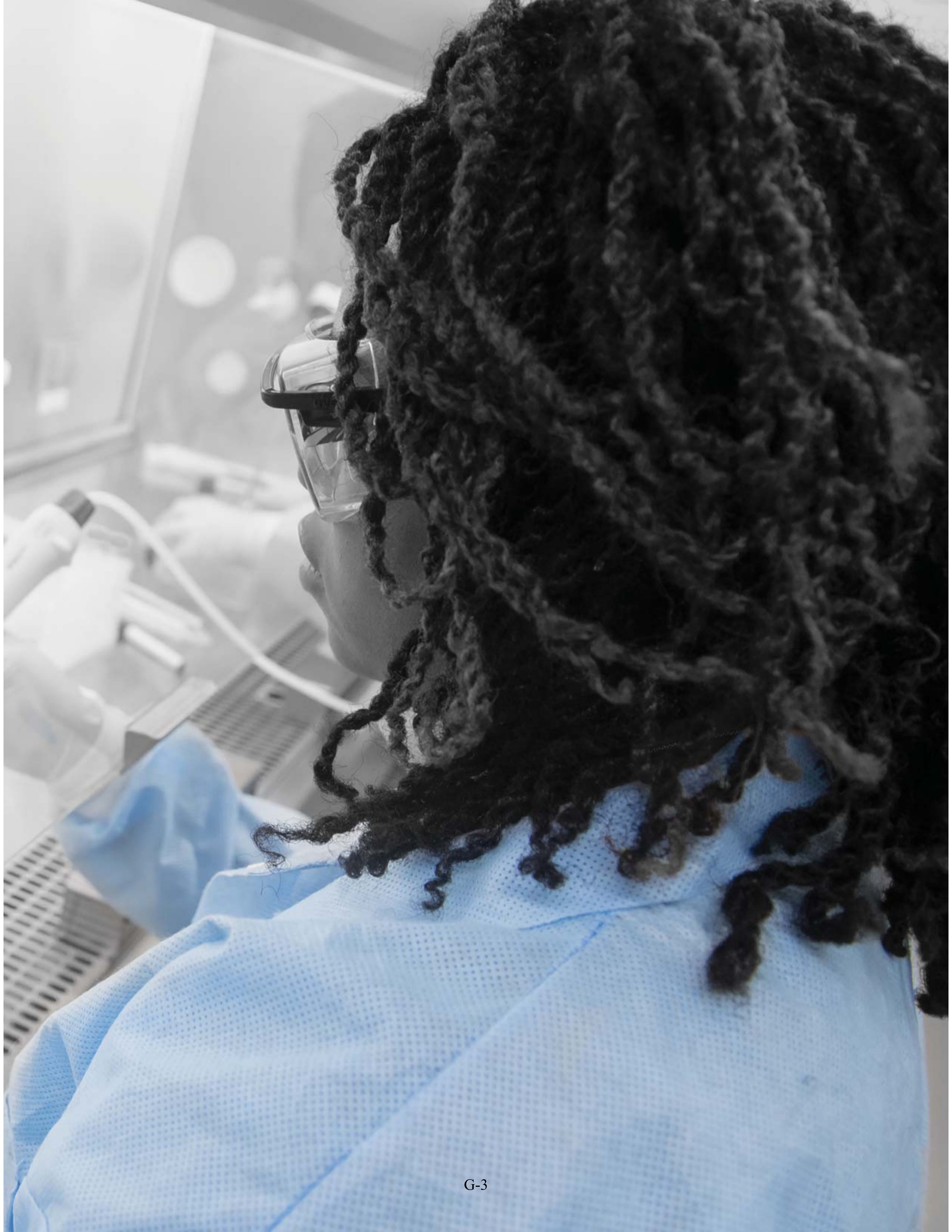
Programs Supported by the Foundation. The Foundation and UF Advancement support several programs through which University alumni and friends can participate in the life of a great institution. The University of Florida President's Council recognizes individuals, couples and organizations that support the University with cumulative lifetime giving of $100,000 or more. The annual giving program leverages direct marketing channels and frontline fundraisers to provide donors the opportunity to contribute to a wide range of academic programs and purposes on campus. There are nearly 100 Gator Clubs® around the world, existing to support the mission of the University and the UF Alumni Association. These clubs help recruit students, fund scholarships and involve University alumni and friends in the life of the University.

FOR THE GATOR GOOD

UNIVERSITY OF FLORIDA ANNUAL FINANCIAL REPORT | 2019-2020

CONTENTS

UF ANNUAL FINANCIAL REPORT | 2019-2020



UNIVERSITY OF FLORIDA

The University of Florida is a comprehensive learning institution built on a land-grant foundation. We are the Gator Nation, a diverse community dedicated to excellence in education and research and shaping a better future for Florida, the nation, and the world.

MISSION

The University's mission is to enable students to lead and influence the next generation and beyond for economic, cultural, and societal benefit by striving to offer broad-based, inclusive public education, leading research, and public service. The fusion of these three endeavors stimulates a remarkable intellectual vitality and generates a synthesis that represents the University's greatest strength.

Education is a fundamental purpose of this University at both the graduate and undergraduate levels. Research and scholarship are integral to the education process and to the expansion of our understanding of the natural world, the intellect, and the senses. Service reflects the University's obligation to share the benefits of its research and knowledge for the public good.

These three interlocking elements span all academic disciplines and represent the University's commitment to lead and serve by pursuing and disseminating new knowledge while building upon the experiences of the past. The University of Florida aspires to advance by strengthening the human condition and improving the quality of life.

HISTORY

The University of Florida, the State's oldest university, traces its beginning of rich history to 1853, when the state-funded East Florida Seminary acquired the Kingsbury Academy in Ocala. After the end of the Civil War, the institution relocated to Gainesville, ultimately consolidated with the State's land grant Florida Agricultural College and was renamed the University of Florida in 1906. At the time, the University was an all-male institution with only 102 students.

Until 1947, the University of Florida was one of only three State universities, along with the Florida State College for Women (now Florida State University) and Florida A&M University. Women attended as early as 1916, and the student body grew to 601 women and 8,177 men when the Legislature removed all barriers for female enrollment in 1947.

Today, the University is one of the largest in the nation, boasting an enrollment of more than 56,000 students. The campus consists of 2,000 acres and more than 900 buildings, including the first Leadership in Energy and Environmental Design (LEED) Platinum-certified building in the state of

Florida. The University is comprised of 16 colleges, offers almost 100 bachelor programs and over 200 masters, doctoral, and professional programs. The University's programs and facilities span more than 180 locations around the State and the globe.

FACULTY

The University faculty, which numbers over 6,000, has over 54 Eminent Scholar Chairs and 45 elections to the National Academies of Science, Engineering, and Medicine or to the American Academy of Arts and Sciences. Present and past faculty include Pulitzer Prize winners, a pioneer in aviation engineering, a leading scholar on econometrics, three winners of NASA's top award for research, one of the four charter members of the Solar Hall of Fame, and a winner of the Smithsonian Institution's award for conservation.

From pharmacy and public relations to pain mitigation and materials engineering, the University of Florida is a recognized leader in a wide variety of specialties and areas. University researchers and scientists have made significant developments and discoveries in many fields, including astronomy, microbiology, metallurgy, and medical technology.

RESEARCH

The University of Florida is a world leader in research, contributing significantly to nearly every field of endeavor. Since 1985, the University of Florida has been a member of the Association of American Universities, which is comprised of 65 leading research universities in the United States and Canada. To date, the University of Florida is the only member university located in Florida.

University researchers have pioneered new therapies and better treatments in the fights against aging and disease. They have developed renewable energy sources that offer great promise in reducing our dependence on fossil fuels, as well as engineered healthier foods, developed more energy-efficient and sustainable construction techniques, and established better ways to protect the environment.

Through the years of research, University of Florida scientists, inventors, engineers, and researchers have developed products and practices that have been distributed and applied with an international reach, improving the lives of millions of people in Florida and around the world.

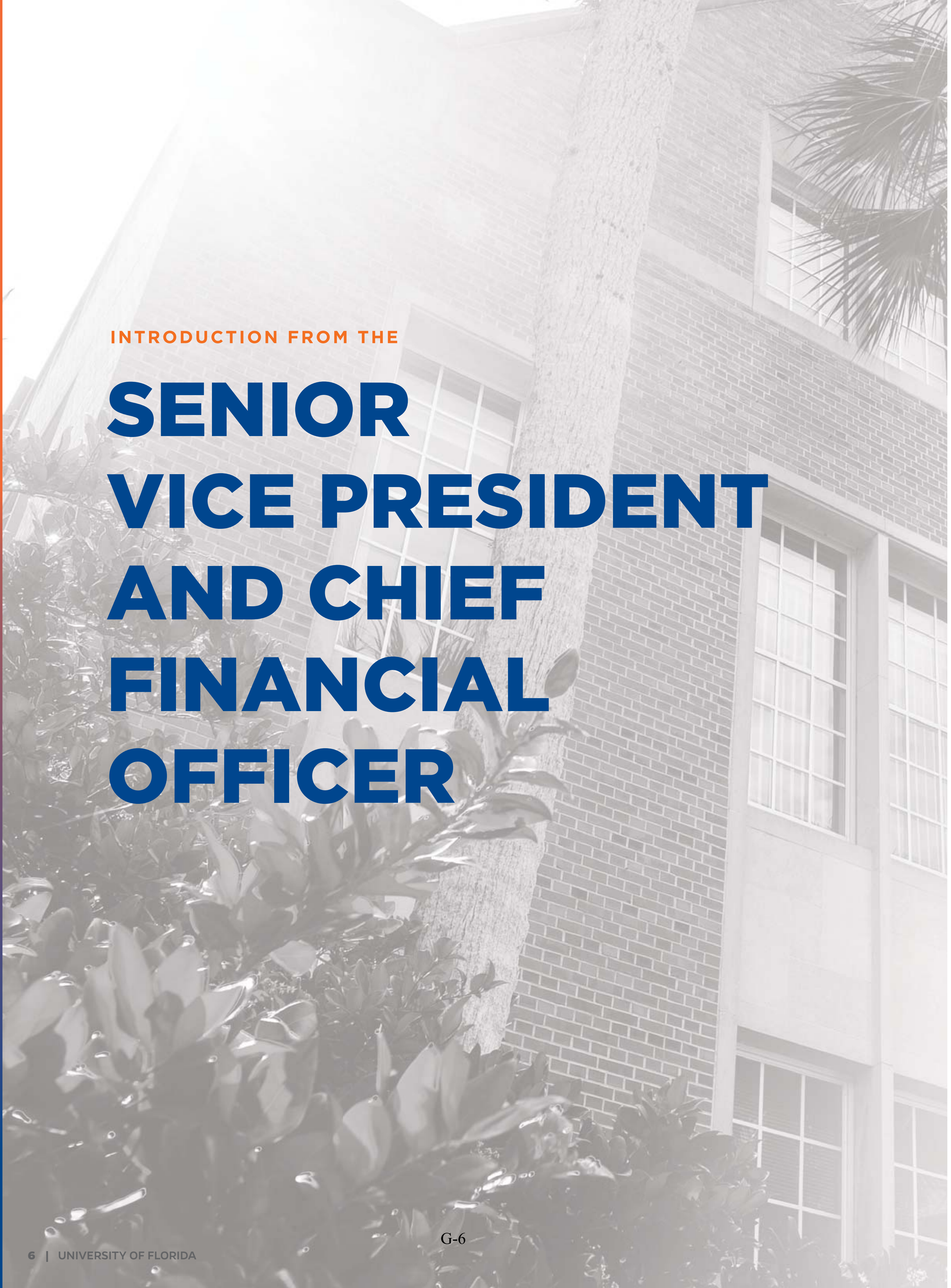
STUDENTS

The University of Florida's freshman retention rate of 96 percent speaks to the outstanding quality of the University's entire academic experience. Fall 2019 figures indicate an enrollment of over 56,000 students, with almost 80 percent of whom are from Florida. Almost every state in the nation is represented in the University of Florida student body, and the University has a large international enrollment, with over 4,600 international students representing more than 130 countries.

Sixty-seven percent of enrolled students are degree-seeking undergraduates, 21 percent are graduate students and seven percent are in a professional degree program, with the remaining five percent consisting of unclassified or non-degree seeking undergraduates.

University of Florida students also receive many opportunities to participate in extracurricular activities. There are more than 900 student organizations on campus.

The University of Florida is ranked 6th (tied) among public colleges and universities in the U.S. News Best Colleges (2021 ed.) and ranks 2nd in Kiplinger's "Best Public College Values" (2019) and 10th in Forbes "Best Value Public Colleges" (2019). Additionally, UF is ranked 6th in Washington Monthly National Universities public ranking (2020), 11th in the Wall Street Journal/Times Higher Education U.S. public ranking (2021 ed.), 8th in Money Magazine Best Colleges in America Ranked by Value public ranking (2020), and No. 3 in the Milken Institute's ranking of Best Universities for Technology Transfer (2017). The University's consistent ranking among the nation's top universities is a result of the commitment to provide the highest quality education at the best value.



INTRODUCTION FROM THE

SENIOR VICE PRESIDENT AND CHIEF FINANCIAL OFFICER

I AM PLEASED TO PRESENT the University of Florida's Annual Financial Report for the fiscal year ending on June 30, 2020. It would not be possible to discuss 2020 without first addressing the impact of COVID-19. While the pandemic abruptly altered university operations beginning in March, we were able to adapt successfully and continue our forward momentum in the face of unforeseen circumstances, thanks largely to the ongoing efforts of our students, faculty and staff. Despite significant challenges, the University of Florida continued its forward momentum and maintained its stable financial position.

Throughout the 2020 fiscal year, the University continued making strategic investments in its physical capital and its people, which have been critical to advancing UF's enhanced national stature.

- Along with our continued commitment to enhancing UF's world-class teaching and research through the University's ongoing initiative to appoint 500 faculty, we launched an additional effort to recruit 100 faculty who specialize in artificial intelligence and data science. These appointments will be multi-disciplinary in nature, advancing our vision to create "AI Across the Curriculum" so that all students, no matter the major, can add these critical skills into their academic portfolios. Scheduled to be operational in 2021, the most powerful AI supercomputer in higher education will benefit students, faculty, students and industry throughout Florida and beyond.
- The University benefited from continued support from Governor Ron DeSantis, the Florida Legislature, and State University System Board of Governors which has enabled us to advance student and faculty success and invest in facilities.
- A record number of students totaling over 56,000 enrolled at the University in 2019-20, and in the spring, they quickly pivoted from face-to-face to online learning.
- UF was awarded over $30 million in federal CARES Act funding during the fiscal year to fund institutional costs and student support during the pandemic. Coupled with additional campus aid, UF provided in excess of $18 million to our students.
- The Go Greater fundraising campaign received gifts and commitments totaling over $523 million and is scheduled to reach its $3 billion goal well ahead of schedule. The generosity of donors and alumni, especially in the face of economic uncertainty, is allowing UF to maintain and increase investments in our future.
- As a land grant university, UF advances agricultural research and education not only in Gainesville, but also through extension offices in each of Florida's 67 counties.
- The University continued investing in physical infrastructure, spanning new construction and renovation of existing facilities. Some notable projects during the year included construction of the Herbert Wertheim Laboratory for Engineering Excellence, renovations to the Nuclear Science Building, a new baseball stadium, and facilities for both the Institute of Black Culture and Institute of Hispanic - Latino Cultures.

As you read the following report concerning the financial activities at the University of Florida during fiscal year 2020, recognize that these results were achieved during unprecedented challenges and with the commitment of the entire UF community.

Sincerely,

Christopher J. Cowen
Senior Vice President and Chief Financial Officer

AUDITOR GENERAL
STATE OF FLORIDA

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Auditor General

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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 Financial Statements

We have audited the accompanying financial statements of the University of Florida, 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, 2020, and the related notes to the financial statements, which collectively comprise the University's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. 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. 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. We conducted our audit in accordance with 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement. The financial statements of Shands Teaching Hospital and Clinics, Inc. and Shands Jacksonville HealthCare, Inc., discretely presented component units, were audited in accordance with auditing standards generally accepted in the United States of America but were not audited in accordance with *Government Auditing Standards*.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, based on our audit and the reports of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the University of Florida and of its aggregate discretely presented component units as of June 30, 2020, 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.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that **MANAGEMENT'S DISCUSSION AND ANALYSIS**, the **Schedule of University's Proportionate Share of the Total Other Postemployment Benefits Liability**, **Schedule of University's Proportionate Share of the Net Pension Liability – Florida Retirement System (FRS) Defined Benefit Pension Plan**, **Schedule of University Contributions – Florida Retirement System (FRS) Defined Benefit Pension Plan**, **Schedule of University's Proportionate Share of the Net Pension Liability – Health Insurance Subsidy (HIS) Defined Benefit Pension Plan**, and **Schedule of University Contributions – Health Insurance Subsidy (HIS) Defined Benefit Pension Plan** be presented to supplement the basic financial statements. Such information, 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 auditing standards generally accepted in the United States of America, 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

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the University of Florida's basic financial statements. The University Overview and the Introduction from the Senior Vice President and Chief Financial Officer, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The University Overview and the Introduction from the Senior Vice President and Chief Financial Officer have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Report on Partial Comparative Information

We have previously audited the University of Florida's 2018-19 fiscal year financial statements, and we expressed an unmodified opinion on those audited financial statements in our report dated February 6, 2020. In our opinion, the partial comparative information presented as of and for the fiscal year ended June 30, 2019, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated February 11, 2021, on our consideration of the University of Florida'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 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 University of Florida's internal control over financial reporting and compliance.

Respectfully submitted,

Sherrill F. Norman

Sherrill F. Norman, CPA
Tallahassee, Florida
February 11, 2021
Audit Report No. 2021-127

MANAGEMENT'S DISCUSSION & ANALYSIS

FOR THE FISCAL YEAR ENDED JUNE 30, 2020

The Management's Discussion and Analysis (MD&A) provides an overview of the financial position and activities of the University of Florida (the University) for the fiscal year ended June 30, 2020, and should be read in conjunction with the financial statements and notes thereto.


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THE UNIVERSITY OF FLORIDA (the University) is a component unit of the State of Florida and one of only 17 universities in the country to have the distinction of land, sea and space grant status. As the State's flagship university, it is the only Florida institution to belong to the prestigious Association of American Universities. In addition, the University is one of only six in the country with colleges of law, medicine, agriculture, and veterinary medicine on one central campus, as well as undergraduate and graduate degrees available via distance and online learning. For the fourth year in a row, the University of Florida rose in the *U.S. News & World Report* rankings, based on up to fifteen key measures of quality, once again remaining the most highly ranked university in Florida and the only university in the state in the top 10. As the University continues to climb, it remains highly accessible to students, its sixteen colleges offering students almost 100 undergraduate majors and 200 graduate programs, with an affordable tuition that allows more than half of the University's graduates to leave with no student loan debt.

The University of Florida's student population of over 56,000 makes it an integral part of Gainesville, a town of approximately 134,000 residents and the University's host city. The University of Florida has adopted a strategic development plan, based on an exploration of key issues within the university community and the City of Gainesville, which seeks to shape the University and the surrounding community's future over the next 40 to 50 years. This future is based on sustainable growth - with a 2,000-acre campus and more than 900 buildings, including the first Leadership in Energy and Environmental Design (LEED) Platinum-certified building in the state of Florida, the University now has more LEED-certified buildings than any other American university.

The financial reporting entity for the financial statements includes the University and its component units. Note 1 to the financial statements provides detailed information on the financial reporting entity and discretely presented component units.

This overview is required by Governmental Accounting Standards Board (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. The MD&A, 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, 2020, and June 30, 2019.

FINANCIAL HIGHLIGHTS

The University continues to maintain and protect its strong financial position, with assets of $4.4 billion at June 30, 2020. This reflects a $88.0 million, or 2.1%, increase from the 2018-19 fiscal year. During the fiscal year, the total investments increased $44.4 million. The primary investment objective of the University is the safety of the University's principal and liquidity. Secondary to this responsible financial stewardship is the optimization of investment income. The University succeeded in both objectives during the fiscal year, maximizing the use of available funds in a prudent manner.

