



2019

.....

ANNUAL REPORT

► *Starting is Believing*

 FLORIDA
PREPAID
COLLEGE BOARD



Table of Contents

About Our Founder	3
Chairman's Message	4
Florida Prepaid College Board	5
Florida Prepaid College Plans	8
Florida 529 Savings Plan	14
Financial Summary	17
Board Members	20
Service Providers	22

ABOUT OUR FOUNDER, MR. STANLEY G. TATE

Mr. Stanley G. Tate was instrumental in the early development of the Florida Prepaid College Program. It was his vision to provide Florida families with an affordable means to save for their children's future college education. Mr. Tate served tirelessly as Board Chairman from 1987 to 2005. In recognition of Mr. Tate's service, Governor Jeb Bush signed House Bill 263 into law on June 26, 2006, renaming the program the Stanley G. Tate Florida Prepaid College Program.

HIGHLIGHTS OF MR. TATE'S LEADERSHIP AND STEADFAST COMMITMENT TO HIS VISION INCLUDE:

- More than 58,000 tuition and dormitory contracts were sold in the first year.
- In 1990, the Florida Legislature created the Stanley Tate Project STARS scholarship program that is administered by the Stanley G. Tate Florida Prepaid College Foundation. Project STARS provides low-income students at risk of dropping out of school with the opportunity for a college education.
- In 1994, investments in the Florida Prepaid College Plan topped \$1 billion.
- In 1998, a new supplemental Prepaid Plan covering mandatory college fees, known as local fees, was introduced to complement existing Prepaid Tuition Plans. Nearly 20,000 customers purchased the new plan in the first year.
- In 2002, under Mr. Tate's leadership, the Board created the Florida 529 Savings Plan to provide families another way to save for college tuition, fees, housing and other college expenses. Prepaid College Plan sales exceeded the half-million mark that year.
- With Mr. Tate's guidance, the Board helped champion the federal legislation that exempts earnings on qualified withdrawals from Florida Prepaid College and Florida 529 Savings Plans from federal income tax.
- Already the largest plan of its kind in the nation, the Prepaid College program set another record in 2005 with one million plans sold.
- At the Florida Cabinet meeting on November 8, 2005, Governor Bush and the Florida Cabinet issued a resolution recognizing Mr. Tate's exemplary record of professional and dedicated service to the families and children of the state of Florida.
- While Mr. Tate served as Chairman, the Board sold more than one million total contracts, and more than 142,000 children used their plan benefits to attend a college or university. In addition, the Florida Prepaid College Foundation Board awarded more than 21,000 tuition and local fee scholarships. Of these, 15,472 were awarded to Stanley Tate Project STARS students, helping Florida's children build a better future through a college education.



CHAIRMAN'S MESSAGE



The Florida Prepaid College Board has been helping families save for college for more than 30 years. Our mission has not wavered since 1988, and we have now helped nearly 1.2 million families prepare financially for higher education.

During this time, when so many students and graduates are dealing with the burden of student loan debt, our cost-effective college savings programs remain vital to Florida families. We are the largest and longest-running prepaid tuition program in the nation, and we are proud to welcome the next generation of Prepaid Plan beneficiaries, as former Prepaid Plan students are having families and purchasing plans for their own children or grandchildren.

The Florida 529 Savings Plan continues to grow, adding thousands of new families each year, and offering Floridians a way to save for educational expenses for the entire family. In addition to higher education expenses, Florida 529 Savings Plans can now be used for tuition and mandatory fees associated with enrollment or attendance at an elementary or secondary public, private, or religious school, up to \$10,000 annually.

It is with great pleasure, therefore, to present the 2019 Florida Prepaid College Board Annual Report for the fiscal year ending June 30, 2019. Every Prepaid Plan and Savings Plan helps families provide their children with the lasting gift of a college education.

PREPAID PLAN HIGHLIGHTS:

- More than 518,000 students have attended college using Prepaid Plans.
- More than 103,000 students attended college in the fall of 2018 using Prepaid Plans.
- Approximately 16,000 students are using the benefits of their Prepaid Plans at a private, out-of-state or technical school.

FLORIDA 529 SAVINGS PLAN HIGHLIGHTS:

We are excited to announce that the Board has approved major enhancements to the Savings Plan, including dramatically reduced fees and new investment options. The Savings Plan will now be available exclusively for Florida residents. These enhancements took effect September 2019.

- More than 80,000 active Florida 529 Savings accounts.
- Market value increased \$75.6 million (up 12.6%) from 2017/18 to 2018/19.
- More than 8,800 new accounts opened in 2018/19.

On average, college graduates in Florida with student loan debt owe more than \$24,600 in student loans, according to the latest estimates. By continuing to help Florida families save for college, we hope to reduce that debt load and expand educational opportunities for future generations.

We look forward to another year of finding innovative ways to help Florida families prepare for higher education.

A handwritten signature in black ink, appearing to read 'John D. Rood'.

John D. Rood

Chairman, Florida Prepaid College Board

The Florida Prepaid College Board is committed to helping Floridians save for future qualified higher education expenses by providing a cost-effective, financially sound Prepaid College Plan and other college savings programs.

MISSION STATEMENT

ABOUT THE FLORIDA PREPAID COLLEGE BOARD

Since 1988, the Florida Prepaid College Board has provided families with the means to prepay the cost of college tuition, most required fees and dormitory housing for future use at any State University or Florida College through the Florida Prepaid College Plan. Florida Prepaid College Plans are guaranteed by the State of Florida.

