

USF Financing Corporation and USF Property Corporation

A AA

LONG-TERM FINANCING OBJECTIVES

Provide low-cost, low-risk, long-

Maintain strong credit ratings: USF, Housing, Marshall Center, and Parking systems

Negotiate sound credit structures supporting each bond series

Seek low-cost capital by accessing public and private markets

Capitalize on opportunities to convert variable to fixed rates, reduce credit risks, reduce swaps, and refund at call dates to lock-in low interest rates

Public / Private Transactions

| | PUBLIC BONDS | PRIVATE PLACEMENTS | TOTAL |
|-------------------------------|-------------------------|-------------------------------|--------------|
| Number of Closed Transactions | 17 | 9 | 26 |
| \$ of Closed Transactions | \$1.1 B | \$0.3 B | \$1.4 B |
| Current Outstanding Debt | \$166 M | \$188 M | \$354 M |

NEAR-TERM INITIATIVES

P3 USF Student Housing Development Project \$133 M (\$40 M Equity, \$93 M Debt)

Opportunity:

Develop multi-use residential village

Objectives:

Transfer risks for capital asset maintenance, construction, operations and demand

Accelerate delivery of housing project

Preserve USF credit ratings and debt capacity

USFFC Involvement:

Released Andros Ground for P3

Continued management of USF Housing debt

Capitalize on Opportunity to Convert Series 2013A Certificates

Opportunity:

Convert \$40 million of variable rate debt to fixed rate (Series 2013A)

Terminate associated interest rate swap

Objectives:

Reduce risk associated with variable rate bonds

Lock in current low, long-term market rates

10-YEAR CORPORATE TRACK RECORD

USF Financing/Property Corporation

The Corporations play a large and strategic role for the University by providing an economical, efficient and unified plan

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

\$1.4 billion in Financing Transactions Closed

\$520 million of Projects Developed

1.9 million sq ft of Projects Developed

\$382 million in total Corporate Assets

\$354 million of Corporate Debt outstanding as of September 30, 2015

3.94% Long-Term Cost of Capital (includes Arena taxable note)

T-E Bond Buyer revenue bond index 30-year 4.07% (October 16, 2015)

USF Financing Systems

Housing A1-rated \$195 million system supported by student fees.

Includes Tampa housing, St. Petersburg housing and parking garage, and St. Petersburg multi-purpose student center

Marshall Student Center Aa3-rated \$36 million revenue bond Series supported by student fees.

Health unrated \$77 million system supported by USF medical facilities revenue.

Includes two state-of-the-art medical clinics, a medical office building and the new Center for Advanced Medical Learning & Simulation (CAMLS)

Athletics / Arena unrated \$47 million system supported by Athletics facilities revenue and Arena revenue.

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

GOVERNANCE STRUCTURE

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

Board of Directors

Name

Term

4-Year Term Ending

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 USF Board of Trustees

One Director shall be the USF President or designee

One Director shall be USF CFO or designee

Two Directors, one from the Boards of Directors of each of two of the Regional Campuses shall be appointed by the then members of the Boards of Directors

Up to two additional directors may be elected at the annual meeting of the Board of Directors by the then current members of the Board of Directors

Terms of Office:

Four years in length

Maximum of two consecutive terms

Directors may be re-appointed or re-elected to the Board of Directors after the expiration of one-year following the end of his