

A RESOLUTION SUPPLEMENTING A RESOLUTION ENTITLED "A RESOLUTION AUTHORIZING THE ISSUANCE OF STATE OF FLORIDA, FULL FAITH AND CREDIT, STATE BOARD OF EDUCATION, PUBLIC EDUCATION CAPITAL OUTLAY BONDS, FOR THE PURPOSE OF FINANCING AND REFINANCING THE COST OF CAPITAL OUTLAY PROJECTS FOR THE STATE SYSTEM OF PUBLIC EDUCATION IN FLORIDA, PURSUANT TO SUBSECTION (A)(2) OF SECTION 9 OF ARTICLE XII OF THE CONSTITUTION OF FLORIDA, AS AMENDED; PROVIDING THE TERMS AND CONDITIONS UPON WHICH SUCH BONDS MAY BE ISSUED; AND PROVIDING AN EFFECTIVE DATE", AND AUTHORIZING THE ISSUANCE OF NOT EXCEEDING \$516,300,000 PUBLIC EDUCATION CAPITAL OUTLAY BONDS, 2003 SERIES, FOR THE PURPOSE OF FINANCING CAPITAL OUTLAY PROJECTS FOR THE STATE SYSTEM OF PUBLIC EDUCATION; AND PROVIDING AN EFFECTIVE DATE.

BE IT RESOLVED BY THE STATE BOARD OF EDUCATION OF FLORIDA:

ARTICLE I  
AUTHORITY, DEFINITIONS AND FINDINGS

Section 1.01. AUTHORITY FOR THIS RESOLUTION. This Resolution is adopted pursuant to the provisions of the Act.

Section 1.02. DEFINITIONS. (a) All of the definitions contained in Section 1.02 of the Master Resolution shall be deemed applicable to this Thirty-second Supplemental Authorizing Resolution, except to the extent that the same are inconsistent or in conflict with the definitions set forth below.

(b) The following terms shall have the following meanings in this Thirty-second Supplemental Authorizing Resolution:

“Act” shall mean, in addition to the meaning ascribed thereto in the Master Resolution, Chapter 2003-397, Laws of Florida (the Fiscal Year 2003-2004 General Appropriations Act) adopted during Special Session “A” of the 2003 Legislature.

“2003 Bonds” shall mean the Public Education Capital Outlay Bonds, 2003 Series issued pursuant to this Thirty-second Supplemental Authorizing Resolution.

“Master Resolution” shall mean the Master Resolution adopted by the State Board on July 21, 1992, authorizing the issuance of Public Education Capital Outlay Bonds.

“Thirty-second Supplemental Authorizing Resolution” shall mean this Thirty-second Supplemental Authorizing Resolution.

Section 1.03. FINDINGS. It is hereby found, determined and declared by the State Board as follows:

(a) That the Capital Outlay Projects described herein are necessary for the improvement of the State System of Public Education in Florida and that the construction and financing of a portion of such projects shall be in accordance with the provisions of this Thirty-second Supplemental Authorizing Resolution and the Master Resolution.

(b) That the Legislature has found that the items and sums designated herein constitute authorized Capital Outlay Projects within the meaning of and as required by the Public Education Bond Amendment and other applicable laws.

(c) That the amount of 2003 Bonds herein authorized to be issued, together with the Outstanding Bonds and the Prior Lien Obligations, shall not exceed ninety percent (90%) of the amount of such bonds which can be serviced as to both principal and interest by the revenues derived from the Gross Receipts Taxes as determined at the date of issuance.

(d) That the Division of Bond Finance shall serve as the agent of the State Board with respect to the issuance of the 2003 Bonds pursuant to the applicable provisions of the State Bond Act.

## ARTICLE II AUTHORIZATION OF CAPITAL OUTLAY PROJECTS

Section 2.01. AUTHORIZED PROJECTS. Pursuant to the Public Education Bond Amendment and the Act, there is authorized the expenditure of the proceeds of the 2003 Bonds for the purpose of acquiring, building, constructing, altering, remodeling, improving, enlarging, equipping or renovating of Capital Outlay Projects for the State System of Public Education. The proceeds of the 2003 Bonds are hereby authorized to be expended for and on only those Capital Outlay Projects listed in the following Specific Appropriations, found in Chapter 2003-397, Laws of Florida:

- Specific Appropriation 12A (Public School, Community College and State University System projects only);
- Specific Appropriation 12B;
- Specific Appropriation 12C;
- Specific Appropriation 12D; and
- Specific Appropriation 12E,

provided that the aggregate amount expended for such projects listed under each Specific Appropriation may not exceed the total amount indicated for such Specific Appropriation, and, if applicable, may not exceed the total amount indicated for each category or institution within each Specific Appropriation, and then only from those amounts appropriated from the Public Education Capital Outlay and Debt Service Trust Fund. Additionally, there shall be excluded

from the foregoing Specific Appropriations any project (or portion thereof) that will be used for or in a "private business use" as determined under Section 141 of the Code.