In addition to the Florida Prepaid College Plan, the Board also offers the Florida 529 Savings Plan. The Florida 529 Savings Plan allows families to save at their own pace for the future cost of college education.

Both plans are sponsored by the State of Florida and administered by the Board. Section 529 of the Internal Revenue Code authorizes both Plans, so withdrawals for higher education expenses are tax-free.

The Florida Prepaid College Board is an agency of the State of Florida. The seven members who make up the Board are appointed and serve on a volunteer basis. They are responsible for establishing policy and monitoring performance for the Florida Prepaid College Plan and Florida 529 Savings Plan. The Executive Director and staff manage the day-to-day operations of the Board and its programs. The Board also oversees two direct-support organizations — The Florida Prepaid College Foundation and Florida ABLE Inc., d/b/a ABLE United.

The Board's first priority is always the safety of the money entrusted to it by Florida families. We are committed to helping Florida families save for one of the most important aspects in their children's lives – earning a college degree.



"Our family started saving for college by the time our twin girls turned about two, just as they were potty trained. We took the budget we already were spending on diapers and shifted it to college savings! These days Florida families have more options than ever with so many flexible plans and ways for other family members to 'gift' children the best present ever- a higher education."

Cristy Clavijo-Kish,
Florida Prepaid Plan Holder

THE IMPORTANCE OF SAVING FOR HIGHER EDUCATION

For more than 30 years, the Florida Prepaid College Board has made a college education accessible for millions of Floridians. With our help, Florida families are able to plan for their children's and grandchildren's futures. Here are just a few reasons why saving for college now makes a big impact for generations to come:

Education Pays: According to the Federal Reserve Bank of New York, the average bachelor's degree holder earns \$78,000 a year compared to \$45,000 for someone with only a high school diploma. And according to the U.S. Department of Education, college graduates on average earn \$1 million more over their lifetimes than high school graduates.

Higher Employment: A postsecondary degree or vocational training accelerates economic growth – for personal earnings as well as individuals' contribution to the local and state economy. Increasingly, the best jobs require education beyond high school. According to the Board of Governors, 64% of jobs by 2025 will require education beyond high school, including 32% needing at minimum an associate's degree.

Peace of Mind: Knowing that your child will have something set aside can help you avoid the stress that others experience when high school graduation is looming. Moreover, having money saved for college can open the door to additional choices and opportunities for students considering where to pursue their degree.

Avoiding Debt: In the United States, student loans are the second largest source of debt behind home mortgages. The latest government figures show that this debt affects more than 44 million Americans, with total student loan debt of more than \$1.5 trillion. This financial burden can delay or prevent a college graduate from buying a home, starting a family, and building career wealth and retirement savings. By starting a college savings fund now, you can help your child avoid being part of this growing statistic.

Time: The earlier you start saving, the more time you have to spread your payments and lower the monthly contribution needed to reach your savings goals.



"When so much in this life is uncertain, knowing that I have two kids' college educations paid for - it helps me to sleep well at night. Investing in Florida Prepaid College Plans for both of my kids was a no-brainer as a Type-A planning mom. Why pay more for college in 10 years when I can pay today's rates?"

- Christie Cronan,
Florida Prepaid Plan holder

CUSTOMER TESTIMONIALS

"Florida Prepaid was a dream come true for all of us."

- MERRIELLEN TIBBITS, 4-YEAR COLLEGE PLAN

"Thank you Florida Prepaid for making it possible for me to graduate from one of the best universities in Florida."

- JUSTIN FELIX, 2+2 PLAN

"Florida Prepaid meant that I had peace of mind, as a single mother, that my daughter would be able to go to a university without borrowing to do so."

JENNIFER WALTER, 4-YEAR UNIVERSITY



FLORIDA PREPAID COLLEGE PLANS

The Florida Prepaid College Board offers families an affordable and secure way to save for tuition, specified fees, and university dormitory housing at Florida's 12 State Universities and 28 Florida Colleges. The Florida Prepaid College Plan is guaranteed by the State of Florida[§]. If a child attends an out-of-state college or private college, the plan will pay the same amount as it would pay at a public college or university in Florida.

INVESTMENTS

A conservative investment strategy is used for Prepaid Plans, with customer payments invested based on a Comprehensive Investment Plan, which is structured to ensure that the Board's obligations for tuition, the tuition differential fee, local fees and dormitory costs, as applicable, are met.

Fixed income investments include U.S. Treasuries and corporate bonds. Equity investments include large capitalization growth, large capitalization value, small/mid capitalization core, international developed market and S&P 500 index stocks.

2018-2019 OPEN ENROLLMENT

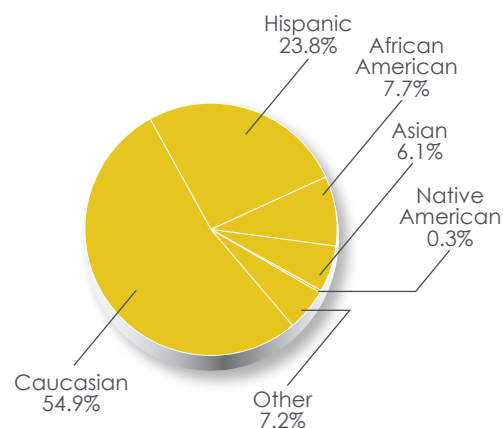
- Open Enrollment for the Florida Prepaid College Plan was February 1, 2019 - April 30, 2019.
- A total of 32,210 Prepaid Plans having a tuition component were purchased, 30,214 of which were for new student beneficiaries.
- In all, families purchased 39,966 plans – including Dormitory, Local Fee, and Tuition Differential Fee plans.
- With the close of the 2018-2019 enrollment period, the total number of children and students enrolled in the Florida Prepaid College Plan has grown to 1,177,700.

