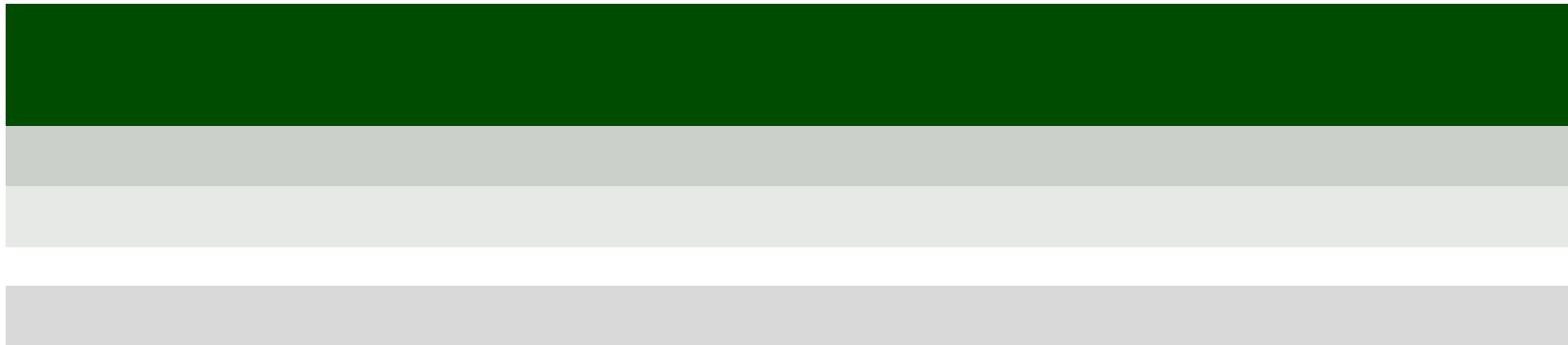


LONG-TERM FINANCING OBJECTIVES

- Provide low-cost, low-risk, long-term financing for the University’s major capital projects
- Maintain strong credit ratings: University, Housing and Parking systems, and Marshall Center
- Negotiate sound credit structures supporting each bond series
- Seek low-cost capital by accessing public and private markets
- Comply with BOT Debt Management Policy, BOG regulations, state statutes, federal SEC / IRS laws, bond covenants, continuing disclosure requirements – Avoid default
- Capitalize on opportunities to convert bonds from variable to fixed rates, reduce credit risks, reduce swaps, and refund at call dates to lock-in low interest rates

Cumulative Public / Private Transactions





HIGHLIGHTS OF THE PAST YEAR

Closed Transactions

October 1, 2021 \$46 million Series 2013A&B Health Conversion to Taxable – Private placement

A Determination of Taxability Event occurred as a result of the University's Affiliation Agreement with Tampa General Hospital

Interest rates on the 2013A&B Certificates automatically converted to taxable rates

Series 2013A Certificates – taxable fixed interest rate of 3.20% initially adjusting to 3.43% on July 1, 2022; up from the tax-exempt rate of 2.71%

Series 2013B Certificates – taxable fixed interest rate of 4.29%; up from the tax-exempt rate of 3.39%

No new covenants; No change to final maturity dates of 2036 and 2037

October 31, 2022 \$28.5 million Series 2022 Housing COPs – Public Debt Issuance

To fund the construction of a new 200-bed housing and student center facility on the USF Sarasota-Manatee campus

University is contributing \$16.5 million primarily towards the student center 30-year, tax-exempt, fixed interest rate of 4.81%

HIGHLIGHTS OF THE PAST YEAR (CONTINUED)

Construction Projects

\$42 million, 120,000 square-foot USF Research Park Laboratory & Office Building Project

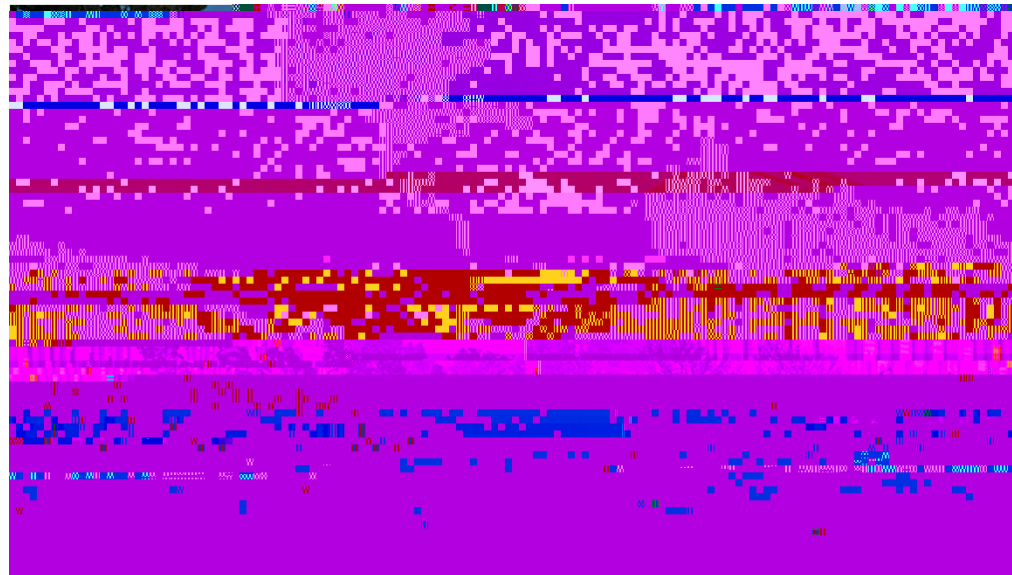
Florida Board of Governors final approval on October 30, 2019

\$27 million Note issued December 16, 2019; Balance to be funded by

Research Foundation contribution

\$27.6 million spent through FY 2022; \$14.4 million estimated cost to complete interior buildout

Building completed February 2022; Grand opening March 2022





HIGHLIGHTS OF THE PAST YEAR (CONTINUED)

Bond System Management

Ratings

September 2022 - Moody's assigned its 'A1' rating on the new Series 2022 Housing Certificates, affirmed its 'A1' ratings for the USF Housing System, affirmed its 'Aa3' rating for the USF Marshall Center and affirmed its 'Aa2' issuer rating for the University, all with a Stable outlook.