Section 2.02. COST OF CAPITAL OUTLAY PROJECTS. The cost of the Capital Outlay Projects, in addition to the items set forth in the approved plans and specifications, or elsewhere in this Thirty-second Supplemental Authorizing Resolution, may also be deemed to include the following:

The acquisition of existing buildings and all lands or interests therein, and any other property, real or personal, appurtenant to or useful in the construction of the Projects; architectural, technical and engineering fees; legal fees; fees of a financial advisor, if any; expenses of the State Board relating to the issuance of the 2003 Bonds; fees and expenses of the Division of Bond Finance relating to the issuance of the 2003 Bonds; advertising of resolutions, notices of sale and other proceedings; court costs; plans, specifications and surveys; repayment of advances made by State agencies, School Districts, Community College Districts, or from other legally available sources for the benefit of such Projects; interest to become due on the 2003 Bonds for a reasonable period of time from the date of delivery thereof; reasonable amounts for contingencies; and any other costs and expenses necessary or desirable for the completion of the Projects and of the financing thereof.

### ARTICLE III AUTHORIZATION AND TERMS OF 2003 BONDS

Section 3.01. AUTHORIZATION OF 2003 BONDS. Subject and pursuant to the provisions of this Thirty-second Supplemental Authorizing Resolution, bonds of the State Board are hereby authorized to be issued in the aggregate principal amount of not exceeding \$516,300,000. Such bonds shall each be designated "State of Florida, Full Faith and Credit, State Board of Education, Public Education Capital Outlay Bonds, 2003 Series [appropriate identifying letter]". The 2003 Bonds shall be issued under and secured by the Master Resolution, as supplemented by this Thirty-second Supplemental Authorizing Resolution, and all the terms and provisions contained in the Master Resolution shall be applicable to the 2003 Bonds, except as expressly set forth herein, including the pledge of the Gross Receipts Taxes and the pledge of the Full Faith and Credit of the State of Florida to the payment of the principal, premium if any, and interest on the 2003 Bonds.

Section 3.02. DESCRIPTION OF 2003 BONDS. Except as provided by subsequent resolution adopted prior to the sale of any Series thereof, the 2003 Bonds shall be issued only as fully registered bonds in the denominations of \$5,000 or integral multiples thereof; shall be dated and mature as determined pursuant to a resolution or resolutions adopted by the State Board prior to the sale of the 2003 Bonds; shall bear interest at not exceeding the maximum lawful rate of interest authorized on the date of sale of the 2003 Bonds, payable semi-annually on June 1 and December 1 of each year; and shall be payable as to both principal and interest, shall be subject to registration, exchange, and transfer, shall be executed and authenticated, shall be in the form, and shall have such other terms as set forth in Article III of the Master Resolution. The 2003

Bonds may be made redeemable at the option of the State Board upon such terms and conditions as determined pursuant to a subsequent resolution or resolutions adopted by the State Board prior to the issuance of the 2003 Bonds. If issued in multiple Series, each Series shall have an identifying letter.

Section 3.03. DELEGATION OF SALE OF THE 2003 BONDS. The 2003 Bonds shall be sold at competitive sale and may be sold at one time or in multiple Series from time to time as hereinafter provided.

In order to take advantage of opportunities as and when they arise in the municipal market, the State Board hereby authorizes the Division of Bond Finance, as agent for the State Board, to determine the financing structure of the 2003 Bonds. The Division of Bond Finance, as agent for the State board, is hereby authorized and directed to determine when, if, where and in what principal amount (if less than the full authorized amount) the 2003 Bonds shall be offered for sale, to determine the method(s) by which bids will be accepted, and to determine the specific fiscal details of the 2003 Bonds (or Series thereof) to be sold.