DIVERSITY

We are pleased to report that minority participation continues to increase in the Florida Prepaid College Plan. Minorities represent 45 percent of the families enrolling in 2018-2019. Since Florida Prepaid's inception, 30 percent of Prepaid families have been minorities.

Minorities represent 45% of the families

2018-2019 ENROLLMENT

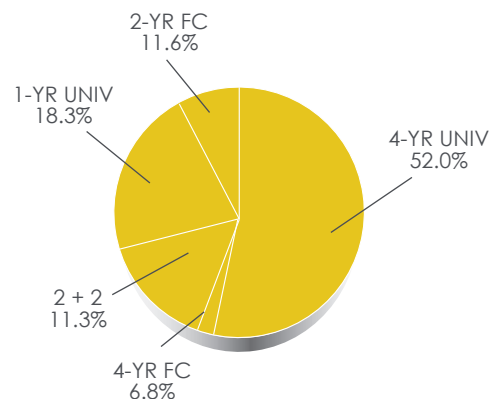


PLAN OPTIONS FOR THE 2018-2019 ENROLLMENT PERIOD

For the 2018-2019 enrollment period, families were offered the choice of five Florida Prepaid College Plans with a tuition component: the 2-Year Florida College Plan, the 4-Year Florida College Plan, the 2 + 2 Florida Plan, the 1-Year Florida University Plan and the 4-Year Florida University Plan. These plans combined tuition, tuition differential fee and other specified fees.

Also, the Board offered plans such as the Tuition Differential Fee Plan and the Local Fee Plan to cover required fees to supplement previously purchased tuition only plans. In addition, the University Dormitory Plan was offered to new and previous purchasers of a 2 + 2 Florida Plan, a 1-Year Florida University Plan, or a 4-Year Florida University Plan.

2018-2019 Prepaid Plans Sold



Q&A

How popular are the Prepaid Plans?

The 2-Year Florida College Plan was the choice of 11.6 percent of families in 2018-2019. Another 6.8 percent purchased the 4-Year Florida College Plan. The 2 + 2 Florida Plan garnered 11.3 percent of Prepaid Plan sales, and the 1-Year Florida University Plan accounted for 18.3 percent of plan sales. The most popular plan is still the 4-Year University Plan, purchased by another 52.0 percent of families.

What is the most popular way to pay for a Prepaid Plan?

There are three different payment options to choose from when purchasing a Prepaid Plan. The choice for 73.4 percent of families is to make monthly payments until the child is expected to enroll in college. Another 10.4 percent selected monthly payments over five years and 16.2 percent of families made a single lump-sum payment.

Who is most likely to buy a Florida Prepaid College Plan?

Parents remain the most frequent purchasers of our Prepaid Plans overall, as has been the case since the plans were first offered in 1988. Overall, parents comprised 85.0 percent of the purchasers in 2018-2019, with grandparents purchasing another 11.5 percent and the remaining 3.5 percent bought by relatives and others.

EVERY COUNTY IN FLORIDA HAS CHILDREN WITH A FLORIDA PREPAID COLLEGE PLAN

CUSTOMERS BY COUNTY - CUMULATIVE

North Florida: 15.1%		Central Florida: 34.6%		South Florida: 50.3%	
Alachua	13,787	Brevard	31,064	Broward	151,074
Baker	715	Citrus	4,859	Charlotte	4,675
Bay	5,461	Hernando	6,000	Collier	13,054
Bradford	668	Hillsborough	78,572	Desoto	584
Calhoun	328	Indian River	6,795	Glades	113
Clay	10,573	Lake	12,613	Hardee	593
Columbia	1,920	Levy	1,109	Hendry	846
Dixie	215	Marion	10,635	Highlands	2,869
Duval	39,499	Orange	54,734	Lee	23,118
Escambia	8,168	Osceola	6,967	Manatee	13,952
Flagler	3,364	Pasco	23,298	Martin	11,806
Franklin	233	Pinellas	56,527	Miami-Dade	169,984
Gadsden	1,496	Polk	19,665	Monroe	4,856
Gilchrist	387	Seminole	29,042	Okeechobee	1,155
Gulf	372	Sumter	2,130	Palm Beach	104,445
Hamilton	191	Volusia	21,633	Sarasota	15,845
Holmes	273	Grand Total	365,643	St. Lucie	12,047
Jackson	1,446			Grand Total	531,016
Jefferson	743				
Lafayette	164				
Leon	23,588				
Liberty	321				
Madison	505				
Nassau	3,201				
Okaloosa	6,792				
Putnam	2,265				
Santa Rosa	6,377				
St. Johns	19,961				
Suwannee	1,119				
Taylor	575				
Union	380				
Wakulla	1,950				
Walton	1,498				
Washington	618				
Grand Total	159,153				

Top 5 Counties

- 1 Miami-Dade
- 2 Broward
- 3 Palm Beach
- 4 Hillsborough
- 5 Pinellas

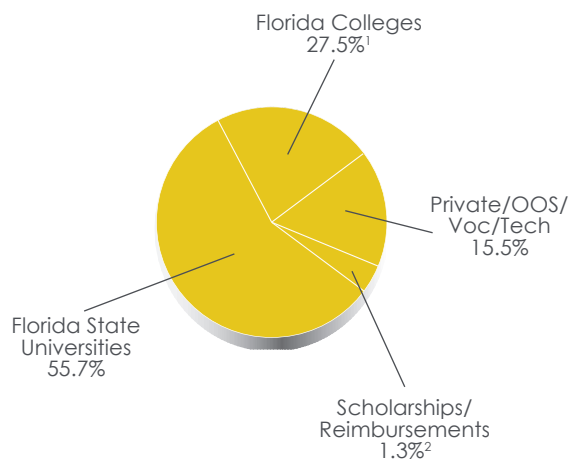
Note: This does not include recipients of Foundation scholarships or families who moved out of state.

