

GODSC Bonds Series 2006 – A Due Diligence

University of Connecticut

General Obligation DSC Bonds,

2006 Series A

Due Diligence Presentation

February 16, 2006



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I. Presentation Team

- Lorraine M. Aronson, Vice President and Chief Financial Officer
 - Bruce DeTora, Chief Financial Officer – Storrs and Regional Campuses
 - John D. Sullivan, CFA, Manager of Treasury Services
- Linda Flaherty-Goldsmith, Vice President and Chief Operating Officer
 - James Bradley – Interim Executive Director of Architectural and Engineering Services
 - George Kruas –Director, Design, Planing & Construction Management
- Provost & Executive Vice President, University Affairs
 - Peter Nichols, Provost
 - Dolan Evanovich, Vice Provost for Enrollment Management
 - John Saddlemire, Vice President, Student Affairs
- Attorney General
 - Paul McCarthy, Assistant Attorney General
- UConn Health Center
 - Dan Upton, Chief Financial Officer
 - Susan Whetstone, Chief Administrative Officer
 - Bruce Carlson, Chief of Staff
 - Jeff Geoghegan, Director of Fiscal Services
 - Bruce Koeppen, Dean for Academic Affairs and Education
- UConn Foundation
 - Kevin Edwards, CFA, Director of Treasury Services, UConn Foundation



II. UCONN 2000 as Amended by 21st Century UConn

- Phase I & II & III DSC Funding – \$2,262 million, 20 year program (FY96 to FY15)
- \$1,091 million of projects authorized to date in bonds with state debt service commitment for 73 UCONN 2000 Projects (23 are Phase III)
- \$205.1 million in special obligation bonds authorized to date net of refunded bonds (\$189.2 million for Projects), to be repaid by the University from certain Pledged Revenues (i.e. room/board and other fee proceeds)



UCONN 2000 as Amended by 21st Century UConn

- UCONN 2000 General Obligation Debt Service Commitment Act Authorized Limits**

<u>Phase</u>	<u>DSC Limit</u>	<u>Date DSC Limit Reached</u>	
Phase I	\$382,000,000	April 8, 1999	(Actual)
Phase II	\$580,000,000	Spring 2005	(Actual)
Phase III	\$1,300,000,000	Spring 2015	(Expected)
Subtotal	\$2,262,000,000	Spring 2015	

The balance of the estimated cost of UCONN 2000 projects which is not to be financed by the University's Bonds secured by the State Debt Service Commitment or the State's bonds may be met by the issuance of special obligation bonds ("Special Obligation Bonds") of the University, or from gifts or other revenue or borrowing resources of the University, or through the deferring of projects or achieved savings.



III. UCONN 2000 Phase III

- The General Assembly and the Governor amended the UCONN 2000 Act in 2002 to include Phase III (21st Century UConn) which extended financing for another 10 years (FY05-FY15) and authorized additional DSC Funded projects with costs of \$1.3 billion, of which \$305.4 million is for Health Center Projects
- UConn General Obligation Bonds 2006 Series A secured by the State's Debt Service Commitment comprises \$52.9 million for Storrs & Regional Campus (5 projects) and \$26.1 million for Health Center (9 projects) authorized to date.



IV. General Obligation DSC Bond Financing

Bondholder Security & Ratings

- Pledge of and lien upon the State Debt Service Commitment
 - Debt Service Commitment by the State to punctually pay Special Debt Service Requirements out of the resources of the State's General Fund
 - Debt Service paid by the State on behalf of UConn directly to Trustee Bank
- Pledge of full faith and credit of the University

Expected Ratings for UConn General Obligation Debt Service Commitment Bonds 2006 Series A

- Fitch “AA-”
- Moody's “Aa3”
- Standard & Poor's “AA”



General Obligation DSC Bond Financing

Proposed General Obligation DSC Bonds, 2006 Series A Fixed Rate New Money Bond Issue **

Construction fund deposit	\$79,000,000
Debt service structure	20-year principal
Dated date	To Be Determined
Closing	March 15, 2006