SECTION 3.04. AWARD AND DELIVERY OF 2003 BONDS. The Commissioner or Deputy Commissioner of Education and the Secretary or an Assistant Secretary of the Governing Board of the Division of Bond Finance are hereby authorized and empowered to award each Series of 2003 Bonds, when offered, on their determination of the best proposal submitted in accordance with the terms of the Notice of Bond Sale published in connection with the sale of such Series of 2003 Bonds. Such award shall be final. The Secretary or other appropriate officer shall report such award to the State Board. In the event of the absence of the Commissioner or Deputy Commissioner of Education at the time bids are received, the Secretary or an Assistant Secretary of the Governing Board of the Division of Bond Finance is authorized to act on behalf of the State Board in awarding each Series of 2003 Bonds, with the concurrence of a duly designated representative of the State Board.

The proper officials of the State Board are hereby authorized to execute the 2003 Bonds in the manner provided by the resolution authorizing the issuance of the 2003 Bonds, and the Division of Bond Finance is hereby authorized to deliver each Series of 2003 Bonds to the purchasers thereof upon payment of the purchase price, together with accrued interest to the date of delivery, and to distribute the proceeds of each Series of 2003 Bonds as provided by the proceedings authorizing the issuance of such 2003 Bonds.

The appropriate officers and employees of the State Board and of the Division of Bond Finance 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 State Board and the Division of Bond Finance, in each case as they may deem necessary or desirable, in connection with the execution and delivery of each Series of 2003 Bonds.

Section 3.05. ACCOUNTS FOR 2003 BONDS. There shall be created a subaccount in the Sinking Fund for each Series of the 2003 Bonds and an Amortization Account therein for

each maturity of Term Bonds of the 2003 Bonds. Amounts deposited into such subaccounts shall be applied as provided in Section 4.03 of the Master Resolution.

#### ARTICLE IV APPLICATION OF BOND PROCEEDS

SECTION 4.01. APPLICATION OF 2003 BOND PROCEEDS. Upon receipt of the proceeds of the 2003 Bonds, the State Board shall transfer and apply such proceeds as follows:

(a) The amount necessary to pay all costs and expenses of the Division of Bond Finance in connection with the preparation, sale and issuance of the 2003 Bonds, including a reasonable charge for the services of the Division of Bond Finance, shall be transferred to the Division of Bond Finance to be deposited in the Bond Proceeds Trust Fund, subject to disbursement of the funds to the Bond Fee Trust Fund and the Arbitrage Compliance Trust Fund pursuant to written instructions at the delivery of the 2003 Bonds unless such amount shall be provided from another legally available source.

(b) The accrued interest on the 2003 Bonds, plus an amount determined in the sole discretion of the State Board and the Division of Bond Finance as being necessary, together with such accrued interest, to provide for the payment of interest on the 2003 Bonds for a period not to exceed 12 months from the date of issuance of the 2003 Bonds shall be transferred to the Board of Administration and deposited in the Sinking Fund created by the Master Resolution.

(c) All remaining proceeds shall be deposited in the Public Education Fund and shall be used by the State Board to finance Capital Outlay Projects, as provided by this Thirty-second Supplemental Authorizing Resolution. Included within the meaning of financing Capital Outlay Projects is the expenditure of proceeds for encumbrances provided for pursuant to Section 1013.65(1), Florida Statutes.

SECTION 4.02. ALLOCATION OF FUNDS. As moneys become available pursuant to the Public Education Bond Amendment, including the proceeds of the 2003 Bonds authorized herein, the State Board may allocate such moneys among the Capital Outlay Projects authorized in Article II, in such amounts as the State Board in its discretion shall deem proper.

SECTION 4.03. APPLICATION OF SURPLUS 2003 BOND PROCEEDS AND OTHER FUNDS. (a) If the amount needed to complete any Capital Outlay Project heretofore authorized by the Florida Legislature and by the State Board is less than the specific sum certified forward by the Office of Planning and Budgeting, Executive Office of the Governor for such Capital Outlay Project then, pursuant to Section 1013.66, Florida Statutes, the surplus amount unexpended may be used to finance, in whole or in part, any Capital Outlay Project authorized by the Florida Legislature, or as provided in the Public Education Bond Amendment, and herein.

(b) If for any reason any of the proceeds from the sales of the 2003 Bonds shall not be expended for the Capital Outlay Projects described in Article II, the State Board may use such unexpended proceeds as provided in Section 4.03(b) of the Master Resolution.