SENDING STUDENTS OFF TO COLLEGE

The opportunity for a child to go to college is enhanced when parents or grandparents save for college. One of the ways to ensure that opportunity is by saving with a Prepaid Plan. A Florida Prepaid College Plan allows families to prepay the future cost of college tuition, tuition differential fees and other specified fees at a State University or Florida College. Families can also prepay for university dormitory housing. If the student decides to go to a private or out-of-state college, the plan will pay the same amount as it would pay at a public college or university in Florida. Also, if a child receives a scholarship, the plan will refund the same amount as it would pay a public college or university.

During the 2018 fall semester, more than 103,000 students throughout the U.S. were using Florida Prepaid Plan benefits to pursue higher education. More than half of Prepaid Plan students, 57,433 of them, attended State Universities. Another 28,342 attended Florida Colleges and more than 16,024 attended private, out-of-state or technical schools.

Prepaid Plan Usage - Fall 2018
Total: 103,094 Students



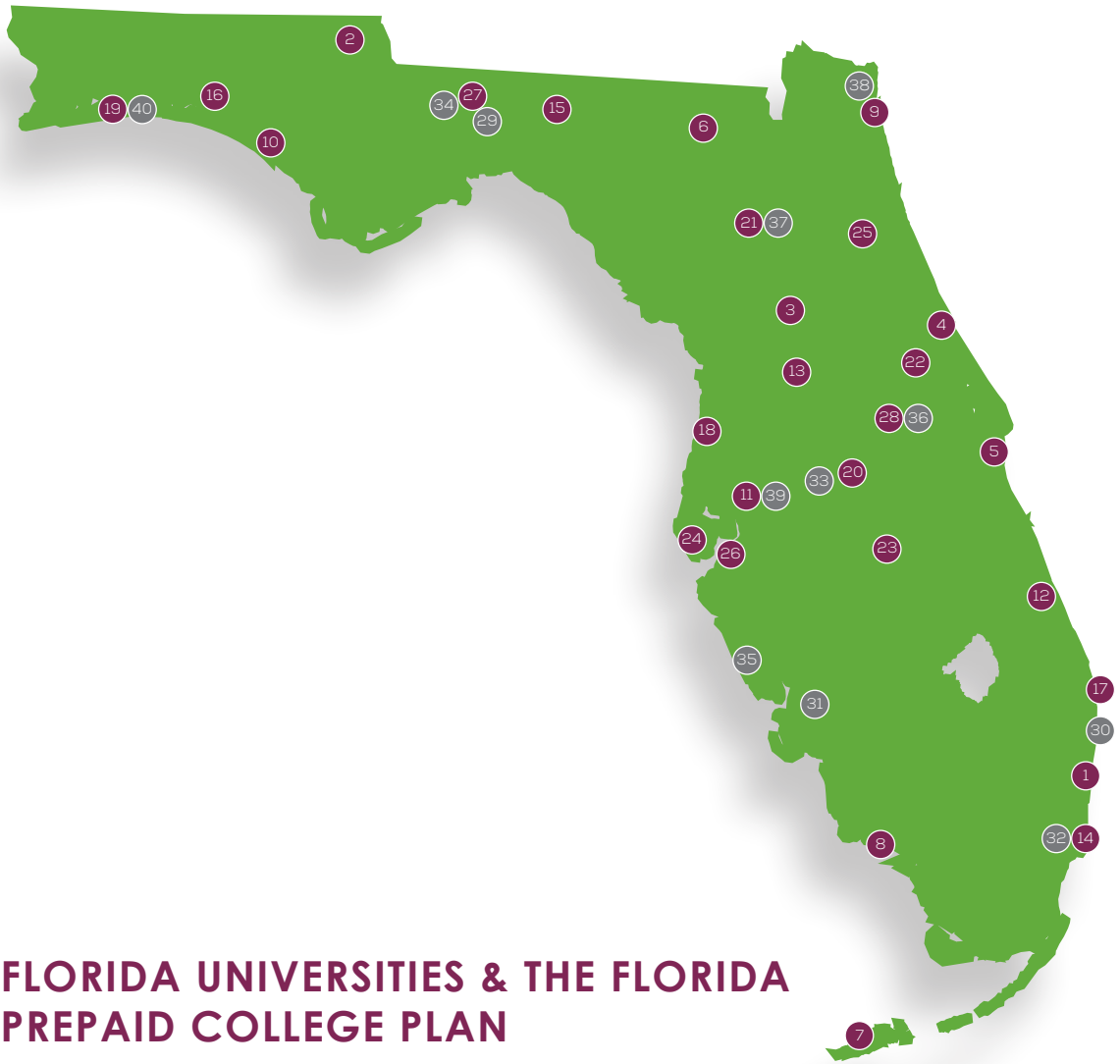
¹Includes students taking upper division level classes at a Florida College.

