

STATE BOARD OF EDUCATION
Analysis of the Financial Plan for FSU Dining Facilities Projects
for Fiscal Year 2005-2006
(West Campus Dining Hall and
William H. Johnston Building Dining Improvements)

Sources of Funds

Basis for Amounts

Bond Sale Amount	\$	11,200,000	Maximum Series 2004 Bond sale amount based on an interest rate of 6.5% for 20 years. The bonds will be issued as fixed rate, tax-exempt or taxable bonds through the Division of Bond Finance.
Less: Underwriter's Discount	\$	(112,000)	Estimate based on a 1% discount.
Bond Insurance	\$	(152,129)	Estimate based on .75% of total debt service payments.
Cost of Issuance	\$	(150,000)	Estimated by the Division of Bond Finance based upon comparable bond issues.
 Net Bond Proceeds	 \$	 10,785,871	
Plus Cash Contributions:			
FSU Housing Department	\$	1,000,000	
FSU Facilities & Construction	\$	637,000	
FSU Business Services	\$	1,220,460	
Plus: Interest Earnings (Construction Trust Fund)	\$	246,861	Estimate is based on net bond proceeds on deposit in the Construction Fund invested at an interest rate of 2.5% during the construction period.
 Total Sources of Funds	 \$	 13,890,192	

Uses of Funds

Total Project Costs	\$	12,857,460	Planning, Construction & Equipment (including Contingency for Construction for each project)
West Campus Dining Hall	\$	6,020,460	
Johnston Bldg. Dining Improv	\$	6,837,000	
 Deposit to Debt Service Reserve Account	 \$	 1,020,775	Equal to estimated maximum annual debt service payment on the proposed bonds using a 6.5% annual interest rate. If a surety bond can be purchased, the bond size will be reduced accordingly.
Estimated Interest to be Paid During Construction (Capitalized Interest)		N/A	No capitalized interest will be paid from bond proceeds. Interest during construction is to be paid from revenues or reserves.
Bond Rounding Amount	\$	11,957	
 Total Uses of Funds	 \$	 13,890,192	

Debt Service Coverage - Fiscal Year 2005-2006

Operating Revenues	\$	1,278,890	Projected operating revenues for first year after completion of the proposed projects (Fiscal Year 2005-2006).
Less: Operating Costs	\$	(25,000)	Projected operating expenses for Fiscal Year 2005-2006
Revenue Available for Debt Service	\$	1,253,890	Projected annual surplus from operations
Estimated Annual Debt Service	\$	1,020,775	Estimated debt service for 2005-2006
 Debt Service Coverage Ratio		 1.23	

* The financial analysis is based upon information provided by Florida State University.