September 2022 - S&P assigned its 'A+' rating on the new Series 2022 Housing Certificates, affirmed its 'A+' rating for the USF Housing System, affirmed its 'AA' rating for the USF Marshall Center, and affirmed its 'AA' issuer rating for the University, all with a Stable outlook

Managed debt service cash flows of \$69 million

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

Independent Auditors – Unmodified Opinion, with No Findings

Managed \$325 million of long-term bonds for USF Financing Corporation – 15 Series

Managed \$51 million interest rate swap – hedging the Series 2012B Housing variable-rate COPs with Royal Bank of Canada as counterparty



OUTSTANDING DEBT AND SWAPS AS OF JUNE 30, 2022

(NEW ISSUE INCLUDED FOR ILLUSTRATIVE PURPOSES)

			Moody's	S&P	INTEREST RATES (%)	TAXABLE / TAX-EXEMPT	MATURITY DATE	
Refunding Certificates of Participation, Series 2012A - Housing System	5/6/2015	Public Fixed Rate Bonds	A1	A+	3.65	Tax Exempt	2035	\$79.7
Refunding Certificates of Participation, Series 2012B - Housing System	10/1/2012	Direct Placement Variable Rate Bonds / Fixed w/ Swap	NR	NR	4.67	Tax Exempt	2037	\$51.1
Refunding Certificates of Participation, Series 2015A - Housing System	5/6/2015	Public Fixed Rate Bonds	A1	A+	2.00	Tax Exempt	2023	\$5.6
Certificates of Participation, Series 2018 - Housing System	1/16/2019	Public Fixed Rate Bonds	A1	A+	3.99	Tax Exempt	2048	\$30.9
Refunding Certificates of Participation, Series 2019 - Housing System	1/16/2019	Public Fixed Rate Bonds	A1	A+	3.68	Tax Exempt	2040	\$15.5
Certificates of Participation, Series 2022 - Housing System	10/31/2022	Public Fixed Rate Bonds	A1	A+	4.81	Tax Exempt	2052	\$28.6
USF Financing Corporation - Housing					4.06%			\$211.4
Refunding Certificates of Participation, Series 2013A - Health System (Converted to Taxable 10/1/21)	9/3/2013	Direct Placement Fixed Rate Bonds	NR	NR	3.43	Taxable	2036	\$29.9
Refunding Certificates of Participation, Series 2013B - Health System (Converted to Taxable 10/1/21)	9/3/2013	Direct Placement Fixed Rate Bonds	NR	NR	4.29	Taxable	2037	\$15.8
Bank Loan, Series 2018 - CAMLS	8/31/2020	Direct Placement Fixed Rate Bonds	NR	NR	2.25	Tax Exempt	2031	\$12.0
USF Financing Corporation - Health					3.42%			\$57.7

(Continued on Next Page)

OUTSTANDING DEBT AND SWAPS AS OF JUNE 30, 2022 (



17-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.

\$1.84 billion in Financing Transactions Closed

\$580 million of Projects Developed

2.1 million sq ft of Projects Developed

\$353 million in total Corporate Assets

\$325 million of Corporate Debt outstanding as of June 30, 2022

3.82% Long-Term Cost of Capital (tax-exempt and taxable debt)

USF Financing Systems

Housing – “A1/A+”-rated \$211 million system supported by student fees.

Includes Tampa housing, St. Petersburg housing, parking, and student center, Sarasota housing and student center

Marshall Student Center – “Aa3/AA”-rated \$27 million revenue bond Series supported by student fees.

Health – unrated \$58 million system supported by USF medical facilities revenue.

2 state-of-the-art medical clinics, a medical office building and CAMLS

Athletics / Arena – unrated \$28 million system supported by Athletics facilities revenue and Arena revenue.

Includes basketball, baseball and softball facilities, soccer and football practice fields, and renovated Arena

Research – unrated \$28 million loans supported by research revenues.

Includes laboratory and office building and UDI building

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>
Erin S. Aebel	First	2025
Andrew J. Mayts	First	2026
Linda O. Simmons	First	2024
Richard D. Smith	Second	2022
Jose E. Valiente	First	2024
Rhea F. Law, USF Rd of Directors		



GOVERNANCE STRUCTURE

Board of Directors Composition and Term Limits

At least 5, but no more than 7, members; appointed as follows:

One Director appointed by the Chair of the USF Board of Trustees

One Director shall be the USF President or designee

One Director shall be the USF CFO or designee

Up to four additional directors, once appointed and approved by the USF Board of Trustees, may be elected at the annual meeting of the Board of Directors by the then current members of the Board of Directors

The USF Board of Trustees shall approve all appointments to the Board of Directors

Terms of Office:

Four years in length

Maximum of two consecutive terms

Directors who have served two terms consecutively may be re-elected to the Board of Directors after the expiration of one-year following the end of his or her last previous term, and upon approval by the USF Board of Trustees and will have the status of a new member

USF President or Designee and USF CFO have no term limit

Officers for each Corporation are the Chair, Executive Director, Secretary and Treasurer; appointed as follows:

Executive Director is appointed by the USF President

All other Officers are elected at the Annual Meeting

Terms of Office for Corporation Officers:

Two years in length

Executive Director has no term limit