²Includes scholarship refunds and qualified account owner reimbursements for enrolled students.

FLORIDA COLLEGES & THE FLORIDA PREPAID COLLEGE PLAN

Institutions in the Florida College System received approximately \$26.6 million in Florida Prepaid College Plan tuition and fee payments for 28,342 students in fall 2018.

	FLORIDA COLLEGES	STUDENTS WITH PREPAID PLANS	PLAN PAYMENTS TO COLLEGES (\$)
1	BROWARD COLLEGE	2,695	\$2,546,020
2	CHIPOLA COLLEGE	107	\$119,174
3	COLLEGE OF CENTRAL FLORIDA	372	\$384,702
4	DAYTONA STATE COLLEGE	628	\$597,496
5	EASTERN FLORIDA STATE COLLEGE	831	\$745,454
6	FLORIDA GATEWAY COLLEGE	140	\$132,404
7	FLORIDA KEYS COMMUNITY COLLEGE	75	\$82,538
8	FLORIDA SOUTHWESTERN STATE COLLEGE	904	\$871,298
9	FLORIDA STATE COLLEGE AT JACKSONVILLE	1,480	\$1,333,922
10	GULF COAST STATE COLLEGE	205	\$171,112
11	HILLSBOROUGH COMMUNITY COLLEGE	1,648	\$1,516,924
12	INDIAN RIVER STATE COLLEGE	918	\$862,500
13	LAKE-SUMTER STATE COLLEGE	252	\$230,336
14	MIAMI-DADE COLLEGE	3,075	\$3,147,453
15	NORTH FLORIDA COMMUNITY COLLEGE	59	\$55,909
16	NORTHWEST FLORIDA STATE COLLEGE	168	\$173,733
17	PALM BEACH STATE COLLEGE	2,307	\$1,969,904
18	PASCO-HERNANDO STATE COLLEGE	875	\$810,809
19	PENSACOLA STATE COLLEGE	443	\$420,158
20	POLK STATE COLLEGE	506	\$495,780
21	SANTA FE COLLEGE	1,903	\$1,830,154
22	SEMINOLE STATE COLLEGE	1,180	\$1,074,092
23	SOUTH FLORIDA STATE COLLEGE	95	\$103,009
24	ST. JOHNS RIVER STATE COLLEGE	354	\$337,998
25	ST. PETERSBURG COLLEGE	2,166	\$1,993,239
26	STATE COLLEGE OF FLORIDA	620	\$578,764
27	TALLAHASSEE COMMUNITY COLLEGE	1,745	\$1,845,055
28	VALENCIA COLLEGE	2,591	\$2,219,460
	TOTAL	28,342	\$26,649,397



FLORIDA UNIVERSITIES & THE FLORIDA PREPAID COLLEGE PLAN

Florida's public universities received approximately \$95.4 million in Florida Prepaid College Plan tuition and fee payments for 57,433 students in fall 2018.

	STATE UNIVERSITIES	STUDENTS WITH PREPAID PLANS	PLAN PAYMENTS TO UNIVERSITY (\$)
29	FLORIDA A&M UNIVERSITY	654	\$1,114,942
30	FLORIDA ATLANTIC UNIVERSITY	4,042	\$6,456,110
31	FLORIDA GULF COAST UNIVERSITY	2,924	\$5,011,194
32	FLORIDA INTERNATIONAL UNIVERSITY	5,897	\$9,097,032
33	FLORIDA POLY TECHNIC UNIVERSITY	298	\$530,549
34	FLORIDA STATE UNIVERSITY	10,683	\$18,384,072
35	NEW COLLEGE OF FLORIDA	185	\$416,085
36	UNIVERSITY OF CENTRAL FLORIDA	10,709	\$17,051,913
37	UNIVERSITY OF FLORIDA	11,597	\$20,171,380
38	UNIVERSITY OF NORTH FLORIDA	3,002	\$5,095,190
39	UNIVERSITY OF SOUTH FLORIDA	6,408	\$10,524,317
40	UNIVERSITY OF WEST FLORIDA	1,034	\$1,590,285
	TOTAL	57,433	\$95,443,069

FLORIDA 529 SAVINGS PLAN

The Florida 529 Savings Plan allows families to save at their own pace for the future cost of a college education; there is no minimum monthly contribution. With a wide variety of investment options, families can decide how they want to invest their funds.

Earnings on the investments are tax-free when used for any qualified higher education expense such as tuition, fees, room and board, books and even graduate or professional school. Qualified expenses now also include tuition and mandatory fees associated with enrollment or attendance at an elementary or secondary public, private, or religious school, up to \$10,000 annually. The Florida 529 Savings Plan can be used at almost any public or private university, community college or technical school anywhere in the United States. The Savings Plan can also be used by adults returning to college for graduate school or professional certification.

As of June 30, 2019, there were 80,481 active Florida 529 Savings Plan accounts. The total market value of the Florida 529 Savings Plan was \$677 million as of June 30, 2019, up \$75.6 million from the previous year. The average account balance was \$8,423.

Introduced in 2002, the Florida 529 Savings Plan is an alternative 529 plan to the Florida Prepaid College Plan. Families can participate in one or both plans, depending on what fits their budget and their college goals for their children. More than 42% of families also have a Prepaid Plan and 93% are Florida Residents.

Unlike the Florida Prepaid College Plan, the Florida 529 Savings Plan is subject to market risk. There is no guarantee that the value of the investment will grow. The account owner could lose all or a portion of the money invested. Potential Account Owners must agree to the terms and conditions of the Florida 529 Savings Plan Program Description and Participation Agreement, which discloses the potential risk of an account.