Section 4.04. REGISTERED OWNERS NOT AFFECTED BY APPLICATION OF 2002 BOND PROCEEDS. The proceeds derived from the sale of the 2003 Bonds shall be applied and disbursed pursuant to the provisions of the Act and this Thirty-second Supplemental Authorizing Resolution. The Registered Owners of 2003 Bonds shall not have any responsibility whatsoever for the application or use of any of the proceeds derived from the sale of the 2003 Bonds, and the rights and remedies of the Registered Owners of 2003 Bonds and their right to payment, pursuant to the Public Education Bond Amendment and this Thirty-second Supplemental Authorizing Resolution, shall not be affected or impaired by the application or use of such proceeds. Upon the issuance of the 2003 Bonds authorized by this Thirty-second Supplemental Authorizing Resolution, all the covenants and agreements between the State Board and the Registered Owners of 2003 Bonds contained in this Thirty-second Supplemental Authorizing Resolution shall be valid and binding covenants and agreements between the State Board and the Registered Owners of 2003 Bonds without regard to the application of the proceeds of the 2003 Bonds.

ARTICLE V  
APPLICATION OF PROVISIONS OF MASTER  
RESOLUTION AND SECURITY FOR THE  
2003 BONDS

The 2003 Bonds herein authorized shall for all purposes (except as herein expressly changed) be considered to be Additional Parity Bonds issued under the authority of the Master Resolution and shall be entitled to all the protection and security provided therein for the Parity Bonds.

The covenants and pledges contained in the Master Resolution (to the extent the same are not inconsistent with the provisions hereof) shall be applicable to the 2003 Bonds herein authorized in like manner as applicable to the Parity Bonds, and the Funds and Accounts established in the Master Resolution shall be continued and maintained as long as any of the 2003 Bonds and interest thereon issued hereunder are outstanding and unpaid. The principal of and interest on the 2003 Bonds herein authorized shall be payable from the Sinking Fund heretofore established by the Master Resolution on a parity with the Parity Bonds, and payment shall be made into such Sinking Fund from the Public Education Fund in amounts fully sufficient to pay the principal of and interest on the 2003 Bonds herein authorized as such principal and interest become due.

ARTICLE VI

## MISCELLANEOUS

Section 6.01. SEVERABILITY OF PROVISIONS. If any one or more of the covenants, agreements or provisions of this Thirty-second Supplemental Authorizing 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, agreements or provisions shall be null and void and shall be deemed separable from the remaining covenants, agreements or provisions and shall in no way affect the validity of any of the other covenants, agreements or provisions of this Thirty-second Supplemental Authorizing Resolution or of the 2003 Bonds.

Section 6.02. CONTINUING DISCLOSURE. (A) In order to comply with Rule 15c2-12 of the Securities and Exchange Commission, the State Board hereby agrees to provide or cause to be provided such information as may be required, from time to time, under such rule.

(B) The Commissioner or Deputy Commissioner of Education, in conjunction with the appropriate officer of the Division of Bond Finance, is authorized and directed to execute and deliver any documents or agreements which are necessary to comply with the requirements of Rule 15c2-12 of the Securities and Exchange Commission.

Section 6.03. REPEAL OF INCONSISTENT RESOLUTIONS. All resolutions and parts of resolutions heretofore adopted pertaining to the subject matter of this Thirty-second Supplemental Authorizing Resolution, to the extent that they are inconsistent with this Thirty-second Supplemental Authorizing Resolution, are hereby repealed, revoked, and rescinded.

Section 6.04. TIME OF TAKING EFFECT. This Thirty-second Supplemental Authorizing Resolution shall take effect immediately upon its adoption.

**ADOPTED ON August 19, 2003.**

IT IS HEREBY CERTIFIED that the above and foregoing constitutes a true and correct copy of a Thirty-second Supplemental Resolution received by the Division of Bond Finance and adopted at a meeting of the State Board of Education of Florida authorizing the issuance of not to exceed \$516,300,000 State of Florida, Full Faith and Credit, Public Education Capital Outlay Bonds, 2003 Series, pursuant to Article XII, Section 9(a)(2) of the Florida Constitution, adopted at a duly convened meeting of said Board, held on the 19th day of August, 2003, as will appear by referring to the Thirty-second Supplemental Resolution incorporated in the official records of the Division of Bond Finance.

IN WITNESS WHEREOF, I have hereunto set my hand and caused the corporate seal of the Division of Bond Finance to be hereunto affixed this \_\_\_\_\_ day of \_\_\_\_\_, 200\_\_\_\_.

By \_\_\_\_\_  
Glenn R. Hosken  
Assistant Secretary of the Governing  
Board of the Division of Bond Finance of  
the State Board of Administration of  
Florida

(S E A L)