

**STATE BOARD OF EDUCATION  
DEPARTMENT OF EDUCATION  
Analysis of the Financial Plan for FAU New Hall Student Facility Revenue Bonds  
for Fiscal Year 2004-2005\***

(New Hall, Only)

<u>Sources of Funds</u>		<u>Basis for Amounts</u>
Bond Sale Amount	\$ 24,045,000.00	Maximum Series 2003 Bond sale amount based on an interest rate of 6.00% for 30 years. The bonds will be issued as fixed-rate, tax exempt bonds through the Division of Bond Finance.
Less: Underwriter's Discount	\$ (240,450.00)	Estimate is based on a 1.00% discount rate.
Bond Insurance	\$ (395,696.00)	Estimate is based on .75% of total debt service payments.
Cost of Issuance (including Arbitrage Fee)	\$ (95,000.00)	Estimate is based on net bond proceeds on deposit in the Project Construction Trust Fund invested for 12 months at an interest rate of 2.5%.
Net Bond Proceeds	\$ 23,313,854.00	
Plus: Interest Earnings (Construction Trust Fund)	\$ 271,721.00	Estimate is based on net bond proceeds on deposit in the Project Construction Trust Fund invested for 12 months at an interest rate of 2.5%.
<b>Total Sources of Funds</b>	<b>\$ 23,585,575.00</b>	
 <u>Uses of Funds</u>		
Planning, Construction & Equipment	\$ 20,370,000.00	The building construction cost per square foot is \$106.00. Total project cost is \$33,950 per bed and \$134.00 per square foot. This cost is consistent with construction cost for the FAU 2000 student housing facility with a building construction cost of \$95.00 per square foot.
Debt Service Reserve Account	\$ 1,772,400.00	Based on the highest year's debt service.
Estimated Interest to be Paid During Construction (Capitalized Interest)	\$ 1,442,700.00	Capitalized interest through and including the July 1, 2004 debt service payment at 6.00%.
Rounding/Contingency Amount	\$ 475.00	
<b>Total Uses of Funds</b>	<b>\$ 23,585,575.00</b>	
 <u>Debt Service Coverage -</u>		
Total Revenue - New Hall Student Facility	\$ 2,872,000.00	Based on projected rental fees and other revenues generated by New Hall during 2004-2005. This represents the first full year of operation.
Less: Operating Costs	\$ (576,285.00)	Projected operating expenditures for New Hall during 2004-2005.
<b>Revenue Available for Debt Service From Housing System Revenue</b>	<b>\$ 2,295,715.00</b>	
Annual Debt Service - Series 2003 Bonds	\$ 1,767,700.00	Debt Service payment for the Series 2003 Bonds for 2004-2005.
<b>Debt Service Coverage Ratio</b>	<b>1.30</b>	

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