

A RESOLUTION REQUESTING THE DIVISION OF BOND FINANCE OF THE STATE BOARD OF ADMINISTRATION OF FLORIDA TO ISSUE STATE OF FLORIDA, STATE BOARD OF EDUCATION LOTTERY REVENUE BONDS, VARIOUS SERIES, ON BEHALF OF THE STATE BOARD OF EDUCATION IN AN AMOUNT NOT EXCEEDING \$650,000,000 TO FINANCE THE CLASS SIZE REDUCTION LOTTERY REVENUE BOND PROGRAM; AUTHORIZING AN OPTION TO PURCHASE A DEBT SERVICE RESERVE CREDIT FACILITY TO SATISFY ANY DEBT SERVICE RESERVE ACCOUNT REQUIREMENT AND TO OBTAIN A MUNICIPAL BOND INSURANCE POLICY; AND PROVIDING AN EFFECTIVE DATE.

BE IT RESOLVED by the State Board of Education:

Section 1. Authority is hereby granted for the issuance of State of Florida, State Board of Education Lottery Revenue Bonds, Various Series, in an aggregate amount not exceeding \$650,000,000 (the "Bonds") to finance the Class Size Reduction Lottery Revenue Bond Program, to pay the costs of issuance of the Bonds, to provide for capitalized interest and to fund a reserve account, if necessary. The Bonds are to be secured by lottery revenues, and may additionally be secured by other revenues that are determined to be necessary and legally available. Proceeds of the Bonds and other legally available monies shall be used as provided in Section 1013.737, Florida Statutes.

Section 2. The State Board of Education (the "Board of Education") will comply with all requirements of bond counsel and the Division of Bond Finance of the State Board of Administration of Florida (the "Division") as evidenced by a "Certificate as to

Tax, Arbitrage and Other Matters" or similar certificate to be executed by the Board of Education prior to the issuance of the Bonds and advice and directions in implementing such certificate.

Section 3. The Board of Education will comply with all other requirements of the Division with respect to compliance with federal arbitrage law, pursuant to Section 215.64(11), Florida Statutes, including the payment of fees to the Division in connection therewith.

Section 4. The Board of Education will comply with all requirements of federal law, state law or the Division, relating to continuing secondary market disclosure of information regarding the Bonds and the Lottery revenues pledged to the Bonds. Such requirements currently provide for the continuing disclosure of information relating to the Bonds and Lottery revenues on an annual basis and upon the occurrence of certain material events.

Section 5. As provided in Section 215.65, Florida Statutes, the fees charged by the Division and all expenses incurred by the Division in connection with the issuance of the Bonds (except for periodic arbitrage compliance fees, which shall be paid from other legally available funds) shall be paid and reimbursed to the Division from the proceeds of the sale of such Bonds. If for any reason (other than a reason based on factors completely within the control of the Division) the Bonds herein requested to

be authorized are not sold and issued, the Board of Education agrees and consents that such fees, charges and expenses incurred by the Division shall, at the request of the Division, be reimbursed to the Division by the Board of Education from any legally available funds of the Board of Education.

Section 6. The Division is hereby requested to take all actions required to issue the Bonds.

Section 7. In lieu of the required deposits into a debt service reserve account, the Board of Education may cause to be purchased a debt service reserve credit facility issued by a reputable and recognized provider.

Section 8. The Chair, the Vice Chair, the Commissioner of Education or the Deputy Commissioner, or such other authorized representatives of the Board of Education, are hereby authorized to take all actions and steps, to execute all instruments, documents, and contracts, and to take all other action as they may deem necessary or desirable, in connection with the execution and delivery of the Bonds and to obtain a debt service reserve credit facility and a municipal bond insurance policy.

Section 9. This Resolution shall take effect immediately upon its adoption.

Adopted this 11th day of December, 2007.