In addition, the capital assets increased $42.9 million, primarily due to additional work in progress, as the University continues to invest in updated facilities, including modern research laboratories and classrooms, in support of the University's strategic plan.

While total assets increased, liabilities also increased by $231.2 million, or 9.5%, totaling $2.7 billion at June 30, 2020, primarily due to the change in Other Postemployment Benefits Payable (OPEB). The OPEB liability is determined by an actuarial valuation for the expected payments needed to fund projected plan benefits.

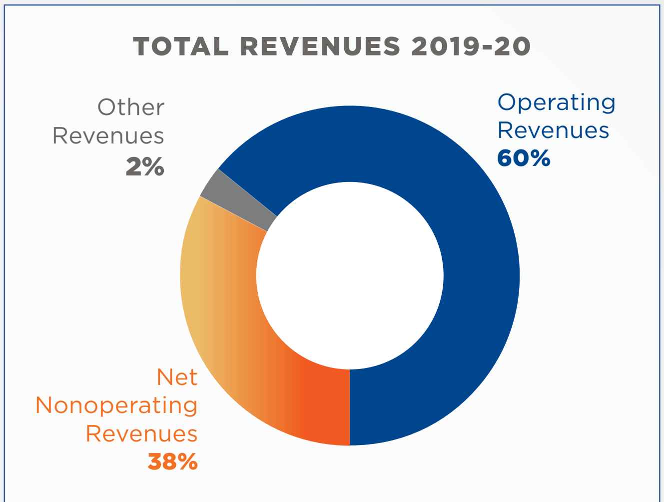
Net position represents the residual interest in the University's assets and deferred outflows of resources after deducting liabilities and deferred inflows of resources. The University's net position decreased by $15.3 million, resulting in a year-end balance of $1.9 billion.

The University of Florida has a strong and diverse revenue base. Operating revenues, which are revenues generated by the University in fulfilling its instruction, research, and public service missions, totaled $2.0 billion for the 2019-20 fiscal year, with a 0.5% increase over the 2018-19 fiscal year, a slight increase despite the impact of the COVID-19 pandemic on third and fourth quarter operations. Major components of operating revenues are Student Tuition and Fees and Grants and Contracts.

Student Tuition and Fees, net of Scholarship Allowances, increased by $24.6 million, or 6.6% as the University witnessed a slight increase in enrollment, primarily for out-of-state graduate students.

The University of Florida is recognized by U.S. News & World Report as one of the Top 10 public research universities in the United States and, as such, Grants and Contracts revenue is essential to the University's success in fulfilling its mission. As the University continues to benefit from the Faculty 500 hiring initiative, the current student-faculty ratio is 17:1, compared to 21:1 five years ago. This new talent will enhance the University's ability in securing competitive research funding and provide graduate and undergraduate students an opportunity to work with these top scholars and researchers as part of their educational experience.

The following chart provides a graphical presentation of the University's total revenues by category for the 2019-20 fiscal year:



Operating expenses totaled $3.4 billion for the 2019-20 fiscal year, representing a $154.0 million, or 4.8%, increase compared to the 2018-19 fiscal year. The largest category contributing to this increase was Employee Compensation and Benefits, underlining the University's commitment toward recruiting and retaining exceptional faculty and staff.

State Appropriations, Net Investment Income, and Noncapital Grants, Contracts, and Gifts are all considered nonoperating revenues as they are not generated by the University's primary, ongoing operations. Net nonoperating revenues and expenses in the 2019-20 fiscal year increased by $9.8 million over the prior year, as federal Coronavirus Aid, Relief, and Economic Security Act (CARES Act) funding offset reductions in other revenue sources.

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.

The Statement of Net Position reflects the assets, deferred outflows of resources, liabilities, and deferred inflows of resources of the University by employing the accrual basis of accounting, and presents the financial position of the University at a specified time. Net position, the difference between total assets and deferred outflows of resources and total liabilities and deferred inflows of resources, 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.

The Statement of Revenues, Expenses, and Changes in Net Position represents 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. GASB Statement No. 35 categorizes revenues and expenses 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 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 the 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 Operating Expenses table and in the notes to the financial statements.

Certain revenue sources that the University relies on to provide funding for operations, including State Noncapital Appropriations, certain gifts and grants, and investment income, are defined by GASB as nonoperating. Nonoperating expenses include capital financing costs and other costs related to capital assets.

Other Revenues are composed of State Capital Appropriations and Capital Grants, Contracts, and Donations.

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 assists 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 reflect the net cash used by the operating activities of the University. Cash flows from capital and related financing activities include activities of the capital funds and related long-term debt. Cash flows from investing activities reflect the net source and use of cash related to the purchases and sales of investments and income earned on those investments. Cash flows from noncapital financing activities include those activities not covered in the other sections.

The University's basic financial statements include discretely presented component units categorized as follows:

Direct-Support Organizations are separate, not-for-profit corporations organized and operated exclusively to assist the University in achieving excellence by providing supplemental resources from private gifts, bequests, and valuable education support services.

Health Science Center Affiliates are the several corporations closely affiliated with the University of Florida J. Hillis Miller Health Science Center, including the Faculty Practice Plans.

Shands Hospital and Others includes Shands Teaching Hospital and Clinics, Inc., a not-for-profit corporation that is contractually obligated to manage, operate, maintain, and insure the hospital facilities in support of the programs of the Health Science Center at the University of Florida. In addition, this category includes the University of Florida Self-Insurance Program and the University of Florida Healthcare Education Insurance Company.

STATEMENT OF NET POSITION

The following table summarizes the University's assets, deferred outflows of resources, liabilities, deferred inflows of resources, and net position at June 30:

Condensed Statement of Net Position *(in millions)*

	2020	2019
Assets:		
Current Assets	$ 1,933.4	$ 1,914.6
Capital Assets, Net	2,062.9	2,020.0
Other Noncurrent Assets	378.7	352.4
Total Assets	4,375.0	4,287.0
Deferred Outflows of Resources	459.3	335.2
Total Assets and Deferred Outflows of Resources	4,834.3	4,622.2
Liabilities:		
Current Liabilities	429.6	470.6
Noncurrent Liabilities	2,232.9	1,960.7
Total Liabilities	2,662.5	2,431.3
Deferred Inflows of Resources	273.4	277.2
Total Liabilities and Deferred Inflows of Resources	2,935.9	2,708.5
Net Position:		
Net Investment in Capital Assets	1,903.9	1,883.9
Restricted	366.5	283.4
Unrestricted	(372.0)	(253.6)
Total Net Position	**$ 1,898.4**	**$ 1,913.7**

The increase in assets followed a rise in total investments of $44.4 million. Investments increased primarily as a result of the University's reinvestment of income earned on institutional investments. Capital assets, depreciable and nondepreciable, increased by $42.9 million. The increase in capital assets demonstrates the continued importance the University places on providing modern facilities to enhance research and education.

The increase in current assets is a result of an $18.8 million increase in Net Accounts Receivable, primarily due to additional amounts receivable on federal grants and contracts. Alternatively, current liabilities decreased due to a combined decrease of $53.1 million in Accounts Payable, Due to Component Units/University, and Unearned Revenue.

The large increase in noncurrent liabilities is primarily due to a $195.2 million increase in Other Postemployment Benefits (OPEB) payable and a $81.6 million increase in the noncurrent portion of Net Pension Liability. GASB Statement No.75, *Accounting and Financial Reporting for Postemployment Benefits other than Pensions,* requires employers participating in benefit plans other than pensions to report the projected benefit liability in accordance with the standard. The benefit liability is largely driven by actuarial valuations and measurements based on claims cost, age-adjusted premiums, benefit terms and legal agreements existing at the measurement date. Statement No. 68, *Accounting and Financial Reporting for Pensions,* requires employers participating in cost-sharing multiple-employer defined benefit pension plans to report the employers' proportionate share of the net pension liabilities of the defined benefit pension plans. The change in the Net Pension Liability is driven in part by the market performance for the plan assets as of the measurement date for the plan liabilities.

The reported deferred outflows of resources and deferred inflows of resources are also required under GASB Statements No. 68 and No. 75.

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION

The following table summarizes the University's activity for the 2019-20 and 2018-19 fiscal years:

Condensed Statement of Revenues, Expenses, and Changes in Net Position *(in millions)*

	2019-20	2018-19
Operating Revenues	$ 2,019.1	$ 2,009.8
Operating Expenses	(3,387.5)	(3,233.5)
Operating Loss	(1,368.4)	(1,223.7)
Net Nonoperating Revenues	1,292.4	1,282.6
Income (Loss) Before Other Revenues	(76.0)	58.9
Other Revenues	60.7	98.9
Increase (Decrease) in Net Position	**(15.3)**	**157.8**
Net Position, Beginning of Year	**1,913.7**	**1,755.9**
Net Position, End of Year	**$ 1,898.4**	**$ 1,913.7**

The University continues to maintain a diverse revenue stream which serves to protect the University from over-reliance on a single revenue source. This diversification has helped the University show resistance to revenue loss and maintain stability of operations despite unexpected conditions resulting from the COVID-19 pandemic.

OPERATING REVENUES

The following table summarizes the operating revenues by source that were used to fund operating activities during the 2019-20 and 2018-19 fiscal years:

Operating Revenues *(in millions)*

	2019-20	2018-19
Grants and Contracts	$ 1,443.6	$ 1,442.0
Student Tuition and Fees, Net of Scholarship Allowances	399.6	375.0
Sales and Services of Auxiliary Enterprises	114.7	131.4
Sales and Services of Educational Departments	53.8	55.9
Other	7.4	5.5
Total Operating Revenues	**$ 2,019.1**	**$ 2,009.8**

Total operating revenues remained consistent with the prior year. The increase in net student tuition and fees of $24.6 million is primarily due to additional enrollment from out-of-state graduate students. Due to the University's response to the COVID-19 pandemic, operations noticeably subsided to ensure the safety of students, faculty and staff. Sales and Services of Auxiliary Enterprises experienced the greatest impact of this, with a decrease of $16.7 million.

OPERATING EXPENSES

The following table summarizes the operating expenses for each method of classification for the 2019-20 and 2018-19 fiscal years:

Operating Expenses *(in millions)*

Natural Classification	2019-20	2018-19
Employee Compensation and Benefits	$ 2,429.9	$ 2,271.6
Services and Supplies	528.7	577.4
Scholarships, Fellowships and Waivers *	199.0	163.1
Depreciation	154.4	143.1
Utilities and Communications	75.5	78.3
Total Operating Expenses	**$ 3,387.5**	**$ 3,233.5**
Functional Classification	**2019-20**	**2018-19**
Instruction	$ 799.0	$ 770.5
Public Service	784.9	742.1
Research	739.8	707.2
Academic Support	239.6	213.7
Scholarships, Fellowships and Waivers *	199.0	163.1
Institutional Support	169.4	180.5
Depreciation	154.4	143.1
Operation and Maintenance of Plant	132.9	132.5
Auxiliary Enterprises	120.9	134.0
Student Services	47.6	46.8
Total Operating Expenses	**$ 3,387.5**	**$ 3,233.5**

** Net of Scholarship Allowances of $267.7 million in the 2019-20 fiscal year and $224.7 million in the 2018-19 fiscal year*

Operating expenses increased primarily due to a $158.3 million increase in Employee Compensation and Benefits, which was driven by a rise in the number of faculty and staff working at the University, a University-wide pay raise during the 2019-20 fiscal year, and an increase in pension expense as determined by the pension liability calculation. This overall increase is in direct alignment with the University's strategic plan, a key part of which is attracting and retaining talented faculty and staff. Services and Supplies decreased $48.7 million primarily due to reduced utilization of contractual services by the University and travel restrictions implemented state-wide in response to the COVID-19 pandemic. Finally, Scholarships, Fellowships and Waivers increased $35.9 million primarily due to CARES Act grants disbursed to students as aid in response to the COVID-19 pandemic, as well as increases in amounts disbursed under other scholarship programs, net of allowances.

NONOPERATING REVENUES AND EXPENSES

The following table summarizes the University's nonoperating revenues and expenses for the 2019-20 and 2018-19 fiscal years:

Nonoperating Revenues (Expenses) *(in millions)*

	2019-20	2018-19
State Noncapital Appropriations	$ 788.6	$ 790.4
Federal and State Student Financial Aid	244.3	231.2
Noncapital Grants, Contracts, and Gifts	185.0	184.5
Investment Income, Net of Expenses	43.7	49.8
Net Increase in Fair Value of Investments	16.8	32.6
Loss on Disposal of Capital Assets	(0.1)	(0.2)
Interest on Capital Asset-Related Debt	(6.7)	(6.1)
Other Net Nonoperating Revenues	20.8	0.4
Net Nonoperating Revenues	**$ 1,292.4**	**$ 1,282.6**

Net Nonoperating Revenues remained consistent when compared to the prior year. Other Net Nonoperating Revenues increased as the University received $22.8 million in CARES Act funding in response to COVID-19. However revenues from the Net Increase in the Fair Value of Investments decreased by $15.8 million due to market performance of the University's investments as compared to the prior year.

OTHER REVENUES

The following table summarizes the University's other revenues for the 2019-20 and 2018-19 fiscal years:

Other Revenues *(in millions)*

	2019-20	2018-19
State Capital Appropriations	$ 46.1	$ 73.4
Capital Grants, Contracts, and Donations	14.6	25.5
Total Other Revenues	**$ 60.7**	**$ 98.9**

The decrease of $38.2 million in Other Revenues is primarily due to a decrease Florida's Public Education Capital Outlay funding from the State.

STATEMENT OF CASH FLOWS

The following table summarizes cash flows for the 2019-20 and 2018-19 fiscal years:

Condensed Statement of Cash Flows *(in millions)*

	2019-20	2018-19
Cash Provided (Used) by:		
Operating Activities	$ (1,082.3)	$ (1,050.8)
Noncapital Financing Activities	1,206.3	1,251.6
Capital and Related Financing Activities	(150.1)	(107.7)
Investing Activities	20.0	(86.4)
Net Increase (Decrease) in Cash and Cash Equivalents	**(6.1)**	**6.7**
Cash and Cash Equivalents, Beginning of Year	**13.0**	**6.3**
Cash and Cash Equivalents, End of Year	**$ 6.9**	**$ 13.0**

The University's Statement of Cash Flows is based on the reporting structure outlined by the Governmental Accounting Standards Board (GASB). Much of the University's cash used to fund operating expenses is provided from non-exchange transactions such as State Appropriations, Financial Aid and Noncapital Grants, Contracts, and Gifts. These revenues are considered non-operating under GASB standards and are reflected as such in the University's Statement of Cash Flows.

Major sources of funds for the University came from Grants and Contracts ($1,423.6 million), State Noncapital Appropriations ($788.6 million), Student Tuition and Fees, Net ($395.1 million), Federal and State Financial Aid ($244.3 million), and Noncapital Grants, Contracts, and Gifts ($185.0 million). Major uses of funds were for Payments to Employees ($2,258.3 million), Payments to Suppliers for Goods and Services ($615.4 million), and the Purchase or Construction of Capital Assets ($196.8 million).

CAPITAL ASSETS, CAPITAL EXPENSES AND COMMITMENTS, AND DEBT ADMINISTRATION

CAPITAL ASSETS

At June 30, 2020, the University had approximately $4.6 billion in capital assets, less accumulated depreciation of $2.5 billion, for net capital assets of $2.1 billion. Depreciation charges for the current fiscal year totaled $154.4 million. Total Capital Assets increased in the 2019-20 fiscal year as construction continued on major projects. This increase reflects the University's dedication to an infrastructure and learning environment that supports its mission and strategic plan. The following table summarizes the University's capital assets, net of accumulated depreciation, at June 30:

Total Capital Assets, Net *(in millions)*

	2020	2019
Land	$ 12.5	$ 12.5
Buildings	1,517.6	1,525.4
Infrastructure and Other Improvements	53.1	47.9
Furniture and Equipment	219.6	210.6
Library Resources	47.8	46.4
Property Under Capital Lease and Leasehold Improvements	13.6	13.2
Other Capital Assets	35.1	43.1
Construction in Progress	163.6	120.9
Total Capital Assets (Nondepreciable and Depreciable, Net)	**$ 2,062.9**	**$ 2,020.0**

Additional information about the University's capital assets is presented in Note 8 to the financial statements.

CAPITAL EXPENSES AND COMMITMENTS

Major capital expenses were incurred during the fiscal year on the University's largest ongoing projects, including Herbert Wertheim Laboratory for Engineering Excellence ($23.3 million), Veterinary Medicine Energy Plant ($17.6 million), and PK Yonge Middle & High School Expansion ($8.8 million), which are expected to transform the associated learning and research environments and support the continued growth of the campus community.

The University's construction commitments at June 30, 2020, are as follows:

Major Construction Commitments *(in millions)*		
Total Commitments	$	967.1
Completed to Date		163.6
Balance Committed	**$**	**803.5**

Additional information about the University's construction commitments is presented in Note 14 to the financial statements.

DEBT ADMINISTRATION

The University is mindful of its financial stewardship and manages resources effectively, including the prudent use of debt to finance capital projects. At June 30, 2020, the University had $158.4 million in outstanding capital asset-related debt. Capital asset related debt primarily consist of bonds issued to fund major construction projects such as student housing, research buildings, student activity centers, and parking garages. The following table summarizes the outstanding capital asset-related debt by type of debt at June 30:

Capital Asset-Related Debt *(in millions)*		**2020**		**2019**
Capital Improvement Debt	$	149.5	$	159.5
Loans and Notes		4.3		4.7
Installment Purchase Agreements		2.6		0.5
Capital Leases		2.0		2.2
Total Capital Asset-Related Debt	**$**	**158.4**	**$**	**166.9**

Additional information about the University's capital asset-related debt is presented in Note 12 to the financial statements.

ECONOMIC FACTORS THAT WILL AFFECT THE FUTURE

The University of Florida remains financially secure despite the economic challenges posed by the COVID-19 pandemic. The Florida Economic Estimating Conference met on July 17, 2020 to adopt a new forecast for the State's economy. The forecast for the State of Florida predicts a gradual recovery for the Florida economy through the 2021-2022 fiscal year from lows experienced at the onset of the pandemic. This recovery will span several key economic indicators, including personal income, job growth, employment, and tourism. However any rebound of economic activity will be constrained by the availability of an effective vaccine.

The University holds an AA+ rating from Standard and Poor's Global Ratings (S&P), and an Aa2 rating from Moody's Investor Services. An annual comment on these ratings issued by Moody's in March 2020 predicted that the University will maintain its excellent strategic positioning despite rapidly evolving business conditions for the higher education sector as a whole brought on by the COVID-19 pandemic, with a widely recognized brand for education and research, favorable student demand, strong operating performance and wealth management, and a highly manageable debt burden enhancing the University's resilience.

These strong ratings not only reflect the University's financial strength and reputation as a leading provider of higher education, but also enable the University to obtain competitive debt financing to support its mission and realize its strategic plan.

The continued State support amid the pandemic are reflected in the University's State Appropriations for the coming fiscal year. The General Revenue and Lottery allocation from the State budget totaled $825.9 million for the 2020-21 fiscal year; however, $49.1 million has been held back by order of the Governor in anticipation of potential statewide budget reductions when the legislature next convenes. As part of the 2020-21 budget, the University was allocated an additional $15.0 million in National Ranking enhancement funds, as well as $25.0 million in additional operational support funding; however, the effect of the holdback has thus far prevented the benefit of those allocations to be realized. Included in the overall allocation is $47.7 million in performance funds and $58.5 million in funding to support preeminence. Furthermore, the budget includes $16.8 million in funding for the World Class Faculty & Scholar Program and $16.7 million in funding for the State University Professional and Graduate Degree Excellence Program.

The 2020-21 fiscal year budget clearly reflects, even in a challenging economic environment, the sustained commitment of the Legislature and the Governor to support the University of Florida in its goal of becoming a top five public research university that the state, nation, and world look to for leadership.

REQUESTS FOR INFORMATION

Questions concerning information provided in the MD&A, financial statements and notes thereto, and other required supplementary information, or requests for additional financial information should be addressed to Alan M. West, Assistant Vice President and Treasurer, P.O. Box 113200, Gainesville, Florida 32611.