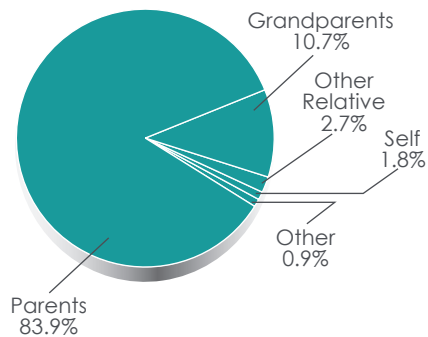
LOW FEES

The Florida 529 Savings Plan charges no commission, sales or administrative fees. The Board approved a new fee structure for the enhanced Savings Plan launched September 2019. The only fees participants pay are the investment management fees, which range from 2 basis points (.0002) to 61 basis points (.0061) on the account balance.

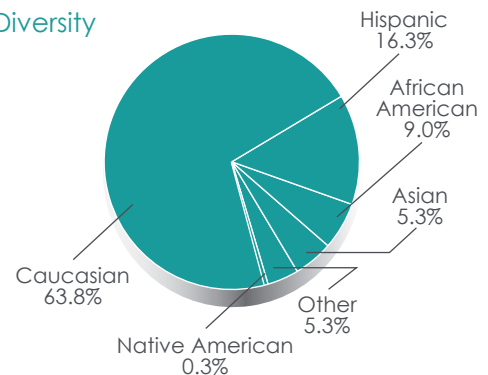
SAVINGS PLAN DEMOGRAPHICS SINCE INCEPTION

Information is self-reported at the time of enrollment. Not all enrollees participated.

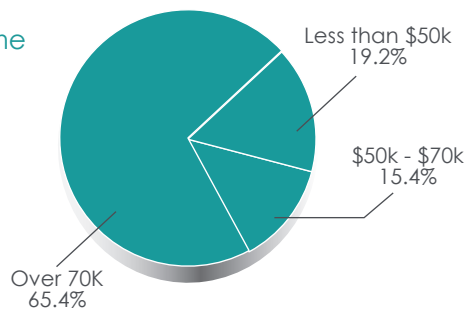
Account Owners



Diversity



Family Income



Q&A I have a Florida Prepaid College Plan. Why should I sign up for the Florida 529 Savings Plan?

The Florida 529 Savings Plan offers a way to save for extra expenses not covered by a Florida Prepaid College Plan, including books, off-campus housing, and the additional costs of most private and out-of-state colleges and graduate or professional schools.

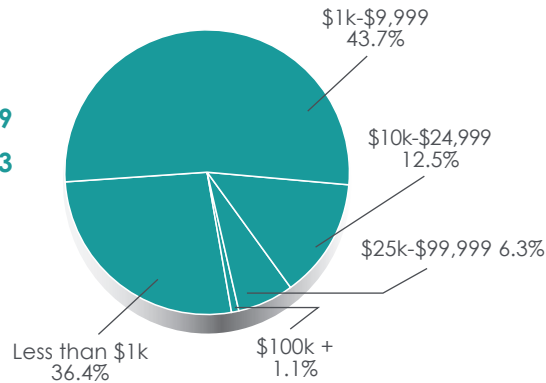
Who can establish an account in the Florida 529 Savings Plan?

Anyone 18 years or older, including parents, grandparents, other relatives and friends, can open an account for a child. Individuals can even open an account to save for themselves to pursue a degree or certification to advance their career.

What is the most popular investment option?

Many families choose the Age-Based Portfolio, which automatically adjusts the level of investment risk to match the child's age, so the investment risk is higher when the child is young and the risk is lowered automatically as the child gets closer to enrolling in college.

Customer Account Balances as of June 30, 2019
Average Account Balance = \$8,423



The account owner decides how much and how often to contribute, up to the current maximum account limit of \$418,000.

FLORIDA 529 SAVINGS PLAN
ANNUAL PERFORMANCE SUMMARY

July 1, 2018 - June 30, 2019

PORTFOLIO OPTIONS	GROSS INVESTMENT RETURNS
Age 0 - 4 / 14 or More Years to Enrollment	5.42%
Age 5 - 8 / 10 -13 Years to Enrollment	6.04%
Age 9 - 12 / 6 - 9 Years to Enrollment	6.90%
Age 13 - 15 / 3 - 5 Years to Enrollment	7.38%
Age 16 & Above / 0 - 2 Years to Enrollment	8.02%
Blended Equity Portfolio	5.41%
Balanced Portfolio	6.88%
FUND OPTIONS	
Money Market Fund	2.55%
Fixed Income Fund	8.02%
Domestic Equity Index Fund	10.38%
Large Cap Growth Fund	9.55%
Large Cap Value Fund	1.93%
Mid Cap Fund	0.80%
Small Cap Fund	11.28%
International Developed Markets Fund	-2.38%

The investment returns for the Investment Options are provided as general information only and are not intended to provide investment or other advice. Past performance is no guarantee of future performance.

The investment return shown for each Investment Option reflects the composite returns for the institutional portfolios comprising the Investment Options available to participants in the Florida 529 Savings Plan.

Please see the Disclosure Statement and Program Description & Participation Agreement for the Florida 529 Savings Plan at myfloridaprepaid.com.

The assets of the Florida 529 Savings Plan are invested by BMO Global Asset Management, AllianceBernstein LP (AB), Fiduciary Management, Florida Prime, PanAgora, and QMA in accordance with the Florida Prepaid College Board's Comprehensive Investment Plan.

