



USF Financing Corporation and  
USF Property Corporation

**ANNUAL REPORT TO THE BOARD**





## **HIGHLIGHTS OF THE PAST YEAR (CONTINUED)**

### **Construction Projects**

\$6 million Eye Institute Relocation Project

- USF Board of Trustees authorized project for the Corporation on September 1, 2016
- Agreement with Design-Builder executed on June 22, 2017
- Construction commenced July 2017
- **Project completed on time and on budget in June 2018**

### **Bond System Management**

Ratings – Moody’s and S&P affirmed their ratings for the University at “Aa2 Stable” and “AA- Stable,” respectively, affirmed their ratings for the USF Housing System at “A1” and “A+,” respectively, and affirmed their ratings for the USF Marshall Center at “Aa3” and “AA-,” respectively, in November 2016.

- In February 2018, S&P revised its outlook on all University ratings to Positive

Managed debt service cash flows of \$45 million.

Managed bond covenant and tax compliance for Housing, Health and Athletic Bond Systems.

Independent Auditors – Unqualified Opinions, with No Findings.

Managed \$323 million of long-term bonds for USF Financing Corporation – 13 Series.

Managed \$78 million of interest rate swaps – hedging 2 Series of variable-



## OUTSTANDING DEBT AND SWAPS AS OF JUNE 30, 2018

DEBT ISSUE	DATE ISSUED	DEBT STRUCTURE	CURRENT RATINGS		INTEREST RATES (%)	TAXABLE / TAX-EXEMPT	MATURITY DATE	TOTAL DEBT OUTSTANDING (including unamortized premiums/discounts)
			Moody's	S&P				
Certificates of Participation, Series 2010A - Housing System	12/23/2010	Public Fixed Rate Bonds	A1	A+ (Positive Outlook)	4.42	Tax Exempt	2020	\$1,175,027
Certificates of Participation, Series 2010B - Housing System	12/23/2010	Public Fixed Rate Bonds	A1	A+ (Positive Outlook)	8.50 (gross) / 5.53 (net)	Taxable / Federal Subsidy	2040	\$15,140,000
Refunding Certificates of Participation, Series 2012A - Housing System (Remarketed bonds issued 10/1/12; Refunded Series 2005B issued 5/25/05)	5/6/2015	Public Fixed Rate Bonds	A1	A+ (Positive Outlook)	3.65	Tax Exempt	2035	\$84,261,299
Refunding Certificates of Participation, Series 2012B - Housing System (Amended 7/1/18; Extended 9/29/17; Refunded Series 2007 issued 9/25/07)	10/1/2012	Direct Placement Variable Rate Bonds / Synthetically Fixed	NR	NR	4.67	Tax Exempt	2037	\$59,800,000
Refunding Certificates of Participation, Series 2015A - Housing System (Refunded Series 2005A issued 5/25/05)	5/6/2015	Public Fixed Rate Bonds	A1	A+ (Positive Outlook)	2.00	Tax Exempt	2023	\$19,071,402
<b>Housing</b>					<b>3.98%</b>			<b>\$179,447,728</b>
Refunding Certificates of Participation, Series 2013A - Health System (Amended 7/1/18; Converted from variable to fixed 7/1/16; Refunded Series 2006A issued 3/16/06)	9/3/2013	Direct Placement Fixed Rate Bonds	NR	NR	2.71	Tax Exempt	2036	\$36,395,000
Refunding Certificates of Participation, Series 2013B - Health System (Converted from variable to fixed 7/1/18; Refunded Series 2007 issued 11/19/07)	9/3/2013	Direct Placement Fixed Rate Bonds	NR	NR	3.39	Tax Exempt	2037	\$18,555,000
Bank Loan, Series 2018 - CAMLS (Refunded BABs Series 2010 issued 12/15/10)	3/9/2018	Direct Placement Fixed Rate Bonds	NR	NR	3.51	Tax Exempt	2031	\$15,535,830
<b>Health</b>					<b>3.07%</b>			<b>\$70,485,830</b>

(Continued on Next Page)

## OUTSTANDING DEBT AND SWAPS AS OF JUNE 30, 2018 (CONTINUED)

DEBT ISSUE	DATE ISSUED	DEBT STRUCTURE	CURRENT RATINGS		INTEREST RATES (%)	TAXABLE / TAX-EXEMPT	MATURITY DATE	TOTAL DEBT OUTSTANDING (including unamortized premiums/discounts)
			Moody's	S&P				
Certificates of Participation, Series 2003A - Athletics Facility (Amended 7/1/18; Reissued USF Foundation Series 2003A issued 3/6/03)	3/15/2011	Direct Placement Fixed Rate Bonds	NR	NR	3.82	Tax Exempt	2022	\$4,765,000
Bank Loan, Series 2018A - Athletics (Refunded BABs Series 2010A issued 1/15/10)	3/9/2018	Direct Placement Fixed Rate Bonds	NR	NR	3.46	Tax Exempt	2030	\$7,685,180
Bank Loan, Series 2018B - Athletics (Refunded BABs Series 2010B issued 12/15/10)	3/9/2018	Direct Placement Fixed Rate Bonds	NR	NR	3.51	Tax Exempt	2031	\$10,486,685
Bank Loan, Series 2013 - Arena Taxable Revenue Bonds	9/27/2013	Direct Placement Fixed Rate Bonds	NR	NR	4.78	Taxable	2033	\$17,395,000
<b>Athletics</b>					<b>4.08%</b>			<b>\$40,331,865</b>
Refunding Revenue Bonds, Series 2015 - Marshall Student Center (Refunded Series 2005C issued 1/19/06)	5/6/2015	Fixed Rate Bonds	Aa3	AA- (Positive Outlook)	3.43	Tax Exempt	2036	\$32,492,908
<b>Marshall Center</b>					<b>3.43%</b>			<b>\$32,492,908</b>
<b>TOTAL FINANCING CORPORATION DEBT</b>					<b>3.74%</b>			<b>\$322,758,331</b>

## **13-YEAR CORPORATE TRACK RECORD**

### **USF Financing/Property Corporation – University’s Special Purpose Financing Arm**

The Corporations play a large and strategic role for the University by providing an economical, efficient and unified plan of financing that considers the University’s mission, goals and strategic plan.

The USF Board of Trustees approved formation of the two Corporations in December 2004; operations commenced in March 2005.

\$1.7 billion in Financing Transactions Closed

\$520 million of Projects Developed



## GOVERNANCE STRUCTURE

### USF Financing/Property Corporation (USFFC/USFPC) Directors and Officers

#### Board of Directors

<u>Name</u>	<u>Term</u>	<u>4-Year Term Ending</u>
Sandra W. Callahan	Second	2022
Richard D. Smith	Second	2022
Steven A. Williamson	Second	2021
Lori V. Vaughan	First	2019
Judy Genshaft, USF System President		NA
David E. Lechner, USF System Senior VP for Business & Finance		NA

#### Corporate Officers

<u>Name</u>	<u>Position</u>	<u>2-Year Term Ending</u>
Sandra W. Callahan	Chair (USFFC)	2020
	Sec/Treas (USFPC)	2020
Richard D. Smith	Chair (USFPC)	2020
	Sec/Treas (USFFC)	2020
Hilary Black	Assistant Secretary (USFFC/PC)	2020
Dawn Rodriguez	Assistant Secretary (USFFC/PC)	2020
Fell L. Stubbs	Executive Director	NA