Statement of Net Position

As of June 30, 2020 (amounts expressed in thousands)

	University of Florida		Component Units		
	2020	2019	Direct-Support Organizations	Health Science Center Affiliates	Shands Hospital and Others
ASSETS					
Current Assets:					
Cash and Cash Equivalents (Note 1)	$ 262	$ 2,559	$ 51,510	$ 143,477	$ 342,070
Investments (Note 4)	1,650,553	1,640,768	115,194	39,940	583,597
Accounts Receivable, Net (Note 5)	118,293	99,473	117,738	97,106	379,840
Loans and Notes Receivable, Net (Note 5)	2,377	2,549	-	-	-
Due From State (Note 6)	97,849	100,287	-	-	9,032
Due From Component Units/University (Note 7)	56,306	61,241	224,276	10,387	119,468
Inventories	4,845	4,491	255	-	75,078
Other Current Assets	2,990	3,241	5,129	1,936	59,566
Total Current Assets	**1,933,475**	**1,914,609**	**514,102**	**292,846**	**1,568,651**
Noncurrent Assets:					
Restricted Cash and Cash Equivalents (Note 1)	6,589	10,462	18,023	-	29,519
Restricted Investments (Note 4)	211,580	172,728	1,968,031	7,879	857,180
Other Noncurrent Investments (Note 4)	137,029	141,308	-	-	-
Loans and Notes Receivable, Net (Note 5)	23,486	27,717	-	-	-
Depreciable Capital Assets, Net (Note 8)	1,882,250	1,882,135	194,020	129,894	1,393,931
Nondepreciable Capital Assets (Note 8)	180,627	137,910	128,226	5,872	232,851
Other Noncurrent Assets	-	78	18,373	1,255	206,545
Total Noncurrent Assets	**2,441,561**	**2,372,338**	**2,326,673**	**144,900**	**2,720,026**
TOTAL ASSETS	**4,375,036**	**4,286,947**	**2,840,775**	**437,746**	**4,288,677**
DEFERRED OUTFLOWS OF RESOURCES					
Deferred Outflows of Pension Resources (Note 10)	279,039	309,874	-	-	44,894
Deferred Outflows of Other Postemployment Benefits Payable (Note 10)	171,370	16,164	-	-	1,278
Other Deferred Outflows (Note 10)	8,883	9,184	-	-	79,570
TOTAL DEFERRED OUTFLOWS OF RESOURCES	459,292	335,222	-	-	125,742
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	**$ 4,834,328**	**$ 4,622,169**	**$ 2,840,775**	**$ 437,746**	**$ 4,414,419**
LIABILITIES					
Current Liabilities:					
Accounts Payable	$ 78,538	$ 91,269	$ 35,136	$ 14,540	$ 576,607
Salaries and Wages Payable	62,098	51,092	-	15,122	111,119
Due To Component Units/University (Note 7)	199,343	221,822	143,755	18,888	81,996
Unearned Revenue (Note 11)	40,281	58,199	52,726	19,714	-
Deposits Held in Custody	5,699	6,165	14	165	-
Other Current Liabilities	2,350	-	4,716	-	-
Long-Term Liabilities - Current Portion: (Note 12)					
Capital Improvement Debt Payable	9,992	9,547	-	-	-
Bonds Payable	-	-	5,115	4,447	25,514
Loans and Notes Payable	428	418	20	336	-
Installment Purchase Agreements Payable	570	452	-	-	680
Capital Leases Payable	199	187	-	126	3,484
Compensated Absences Payable	10,773	11,377	346	-	-
Other Postemployment Benefits Payable	16,023	15,774	-	-	-
Net Pension Liability (Note 13)	3,313	4,198	-	-	-
Liability for Self-Insured Claims	-	-	24,490	-	8,540
Total Current Liabilities	**429,607**	**470,500**	**266,318**	**73,338**	**807,940**

Statement of Net Position

As of June 30, 2020 (amounts expressed in thousands)

	University of Florida		Component Units		
	2020	**2019**	**Direct-Support Organizations**	**Health Science Center Affiliates**	**Shands Hospital and Others**
Noncurrent Liabilities: (Note 12)					
Capital Improvement Debt Payable	$ 139,454	$ 149,953	$ -	$ -	$ -
Bonds Payable	-	-	114,260	105,396	1,317,367
Loans and Notes Payable	3,891	4,319	479	5,434	-
Installment Purchase Agreements Payable	2,047	48	-	-	1,116
Capital Leases Payable	1,781	1,980	-	89	8,754
Compensated Absences Payable	126,597	113,459	3,958	-	-
Other Postemployment Benefits Payable	1,222,978	1,027,774	-	-	5,121
Net Pension Liability (Note 13)	721,566	639,920	-	-	-
Liability for Self-Insured Claims	-	-	-	-	30,279
Other Noncurrent Liabilities	14,632	23,286	54,376	11,985	102,025
Total Noncurrent Liabilities	**2,232,946**	**1,960,739**	**173,073**	**122,904**	**1,464,662**
TOTAL LIABILITIES	**2,662,553**	**2,431,239**	**439,391**	**196,242**	**2,272,602**
DEFERRED INFLOWS OF RESOURCES					
Deferred Inflows of Pension Resources (Note 10)	48,509	60,653	435	-	76,546
Deferred Inflows of Other Postemployment Benefits Payable (Note 10)	224,913	216,538	-	-	1,607
Other Deferred Inflows (Note 10)	-	-	17,077	-	2,121
TOTAL DEFERRED INFLOWS OF RESOURCES	273,422	277,191	17,512	-	80,274
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	**2,935,975**	**2,708,430**	**456,903**	**196,242**	**2,352,876**
NET POSITION					
Net Investment in Capital Assets	1,903,919	1,883,887	197,309	19,939	329,474
Restricted:					
Nonexpendable:					
Endowment	-	-	1,425,140	-	626
Expendable:					
Endowment	-	-	533,442	-	9,120
Loans	41,655	40,117	-	-	-
Capital Projects	259,395	195,724	-	-	-
Debt Service	4,536	5,575	-	-	-
Other	60,833	41,982	19,223	-	196,704
Unrestricted (Note 3)	(371,985)	(253,546)	208,758	221,565	1,525,619
TOTAL NET POSITION	1,898,353	1,913,739	2,383,872	241,504	2,061,543
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION	**$ 4,834,328**	**$ 4,622,169**	**$ 2,840,775**	**$ 437,746**	**$ 4,414,419**

The accompanying notes are an integral part of these financial statements.

Statement of Revenues, Expenses, and Changes In Net Position

for the Fiscal Year Ended June 30, 2020 (amounts expressed in thousands)

	University of Florida		Component Units		
	2019-20	2018-19	Direct-Support Organizations	Health Science Center Affiliates	Shands Hospital and Others
OPERATING REVENUES					
Student Tuition and Fees	$ 667,287	$ 599,683	$ -	$ -	$ -
Scholarship Allowances	(267,661)	(224,652)	-	-	-
Student Tuition and Fees, Net of Scholarship Allowances	399,626	375,031	-	-	-
Federal Grants and Contracts	480,988	497,867	-	-	-
State and Local Grants and Contracts	46,763	49,871	-	-	-
Nongovernmental Grants and Contracts	915,825	894,253	-	-	-
Sales and Services of Auxiliary Enterprises	114,678	131,381	-	-	-
Sales and Services of Educational Departments	53,782	55,886	-	-	-
Sales and Services of Component Units	-	-	179,516	-	11,357
Hospital Revenues	-	-	-	956,970	2,660,975
Gifts and Donations - Component Units	-	-	147,869	-	-
Royalties and Licensing Fees - Component Units	-	-	48,262	-	-
Interest on Loans and Notes Receivable	1,037	1,130	-	-	-
Other Operating Revenues	6,335	4,381	6,115	101,763	61,037
Total Operating Revenues	**2,019,034**	**2,009,800**	**381,762**	**1,058,733**	**2,733,369**
OPERATING EXPENSES					
Employee Compensation and Benefits	2,429,894	2,271,619	1,757	106,999	1,227,703
Services and Supplies	528,756	577,319	396,156	245,448	1,247,515
Utilities and Communications	75,509	78,288	-	-	-
Scholarships, Fellowships, and Waivers, Net	198,968	163,122	-	-	-
Depreciation	154,351	143,106	11,157	10,564	146,165
Self-Insured Claims and Expenses	-	-	-	-	13,067
Total Operating Expenses (Note 18)	**3,387,478**	**3,233,454**	**409,070**	**363,011**	**2,634,450**
Operating Income (Loss)	**(1,368,444)**	**(1,223,654)**	**(27,308)**	**695,722**	**98,919**
NONOPERATING REVENUES (EXPENSES)					
State Noncapital Appropriations	788,598	790,425	7,663	-	7,050
Federal and State Student Financial Aid	244,325	231,233	-	-	-
Noncapital Grants, Contracts, and Gifts	185,017	184,502	-	-	-
Investment Income	47,244	52,773	54,556	2,487	92,985
Net Increase (Decrease) in the Fair Value of Investments	16,836	32,626	1,267	(10,300)	(18,294)
Investment Expenses	(3,559)	(3,096)	(635)	(2,771)	-
Other Nonoperating Revenues	24,126	3,419	16,938	18,420	84,758
Loss on Disposal of Capital Assets	(142)	(179)	-	(17)	(2,940)
Interest on Capital Asset-Related Debt	(6,742)	(6,124)	(3,401)	-	(44,488)
Other Nonoperating Expenses	(3,333)	(2,972)	(19,644)	(715,056)	(119,331)
Net Nonoperating Revenues (Expenses)	**1,292,370**	**1,282,607**	**56,744**	**(707,237)**	**(260)**
Income (Loss) Before Other Revenues	**(76,074)**	**58,953**	**29,436**	**(11,515)**	**98,659**
State Capital Appropriations	46,048	73,379	-	-	-
Capital Grants, Contracts, and Donations	14,640	25,449	-	-	-
Additions to Permanent Endowments	-	-	61,457	-	-
Total Other Revenues	**60,688**	**98,828**	**61,457**	-	-
Increase (Decrease) in Net Position	**(15,386)**	**157,781**	**90,893**	**(11,515)**	**98,659**
Net Position, Beginning of Year	**1,913,739**	**1,755,958**	**2,292,979**	**253,019**	**1,566,805**
Adjustment to Beginning Net Position (Note 2)	-	-	-	-	396,079
Adjusted Net Position, Beginning of Year, as Restated	**1,913,739**	**1,755,958**	**2,292,979**	**253,019**	**1,962,884**
Net Position, End of Year	**$ 1,898,353**	**$ 1,913,739**	**$ 2,383,872**	**$ 241,504**	**$ 2,061,543**

The accompanying notes are an integral part of these financial statements.

Statement of Cash Flows

for the Fiscal Year Ended June 30, 2020 (amounts expressed in thousands)

	University of Florida	
	2019-20	**2018-19**
CASH FLOWS FROM OPERATING ACTIVITIES		
Tuition and Fees, Net	$ 395,139	$ 375,407
Grants and Contracts	1,423,555	1,385,052
Sales and Services of Auxiliary Enterprises	108,096	131,179
Sales and Services of Educational Departments	52,807	56,760
Repayment of Loans and Notes Receivable from Students	10,447	12,210
Interest on Loans Receivable	1,046	1,132
Other Operating Receipts	5,282	3,071
Payments to Employees	(2,258,279)	(2,185,518)
Payments to Suppliers for Goods and Services	(615,376)	(660,434)
Payments to Students for Scholarships and Fellowships	(198,968)	(163,122)
Loans Issued to Students	(6,044)	(6,525)
Net Cash Used by Operating Activities	**(1,082,295)**	**(1,050,788)**
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
State Noncapital Appropriations	788,598	790,425
Federal and State Financial Aid	244,325	231,233
Noncapital Grants, Contracts, and Gifts	185,017	184,502
Direct Loan Program Receipts	216,047	233,050
Direct Loan Program Disbursements	(216,056)	(233,119)
Net Change in Funds Held for Others	(23,153)	47,343
Other Nonoperating Receipts	23,969	1,617
Other Nonoperating Disbursements	(12,492)	(3,459)
Net Cash Provided by Noncapital Financing Activities	**1,206,255**	**1,251,592**
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Proceeds from Capital Debt	-	31,045
State Capital Appropriations	48,486	61,449
Capital Grants, Contracts, and Donations	14,444	16,413
Proceeds from Sales of Capital Assets	898	1,834
Other Receipts for Capital Projects	158	1,811
Purchase or Construction of Capital Assets	(196,750)	(203,123)
Principal Paid on Capital Debt and Leases	(10,649)	(10,961)
Interest Paid on Capital Debt and Leases	(6,742)	(6,203)
Net Cash Used by Capital and Related Financing Activities	**(150,155)**	**(107,735)**
CASH FLOWS FROM INVESTING ACTIVITIES		
Sale of Investments	2,236,008	2,215,136
Purchase of Investments	(2,262,702)	(2,353,683)
Investment Income	46,719	52,183
Net Cash Provided (Used) by Investing Activities	**20,025**	**(86,364)**
Net Increase (Decrease) in Cash and Cash Equivalents	**(6,170)**	**6,705**
Cash and Cash Equivalents, Beginning of Year	**13,021**	**6,316**
Cash and Cash Equivalents, End of Year	**$ 6,851**	**$ 13,021**
RECONCILIATION OF OPERATING LOSS TO NET CASH USED BY OPERATING ACTIVITIES		
Operating Loss	$ (1,368,444)	$ (1,223,654)
Adjustments to Reconcile Operating Loss to Net Cash Used by Operating Activities:		
Depreciation and Amortization Expense	154,664	143,403
Change in Assets, Liabilities, Deferred Outflows of Resources, and Deferred Inflows of Resources:		
Receivables, Net	(15,831)	(2,245)
Due From Component Units	4,935	(43,791)
Inventories	(354)	(544)
Other Assets	(216)	(1,029)
Accounts Payable	(10,854)	(3,550)
Salaries and Wages Payable	11,006	2,637
Unearned Revenue	(17,918)	(5,647)
Deposits Held in Custody	109	169
Other Postemployment Benefits Payable	195,453	(25,556)
Compensated Absences Payable	12,534	(393)
Net Pension Liability	80,761	32,947
Deferred Outflows – Pension and OPEB	(124,371)	(11,207)
Deferred Inflows – Pension and OPEB	(3,769)	87,672
NET CASH USED BY OPERATING ACTIVITIES	**$ (1,082,295)**	**$ (1,050,788)**

SUPPLEMENTAL DISCLOSURE OF NONCASH INVESTING AND CAPITAL AND RELATED FINANCING ACTIVITIES

The following items are recognized on the Statement of Net Position or the Statement of Revenues, Expenses, and Changes in Net Position, but are not cash transactions for the Statement of Cash Flows:

Unrealized gain on investments	$ 16,836
Acquisition of equipment under installment purchase agreements	$ 2,614
Loss on disposal of capital assets	$ (142)

The accompanying notes are an integral part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies followed by the University of Florida are described below to enhance the usefulness of the financial statements.

A. REPORTING ENTITY

The University of Florida 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 Florida 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 the 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 or incomplete. Based on the application of these criteria, the University of Florida is a component unit of the state of Florida, and its financial balances and activities are discretely presented in the State's Comprehensive Annual Financial Report.

B. DISCRETELY PRESENTED COMPONENT UNITS

Based on the application of the criteria for determining component units, certain affiliated organizations are required to be included within the University reporting entity as discretely presented component units because of the significance of their relationship with the University. These organizations are legally separate from the University and are governed by separate boards. The University further categorizes its component units as Direct-Support Organizations, Health Science Center Affiliates, and Shands Hospital and Others. An annual audit of each 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 is presented in Note 19.

However, financial activities of certain component units are not included in the University's financial statements and are denoted below with an asterisk (*). The total assets and operating revenues related to these component units are $24 million and $18 million, respectively. These amounts represent less than one percent of the total aggregate component units' assets and operating revenues.

C. DIRECT-SUPPORT ORGANIZATIONS

The University's direct-support organizations, as provided for in Section 1004.28, Florida Statutes, and Board of Governors Regulation 9.011, are considered component units of the University of Florida and, therefore, the latest audited financial statements of these organizations are discretely presented in the financial statements of the University. These legally separate, not-for-profit corporations are organized and operated exclusively to assist the University in achieving excellence by providing supplemental resources from private gifts and bequests and valuable education support services. Florida Statutes authorize these organizations to receive, hold, invest, and administer property and to make expenditures to or for the benefit of the University. These organizations and their purposes are explained as follows:

- **University of Florida Foundation, Inc.,** solicits, collects, manages, and directs contributions to the various academic departments and programs of the University and assists the University in fund raising, public relations, and maintenance of alumni records. Their financial statements include the activities of the University of Florida Alumni Association, Inc.

- **The University Athletic Association, Inc.,** conducts various inter-collegiate athletic programs for and on behalf of the University.

- **University of Florida Research Foundation, Inc.,** promotes, encourages, and assists research activities of the University through income derived from or related to the development and commercialization of intellectual properties, which include inventions, discoveries, processes, and work products.

- **GatorCare Health Management Corporation** coordinates and facilitates the management of the self-insured health insurance plan of the University and its participating affiliated employers, collecting and paying employer and employee premiums.

■ **Florida Foundation Seed Producers, Inc.,** supplies Florida farmers and producers with crop seed and nursery stock. This organization stocks foundation seed of the best-known varieties acceptable to Florida climate and soils in adequate quantities and at reasonable prices.

■ **University of Florida Development Corporation** develops and maintains Innovation Square where the University-owned Florida Innovation Hub is located.

■ **Gator Boosters, Inc.,** solicits funds for the benefit of the University athletic programs.

■ **Citrus Research and Development Foundation, Inc.,** advances disease and production research and product development activities to ensure the survival and competitiveness of Florida's citrus growers through innovation.

■ **University of Florida Alumni Association, Inc.,** supports activities of the alumni of the University of Florida. Its financial transactions are reflected in the financial statements of the University of Florida Foundation, Inc.

■ **Florida 4-H Club Foundation, Inc.,*** promotes the educational objectives of the 4-H Youth Development Program, an official part of the Florida Cooperative Extension Service.

■ **University of Florida Leadership and Education Foundation, Inc.,*** furthers agriculture and natural resources education and related activities, promotes agriculture and natural resources leadership, and makes contributions to and confers benefits upon the University.

■ **University of Florida Investment Corporation*** promotes the educational purposes of the University of Florida by providing investment research, advice, counsel, and management to and for the University Board of Trustees and affiliated organizations of the University.

■ **UF Historic St. Augustine, Inc.,*** ensures the long-term preservation and interpretation of State-owned historic properties in St. Augustine.

■ **Southwest Florida Research and Education Foundation, Inc.,*** provides research and educational support to the University of Florida Southwest Florida Research and Education Center.

■ **Cattle Enhancement Board, Inc.,*** promotes research, education and extension at, or for the benefit of, the Institute of Food and Agricultural Sciences at the University of Florida on issues related to the Florida cattle industry, including, but not limited to production, disease prevention, forage development, and genetic research and technology.

D. HEALTH SCIENCE CENTER AFFILIATES

The corporations listed below, except Faculty Clinic, Inc., are Faculty Practice Plans, as provided for in Board of Governors Regulation 9.017. The Faculty Practice Plans provide educationally-oriented clinical practice settings and opportunities through which faculty members provide health, medical, veterinary, and dental care to patients as an integral part of their academic activities and their employment as faculty. Because these faculty practice activities generate income, the colleges are authorized to regulate fees generated from faculty practice and maintain Faculty Practice Plans for the orderly collection and distribution of fees. These organizations provide significant support for the clinical instruction function of the University of Florida J. Hillis Miller Health Science Center (JHMHC) and are component units of the University of Florida.

■ **Florida Clinical Practice Association, Inc.,** bills and collects clinical professional fees to support the educational, research, and service programs of the University of Florida College of Medicine.

■ **University of Florida Jacksonville Physicians, Inc.,** bills and collects professional fees from the clinical practice of the University of Florida physicians in order to fund and promote the educational, clinical and research missions, and support the clinical activities, of the Jacksonville campus of the College of Medicine.

■ **Faculty Associates, Inc.,** bills and collects clinical professional fees to support the educational, research, and service programs of the University of Florida College of Dentistry.

■ **Florida Veterinary Medicine Faculty Association, Inc.,** bills and collects clinical professional fees to support the educational, research, and service programs of the University of Florida College of Veterinary Medicine.

