

## **STATE BOARD OF EDUCATION**

May 18, 2004

**SUBJECT:** A Resolution of the State Board of Education Approving the Financing of the Construction of a West Campus Dining Facility on the west end of campus and the Renovation and Restoration of the Dining Facility in the East Wing of the William H. Johnston Building on the main campus of Florida State University.

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**UNIVERSITY AFFECTED:** Florida State University

### **PROPOSED BOARD ACTION**

Approve the financing plan and adopt a resolution authorizing the issuance of fixed rate, taxable or tax-exempt revenue bonds by the Division of Bond Finance of the State Board of Administration of Florida on behalf of Florida State University in an amount not to exceed \$11,200,000 to finance a portion of the cost of construction of the West Campus Dining Facility project, and the Renovation and Restoration of the Dining Facility in the east wing of the William H. Johnston Building project. Authorize the Chair, the Vice Chair, the Deputy Commissioner/Chief Operating and Education Financial Officer and other authorized representatives of the Board of Governors to execute the necessary contractual documents related to the financing of the project.

### **AUTHORITY FOR STATE BOARD OF EDUCATION ACTION**

Section 11, Chapter 2003-397, Laws of Florida and Section 1010.60(2), Florida Statutes.

### **BACKGROUND INFORMATION**

Florida State University proposes to issue fixed rate, taxable or tax-exempt revenue bonds to finance the costs of construction of the West Campus Dining Facility, a 15,900 square foot dining facility on the west side of campus, and to renovate and restore a 21,000 square foot dining facility in the east wing of the William H. Johnston Building on the east side of campus. The total cost for the two projects is \$12,857,460, of which \$2,857,460 will be funded from available University revenues. The University has negotiated a contract with ARAMARK to provide campus dining services for a guaranteed annual commission to the University. The commission revenues are pledged for the debt service payment.

The Florida State University Board of Trustees, at its September 19, 2003 meeting, approved the West Campus Dining Facility project and the William Johnston Dining Improvements project, and the proposed financing of the projects.

The proposed bond issue may be deemed taxable by the Internal Revenue Service.

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**Supporting Documentation Included:** Requesting Resolution  
Project Summary  
Financial Plan

**Facilitator/Presenter:** Raymond Monteleone