**Preliminary*

+Does not include possible refunding



General Obligation DSC Bond Financing

Financing Schedule

POS Mailing	February 17, 2006
Ads Begin	February 15, 2006
Retail Pricing	February 24, 2006
Institutional Pricing	February 28, 2006
Pre-Closing	March 14, 2006
Closing	March 15, 2006



General Obligation DSC Bond Financing

Twelfth Supplemental Indenture

Phase III Projects to be Funded with UCONN 2000 General Obligation Bonds 2006 Series A

PROJECTS AUTHORIZED

Deferred Maintenance/Code/ADA Renovation Lump Sum
Equipment, Library Collections & Telecommunications
Farm Buildings Repairs/Replacement
Intramural, Recreational and Intercollegiate Facilities
Law School Renovations/Improvements
School of Pharmacy/Biology Completion
Stamford Campus Improvements
Student Union Addition
West Hartford Campus Renovations/Improvements

Phase III Total:

PROJECT STATUS

TO BE FUNDED
TO BE FUNDED
TO BE FUNDED
TO BE FUNDED
TO BE FUNDED
TO BE FUNDED
TO BE FUNDED
TO BE FUNDED
TO BE FUNDED
TO BE FUNDED

ISSUANCE LIMIT

\$ 10,200,000.00
\$ 6,100,000.00
\$ 500,000.00
\$ 18,100,000.00
\$ 500,000.00
\$ 6,000,000.00
\$ 250,000.00
\$ 11,000,000.00
\$ 250,000.00
\$ 52,900,000.00



General Obligation DSC Bond Financing

Twelfth Supplemental Indenture

Phase III Health Center Projects to be Funded with UCONN 2000 General Obligation Bonds 2006 Series A

PROJECTS AUTHORIZED

Deferred Maintenance/Code/ADA Renovation Sum - Health Center
Dental School Renovation
Equipment, Library Collections and Telecommunications - Health Center
Medical School Academic Building Renovation
Research Tower
Phase III - Health Center Total:

PROJECT STATUS

TO BE FUNDED
TO BE FUNDED
TO BE FUNDED
TO BE FUNDED
TO BE FUNDED
TO BE FUNDED

ISSUANCE LIMIT

\$ 3,000,000.00
\$ 330,000.00
\$ 7,580,000.00
\$ 1,190,000.00
\$ 14,000,000.00
\$ 26,100,000.00



V. General Obligation DSC Bond Issues

UCONN 2000 General Obligation Debt Service Commitment Bonds - Issued Amounts

<u>Bond Issue</u>	<u>Issue Date</u>	<u>Face Amount</u>	<u>Construction Fund Deposits</u>
UCONN 2000 DSC 1996-A Bonds	2/21/1996	\$ 83,929,714.85	\$ 82,606,220.00
UCONN 2000 DSC 1997-A Bonds	4/24/1997	\$ 124,392,431.65	\$ 121,080,861.48
UCONN 2000 DSC 1998-A Bonds	6/24/1998	\$ 99,520,000.00	\$ 99,280,000.00
UCONN 2000 DSC 1999-A Bonds	4/8/1999	\$ 79,735,000.00	\$ 79,032,918.52
UCONN 2000 DSC 2000-A Bonds	3/29/2000	\$ 130,850,000.00	\$ 130,000,000.00
UCONN 2000 DSC 2001-A Bonds	4/11/2001	\$ 100,000,000.00	\$ 100,000,000.00
UCONN 2000 DSC 2002-A Bonds	4/18/2002	\$ 100,000,000.00	\$ 100,000,000.00
UCONN 2000 DSC 2003-A Bonds	3/26/2003	\$ 96,210,000.00	\$ 100,000,000.00
UCONN 2000 DSC 2004-A Bonds	1/22/2004	\$ 97,845,000.00	\$ 100,000,000.00
UCONN 2000 DSC 2005-A Bonds	3/16/2005	<u>\$ 100,000,000.00</u>	<u>\$ 100,000,000.00</u>
	NEW MONEY TOTALS	\$1,012,482,146.50	\$ 1,012,000,000.00
			<u>Deposit to ESCROW</u>
UCONN 2000 DSC 2004-A REFUNDING Bonds	1/29/2004	\$ 216,950,000.00	\$ 223,160,000.00