■ **University of Florida College of Pharmacy Faculty Practice Association, Inc.,** performs billing and collection of fees to support the educational, research, and service programs of the University of Florida College of Pharmacy.

■ **Faculty Clinic, Inc.,*** operates primarily as a facility management company that leases space to Shands Jacksonville and University of Florida Jacksonville Physicians, Inc.

■ **University of Florida College of Nursing Faculty Practice Association, Inc.,*** performs billing and collection of professional fees to support the educational, research, and service programs of the University of Florida College of Nursing.

■ **Florida Health Professions Association, Inc.,*** performs billing and collection of clinical professional fees to support the educational, research, and service programs of the University of Florida College of Public Health and Health Professions.

E. SHANDS HOSPITAL AND OTHERS

■ **Shands Teaching Hospital and Clinics, Inc.,** (Shands) was incorporated October 15, 1979, as a not-for-profit corporation. Shands, a major tertiary care teaching institution, is a leading referral center in the state of Florida and the southeast United States and facilitates medical education programs at the University.

Shands entered into a contractual agreement with the State Board of Education as of July 1, 1980, as subsequently restated and amended, to provide for the use of hospital facilities at the JHMHC through December 31, 2057, with renewal provisions. The contractual agreement also provides for the transfer to Shands of all other assets and liabilities arising from the operation of the hospital facilities prior to July 1, 1980. At termination of the contractual agreement, the net position of Shands reverts to the State Board of Education. Legal title to all buildings and improvements transferred to Shands remains with the state of Florida during the term of the contractual agreement. The contractual agreement provides for a 12-month grace period for any event of default, other than the bankruptcy of Shands. In addition, the contractual agreement limits the right of the State Board of Education to terminate the contractual agreement solely to the circumstance in which Shands declares bankruptcy and, in such event, requires net revenues derived from the operation of the hospital facilities to continue to be applied to the payment of Shands' debts.

Under the terms of the contractual agreement, Shands is obligated to manage, operate, maintain, and insure the hospital facilities in support of the programs of the JHMHC and further agrees to contract with the State Board of Education for the provision of these programs. By operation of law, the University of Florida Board of Trustees has become the successor-in-interest to the State Board of Education.

■ **Shands Jacksonville HealthCare, Inc.,** (Shands Jacksonville) is a Florida not-for-profit corporation. Shands Jacksonville was organized primarily to provide healthcare and related services to the community, including the City of Jacksonville and surrounding counties, and to support the teaching and research missions of the University.

■ **University of Florida Self-Insurance Program** (the Program) was created by the Florida Board of Regents, succeeded by the Florida Board of Governors, pursuant to Section 1004.24, Florida Statutes. The Program provides comprehensive general liability and professional liability (malpractice) coverage for the University of Florida and affiliated teaching hospitals that are providing education in healthcare or veterinary services.

University of Florida Healthcare Education Insurance Company (HEIC) was created on September 1, 1994, as a self-insurance mechanism created pursuant to Section 1004.24, Florida Statutes. HEIC writes coverage for the participants in the Self-Insurance Program (the Program) for loss exposure above the Program's retention. HEIC obtains excess loss reinsurance coverage from commercial insurance carriers for certain layers of exposure.

F. 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 and the Financial Accounting Standards Board (FASB). GASB allows public universities various reporting options. The University of Florida 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:
    1. Statement of Net Position
    2. Statement of Revenues, Expenses, and Changes in Net Position
    3. Statement of Cash Flows
    4. Notes to the Financial Statements
- Other Required Supplementary Information

G. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

Basis of accounting refers to when revenues, expenses, assets, deferred outflows of resources, liabilities, and deferred inflows of resources are recognized in the accounts and reported in the financial statements. Specifically, it relates to the timing of the measurements made, regardless of the measurement focus applied. The University and its component units' financial statements are presented using the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets, deferred outflows of resources, liabilities, and deferred inflows of resources resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Revenues, expenses, gains, losses, assets, deferred outflows of resources, liabilities, and deferred inflows of resources resulting from non-exchange activities are generally recognized when all applicable eligibility requirements, including time requirements, are met. The University and its component units follow GASB standards of accounting and financial reporting.

Significant interdepartmental sales between auxiliary service departments and other institutional departments have been eliminated from revenues and expenses for reporting purposes.

The University's principal operating activities consist of instruction, research, and public service. 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 on capital assets. Nonoperating revenues include state noncapital appropriations, federal and state student financial aid, and investment income. Interest on capital asset-related debt is a nonoperating expense. Other revenues generally include revenues for capital construction projects.

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 University'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 and is reported net of tuition scholarships, discounts, and allowances. Tuition scholarships, discounts, and allowances 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 payments on behalf of the student. The University applied the "Alternate Method" as prescribed in NACUBO Advisory Report 2000-05 to determine the reported net tuition scholarships, discounts, and allowances. Under this method, the University computes these amounts by allocating the cash payments to students, excluding payments for services, using a ratio of total aid to aid not considered to be third-party aid.

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.*

H. CASH AND CASH EQUIVALENTS

The amount reported by the University as cash and cash equivalents consists 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 assets or other restricted assets, are classified as restricted.

I. INVESTMENTS AND FAIR VALUE MEASUREMENT

The University categorizes its fair value measurements within the fair value hierarchy 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. Level 3 inputs are significant unobservable inputs. The University reports certain investments at net asset value as allowed per GASB Statement No. 72, *Fair Value Measurement and Application.*

J. CAPITAL ASSETS

University capital assets consist of land, construction in progress, works of art and historical treasures, buildings, infrastructure and other improvements, furniture and equipment, library resources, property under capital lease and leasehold improvements, computer software, and other capital assets. These assets are capitalized and recorded at cost at the date of acquisition or at estimated fair value on 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 University has a capitalization threshold of $4 million for intangible assets, which includes computer software, $5,000 for tangible personal property, and $250 for library resources. The costs of all new buildings and projects adding new square footage are capitalized. Infrastructure and leasehold improvements have a $250,000 capitalization threshold. For building renovations, the threshold is $250,000, or the entire amount if the costs are at least 25% of the cost basis of the building. Depreciation is computed on the straight-line basis over the following estimated useful lives:

- Buildings – 5 to 50 years, depending on construction
- Infrastructure and Other Improvements – 10 to 50 years
- Furniture and Equipment – 3 to 20 years
- Library Resources – 10 years
- Property Under Capital Lease and Leasehold Improvements – up to 50 years
- Computer Software – 5 years

K. NONCURRENT LIABILITIES

Noncurrent liabilities include principal amounts of capital improvement debt payable, loans and notes payable, installment purchase agreements payable, capital leases payable, compensated absences payable, other postemployment benefits (OPEB) payable, net pension liabilities, 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 premiums or discounts and losses on refunding. The University amortizes debt premiums and discounts over the life of the debt using the straight-line method. Losses on refunding are amortized over the life of the old debt or new debt (whichever is shorter) using the straight-line method.

L. PENSIONS

For 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 the 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.

2. ADJUSTMENTS TO BEGINNING NET POSITION

The beginning net position of Shands was increased by $396,079,000 as a result of the acquisition of Central Florida Health, Inc. (UFHCF) effective January 1, 2020. As a result of this acquisition, Shands' consolidated basic financial statements include the financial position and changes in financial position and cash flows of UFHCF as if the acquisition occurred at the beginning of the earliest period presented. Shands recognized, measured and combined the assets, deferred outflows, liabilities, deferred inflows and net position of UFHCF based upon GASB accounting principles.

Table 1 summarizes adjustment to the beginning net position of Shands reported in the Shands Hospital and Others column of the Statement of Revenues, Expenses, and Changes in Net Position:

Table 1. Adjustments to Beginning Net Position - Component Units

Description	Shands Hospital and Others
Shands Teaching Hospital & Clinics, Inc.	$ 396,079,000
Total Adjustments to Beginning Net Position	**$ 396,079,000**

3. DEFICIT NET POSITION IN INDIVIDUAL FUNDS

The University reported a net position which included a deficit in unrestricted funds as shown in Table 2. This deficit can be attributed to the full recognition of long-term liabilities (i.e. net pension liabilities – GASB Statement No. 68 – and OPEB payable – GASB Statement No. 75) in these funds.

Table 2. Deficit Net Position in Individual Funds

Description	Net Position
Unrestricted	$ (371,984,789)
Total	**$ (371,984,789)**

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; 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. Investments of the University and its component units at June 30, 2020, are reported at fair value and shown in Tables 3 through 6.

Table 3. University Investments

		Fair Value Measurements Using		
Investments by Fair Value Level	**Total**	**Quoted Prices in Active Markets for Identical Assets (Level 1)**	**Significant Other Observable Inputs (Level 2)**	**Significant Unobservable Inputs (Level 3)**
External Investment Pool:				
State Treasury Special Purpose Investment Account	$ 680,321,132	$ -	$ -	$ 680,321,132
State Board of Administration Debt Service Accounts	8,119	8,119	-	-
Total Investments by Fair Value Level	680,329,251	$ 8,119	$ -	$ 680,321,132
Investments Measured at the Net Asset Value (NAV)				
Private Equity Funds	1,318,832,825			
Total University Investments	**$ 1,999,162,076**			

Table 4. University Investments Measured at the NAV

Investments Measured at the NAV	Fair Value	Unfunded Commitments	Redemption Frequency (if Currently Eligible)	Redemption Notice Period
Private Equity Funds	**$ 1,318,832,825**	**$ -**	N/A	N/A

University investments measured at net asset value are comprised of the following category:

- **Private Equity Funds** – This category includes investments in several limited partnership funds that invest in equity securities and debt of private companies.

Table 5. Component Unit Investments

Investments by Fair Value Level		Total	Fair Value Measurements Using: Quoted Prices in Active Markets for Identical Assets (Level 1)		Significant Other Observable Inputs (Level 2)		Significant Unobservable Inputs (Level 3)
External Investment Pool:							
State Treasury Special Purpose Investment Account	$	420,158,759	$	-	$	-	$ 420,158,759
Commercial Paper		6,146,061		6,146,061		-	-
US Guaranteed Obligations		321,727		-		321,727	-
Federal Agency Obligations		20,129,906		15,998,430		4,131,476	-
Domestic Bonds and Notes		114,008,263		41,372,000		72,636,263	-
International Bonds and Notes		1,000,640		-		1,000,640	-
Domestic Stock		129,897,631		128,475,940		29,038	1,392,653
Bond Mutual Funds		186,039,571		135,700,564		50,339,007	-
Equity Mutual Funds		147,074,909		92,824,203		54,250,706	-
Other Investments		31,841,127		13,871,082		15,678,030	2,292,015
Real Estate Investments		3,054,000		3,054,000		-	-
Total Investments by Fair Value Level		1,059,672,594	$	437,442,280	$	198,386,887	$ 423,843,427
Investments Measured at the Net Asset Value (NAV)							
International Equity		88,940					
Real Estate Investments (Directly Owned)		6,634,817					
Hedge Funds		5,645,839					
Private Equity Funds		2,438,142,316					
Total Investments Measured at the NAV		2,450,511,912					
Total Investments Measured at Fair Value		3,510,184,506					
Other							
Money Market Funds		22,877,074					
Cash Surrender Value of Life Insurance Policy		496,342					
Certificates of Deposits		7,332,000					
Cash Collateral on Deposit with Swap Counterparty		6,340,000					
Real Estate Investments		15,526,000					
Other Investments		9,064,586					
Total Other Investments		61,636,002					
Total Component Unit Investments	**$**	**3,571,820,508**					

Table 6. Component Unit Investments Measured at the NAV

Investments Measured at the NAV		Fair Value		Unfunded Commitments	Redemption Frequency (if Currently Eligible)	Redemption Notice Period
International Equity	$	88,940	$	-	Illiquid	N/A
Real Estate Investments		6,634,817		-	Illiquid	N/A
Hedge Funds		5,645,839		-	Quarterly	45 Days
Private Equity Funds		2,438,142,316		271,262,903	Monthly	30 Days
Total Component Unit Investments	**$**	**2,450,511,912**	**$**	**271,262,903**		

Component unit investments measured at net asset value are comprised of the following categories:

- **International Equity –** This category includes an investment in a foreign-based publicly-traded company focused on providing law enforcement with new tools and technology.

- **Real Estate Investments –** This category includes contributions in the form of real estate with donor restrictions that the properties are to be sold and the proceeds to benefit the University or University of Florida Foundation. The real estate is held at fair value less estimated costs to sell.

- **Hedge Funds –** This category includes an investment in a hedge fund in which the fund manager is authorized to invest in a broad spectrum of securities that include, but are not limited to the following: equity and debt securities, currency, commodities, foreign debt, options, futures, and swaps.

- **Private Equity Funds –** This category includes investments in several limited partnership funds that invest in equity securities and debt of private companies.

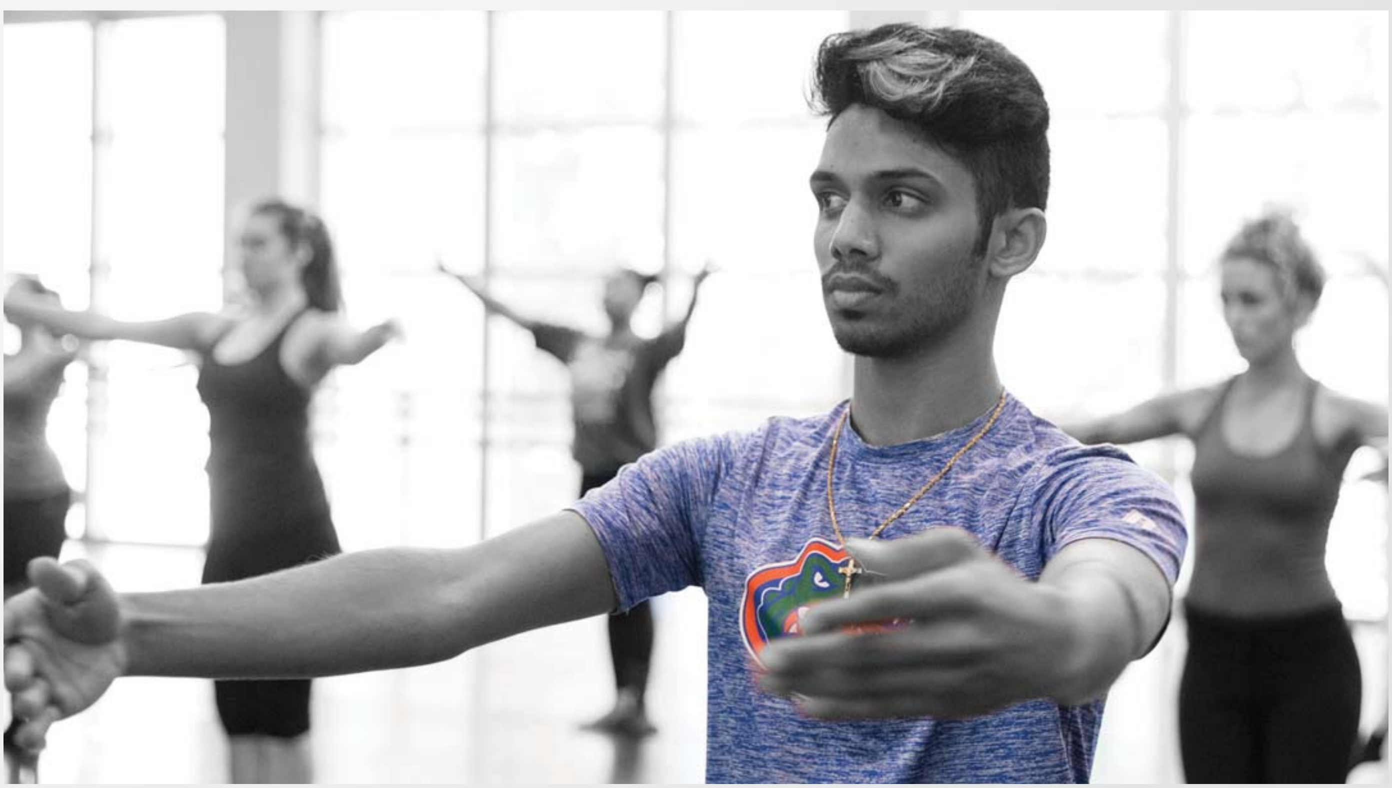
A. EXTERNAL INVESTMENT POOLS

The University and its discretely presented component units (see Note 1) reported investments at fair value totaling $680,321,132 and $420,158,759, respectively, at June 30, 2020, 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 investment pool carried a credit rating of AA-f by Standard & Poor's and had an effective duration of 0.43 years and fair value factor of 1.0291 at June 30, 2020. Participants contribute to the SPIA investment 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 participant's 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 the financial statements of the State's Comprehensive Annual Financial Report.

B. OTHER INVESTMENTS

In addition to external investment pools, the University and its discretely presented component units invested in various debt and equity securities, money market funds, and mutual funds. For the University, the majority of the other investments are private equity funds managed by the University of Florida Investment Corporation (UFICO). For the University's discretely presented component units, other investments are those reported primarily by the University of Florida Foundation, Inc., The University Athletic Association, Inc., Florida Clinical Practice Association, Inc., Shands Teaching Hospital and Clinics, Inc., Shands Jacksonville HealthCare, Inc., and the University of Florida Self-Insurance Program. The following risks apply to the University's and its discretely presented component units' investments other than external investment pools:

- **Interest Rate Risk** – Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Pursuant to Section 218.415(16), Florida Statutes, the University's investments in securities must provide sufficient liquidity to pay obligations as they come due. Investments of the University's component



units in debt securities, bonds and notes, and bond mutual funds, and their future maturities at June 30, 2020, are shown in Table 7.

■ **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 and do not require disclosure of credit quality. The private equity funds are unrated. At June 30, 2020, the University's component units had bonds and notes and bond mutual funds, with quality ratings by nationally recognized rating agencies (e.g., Moody's Investors Service), as shown in Table 8.

■ **Custodial Credit Risk** – Custodial credit risk is the risk that, in the event of the failure of the counterparty to a transaction, the University 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 University and are not registered in the University's name. The University has no formal policy on custodial credit risk. The component units manage their custodial credit risk based on various investment policies, which may be obtained separately from the component units.

■ **Concentration of Credit Risk** – Concentration of credit risk is the risk of loss attributed to the magnitude of the University's investments in a single issuer. The University has no formal policy on concentration of credit risk. The component units manage their concentration of credit risk based on various investment policies, which may be obtained separately from the component units.

5. RECEIVABLES

A. ACCOUNTS RECEIVABLE

Accounts receivable represent amounts for grant and contract reimbursements due from third parties, student tuition and fees, various sales and services provided to students and third parties, and interest accrued on investments and loans receivable. Accounts receivable, net of an allowance for uncollectible accounts, reported as of June 30, 2020, are summarized in Table 9.

Table 9. Accounts Receivable

Description		
Grants and Contracts	$	86,300,631
Student Tuition and Fees		20,091,358
Sales and Services		10,363,476
Interest		1,537,859
Total Accounts Receivable, Net	**$**	**118,293,324**

B. 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.

Table 7. Component Units Debt Investment Maturities

			Investment Maturities (in years)			
Types of Investments	**Fair Value**	**Less than 1**	**1-5**	**6-10**	**More than 10**
United States Government and Federally-Guaranteed Obligations	$ 321,727	$ -	$ 321,727	$ -	$ -
Federal Agency Obligations	20,129,906	20,129,906	-	-	-
Bonds and Notes	115,008,903	11,809,995	55,475,518	37,915,390	9,808,000
Bond Mutual Funds	186,039,571	4,175,598	161,365,866	20,498,107	-
Total	**$ 321,500,107**	**$ 36,115,499**	**$ 217,163,111**	**$ 58,413,497**	**$ 9,808,000**

Table 8. Component Units Debt Investments Quality Ratings

Types of Investments	**Fair Value**	**AAA/Aaa**	**AA/Aa**	**A/Ba**	**Less than A/Ba or Not Rated**
Federal Agency Obligations	$ 20,129,906	$ -	$ 19,190,200	$ -	$ 939,706
Bonds and Notes	115,008,903	5,381,235	6,162,889	7,729,249	95,735,530
Money Market Funds	22,877,074	4,903,074	-	-	17,974,000
Bond Mutual Funds	186,039,571	62,464,784	63,509,952	32,327,297	27,737,538
Total	**$ 344,055,454**	**$ 72,749,093**	**$ 88,863,041**	**$ 40,056,546**	**$ 142,386,774**

C. ALLOWANCES FOR UNCOLLECTIBLE RECEIVABLES

Allowances for uncollectible accounts and loans and notes receivable are reported based upon management's best estimate as of fiscal year-end, considering type, age, collection history, and other factors considered appropriate. Accounts receivable for student tuition and fees, various sales and services provided to students and third parties, and interest are reported net of an allowance of $11,679,979, which is 26.7% of total related accounts receivable. Loans and notes receivable are reported net of an allowance of $4,523,254, which is 14.9% of total related loans and notes receivable. No allowance has been accrued for grants and contracts receivable. University management considers these to be fully collectible.

