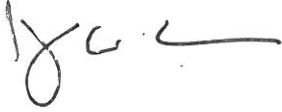




MEMORANDUM

TO: President John Thrasher

FROM: Kyle Clark, Vice President for Finance and Administration 

DATE: January 6, 2017

SUBJECT: Requesting authorization for the Seminole Boosters to issue taxable debt up to \$46M for College Town Phase I and Phase III

In compliance with the Board of Governors Debt Management Guidelines, The Board of Trustees must adopt a formal resolution requesting the Board of Governors approval to issue debt in an amount not to exceed \$46,000,000 for the purpose of refunding certain privately held indebtedness relating to College Town Phase I and financing the development of the College Town Phase III Project.

- Seminole Boosters is requesting approval to issue taxable debt in amount not to exceed \$15,000,000 for the principal purposes of purchasing certain privately held indebtedness relating to College Town Phase I and financing a portion of the construction of College Town Phase III. The debt is to be secured by a first lien upon and pledge of legally available revenues of the Seminole Boosters. Additionally, the Seminole Boosters will pledge available College Town Phase I revenues to the repayment of the debt. The debt will mature not more than five years after issuance, including any extensions or renewals.

- Seminole Boosters is requesting approval to issue taxable debt in amount not to exceed \$31,000,000 for the principal purpose of financing up to 80% of the construction of College Town Phase III costs. The debt is to be secured by a first lien upon and pledge of the net revenues of the Project and a mortgage on the Project. The debt will mature not more than thirty years after issuance, including any extensions or renewals.

The Board of Trustees heard a report including a financial overview during their June 2016 and October 2016 meetings. Further, the Seminole Boosters and the Florida State University Real Estate Foundation have reviewed and/or approved this project numerous times including at their December 2016 meetings.

Recommendation:

I recommend the approval of taxable debt not to exceed \$46,000,000 for the development of the College Town Projects.

KCC/kp