VI. General Obligation DSC Bond Allocations

UCONN 2000 Act - Fiscal Year Allocations

1996	\$112,542,000.00
1997	\$112,001,000.00
1998	\$93,146,000.00
1999	\$64,311,000.00
2000	\$130,000,000.00
2001	\$100,000,000.00
2002	\$100,000,000.00
2003	\$100,000,000.00
2004	\$100,000,000.00
2005	\$100,000,000.00
2006	\$79,000,000.00
2007	\$89,000,000.00
2008	\$120,000,000.00
2009	\$155,000,000.00
2010	\$160,500,000.00
2011	\$161,500,000.00
2012	\$138,100,000.00
2013	\$129,500,000.00
2014	\$126,500,000.00
2015	<u>\$90,900,000.00</u>
Total:	\$2,262,000,000.00



A. GODSC Phase III Previously Issued

<u>Project</u>	<u>Issued Amount</u>
Arjona and Monteith (new classroom buildings)	\$ 1,400,000.00
Deferred Maintenance/Code/ADA Renovation Lump Sum	\$ 17,360,000.00
Farm Buildings Repairs/Replacement	\$ 2,100,000.00
Intramural, Recreational and Intercollegiate Facilities	\$ 4,700,000.00
Lakeside Renovation	\$ 3,800,000.00
Law School Renovations/Improvements	\$ 500,000.00
Natural History Museum Completion	\$ 500,000.00
North Hillside Road Completion	\$ 1,000,000.00
Residential Life Facilities	\$ 750,000.00
Stamford Campus Improvements	\$ 250,000.00
Torrey Renovation Completion and Biology Expansion	\$ 1,000,000.00
West Hartford Campus Renovations/Improvements	\$ 250,000.00
Sub-Total - Storrs and Regional Campus	\$ 33,610,000.00



B. GODSC Phase III Health Center Previously Issued

<u>Project</u>	<u>Issued Amount</u>
CLAC Renovation Biosafety Level 3 Lab	\$ 30,000.00
Deferred Maintenance/Code/ADA Renovation Sum	\$ 2,850,000.00
Dental School Renovation	\$ 170,000.00
Equipment, Library Collections and Telecommunications	\$ 7,900,000.00
Library/Student Computer Center Renovation	\$ 150,000.00
Main Building Renovation	\$ 75,000.00
Medical School Academic Building Renovation	\$ 2,210,000.00
Research Tower	\$ 3,005,000.00
Sub-Total - Health Center	\$ 16,390,000.00



C. Finance Team

- **University of Connecticut**

- Lorraine M. Aronson, VP & Chief Financial Officer
 - Bruce DeTora, Chief Financial Officer – Storrs and Regional Campuses
 - John D. Sullivan, CFA, Manager of Treasury Services
- Linda Flaherty-Goldsmith, VP & Chief Operating Officer
 - James Bradley, Interim Director of Architectural & Engineering Services
 - George Kraus, Director of Design for Planning and Construction Management

- **State of Connecticut, Office of Treasurer**

- Hon. Denise L. Nappier, Treasurer
- Howard G. Rifkin, Deputy Treasurer
- Catherine S. Boone, Assistant Treasurer
- Sharon Dixon Peay, Debt Management Specialist
- Brenda Fraser, Debt Management Specialist

- **Law Office of Joseph C. Reid, P.A.**

- Joseph C. Reid, Esq.

- **UConn Health Center**

- Dan Upton, Controller
- Susan Whetstone, Chief Administrative Officer
- Bruce Carlson, Chief of Staff
- Jeff Geoghegan, Director of Fiscal Services
- Bruce Koeppen, Dean for Academic Affairs and Education

- **UConn Foundation**

- Kevin Edwards, CFA, AVP Treasury Services

- **P.G. Corbin & Company, Inc.**

- Rebecca S. Perry-Glickstein, Managing Director
- Stella Gittens, Senior Managing Consultant

- **Pullman & Comley, LLC**

- Marie V. Phelan, Esq
- Frank B. Cleary, Esq

- **J.P. Morgan**

- Diana Hoadley, Managing Director