6. DUE FROM STATE

This amount consists of $97,848,538 of Public Education Capital Outlay, Capital Improvement Fee Trust Fund, and general revenue allocations due from the State to the University for construction of University facilities.

7. DUE FROM AND TO COMPONENT UNITS/ UNIVERSITY

Component units' due from and due to amounts include receivables and payables between the various component unit columns. Some component units are not presented (see Note 1). Accordingly, amounts reported by the University as due from and to component units on the Statement of Net Position may not agree with amounts reported by the component units as due from and to the University.

8. CAPITAL ASSETS

Capital assets activity for the fiscal year ended June 30, 2020, is presented in Table 10.

Table 10. Capital Assets

Description	Beginning Balance	Additions	Reductions	Ending Balance
Nondepreciable Capital Assets:				
Land	$ 12,467,035	$ -	$ -	$ 12,467,035
Construction in Progress	120,860,252	135,352,894	92,632,492	163,580,654
Works of Art and Historical Treasures	4,582,422	112,753	115,616	4,579,559
Total Nondepreciable Capital Assets	**137,909,709**	**135,465,647**	**92,748,108**	**180,627,248**
Depreciable Capital Assets:				
Buildings	3,012,083,340	81,398,547	1,179,922	3,092,301,965
Infrastructure and Other Improvements	134,561,097	9,629,616	444,827	143,745,886
Furniture and Equipment	659,841,028	50,738,773	26,880,762	683,699,039
Library Resources	360,064,497	11,962,062	464,808	371,561,751
Property Under Capital Lease and Leasehold Improvements	23,113,034	1,874,121	-	24,987,155
Computer Software	62,886,853	-	-	62,886,853
Other Capital Assets	878,202	378,300	25,750	1,230,752
Total Depreciable Capital Assets	4,253,428,051	155,981,419	28,996,069	4,380,413,401
Less Accumulated Depreciation:				
Buildings	1,486,651,203	89,146,811	1,073,182	1,574,724,832
Infrastructure and Other Improvements	86,607,400	4,435,999	444,827	90,598,572
Furniture and Equipment	449,241,314	40,354,950	25,474,146	464,122,118
Library Resources	313,629,125	10,594,574	464,808	323,758,891
Property Under Capital Lease and Leasehold Improvements	9,926,802	1,413,193	-	11,339,995
Computer Software	24,533,000	8,310,002	-	32,843,002
Other Capital Assets	704,365	95,065	23,742	775,688
Total Accumulated Depreciation	2,371,293,209	154,350,594	27,480,705	2,498,163,098
Total Depreciable Capital Assets, Net	**1,882,134,842**	**1,630,825**	**1,515,364**	**1,882,250,303**
Total Capital Assets, Net	**$ 2,020,044,551**	**$ 137,096,472**	**$ 94,263,472**	**$ 2,062,877,551**

9. MUSEUM AND ART COLLECTIONS

The Florida Museum of Natural History, which is the official state-sponsored and chartered natural history museum and part of the University, maintains a depository of biological, paleontological, archaeological, and ethnographic materials. The Museum's collections contain over 40 million specimens and objects, more than half of which are catalogued, either individually or in lots. While many of the collections are undoubtedly quite valuable and irreplaceable, the University has not placed a dollar value on these items and, accordingly, the financial statements do not include these assets.

The Samuel P. Harn Museum of Art, which is also part of the University, maintains a collection of over 11,000 works of art. In accordance with professional practice among the nation's art museums, and in compliance with museum accreditation standards, the University has not placed a dollar value on these items.

10. DEFERRED OUTFLOWS/ INFLOWS OF RESOURCES

Certain changes in the University's proportionate share of the net pension liabilities of the cost-sharing multiple-employer Florida Retirement System and Health Insurance Subsidy defined benefit plans, as well as in the University's proportionate share of the total other postemployment benefits liability of the Division of State Group Insurance, are reported as deferred outflows and inflows of resources. These include changes in actuarial assumptions, differences between actual and expected experience in the measurement of the liabilities, the net difference between projected and actual earnings on pension plan investments as well as changes in the University's proportion of the collective liabilities since the prior measurement date, and changes between the University's contributions and its proportionate share of contributions. In addition, University contributions to the pension and other postemployment benefits plans subsequent to the measurement date for the collective liabilities are reported as deferred outflows of resources. See Note 12 for a discussion of the University's other postemployment benefits payable and the related deferred outflows and inflows of resources. See Note 13 for a complete discussion of the University's defined benefit pension plans and the related deferred outflows and inflows of resources. Other deferred outflows consists of the resources tied to the asset retirement obligation recorded by the University under GASB Statement No. 83. See Note 12 for a complete discussion of the University's asset retirement obligation and the related deferred outflows.

11. UNEARNED REVENUE

Unearned Revenue includes amounts received prior to the end of the fiscal year but related to subsequent accounting periods. Unearned Revenue as of June 30, 2020, is summarized in Table 11.

Table 11. Unearned Revenue

Description	Amount
Grants and Contracts	$ 28,578,319
Student Tuition and Fees	6,406,540
Auxiliary Enterprises	5,296,248
Total Unearned Revenue	**$ 40,281,107**

12. LONG-TERM LIABILITIES

Long-term liabilities of the University at June 30, 2020, include capital improvement debt payable, loans and notes payable, installment purchase agreements payable, capital leases payable, compensated absences payable, other postemployment benefits payable, net pension liability, and other noncurrent liabilities. Long-term liability activity for the fiscal year ended June 30, 2020, is presented in Table 12.

Table 12. Long-Term Liabilities

Description	Beginning Balance	Additions	Reductions	Ending Balance	Current Portion
Capital Asset-Related Debt:					
Capital Improvement Debt Payable	$ 159,500,415	$ -	$ 10,054,502	$ 149,445,913	$ 9,992,000
Loans and Notes Payable	4,736,782	-	417,839	4,318,943	427,671
Installment Purchase Agreements Payable	500,088	2,613,999	496,860	2,617,227	570,400
Capital Leases Payable	2,167,241	-	187,380	1,979,861	199,466
Total Capital Asset-Related Debt	166,904,526	2,613,999	11,156,581	158,361,944	11,189,537
Other Long-Term Liabilities:					
Compensated Absences Payable	124,836,076	22,858,056	10,324,214	137,369,918	10,772,544
Other Postemployment Benefits Payable	1,043,548,000	436,529,410	241,076,698	1,239,000,712	16,022,540
Net Pension Liability	644,118,253	439,142,985	358,382,727	724,878,511	3,312,845
Other Noncurrent Liabilities	23,286,415	500,000	9,154,291	14,632,124	-
Total Long-Term Liabilities	**$ 2,002,693,270**	**$ 901,644,450**	**$ 630,094,511**	**$ 2,274,243,209**	**$ 41,297,466**

A. CAPITAL IMPROVEMENT DEBT PAYABLE

Capital improvement debt is issued to construct student housing, parking, and various other University facilities. The outstanding debt for student housing and the parking facilities is secured by a pledged portion of housing rental revenues and parking fees. The outstanding debt for the Clinical Translational Research Building is secured by a pledged portion of indirect cost revenues received by the College of Medicine. The outstanding debt for the renovation and expansion of the student activity center building is secured by a pledged portion of the student and activity fees. Pledged revenues are equal to the remaining debt service requirements to maturity for the capital improvement debt.

A summary of the University's capital improvement debt payable at June 30, 2020, is presented in Table 13.

Table 13. Capital Improvement Debt Payable

Type and Series	Amount of Original Issue	Amount Outstanding: Principal	Amount Outstanding: Interest	Interest Rates	Maturity Date
Student Housing Auxiliary Debt:					
2011A Housing	$ 16,350,000	$ 5,410,000	$ 975,663	3.00 to 4.00%	2028
2012A Housing	26,500,000	17,550,000	3,731,200	3.00 to 4.00%	2031
2013A Housing	24,805,000	16,955,000	4,596,831	3.00 to 5.00%	2033
2016A Housing	19,390,000	14,980,000	3,421,088	3.00 to 5.00%	2030
Total Student Housing Debt	**87,045,000**	**54,895,000**	**12,724,782**		
Parking Garage Auxiliary Debt:					
2018A Parking	39,070,000	37,260,000	14,898,550	4.00 to 5.00%	2038
Total Parking Garage Debt	**39,070,000**	**37,260,000**	**14,898,550**		
Other University of Florida Revenue Bonds:					
2011 Clinical Translational Research Building	29,838,000	18,737,000	4,659,770	4.43%	2030
2013 Student Activity	41,540,000	31,365,000	10,661,706	4.00 to 5.00%	2033
Total Other University of Florida Revenue Bonds	**71,378,000**	**50,102,000**	**15,321,476**		
Plus: Unamortized Premiums	-	8,236,485	-		
Less: Unamortized Discounts	-	(22,130)	-		
Less: Unamortized Refunding Losses	-	(1,025,442)	-		
Total Capital Improvement Debt	**$ 197,493,000**	**$ 149,445,913**	**$ 42,944,808**		

Annual requirements to amortize all capital improvement debt outstanding as of June 30, 2020 are presented in Table 14.

Table 14. Capital Improvement Debt Payable - Principal & Interest

Fiscal Year Ending June 30	Principal	Interest	Total
2021	$ 9,992,000	$ 6,045,056	$ 16,037,056
2022	10,459,000	5,574,892	16,033,892
2023	10,960,000	5,081,523	16,041,523
2024	10,587,000	4,577,830	15,164,830
2025	11,045,000	4,114,076	15,159,076
2026-2030	58,109,000	13,229,894	71,338,894
2031-2035	23,160,000	3,670,237	26,830,237
2036-2039	7,945,000	651,300	8,596,300
Total Principal & Interest	**142,257,000**	**42,944,808**	**185,201,808**
Plus: Unamortized Premiums	8,236,485	-	8,236,485
Less: Unamortized Discounts	(22,130)	-	(22,130)
Less: Unamortized Refunding Losses	(1,025,442)	-	(1,025,442)
Total	**$ 149,445,913**	**$ 42,944,808**	**$ 192,390,721**

B. LOANS AND NOTES PAYABLE

On August 30, 2013, the University borrowed $6,472,538 at an interest rate of 2.33% to finance the cost of energy savings contracts and renovation of the J. Wayne Reitz Union. The principal and interest costs are expected to be met by cost savings of the newer system. The University's outstanding note is secured with collateral of the energy performance equipment used in the renovation. The note contains a provision that in an event of default, the contract can be terminated and equipment returned and/or declare all payments payable under the contract to the end of the then current budget year of the University, to be immediately due and payable. The note matures on August 31, 2029, and principal and interest payments are made annually. Annual requirements to amortize the note as of June 30, 2020, are presented in Table 15.

Table 15. Loans and Notes Payable – Principal & Interest

Fiscal Year Ending June 30	Principal	Interest	Total
2021	$ 427,671	$ 96,001	$ 523,672
2022	437,734	85,938	523,672
2023	448,034	75,638	523,672
2024	458,576	65,096	523,672
2025	469,366	54,306	523,672
2026-2030	2,077,562	104,402	2,181,964
Total	**$ 4,318,943**	**$ 481,381**	**$ 4,800,324**

C. INSTALLMENT PURCHASE AGREEMENTS PAYABLE

The University has entered into several installment purchase agreements for the purchase of equipment with original cost bases totaling $2,967,249. There is no remaining stated interest on any of the outstanding agreements. Future minimum payments remaining under installment purchase agreements as of June 30, 2020, are presented in Table 16.

Table 16. Installment Purchase Agreements Payable – Principal & Interest

Fiscal Year Ending June 30	Principal	Interest	Total
2021	$ 570,400	$ -	$ 570,400
2022	522,800	-	522,800
2023	522,800	-	522,800
2024	522,800	-	522,800
2025	478,427	-	478,427
Total Minimum Payments	**$ 2,617,227**	**$ -**	**$ 2,617,227**

D. CAPITAL LEASES PAYABLE

The University entered into a lease agreement with the University of Florida Foundation, Inc. (the Foundation), a direct-support organization (component unit) of the University. Under the terms of the agreement, the University agreed to lease from the Foundation a 607-space parking garage located near the Health Science Center Administrative Offices for a period of thirty years beginning July 1, 1994. Lease payments of $100,000 annually are due each July 1. Lease payments from the University to the Foundation were based on an original construction cost of $3,000,000 and no interest. For reporting purposes, the lease is considered a capital lease under GASB Statement No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements.* The initial obligation was discounted at an imputed interest rate of 6.45% and was recorded at $1,382,470. The asset, which is included in the Property Under Capital Lease and Leasehold Improvements, was recorded at a cost of $3,000,000.

The University entered into a lease agreement with Shands. Under the terms of the agreement, the University agreed to lease from Shands an 800-space parking garage located near the Health Science Center Administrative Offices for a period of thirty years beginning March 1, 2000. Annual lease payments of $227,167 are due each May 1, which began on May 1, 2001. Lease payment amounts were based on an original construction cost of $6,815,002 and no interest. For reporting purposes, the lease is considered a capital lease under GASB Statement No. 62. The initial obligation was discounted at an imputed interest rate of 6.45% and was recorded at $2,981,939. The asset, which is included in the Property Under Capital Lease and Leasehold Improvements, was recorded at a cost of $6,815,002. A summary of pertinent information related to the two capital leases is presented in Table 17.

Table 17. Capital Leases Payable

Capital Leases	Interest Rate	Original Balance	Outstanding Balance
Garage No. 06 (607 spaces)	6.45%	$ 1,382,470	$ 342,970
Garage No. 10 (800 spaces)	6.45%	2,981,939	1,636,891
Total		**$ 4,364,409**	**$ 1,979,861**

Future minimum payments under the capital lease agreements and the present value of the minimum payments as of June 30, 2020, are presented in Table 18.

Table 18. Capital Leases Payable - Principal & Interest

Fiscal Year Ending June 30	Principal	Interest	Total
2021	$ 199,466	$ 127,701	$ 327,167
2022	212,331	114,835	327,166
2023	226,027	101,140	327,167
2024	240,605	86,561	327,166
2025	156,124	71,042	227,166
2026-2030	945,308	190,528	1,135,836
Total	**$ 1,979,861**	**$ 691,807**	**$ 2,671,668**

E. 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 in accordance with its policy regarding leave payment upon separation from employment. 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, 2020, the estimated liability for compensated absences, which includes the University's share of the Florida Retirement System and FICA contributions, totaled $137,369,918. The current portion of the compensated absences liability is the amount expected to be paid in the coming fiscal year and is based on actual payouts over the last three years, calculated as a percentage of those years' total compensated absences liability.

F. OTHER POSTEMPLOYMENT BENEFITS PAYABLE

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.

General Information about the OPEB Plan

■ **Plan Description** – The Division of State Group Insurance's Other Postemployment Benefits Plan (OPEB Plan) is a multiple-employer defined benefit health plan administered by the State of Florida. 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 meets 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 (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 $1,239,000,712 was measured as of June 30, 2019 and was determined by an actuarial valuation as of July 1, 2019. At June 30, 2019, the University's proportionate share, determined by its proportion of total benefit payments made, was 9.79%, which decreased 0.10% from its proportionate share measured as of June 30, 2018.

■ **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, as presented in Table 19.

Table 19. Actuarial Assumptions - OPEB

Inflation	2.60%
Salary Increases	Varies by FRS Class
Discount Rate	2.79%

Healthcare cost trend rates for the Preferred Provider Organizations (PPO) and Health Maintenance Organizations (HMO), respectively, are 6.7% and 5.2% for the 2019-20 fiscal year, increasing to a maximum rate of 8.6% and 6.6% in the 2022-23 fiscal year, and decreasing to 5.2% and 5.3% for 2072 and later years.

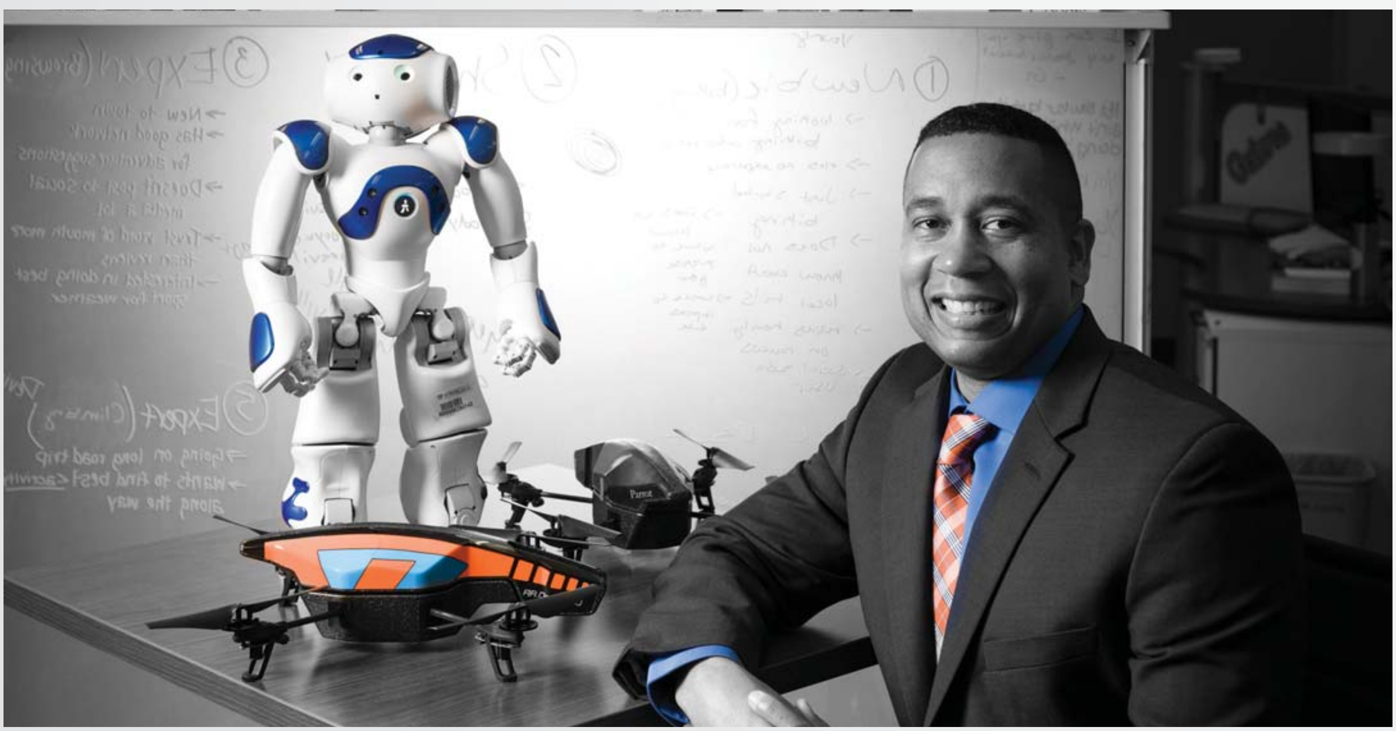
The discount rate was based on the S&P Municipal Bond 20-Year High Grade Rate Index as of June 30, 2019.

Mortality rates were based on the Generational RP-2000 with Projection Scale BB.

While an experience study has not been completed for the OPEB Plan, the actuarial assumptions that determined the total OPEB liability for the OPEB Plan were based on certain results of the most recent experience study for the FRS Plan.