Investment returns shown in the table above were calculated by Aon Hewitt Investment Consulting, Inc., the Board's investment consultant, by computing the percentage change in the trust unit value of each Investment Option. The unit values were provided to Aon for computing the investment returns. Initial funding for the Plan began in December 2002.

FINANCIAL SUMMARY FOR THE FLORIDA PREPAID COLLEGE BOARD

The Financial Summary below provides an overview of the Board's financial activities for the fiscal year ended June 30, 2019. Please read this information in conjunction with the Board's financial statements which can be found on the Board's website at myfloridaprepaid.com.

The Board's financial position is measured in terms of resources (assets) owned and obligations (liabilities) owed on a given date. The excess of assets over liabilities is equal to the net position. The Board's financial position, or net position, is one way to measure the Board's financial condition.

Stanley G. Tate Florida Prepaid College Program

Financial Position Statement of Net Position (\$ in thousands)

June 30,	2019	2018	Change
Assets			
Restricted assets	\$17,650,460	\$15,788,022	11.80%
Total assets	17,650,460	15,788,022	11.80%
Deferred Outflows of Resources			
	1,312	1,249	5.04%
Liabilities			
Current liabilities	3,299,977	2,743,871	20.27%
Long-term liabilities	10,650,696	10,091,044	5.55%
Total liabilities	13,950,673	12,834,915	8.69%
Deferred Inflows of Resources			
	279	156	80.00%
Net position			
Invested in capital assets	71	74	-2.70%
Restricted	3,700,749	2,954,127	25.27%
Total net position	\$3,700,820	\$2,954,201	25.27%

Stanley G. Tate Florida Prepaid College Plan

Statement of Revenues, Expenses and Changes in Net Position
(\$ in thousands)

Years ended June 30,	2019	2018	Change
Operating revenues - non-actuarial	\$417,629	\$429,642	-2.80%
Operating expenses - non-actuarial	(403,073)	(407,578)	-1.11%
Increase (decrease) in actuarial receivables	209,216	61,188	241.92%
Increase in actuarial liabilities	(560,298)	393,504	-242.39%
Net operating revenues	(336,526)	476,756	-170.59%
Non-operating revenues	1,136,205	145,778	679.41%
Non-operating expenses	(53,060)	(35,556)	49.23%
Net non-operating revenues	1,083,145	110,222	882.69%
Change in net position	746,619	586,978	27.20%
Net position, beginning	2,954,201	2,367,634	24.77%
Implementation of GASB 75		(411)	
Net position, beginning, as restated	2,954,201	2,367,223	24.80%
Net position, ending	\$3,700,820	\$2,954,201	25.27%

Florida 529 Savings Plan

Financial Position

Statement of Fiduciary Net Position (\$ in thousands)

Years ended June 30,	2019	2018	Change
Assets			
Restricted assets	\$736,383	\$629,493	16.98%
Total assets	736,383	629,493	16.98%
Liabilities			
Current liabilities	52,281	22,425	133.14%
Long-term liabilities	51	46	10.87%
Total liabilities	52,332	22,471	132.89%
Net position			
Held in trust for individuals	684,051	607,022	12.69%
Total net position	\$684,051	\$607,022	12.69%

Statement of Changes in Fiduciary Net Position (\$ in thousands)

Years ended June 30,	2019	2018	Change
Additions	\$128,840	\$118,940	8.32%
Deductions	(51,811)	(43,295)	19.67%
Increase in net position	77,029	75,645	1.83%
Net position, beginning	607,022	531,377	14.24%
Net position, ending	\$684,051	\$607,022	12.69%

BOARD MEMBERS

The Florida Prepaid College Board is committed to helping Floridians save for future qualified higher education expenses by providing cost-effective, financially sound college savings programs. The Board has seven members including three members appointed by the Governor, the Chief Financial Officer of Florida, the Attorney General of Florida, the Chancellor of the State University System of Florida and the Chancellor of the Division of Florida Colleges, or their designees. The Board manages the Florida Prepaid College Plan and the Florida 529 Savings Plan, which are tax-advantaged 529 plans authorized by Section 529 of the Internal Revenue Code. Board meetings are open to the public and held quarterly.

**The Florida Prepaid College Board would like to thank
Madeline Pumariega for her service to the Board.**

**The Florida Prepaid College Board would like to welcome
Chancellor Kathy Hebda to the Board.**

**The Florida Prepaid College Board would like to welcome
Chief Financial Officer (CFO) Jimmy Patronis to the Board.**



JOHN D. ROOD - CHAIRMAN

Ambassador John D. Rood was appointed to the Florida Prepaid College Board by Governor Rick Scott in June 2016 and has served as Chairman of the Board since December 2016. Mr. Rood is the founder and chairman of The Vestcor Companies. He served as United States Ambassador to the Commonwealth of the Bahamas from 2004 until 2007. Mr. Rood previously served as a member of the Florida Fish and Wildlife Conservation Commission and the Board of Governors of the State University System. He is on the Board of Trustees of Flagler College and previously served as a board member for Episcopal High School and Teach for America. Mr. Rood received his bachelor's degree from the University of Montana.