The following changes have been made since the prior valuation:

- The discount rate as of the measurement date for GASB 75 purposes was changed to 2.79%. The prior GASB 75 report used 3.87%.
- The liability was increased 12 percent to reflect the full impact of the Excise Tax that will come into effect in 2022, notwithstanding a reasonable chance that this excise tax will be repealed before it takes effect.



G-38

■ **Sensitivity of the University's Proportionate Share of the Total OPEB Liability to Changes in the Discount Rate** – Table 20 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 (1.79%) or 1 percentage point higher (3.79%) than the current rate:

Table 20. Sensitivity to Changes in Discount Rate - OPEB

	1% Decrease 1.79%	Current Discount Rate 2.79%	1% Increase 3.79%
University's Proportionate Share of the Total OPEB Liability	$ 1,553,499,819	$ 1,239,000,712	$ 999,990,587

■ **Sensitivity of the University's Proportionate Share of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates** – Table 21 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:

Table 21. Sensitivity to Changes in Healthcare Cost Trend Rates - OPEB

	1% Decrease	Healthcare Cost Trend Rates	1% Increase
University's Proportionate Share of the Total OPEB Liability	$ 972,551,682	$ 1,239,000,712	$ 1,609,176,469

■ **OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB** – For the fiscal year ended June 30, 2020, the University recognized OPEB expense of $64,643,879. At June 30, 2020, the University reported deferred outflows of resources and deferred inflows of resources related to OPEB as presented in Table 22. Of the total amount reported as deferred outflows of resources related to OPEB, $16,022,540 resulting from transactions 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, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as presented in Table 23.

Table 23. Recognition of Deferred Inflows Related to OPEB

Fiscal Year Ending June 30		
2021	$	(17,679,150)
2022		(17,679,150)
2023		(17,679,150)
2024		(17,679,150)
2025		(17,676,256)
Thereafter		18,827,689
Total	**$**	**(69,565,167)**

G. ASSET RETIREMENT OBLIGATION PAYABLE

The University follows GASB Statement No. 83, *Certain Asset Retirement Obligations,* to account for significant asset retirement obligations (AROs). These AROs are included as part of Other Noncurrent Liabilities in Table 12, and the total amount of the AROs for the University was $9,480,000 as of June 30, 2020. The University's AROs consist of radioactive and biohazardous tangible capital assets. The University utilizes governmental agency estimates and current remediation costs to estimate the AROs. The source of the obligations are federal and state regulations, and there are no legally required funding or assurance provisions associated with the AROs. There are no assets restricted for payments of the AROs. The remaining useful lives of the tangible capital assets range from 25 to 50 years. The University amortizes the associated deferred outflows of resources associated with the AROs by applying the straight-line method over the estimated remaining useful lives of the assets.

Table 22. Deferred Outflows and Inflows of Resources Related to OPEB

Description	Deferred Outflows of Resources	Deferred Inflows of Resources	Recognition Period
Change of Assumptions	$ 155,347,531	$ 175,208,943	8.0 years
Differences Between Expected and Actual Experience	-	31,898,884	8.0 years
Changes in Proportion and Differences Between University Benefit Payments and Proportionate Share of Benefit Payments	-	17,804,871	8.0 years
Transactions Subsequent to the Measurement Date	16,022,540	-	1.0 years
Total	**$ 171,370,071**	**$ 224,912,698**	

13. RETIREMENT PLANS

A. DEFINED BENEFIT PENSION PLANS

The University follows GASB Statement No. 68, *Accounting and Financial Reporting for Pensions,* for reporting the employer's proportionate share of the net pension liabilities for the FRS and HIS defined benefit plans.

General information about the Florida Retirement System and Health Insurance Subsidy Program

The Florida Retirement System (FRS) was created in Chapter 121, Florida Statutes. The FRS was created 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 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. 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 as well as faculty and specified employees in the State university system.

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. A comprehensive annual 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 totaled $161,601,983 for the 2019-20 fiscal year for both the FRS Pension Plan and HIS Program.

1. Florida Retirement System Defined Benefit 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 vested members enrolled in the Plan on or after July 1, 2011, 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 60, or at any age after 30 years of creditable service. Employees enrolled in the Plan may include up to four years of 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 DROP, 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 60 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 service credit. 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. Table 24 shows the percentage value for each year of service credit earned.

Table 24. Percentage Value of Service Credit Earned per Year

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 or more years of service	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	
Service on and after October 1, 1974	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 3.00% 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 3.00%, determined by dividing the sum of the pre-July 2011 service credit by the total service credit at retirement, multiplied by 3.00%. 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 2019-20 fiscal year are shown in Table 25. The University's contributions to the Plan totaled $53,482,766 for the fiscal year ended June 30, 2020.

Table 25. Florida Retirement System Contribution Rates

	Percent of Gross Salary	
Class	**Employee**	**Employer (A)**
Florida Retirement System, Regular	3.00%	8.47%
Florida Retirement System, Senior Management Service	3.00%	25.41%
Florida Retirement System, Special Risk	3.00%	25.48%
Deferred Retirement Option Program- Applicable to Members from all of the Above Classes	0.00%	14.60%
Florida Retirement System, Reemployed Retiree	(B)	(B)

(A) Employer rates for each membership class include 1.66% for Health Insurance Subsidy. Also, employer rates, other than for DROP participants, include 0.06% for administrative costs of the Investment Plan.

(B) Contribution Rates are dependent upon retirement class in which reemployed.

Pension Liabilities, Pension Expense, Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions – At June 30, 2020, the University reported a liability of $558,623,812 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2019. The University's proportionate share of the net pension liability was based on the University's 2018-19 fiscal year contributions relative to the total 2018-19 fiscal year contributions of all participating members. At June 30, 2019, the University's proportionate share was 1.62%, which was the same as its proportionate share measured as of June 30, 2018.

For the year ended June 30, 2020, the University recognized pension expense of $147,495,890. At June 30, 2020, the University reported deferred outflows of resources and deferred inflows of resources related to pensions as presented in Table 26.

Table 26. Deferred Outflows and Inflows Related to Pensions - FRS

Description	Deferred Outflows of Resources	Deferred Inflows of Resources	Recognition Period
Differences Between Expected and Actual Experience	$ 33,133,576	$ 346,677	6.4 years
Change of Assumptions	143,478,631	-	6.4 years
Net Difference Between Projected and Actual Earnings on FRS Plan Investments	-	30,905,985	5.0 years
Changes in Proportion and Difference Between University Contributions and Proportionate Share of Contributions	15,437,489	3,464,586	6.4 years
University FRS Contributions Subsequent to the Measurement Date	53,482,766	-	1.0 year
Total	**$ 245,532,462**	**$ 34,717,248**	

The deferred outflows of resources related to pensions totaling $53,482,766 resulting from University contributions subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the fiscal year ending June 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as shown in Table 27.

Table 27. Recognition of Deferred Outflows and Inflows Related to Pensions - FRS

Fiscal Year Ending June 30	
2021	$ 57,991,458
2022	17,662,481
2023	40,041,695
2024	31,200,802
2025	8,528,976
Thereafter	1,907,036
Total	**$ 157,332,448**

Actuarial Assumptions – The total pension liability in the July 1, 2019, actuarial valuation was determined using the following actuarial assumptions applied to all periods included in the measurement, as presented in Table 28.

Table 28. Actuarial Assumptions - FRS

Inflation	2.60%	
Salary Increases	3.25%	average, including inflation
Investment Rate of Return	6.90%	net of pension Plan investment expense, including inflation

Mortality rates were based on the PUB-2010 base table, projected generationally with Scale MP-2018. This is a change from the prior year mortality assumption which was based on the Generational RP-2000 with Projection Scale BB tables.

The actual assumptions, used in the July 1, 2019, valuation, were based on the results of an actuarial experience study for the period July 1, 2013, through June 30, 2018.

The long-term expected rate of return on Plan investments was not based on historical returns, but instead was 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 was based on a consistent set of underlying assumptions and includes an adjustment for the inflation assumption. The target allocation and best estimates of long-term expected rates of arithmetic return for each major asset class are summarized in Table 29.

Table 29. Target Allocation and Expected Rate of Return

Asset Class	Target Allocation	Long-Term Expected Rate of Return
Cash	1.00%	3.30%
Fixed Income	18.00%	4.10%
Global Equity	54.00%	8.00%
Real Estate (Property)	10.00%	6.70%
Private Equity	11.00%	11.20%
Strategic Investments	6.00%	5.90%
Total	**100.00%**	

Discount Rate – The discount rate used to measure the total pension liability was 6.90%, which was a decrease of 0.10% from the prior measurement date. 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.

Sensitivity of the University's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate – Table 30 presents the University's proportionate share of the net pension liability calculated using the discount rate of 6.90%, 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 (5.90%) or 1 percentage point higher (7.90%) than the current rate.

Table 30. Sensitivity to Changes in Discount Rate - FRS

	1% Decrease 5.90%	Current Discount Rate 6.90%	1% Increase 7.90%
University's Proportionate Share of the Net Pension Liability	$ 965,674,550	$ 558,623,812	$ 218,667,594

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 Comprehensive Annual Financial Report.*

2. Health Insurance Subsidy Defined Benefit 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. 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 Division of Retirement within the Florida Department of Management Services.

Benefits Provided – For the fiscal year ended June 30, 2020, eligible retirees and beneficiaries received a monthly HIS payment equal to the number of years of creditable service completed at the time of retirement, multiplied by $5. The payments are at least $30, but not more than $150 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, 2020, the contribution rate was 1.66% of payroll pursuant to Section 112.363, Florida Statues. The University contributed 100% 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 $8,668,442 for the fiscal year ended June 30, 2020.

Pension Liabilities, Pension Expense, Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions – At June 30, 2020, the University reported a liability of $166,254,699 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 1 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, 2019. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2018, and update procedures were used to determine liabilities as of June 30, 2019. The University's proportionate share of the net pension liability was based on the University's 2018-19 fiscal year contributions relative to the total 2018-19 fiscal year contributions of all participating members. At June 30, 2019, the University's proportionate share was 1.49%, which was an increase of 0.01% from its proportionate share of 1.48% measured as of June 30, 2018.

For the fiscal year ended June 30, 2020, the University recognized pension expense of $14,106,093. In addition, the University reported deferred outflows of resources and deferred inflows of resources related to pensions as presented in Table 31.

Table 31. Deferred Outflows and Inflows Related to Pensions - HIS

Description	Deferred Outflows of Resources	Deferred Inflows of Resources	Recognition Period
Differences Between Expected and Actual Experience	$ 2,019,349	$ 203,574	7.2 years
Change of Assumptions	19,250,724	13,588,304	7.2 years
Net Difference Between Projected and Actual Earnings on Plan Investments	107,282	-	5.0 years
Changes in Proportion and Difference Between University Contributions and Proportionate Share of Contributions	3,460,462	-	7.2 years
University Contributions Subsequent to the Measurement Date	8,668,442	-	1.0 years
Total	**$33,506,259**	**$ 13,791,878**	

The deferred outflows of resources related to pensions totaling $8,668,442 resulting from University contributions subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the fiscal year ending June 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as shown in Table 32.

Table 32. Recognition of Deferred Outflows and Inflows Related to Pensions - HIS

Fiscal Year Ending June 30		
2021	$	4,587,532
2022		3,629,044
2023		1,900,116
2024		(783,410)
2025		401,599
Thereafter		1,311,058
Total	**$**	**11,045,939**

Actuarial Assumptions – The total pension liability in the July 1, 2018, actuarial valuation was determined using the following actuarial assumptions applied to all periods included in the measurement, as presented in Table 33.

Table 33. Actuarial Assumptions - HIS

Inflation	2.60%
Salary Increases	3.25% average, including inflation
Municipal Bond Rate	3.50%

Mortality rates were based on the Generational RP-2000 with Projection Scale BB.

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 3.50%, which was a decrease of 0.37% from the prior measurement date. 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.

Sensitivity of the University's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate – Table 34 presents the University's proportionate share of the net pension liability calculated using the discount rate of 3.50%, 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 (2.50%) or 1 percentage point higher (4.50%) than the current rate.

Table 34. Sensitivity to Changes in Discount Rate - HIS

	1% Decrease 2.50%	Current Discount Rate 3.50%	1% Increase 4.50%
University's Proportionate Share of the Net Pension Liability	$ 189,788,262	$ 166,254,699	$ 146,653,906

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 Systems Comprehensive Annual Financial Report.*

B. DEFINED CONTRIBUTION PENSION PLANS

1. FRS Investment Plan

The State Board of Administration (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 Comprehensive Annual 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 as the FRS defined benefit plan; these contributions are based on salary and membership class (Regular Class, Senior Management Service Class, etc.). 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% of payroll and by forfeited benefits of plan members. Allocations to the Investment Plan member investment accounts during the 2019-20 fiscal year are presented in Table 35.

Table 35. Florida Retirement System - Investment Plan Rates

Class	Percent of Gross Compensation
Florida Retirement System, Regular	6.30%
Florida Retirement System, Senior Management Service	7.67%
Florida Retirement System, Special Risk	14.00%

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.

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. Non-vested 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 his or her 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, 2020, the information for the amount of forfeitures was unavailable from the SBA; however, management believes 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 select 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.

There were 3,000 University participants during the 2019-20 fiscal year. The University's Investment Plan pension expense totaled $11,467,970 for the fiscal year ended June 30, 2020.

2. State University System Optional Retirement Program

Section 121.35, Florida Statutes, provides for an Optional Retirement Program (Program) for eligible university instructors and administrators. The Program 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 Program is a defined contribution plan, which provides full and immediate vesting of all contributions submitted to the participating investment companies on behalf of the participant. Employees in eligible positions can make an irrevocable election to participate in the Program, rather than the FRS, and purchase retirement and death benefits through contracts provided by certain insurance carriers. The employing university contributes 5.14% of the participant's salary to the participant's account, 3.56% to cover the unfunded actuarial liability of the FRS pension plan, and 0.01% to cover administrative costs. Employees contribute 3.00% of their 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.

There were 7,530 University participants during the 2019-20 fiscal year. The University's contributions to the Program totaled $50,778,302 and employee contributions totaled $30,287,149 for the 2019-20 fiscal year.

C. OTHER RETIREMENT PROGRAMS

1. U.S. Civil Service Retirement System

Some University employees participate in the U.S. Civil Service Retirement System. Five employees were covered by the U.S. Civil Service Retirement System during the 2019-20 fiscal year. Employer contributions totaled $23,885 and employee contributions totaled $23,885 for the 2019-20 fiscal year. The University's participation in the Federal retirement system is not considered material by University management.

2. Institute of Food and Agricultural Sciences Supplemental Retirement

In 1984, the Florida Legislature enacted the Institute of Food and Agricultural Sciences Supplemental Retirement Act to provide a supplement to the monthly retirement benefit being paid under the Federal Civil Service Retirement System to retirees of the Institute of Food and Agricultural Sciences (IFAS) at the University of Florida. The supplement is designated for IFAS cooperative extension employees employed before July 1, 1983, who are not entitled to benefits from either a State-supported retirement system or social security based on their service with IFAS. It was intended to compensate these IFAS employees for the difference between their Civil Service benefit and the benefits an FRS member receives, which includes a social security benefit. No additional persons can become eligible for this supplement.

There were 5 University participants during the 2019-20 fiscal year. Required employer contributions made to the program totaled $77,780. Employees do not contribute to this program.

14. CONSTRUCTION COMMITMENTS

The University's construction commitments at June 30, 2020, are presented in Table 36.

Table 36. Construction Commitments

Project Title	Total Commitment	Completed to Date	Balance Committed
Central Energy Plant & Utilities Infrastructure	$ 295,115,373	$ 6,109,518	$ 289,005,855
Honors Residential College	175,000,228	175,893	174,824,335
Data Science and Information Technology Building	150,000,000	2,031,349	147,968,651
Herbert Wertheim Laboratory for Engineering Excellence	73,213,945	58,211,037	15,002,908
Norman Hall Rehabilitation and College of Education Center Addition	38,285,039	30,695,697	7,589,342
PK Yonge Middle and High School Expansion	29,950,352	10,061,870	19,888,482
Student Health Care Center	26,000,001	120,906	25,879,095
VetMed Plant Energy Services Contract	25,657,599	22,985,363	2,672,236
Public Safety Building	23,500,000	248,594	23,251,406
SW Campus Transportation Improvements	12,595,934	1,105,869	11,490,065
Utility Infrastructure Improvements - Stadium Road and O'Connell Center	8,819,296	349,973	8,469,323
Florida Museum of Natural History Special Collections Building	8,000,000	234,418	7,765,582
Electrical Substation 2 - Cable and Switchgear Replacement	6,010,162	5,228,936	781,226
Music Building Renovation	5,927,338	4,533,202	1,394,136
IFAS Blueberry Research Facility	5,091,253	122,502	4,968,751
UF Architecture Exterior Envelope Repair	5,000,000	94,358	4,905,642
Subtotal	888,166,520	142,309,485	745,857,035
Projects Under $5,000,000	78,933,154	21,271,169	57,661,985
Total	**$ 967,099,674**	**$ 163,580,654**	**$ 803,519,020**

15. STATE SELF-INSURANCE 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 2019-20 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 $68.5 million for named windstorm and flood through February 14, 2020, and decreased to $62.75 million starting February 15, 2020. For perils other than named windstorm and flood, losses in excess of $2 million per occurrence were commercially insured up to $225 million; 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 3 fiscal years.

Pursuant to Section 110.123, Florida Statutes, University employees may obtain healthcare services through participation in the State's 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.

16. UNIVERSITY SELF-INSURANCE PROGRAMS

The University of Florida Self-Insurance Program (the Program) and the University of Florida Healthcare Education Insurance Company (HEIC), which are included in the University's reporting entity as discretely presented component units (see Note 1), provide general and professional liability protection for the University of Florida Board of Trustees (UFBOT) on behalf of the six health colleges of the JHMHC, the College of Veterinary Medicine teaching hospitals, the Student Health Care Center, direct-support organizations, and their employees and agents. Hospital professional liability protection, including general liability, is provided to Shands Teaching Hospital and Clinics, Inc., Shands Jacksonville Medical Center, Inc. (a subsidiary of Shands Jacksonville HealthCare, Inc.-Shands Jacksonville), other entities statutorily authorized to participate in the Program, and their employees and agents. The Program and HEIC are distinct from and entirely independent of the self-insurance programs administered by the State described in Note 15.

The UFBOT and other immune entities are protected for losses which are subject to Section 768.28, Florida Statutes, including legislative claims bills, that in combination with the waiver of immunity limits described in Section 768.28, Florida Statutes, do not exceed $1 million per claim and, for voluntary settlements, $2 million per claim. For those protected entities not subject to Section 768.28, Florida Statutes, the Program provides $2 million per claim. The per claim limit of liability protection for the participants does not exceed $2 million per claim in the event more than one protected entity is involved in the same claim or action.

HEIC provides coverage for claims that are in excess of the protections provided by the Program, at limits of $4 million per legislative claims bill coverage for participants subject to Section 768.28, Florida Statutes.

17. LITIGATION AND CONTINGENCIES

The University is involved in certain pending and threatened legal actions. The range of potential loss from all such claims and actions, as estimated by the University's legal counsel and management, should not materially affect the University's financial position.

18. FUNCTIONAL DISTRIBUTION OF OPERATING EXPENSES

The functional classification of operating expenses (instruction, research, etc.) is assigned to each individual transaction based on the nature of the activity. The operating expenses on the Statement of Revenues, Expenses, and Changes in Net Position are presented by natural classification. Table 37 presents those same expenses in functional classification as recommended by NACUBO.

Table 37. Functional Expenses

Functional Classification		
Instruction	$	799,010,458
Public Service		784,964,026
Research		739,787,091
Academic Support		239,613,932
Scholarships, Fellowships, and Waivers, Net		198,967,850
Institutional Support		169,403,077
Depreciation		154,350,594
Operation and Maintenance of Plant		132,883,987
Auxiliaries		120,886,674
Student Services		47,610,571
Total Operating Expenses	**$**	**3,387,478,260**

19. COMPONENT UNITS

The University's financial statements include 17 discretely presented component units as discussed in Note 1. These component units comprise 100% of the transactions and account balances of the aggregate discretely presented component units columns of the financial statements. Summary financial information from the most recently available audited financial statements for these component units is presented on the following pages in Tables 38, 39, and 40.

20. 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. Transportation and Parking Services provides the University with safe and adequate parking facilities. Several parking garages have been constructed from the proceeds of revenue-backed debt instruments. The Department of Housing and Residence Education provides safe and affordable living space for students of the University of Florida. Capital improvement debt has been issued over the years to provide funding for the construction of facilities to house students of the University. A summary of the financial activity for these segments is presented in Table 41.

21. SUBSEQUENT EVENTS

On October 14, 2020, the Florida Board of Governors, on behalf of the University, issued a $19,025,000 University of Florida Clinical Translational Research Building Revenue Refunding Bond, Series 2020A (Taxable). The bond will be repaid from indirect cost revenues received by the UF College of Medicine. The proceeds will refund all of the outstanding State of Florida, Board of Governors, University of Florida Clinical Translational Research Building Revenue Bonds, Series 2011, maturing in fiscal years 2021 through 2030. The average interest rate on the debt being refinanced is 4.43% compared to the interest rate of 1.54% on the refunding bond. The new bond matures on July 1, 2030. Interest and principal amortization payments are due semiannually on January 1 and July 1 beginning January 1, 2021. The bond was issued to achieve debt service savings from lower interest rates.

Table 38. Direct-Support Organizations *(amounts expressed in thousands)*

	University of Florida Foundation, Inc.	The University Athletic Association, Inc.	University of Florida Research Foundation, Inc.	GatorCare Health Management Corporation
CONDENSED STATEMENT OF NET POSITION				
Assets				
Due from Component Units/University	$ 33,912	$ 570	$ 160,770	$ 584
Other Current Assets	117,493	91,422	10,899	43,583
Capital Assets, Net	62,776	245,409	-	8
Other Noncurrent Assets	1,936,674	49,234	-	18,023
Total Assets	2,150,855	386,635	171,669	62,198
Liabilities				
Due to Component Units/University	36,547	25,840	54,506	21,629
Other Current Liabilities	5,497	43,085	9,748	24,568
Noncurrent Liabilities	44,869	116,453	-	11,634
Total Liabilities	86,913	185,378	64,254	57,831
Deferred Inflows of Resources				
Deferred Amounts Related to Pensions	435	-	-	-
Other Deferred Outflows	17,077	-	-	-
Total Liabilities and Deferred Inflows of Resources	104,425	185,378	64,254	57,831
Net Position				
Net Investment in Capital Assets	61,877	126,035	-	7
Restricted-Nonexpendable Endowment	1,424,644	-	-	-
Restricted-Expendable Endowment	533,442	-	-	-
Restricted-Expendable Other	-	15,044	-	-
Unrestricted	26,467	60,178	107,415	4,360
Total Net Position	**$ 2,046,430**	**$ 201,257**	**$ 107,415**	**$ 4,367**
CONDENSED STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION				
Operating Revenues	$ 149,246	$ 156,657	$ 46,966	$ 854
Operating Expenses	(203,210)	(138,514)	(48,917)	(1,324)
Operating Income (Loss)	(53,964)	18,143	(1,951)	(470)
Nonoperating Revenues (Expenses) and Other Revenues, Expenses, Gains, or Losses				
Investment Income, Net of Expenses	45,567	4,648	2	1,938
Net Increase in the Fair Value of Investments	737	-	530	-
Other Nonoperating Revenues	-	14,611	2,300	-
Other Nonoperating Expenses	-	(5,141)	-	-
Addition to Permanent Endowments	61,454	-	-	-
Change in Net Position	53,794	32,261	881	1,468
Net Position, Beginning of Year	1,992,636	168,996	106,534	2,899
Net Position, End of Year	**$ 2,046,430**	**$ 201,257**	**$ 107,415**	**$ 4,367**

Table 38. Direct-Support Organizations *(amounts expressed in thousands)*

Florida Foundation Seed Producers, Inc.	University of Florida Development Corporation	Gator Boosters, Inc.	Citrus Research and Development Foundation, Inc.	Total Direct-Support Organizations
$ -	$ -	$ 28,440	$ -	$ 224,276
15,945	2,680	1,612	6,192	289,826
4,921	9,132	-	-	322,246
-	-	496	-	2,004,427
20,866	11,812	30,548	6,192	2,840,775
-	4,663	570	-	143,755
8,580	274	28,798	2,013	122,563
-	-	117	-	173,073
8,580	4,937	29,485	2,013	439,391
-	-	-	-	435
-	-	-	-	17,077
8,580	4,937	29,485	2,013	456,903
4,921	4,469	-	-	197,309
-	-	496	-	1,425,140
-	-	-	-	533,442
-	-	-	4,179	19,223
7,365	2,406	567	-	208,758
$ 12,286	**$ 6,875**	**$ 1,063**	**$ 4,179**	**$ 2,383,872**
$ 3,219	$ 1,774	$ 20,231	$ 2,815	$ 381,762
(574)	(2,225)	(4,010)	(10,296)	(409,070)
2,645	(451)	16,221	(7,481)	(27,308)
152	-	1,523	91	53,921
-	-	-	-	1,267
26	-	-	7,664	24,601
(175)	-	(17,729)	-	(23,045)
-	-	3	-	61,457
2,648	(451)	18	274	90,893
9,638	7,326	1,045	3,905	2,292,979
$ 12,286	**$ 6,875**	**$ 1,063**	**$ 4,179**	**$ 2,383,872**

Table 39. Health Science Center Affiliates *(amounts expressed in thousands)*

	Florida Clinical Practice Association, Inc.	University of Florida Jacksonville Physicians, Inc.	Faculty Associates, Inc.	Florida Veterinary Medicine Faculty Association, Inc.	University of Florida College of Pharmacy Faculty Practice Association, Inc.	Total Health Science Center Affiliates
CONDENSED STATEMENT OF NET POSITION						
Assets						
Due from Component Units/University	$ 8,546	$ 470	$ -	$ 1,371	$ -	$ 10,387
Other Current Assets	167,244	90,066	17,635	4,607	2,907	282,459
Capital Assets, Net	91,817	43,949	-	-	-	135,766
Other Noncurrent Assets	9,134	-	-	-	-	9,134
Total Assets	276,741	134,485	17,635	5,978	2,907	437,746
Liabilities						
Due to Component Units/University	16,505	584	-	1,799	-	18,888
Other Current Liabilities	25,509	27,917	308	716	-	54,450
Noncurrent Liabilities	90,238	32,666	-	-	-	122,904
Total Liabilities	132,252	61,167	308	2,515	-	196,242
Net Position						
Net Investment in Capital Assets	4,249	15,690	-	-	-	19,939
Unrestricted	140,240	57,628	17,327	3,463	2,907	221,565
Total Net Position	**$ 144,489**	**$ 73,318**	**$ 17,327**	**$ 3,463**	**$ 2,907**	**$ 241,504**
CONDENSED STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION						
Operating Revenues	$ 706,087	$ 311,364	$ 17,391	$ 17,012	$ 6,879	$ 1,058,733
Operating Expenses	(208,583)	(153,317)	(320)	(791)	-	(363,011)
Operating Income	497,504	158,047	17,071	16,221	6,879	695,722
Nonoperating Revenues (Expenses)						
Investment Income (Loss), Net of Expenses	(802)	514	4	-	-	(284)
Net Decrease in the Fair Value of Investments	(4,959)	(5,341)	-	-	-	(10,300)
Other Nonoperating Revenues	13,420	5,000	-	-	-	18,420
Other Nonoperating Expenses	(520,743)	(153,577)	(22,030)	(14,645)	(4,078)	(715,073)
Change in Net Position	(15,580)	4,643	(4,955)	1,576	2,801	(11,515)
Net Position, Beginning of Year	160,069	68,675	22,282	1,887	106	253,019
Net Position, End of Year	**$ 144,489**	**$ 73,318**	**$ 17,327**	**$ 3,463**	**$ 2,907**	**$ 241,504**

Table 40. Shands Hospital and Others *(amounts expressed in thousands)*

	Shands Teaching Hospital & Clinics, Inc.	Shands Jacksonville HealthCare, Inc.	University of Florida Self-Insurance Program	University of Florida Healthcare Education Insurance Company	Total Shands Hospital and Others
CONDENSED STATEMENT OF NET POSITION					
Assets					
Due from Component Units/University	$ 52,042	$ 8,383	$ -	$ 59,043	$ 119,468
Other Current Assets	907,319	305,814	233,785	2,265	1,449,183
Capital Assets, Net	1,379,065	247,717	-	-	1,626,782
Other Noncurrent Assets	1,033,880	59,364	-	-	1,093,244
Total Assets	3,372,306	621,278	233,785	61,308	4,288,677
Deferred Outflows of Resources					
Deferred Amounts Related to Pensions	42,228	2,666	-	-	44,894
Deferred Amounts Related to OPEB	-	1,278	-	-	1,278
Other Deferred Outflows	77,101	2,469	-	-	79,570
Total Assets and Deferred Outflows of Resources	3,491,635	627,691	233,785	61,308	4,414,419
Liabilities					
Due to Component Units/University	8,546	14,407	59,043	-	81,996
Other Current Liabilities	553,649	163,228	9,052	15	725,944
Noncurrent Liabilities	1,201,778	232,605	21,985	8,294	1,464,662
Total Liabilities	1,763,973	410,240	90,080	8,309	2,272,602
Deferred Inflows of Resources					
Deferred Amounts Related to Pensions	71,023	5,523	-	-	76,546
Deferred Amounts Related to OPEB	-	1,607	-	-	1,607
Other Deferred Inflows	2,121	-	-	-	2,121
Total Liabilities and Deferred Inflows of Resources	1,837,117	417,370	90,080	8,309	2,352,876
Net Position					
Net Investment in Capital Assets	309,071	20,403	-	-	329,474
Restricted-Nonexpendable Endowment	626	-	-	-	626
Restricted-Expendable Endowment	3,939	5,181	-	-	9,120
Other Restricted Net Position	-	-	143,705	52,999	196,704
Unrestricted	1,340,882	184,737	-	-	1,525,619
Total Net Position	**$ 1,654,518**	**$ 210,321**	**$ 143,705**	**$ 52,999**	**$ 2,061,543**
CONDENSED STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION					
Operating Revenues	$ 1,966,610	$ 754,367	$ 11,342	$ 1,050	$ 2,733,369
Operating Expenses	(1,890,852)	(725,639)	(10,286)	(7,673)	(2,634,450)
Operating Income (Loss)	75,758	28,728	1,056	(6,623)	98,919
Nonoperating Revenues (Expenses)					
Investment Income, Net of Expenses	79,348	1,845	8,642	3,150	92,985
Net Increase in the Fair Value of Investments	(18,294)	-	-	-	(18,294)
Other Nonoperating Revenues	55,787	36,021	-	-	91,808
Other Nonoperating Expenses	(120,558)	(46,201)	-	-	(166,759)
Change in Net Position	72,041	20,393	9,698	(3,473)	98,659
Net Position, Beginning of Year	1,186,398	189,928	134,007	56,472	1,566,805
Adjustments to Beginning Net Position (Note 2)	396,079	-	-	-	396,079
Net Position, Beginning of Year, as Restated	1,582,477	189,928	134,007	56,472	1,962,884
Net Position, End of Year	**$ 1,654,518**	**$ 210,321**	**$ 143,705**	**$ 52,999**	**$ 2,061,543**

Table 41. Segment Information

	Transportation and Parking Services	Department of Housing and Residence Education
CONDENSED STATEMENT OF NET POSITION		
Assets		
Current Assets	$ 17,274,661	$ 13,341,487
Capital Assets, Net	60,428,853	112,977,822
Other Noncurrent Assets	199,187	338,464
Total Assets	77,902,701	126,657,773
Liabilities		
Current Liabilities	3,632,204	6,785,605
Noncurrent Liabilities	40,598,899	52,400,183
Total Liabilities	44,231,103	59,185,788
Net Position		
Net Investment in Capital Assets	18,319,286	55,812,639
Restricted	-	2,175,176
Unrestricted	15,352,312	9,484,170
Total Net Position	**$ 33,671,598**	**$ 67,471,985**
CONDENSED STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION		
Operating Revenues (Expenses)		
Operating Revenues	$ 12,598,952	$ 47,775,865
Depreciation Expense	(2,176,531)	(7,299,729)
Other Operating Expenses	(7,863,916)	(39,918,860)
Operating Income	2,558,505	557,276
Nonoperating Revenues (Expenses)		
Investment Income	60,551	-
Interest on Capital Asset-Related Debt	(1,858,069)	(2,331,763)
Other Nonoperating Revenues (Expenses)	(548,011)	2,111,100
Net Nonoperating Revenues (Expenses)	(2,345,529)	(220,663)
Change in Net Position	212,976	336,613
Net Position, Beginning of Year	33,458,622	67,135,372
Net Position, End of Year	**$ 33,671,598**	**$ 67,471,985**
CONDENSED STATEMENT OF CASH FLOWS		
Net Cash Provided (Used) by		
Operating Activities	$ 3,455,204	$ 6,401,364
Noncapital Financing Activities	1,861,078	(4,095,232)
Capital and Related Financing Activities	(26,878,150)	(130,998)
Investing Activities	21,561,868	(2,175,134)
Net Increase (Decrease) in Cash and Cash Equivalents	-	-
Cash and Cash Equivalents, Beginning of Year	-	-
Cash and Cash Equivalents, End of Year	**$ -**	**$ -**

OTHER REQUIRED SUPPLEMENTARY INFORMATION

FOR THE FISCAL YEAR ENDED JUNE 30, 2020

Schedule of University's Proportionate Share of the Total Other Postemployment Benefits Liability

	2019 (1) (4)	2018 (1) (3)	2017 (1) (2)	2016 (1)
University's Proportion of the OPEB Liability	9.79%	9.89%	9.89%	9.92%
University's Proportionate Share of the Total OPEB Liability	$ 1,239,000,712	$ 1,043,548,000	$ 1,069,104,000	$ 1,171,492,000
University's Covered Payroll	$ 1,188,019,133	$ 1,151,732,866	$ 1,103,905,001	$ 1,120,515,686
University's Proportionate Share of the Total OPEB Liability as a Percentage of Covered Payroll	104.29%	90.61%	96.85%	104.55%

Notes:

(1) *The amounts presented for the fiscal year were determined as of June 30. No assets are accumulated in a trust that meets the criteria in paragraph 4, GASB Statement No. 75 to pay related benefits.*

(2) *The University's proportionate share of the total OPEB liability significantly decreased from the prior fiscal year due to changes to benefits and assumptions, resulting from adjustments to active mortality rates, updates to HMO and PPO healthcare claims costs, changes in retiree contributions, change in trend rates, and a change in the discount rate of return.*

(3) *The University's proportionate share of the total OPEB liability significantly decreased from the prior fiscal year due to changes in the discount rate of return*

(4) *The University's proportionate share of the total OPEB liability significantly increased from the prior fiscal year due to changes in the discount rate of return and the full impact of the excise tax that will come into effect in 2022.*

Schedule of University's Proportionate Share of the Net Pension Liability - Florida Retirement System (FRS) Defined Benefit Pension Plan

	2019 (1) (7)	2018 (1) (6)	2017 (1) (5)	2016 (1) (4)	2015 (1) (2)	2014 (1) (3)	2013 (1)
University's Proportion of the FRS Net Pension Liability	1.62%	1.62%	1.53%	1.56%	1.59%	1.52%	1.23%
University's Proportionate Share of the FRS Net Pension Liability	$ 558,623,812	$ 487,417,535	$ 453,912,167	$ 393,639,963	$ 204,919,550	$ 92,657,576	$ 212,307,108
University's Covered Payroll (8)	$ 1,188,019,133	$ 1,151,732,866	$ 1,103,905,001	$ 1,120,515,686	$ 1,066,940,109	$ 1,024,891,028	$ 1,053,555,913
University's Proportionate Share of the FRS Net Pension Liability as a Percentage of Covered Payroll	47.02%	42.32%	41.12%	35.13%	19.21%	9.04%	20.15%
FRS Plan Fiduciary Net Position as a Percentage of the FRS Total Pension Liability	82.61%	84.26%	83.89%	84.88%	92.00%	96.09%	88.54%

Notes:

(1) *The amounts presented for each fiscal year were determined as of June 30.*

(2) *There were no changes in assumptions from the prior fiscal year.*

(3) *Changes of assumptions - As of June 30, 2014, the inflation rate assumption was decreased from 3.00% to 2.60%, the real payroll growth assumption was decreased from 1.00% to 0.65%, and the overall payroll growth rate assumption was decreased from 4.00% to 3.25%. The long-term expected rate of return decreased from 7.75% to 7.65%.*

(4) *Changes of assumptions - As of June 30, 2016, the long-term expected rate of return decreased from 7.65% to 7.60%.*

(5) *Change of assumptions - As of June 30, 2017, the long-term expected rate of return decreased from 7.60% to 7.10%*

(6) *Change of assumptions - As of June 30, 2018, the long-term expected rate of return decreased from 7.10% to 7.00%*

(7) *Change of assumptions - As of June 30, 2019, the long-term expected rate of return decreased from 7.00% to 6.90%*

(8) *Covered payroll includes active employees who are members of the following plans: defined benefit, Investment Plan, State University Optional Retirement Program, and DROP because total employer contributions are determined on a uniform basis (blended rate) as required by Part 111 of Chapter 121, Florida Statutes.*

Schedule of University Contributions - Florida Retirement System (FRS) Defined Benefit Pension Plan

	2020 (1)	**2019** (1)	**2018** (1)	**2017** (1)	**2016** (1)	**2015** (1)	**2014** (1)
Contractually Required FRS Contribution	$ 53,482,766	$ 50,296,368	$ 46,118,091	$ 39,948,341	$ 38,017,855	$ 38,680,557	$ 33,264,015
FRS Contributions in Relation to the Contractually Required FRS Contribution	(53,482,766)	(50,296,368)	(46,118,091)	(39,948,341)	(38,017,855)	(38,680,557)	(33,264,015)
Contribution Deficiency (Excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -
University's Covered Payroll (2)	$ 1,237,960,596	$ 1,188,019,133	$ 1,151,732,866	$ 1,103,905,001	$ 1,120,515,686	$ 1,066,940,109	$ 1,024,891,028
FRS Contributions as a Percentage of Covered Payroll	4.32%	4.23%	4.00%	3.62%	3.39%	3.63%	3.25%

Notes:

(1) *The amounts presented for each fiscal year were determined as of June 30.*

(2) *Covered payroll includes active employees who are members of the following plans: defined benefit, Investment Plan, State University Optional Retirement Program, and 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's Proportionate Share of the Net Pension Liability - Health Insurance Subsidy (HIS) Defined Benefit Pension Plan

	2019 (1) (7)	**2018** (1) (6)	**2017** (1) (5)	**2016** (1) (4)	**2015** (1) (3)	**2014** (1) (2)	**2013** (1)
University's Proportion of the HIS Net Pension Liability	1.49%	1.48%	1.47%	1.47%	1.46%	1.41%	1.38%
University's Proportionate Share of the HIS Net Pension Liability	$ 166,254,699	$ 156,700,718	$ 157,259,112	$ 171,404,762	$ 148,825,945	$ 131,969,507	$ 120,063,826
University's Covered Payroll (8)	$ 452,884,926	$ 442,718,057	$ 431,629,539	$ 435,952,174	$ 413,619,247	$ 396,471,815	$ 382,427,384
University's Proportionate Share of the HIS Net Pension Liability as a Percentage of Covered Payroll	36.71%	35.40%	36.43%	39.32%	35.98%	33.29%	31.40%
HIS Plan Fiduciary Net Position as a Percentage of the HIS Total Pension Liability	2.63%	2.15%	1.64%	0.97%	0.50%	0.99%	1.78%

Notes:

(1) *The amounts presented for each fiscal year were determined as of June 30.*

(2) *Change of assumption - The municipal rate used to determine total pension liability decreased from 4.63% to 4.29%.*

(3) *Change of assumption - The municipal rate used to determine total pension liability decreased from 4.29% to 3.80%.*

(4) *Change of assumption - The municipal rate used to determine total pension liability decreased from 3.80% to 2.85%.*

(5) *Change of assumption - The municipal rate used to determine total pension liability increased from 2.85% to 3.58%.*

(6) *Change of assumption - The municipal rate used to determine total pension liability increased from 3.58% to 3.87%.*

(7) *Change of assumption - The municipal rate used to determine total pension liability increased from 3.87% to 3.50%.*

(8) *Covered payroll includes active employees who are members of the following plans: defined benefit, Investment Plan, and DROP.*

Schedule of University Contributions - Health Insurance Subsidy (HIS) Defined Benefit Pension Plan

	2020 (1)	**2019** (1)	**2018** (1)	**2017** (1)	**2016** (1)	**2015** (1)	**2014** (1)
Contractually Required HIS Contribution	$ 8,668,442	$ 8,250,927	$ 8,028,939	$ 7,783,620	$ 7,538,309	$ 5,578,364	$ 4,834,988
HIS Contributions in Relation to the Contractually Required HIS Contribution	(8,668,442)	(8,250,927)	(8,028,939)	(7,783,620)	(7,538,309)	(5,578,364)	(4,834,988)
Contribution Deficiency (Excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -
University's Covered Payroll (2)	$471,174,042	$452,884,926	$442,718,057	$431,629,539	$435,952,174	$413,619,247	$396,471,815
HIS Contributions as a Percentage of Covered Payroll	1.84%	1.82%	1.81%	1.80%	1.73%	1.35%	1.22%

Notes:

(1) *The amounts presented for each fiscal year were determined as of June 30.*

(2) *Covered payroll includes active employees who are members of the following plans: defined benefit, Investment Plan, and 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, the financial statements of the University of Florida, 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, 2020, and the related notes to the financial statements, which collectively comprise the University's basic financial statements, and have issued our report thereon dated February 11, 2021, 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. The financial statements of Shands Teaching Hospital and Clinics, Inc. and Shands Jacksonville HealthCare, Inc., discretely presented component units, were audited in accordance with auditing standards generally accepted in the United States of America but were not audited in accordance with *Government Auditing Standards.* Accordingly, this report does not include reporting on internal control over financial reporting or compliance and other matters associated with those component units or that are reported on separately by the auditors who audited the financial statements of the other discretely presented component units.

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 may exist that have not been identified.

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
February 11, 2021
Audit Report No. 2021-127

UNIVERSITY OF FLORIDA BOARD OF TRUSTEES

UNIVERSITY OF FLORIDA CABINET

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Communications and Marketing

Dr. Win Phillips
Executive Chief of Staff

Curtis Reynolds
Vice President for Business Affairs

Scott Stricklin
Director of Athletics

PRINCIPAL FINANCE AND ACCOUNTING OFFICIALS

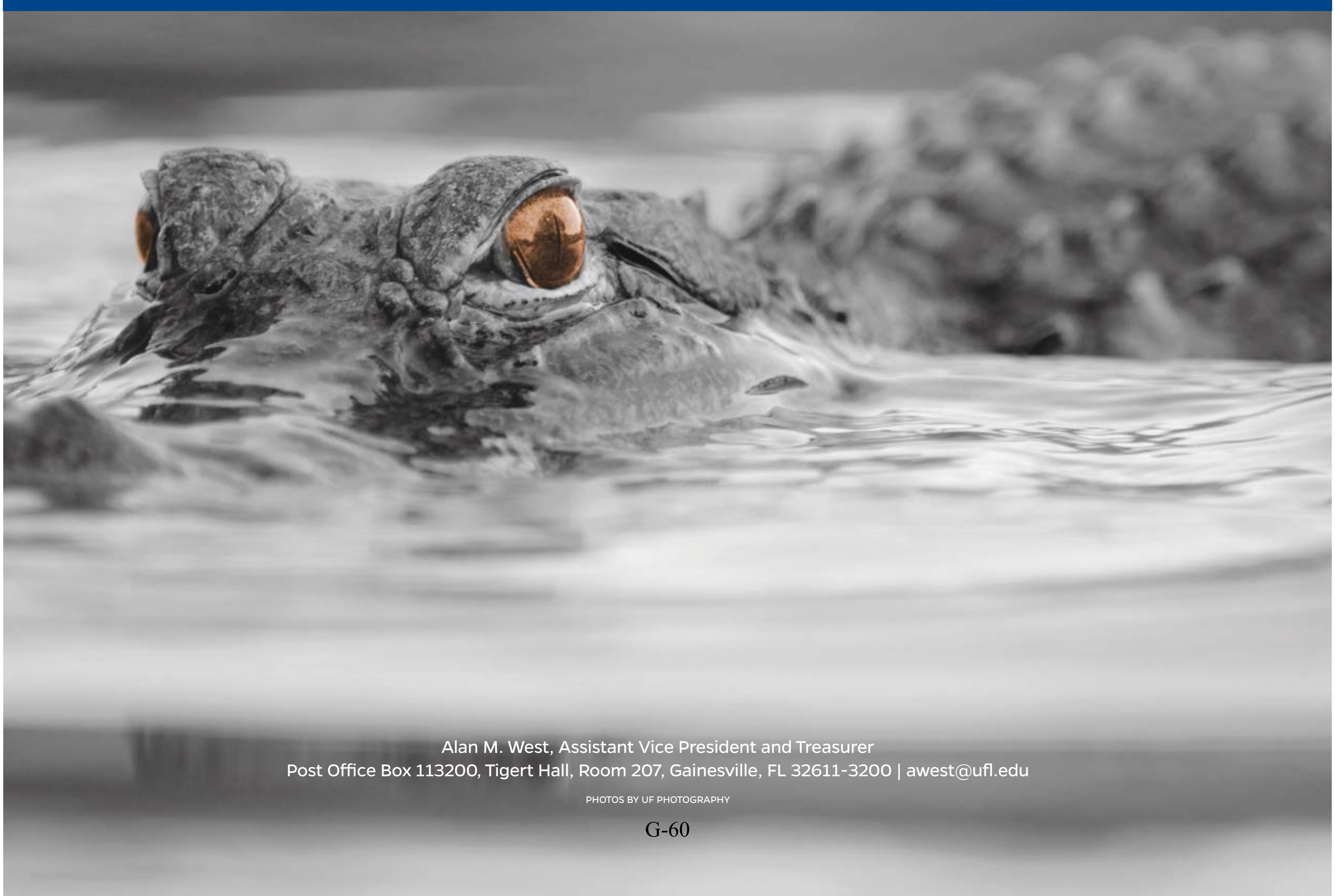
Alan M. West
Assistant Vice President and Treasurer

Olga Weider
Interim Assistant Vice President and University Controller

Laura Ling
Senior Associate Controller

Ruth Harris
Senior Associate Controller

UF UNIVERSITY *of* FLORIDA



Alan M. West, Assistant Vice President and Treasurer
Post Office Box 113200, Tigert Hall, Room 207, Gainesville, FL 32611-3200 | awest@ufl.edu

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UNIVERSITY OF FLORIDA DEPARTMENT OF HOUSING AND RESIDENCE EDUCATION

FINANCIAL STATEMENTS

JUNE 30, 2020 AND 2019

(SEE ACCOUNTANTS' COMPILATION REPORT)

UNIVERISTY OF FLORIDA DEPARTMENT OF HOUSING AND RESIDENCE EDUCATION
TABLE OF CONTENTS
JUNE 30, 2020 AND 2019

James Moore
Certified Public Accountants and Consultants

ACCOUNTANTS' COMPILATION REPORT

University of Florida Department of
Housing and Residence Education
Gainesville, Florida:

Management is responsible for the accompanying financial statements of the University of Florida Department of Housing and Residence Education (UFDHRE), which comprise the statements of net position as of June 30, 2020 and 2019, and the related statements of revenues, expenses and changes in net position, and cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America. We have performed compilation engagements in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements, nor were we required to perform any procedures to verify the accuracy or the completeness of the information provided by management, and we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

Management has elected to omit substantially all of the disclosures required by accounting principles generally accepted in the United States of America. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about UFDHRE's financial position, results of operations, and cash flows. Accordingly, the financial statements are not designed for those who are not informed about such matters.

We are not independent with respect to UFDHRE.

James Moore & Co., P.L.

Gainesville, Florida
September 29, 2020

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UNIVERSITY OF FLORIDA DEPARTMENT OF HOUSING AND RESIDENCE EDUCATION
STATEMENTS OF NET POSITION
JUNE 30, 2020 AND 2019

ASSETS

	2020	2019
Current assets		
Cash and cash equivalents	$ 12,922,164	$ 10,530,272
Accounts receivable	6,230	749,321
Student receivables (net of allowance of $295,113 and $336,751 at June 30, 2020 and 2019, respectively)	44,889	97,584
Notes receivable - current portion	37,607	37,607
Inventory	330,597	269,242
Total current assets	13,341,487	11,684,026
Noncurrent assets		
Notes receivable, less current portion	338,464	376,072
Furniture and equipment (net of accumulated depreciation of $6,610,377 and $6,088,742 at June 30, 2020 and 2019, respectively)	1,798,460	2,240,131
Total noncurrent assets	2,136,924	2,616,203
Total Assets	$ 15,478,411	$ 14,300,229

LIABILITIES

	2020	2019
Current liabilities		
Accounts payable	$ 632,356	$ 785,846
Unearned rent	1,388,249	3,424,831
Total current liabilities	2,020,605	4,210,677
Total liabilities	2,020,605	4,210,677

NET POSITION

	2020	2019
Net position		
Net investment in capital assets	1,798,460	2,240,131
Restricted:		
Expendable:		
Capital projects	2,175,176	2,175,176
Unrestricted	9,484,170	5,674,245
Total net position	13,457,806	10,089,552
Total Liabilities and Net Position	$ 15,478,411	$ 14,300,229

- SEE ACCOUNTANTS' COMPILATION REPORT -

UNIVERSITY OF FLORIDA DEPARTMENT OF HOUSING AND RESIDENCE EDUCATION
STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
FOR THE YEARS ENDED JUNE 30, 2020 AND 2019

	2020	2019
Operating revenue		
Residence hall rents	$ 47,775,865	$ 56,544,387
Operating expenses		
Salaries and related fringe benefits	23,542,109	24,909,042
Utilities	6,836,928	6,893,498
Repairs and maintenance	3,234,561	5,249,329
Small furniture and equipment	232,945	932,349
Depreciation	569,066	658,863
Administrative overhead	4,861,559	4,429,372
Other expenses	1,210,758	1,498,730
Total operating expenses	40,487,926	44,571,183
Operating income	7,287,939	11,973,204
Nonoperating revenues (expenses)		
Coronavirus Aid, Relief, and Economic Security Act	7,262,195	-
Miscellaneous revenue	179,150	244,531
Financial scholarship transfer	(85,197)	(52,538)
Loss on equipment disposals	(3,603)	(34,054)
Total nonoperating revenues (expenses)	7,352,545	157,939
Income before transfers	14,640,484	12,131,143
Transfers		
Capital contributions to plant fund	(4,398,512)	(2,473,077)
Debt service transfers	(6,873,718)	(7,808,113)
Total transfers	(11,272,230)	(10,281,190)
Increase in net position	3,368,254	1,849,953
Net position, beginning of year	10,089,552	8,239,599
Net position, end of year	$ 13,457,806	$ 10,089,552

- SEE ACCOUNTANTS' COMPILATION REPORT -

UNIVERSITY OF FLORIDA DEPARTMENT OF HOUSING AND RESIDENCE EDUCATION
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED JUNE 30, 2020 AND 2019

	2020	2019
Cash flows from operating activities		
Cash received from rental charges	$ 46,535,069	$ 55,849,516
Payments for salaries and benefits	(23,542,109)	(24,909,042)
Payments to vendors	(16,591,596)	(19,651,285)
Net cash provided by operating activities	6,401,364	11,289,189
Cash flows from noncapital financing activities		
Capital contributions to plant fund	(4,398,512)	(2,473,077)
Debt service transfers	(6,873,718)	(7,808,113)
Financial scholarship transfer	(85,197)	(52,538)
Other nonoperating receipts	7,262,195	-
Net cash used in noncapital financial activities	(4,095,232)	(10,333,728)
Cash flows from capital and related financing activities		
Purchases of capital assets	(130,998)	(59,049)
Net cash used in capital and related financing activities	(130,998)	(59,049)
Cash flows from investing activities		
Principal payments received on notes receivable	37,608	37,607
Other revenue	179,150	244,531
Net cash provided by investing activities	216,758	282,138
Net increase in cash and cash equivalents	2,391,892	1,178,550
Cash and cash equivalents, beginning of year	10,530,272	9,351,722
Cash and cash equivalents, end of year	$ 12,922,164	$ 10,530,272

- SEE ACCOUNTANTS' COMPILATION REPORT -

UNIVERSITY OF FLORIDA DEPARTMENT OF HOUSING AND RESIDENCE EDUCATION
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED JUNE 30, 2020 AND 2019
(Continued)

	2020	2019
Reconciliation of operating income to net cash provided by operating activities		
Operating income	$ 7,287,939	$ 11,973,204
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation	569,066	658,863
Bad debts (recovery)	(41,638)	114,733
Decrease (increase) in accounts receivable	743,091	(235,397)
Decrease (increase) in student receivables	94,333	(97,373)
Increase in inventory	(61,355)	(5,667)
Decrease in accounts payable	(153,490)	(642,340)
Decrease in unearned rent	(2,036,582)	(476,834)
Total adjustments	(886,575)	(684,015)
Net cash provided by operating activities	$ 6,401,364	$ 11,289,189

- SEE ACCOUNTANTS' COMPILATION REPORT -

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"), the University of Florida (the "University"), and the Division of Bond Finance of the State Board of Administration of Florida (the "Division") in connection with the issuance of $__________ State of Florida, Board of Governors, University of Florida Dormitory Revenue Bonds, Series 2021A, and $__________ State of Florida, Board of Governors, University of Florida Dormitory Revenue Refunding Bonds, Series 2021B (collectively, the "Bonds"). This Disclosure Agreement is being executed and delivered pursuant to Section 5.03 of the Seventh Supplemental Resolution and Section 5.03 of the Eighth Supplemental Resolution, both adopted by the Governor and Cabinet of the State of Florida, as the Governing Board of the Division, on May 4, 2021, authorizing the issuance of the Bonds (collectively, the "Authorizing Resolutions"). 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 Authorizing Resolutions and the Original Resolution adopted by the Governing Board of the Division on January 10, 1989, as amended and restated in its entirety on June 13, 2000, as amended on September 20, 2011, and March 20, 2012, as further amended by the Seventh Supplemental Resolution, and as supplemented through the Eighth Supplemental 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, to be provided 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, 2021 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) Housing System Occupancy Statistics;
- (b) Housing System Rental Rates;
- (c) Housing System Collection Rates;
- (d) Housing System Financial Statements;
- (e) Debt Service Coverage;
- (f) Comparison of Budget to Actual for the Fiscal Year;
- (g) University Financial Statements; and
- (h) 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;
(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 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 the Rule 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 ___ day of _________, 2021.

BOARD OF GOVERNORS

By ____
Chair

DIVISION OF BOND FINANCE

By ________________________________
Assistant Secretary

UNIVERSITY OF FLORIDA

By ____
President

[Form of Opinion of Bryant Miller Olive P.A. to be delivered with the delivery of the Bonds]

[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 examined certified copies of the proceedings of the Board of Governors (the "Board"), the Division of Bond Finance of the State Board of Administration of Florida (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:

$__________
STATE OF FLORIDA
BOARD OF GOVERNORS
UNIVERSITY OF FLORIDA
DORMITORY REVENUE BONDS, SERIES 2021A
Dated June __, 2021
(the "2021A Bonds")

$__________
STATE OF FLORIDA
BOARD OF GOVERNORS
UNIVERSITY OF FLORIDA
DORMITORY REVENUE REFUNDING BONDS, SERIES 2021B
Dated June __, 2021
(the "2021B Bonds")

The 2021A Bonds are being issued by the Division of Bond Finance in the name of and on behalf of the Board for the purpose of paying a portion of the cost of the 2021A Project, funding capitalized interest, and paying certain costs associated with the issuance of the 2021A 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, Section 1010.62, Florida Statutes and other applicable provisions of law. The 2021B Bonds are being issued by the Division of Bond Finance in the name of and on behalf of the Board for the purpose of refunding certain of the outstanding State of Florida, Board of Governors, University of Florida (i) Dormitory Revenue Refunding Bonds, Series 2011A and (ii) Dormitory Revenue Bonds, Series 2012A, and paying certain costs associated with the issuance of the 2021B 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, Section 1010.62, Florida Statutes and other applicable provisions of law. The principal of, premium, if any, and interest on the 2021A Bonds and the 2021B Bonds (together, the "2021 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 Parity Bonds, and any Additional Parity Bonds hereafter issued (each as defined in the hereinafter defined Resolution).

The 2021 Bonds do not constitute a general obligation of the State of Florida 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 for the payment of the principal of or interest on the 2021 Bonds.

Based on our examination, we are of the opinion, as of the date hereof, as follows:

1. That such proceedings and proofs show lawful authority for issuance and sale of the 2021 Bonds pursuant to the Constitution and statutes of the State of Florida and pursuant to resolutions authorizing the issuance and sale of the 2021 Bonds duly adopted by the Governing Board of the Division of Bond Finance on January 10, 1989, as amended and restated on June 13, 2000, and amended and supplemented and specifically as amended and supplemented by a resolution adopted on May 4, 2021 (collectively, the "Resolution").

2. The 2021 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 sources provided therefor in the Resolution.

3. The 2021 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. 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 2021 Bonds in order that interest on the 2021 Bonds be and remain excluded from gross income for purposes of federal income taxation. Non-compliance may cause interest on the 2021 Bonds to be included in federal gross

income retroactive to the date of issuance of the 2021 Bonds, regardless of the date on which such non-compliance occurs or is ascertained. The Division of Bond Finance and the Board have covenanted in the Resolution to comply with such requirements in order to maintain the exclusion from gross income for federal income tax purposes of the interest on the 2021 Bonds.

Subject to compliance by the Division of Bond Finance and the Board with the aforementioned covenants, (a) interest on the 2021 Bonds is excluded from gross income for purposes of federal income taxation, and (b) interest on the 2021 Bonds is not an item of tax preference for purposes of the federal alternative minimum tax. We express no opinion regarding other federal tax consequences caused by the ownership of or the receipt of interest on or the disposition of the 2021 Bonds.

It is to be understood that the rights of the owners of the 2021 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.

In rendering the foregoing opinions, we have assumed the accuracy and truthfulness of all public records and of all certifications, documents and other proceedings examined by us that have been executed or certified by public officials acting within the scope of their official capacities and have not independently verified the accuracy or truthfulness thereof and the genuineness of the signatures appearing upon such public records, certifications, documents and proceedings.

We have not been engaged to and, therefore, express no opinion as to compliance by the Division of Bond Finance or the underwriter or underwriters with any federal or state statute, regulation or ruling with respect to the sale and distribution of the 2021 Bonds or regarding the perfection or priority of the lien on the Pledged Revenues created by the Resolution.

Our opinions expressed herein are predicated upon present law, facts and circumstances as of the date of issuance and delivery of the 2021 Bonds, and we assume no affirmative obligation to update the opinions expressed herein if such laws, facts or circumstances change after such date.

As Bond Counsel, we have not been engaged nor have we, in such capacity, undertaken to review the accuracy, completeness or sufficiency of the Official Statement or any other offering material relating to the 2021 Bonds and we express no opinion herein relating thereto.

Respectfully submitted,

BRYANT MILLER OLIVE P.A.

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 OF THE STATE BOARD OF ADMINISTRATION OF FLORIDA (THE "DIVISION") BELIEVES TO BE RELIABLE; HOWEVER, THE DIVISION TAKES NO RESPONSIBILITY FOR THE ACCURACY THEREOF.

The Depository Trust Company ("DTC"), New York, NY, will act as securities depository for the State of Florida, Board of Governors, University of Florida Dormitory Revenue Bonds, Series 2021A (the "2021A Bonds") and the State of Florida, Board of Governors, University of Florida Dormitory Revenue Refunding Bonds, Series 2021B (the "2021B Bonds") (collectively, 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. 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" and together with Direct Participants, the "Participants"). DTC has a Standard & Poor's rating of AA+. 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 (a "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 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 (the "Board"), 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 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.