CHRIS KINSLEY - VICE CHAIRMAN

Chris Kinsley is the Finance and Facilities Assistant Vice Chancellor for the Florida Board of Governors and serves as staff director for the Board of Governors Facilities Committee. Mr. Kinsley is responsible for capital projects funding for the State University System of Florida. He has oversight for all Educational Plant Surveys; PECO funding; and System Shared Initiatives. Mr. Kinsley joined the Board of Governor's Office in 2006, and has over 20 years of state and local government experience in accounting, finance, capital financing and audit. He serves as Vice Chairman of the Florida Prepaid College Board and is the designee for the Chancellor of the State University System of Florida. Mr. Kinsley has a Master's in Accounting from Florida State University and is a licensed CPA.



RADFORD LOVETT

Radford Lovett is managing director and co-founding partner of Lovett Miller & Co., a Florida-based venture capital and private equity firm that invests in privately held companies primarily in the Southeastern United States. Mr. Lovett has also served as founder, chairman and chief executive officer of two successful growth companies, TowerCom Development, LP, and TowerCom Limited. In addition, Mr. Lovett formerly served as a member of the board of trustees for the University of North Florida and also served as president of the foundation board and co-chairman of the University of North Florida's Capital Campaign. He is also a former chairman of the Youth Crisis Center and the Jacksonville Jaguars Honor Rows program. Mr. Lovett graduated from Harvard College and lives in Atlantic Beach, Florida.

KATHY HEBDA

Chancellor Kathy Hebda has committed more than 30 years to improving education for students in Florida across all educational sectors. As Chancellor of the Florida College System's 28 institutions, she continues to advocate for open access for all Floridians to high-quality, affordable postsecondary education. Chancellor Hebda began her educational career in Florida's and Georgia's public school system as a middle school chorus teacher. She came to the Florida Department of Education (FDOE) in 1992 first serving as a program specialist, policy coordinator, and administrator of the District Certification Partnership Training Program in the Bureau of Educator Certification. Hebda also held positions as FDOE's Deputy Public School Chancellor for Educator Quality, as well as Chief of the Bureau of Educator Recruitment, Development, and Retention. Before becoming Chancellor of the Florida College System, Hebda served as Chief of Staff to Florida's former Commissioner of Education Pam Stewart. Chancellor Hebda earned her Master's degree in Music Education from Florida State University and a Bachelor's degree in Music Education from Newberry College in South Carolina.



JIM W. RASMUSSEN

James W. Rasmussen was appointed to the Florida Prepaid College Board in December 2015 by Governor Rick Scott. Mr. Rasmussen is the former Chairman, President and CEO of SunTrust Bank, South Florida. Mr. Rasmussen's career with SunTrust spanned 37 years. Mr. Rasmussen has been active in community and civic affairs, maintaining leadership positions throughout his career. He currently serves as a Director on the Advisory Board of SunTrust Bank, North Florida and mentors students at the Florida State University College of Business. Mr. Rasmussen graduated from Bradley University with a Bachelor of Science degree in accounting and earned his graduate degree from the Stonier Graduate School of Banking. Mr. Rasmussen is a graduate of Leadership Florida, Class XIII.



ADRIA D. STARKEY

Adria D. Starkey was appointed to the Florida Prepaid College Board by Governor Rick Scott in December 2015. Ms. Starkey serves as the Collier County President for FineMark National Bank & Trust. Ms. Starkey has three decades of experience in financial services. Prior to joining FineMark, Ms. Starkey was Chief Operating Officer of The Sanibel Captiva Trust Company and President of The Naples Trust Company. She is currently on the Foundation Board for Healthcare Network of Southwest Florida, the Board of Directors for Gulfshore Playhouse and the Friends of Baker Park Board of Directors. She is currently a trustee of the Naples Children and Education Foundation. Ms. Starkey holds a degree in finance from the University of Florida and has done postgraduate work at Florida International University, University of Miami and the University of North Carolina.



JIMMY PATRONIS

Jimmy Patronis is Florida's Chief Financial Officer and member of the Cabinet. The office heads the Florida Department of Financial Services and is responsible for overseeing the state's finances, collecting revenue, paying state bills, auditing state agencies, regulating cemeteries and funerals, and handling fires and arsons. In addition, the CFO has administrative oversight over the offices which handles banking and insurance regulation. Mr. Patronis served in the Florida House of Representatives from 2006 to 2014 and is recognized for outstanding leadership in his hometown of Panama City and throughout Florida. He is a former director of the Bay Medical Center's Foundation and Gulf Coast Community College Foundation Board. He was instrumental in the establishment of the Northwest Florida Beaches International Airport in Panama City and has served as chairman and a board member of Bay County-Panama City International Airport and Industrial District. Mr. Patronis earned his associate degree in restaurant management from Gulf Coast Community College and a bachelor's degree in political science from Florida State University.



SERVICE PROVIDERS

The Board contracts with various companies for legal, financial, investment, customer service, marketing and other professional support. Our vendors include:

AON HEWITT INVESTMENT CONSULTING, INC.

ALLIANCEBERNSTEIN LP (AB)
Investment Management Services

BLACKROCK FINANCIAL MANAGEMENT, INC.

BMO GLOBAL ASSET MANAGEMENT
Investment Management Services

CARR, RIGGS & INGRAM, LLC
Auditing and Accounting Services

FIDUCIARY MANAGEMENT, INC.
Investment Management Services

FLORIDA PRIME
(Under a State Board of
Administration contract)
Investment Management Services

GRAY ROBINSON, P.A.
Legal Services

INSIGHT INVESTMENTS

INTUITION SYSTEMS, INC.
Records Administration
and Customer Service

MILLIMAN, INC.
Actuarial Services

MOORE, INC.
Integrated Communications

NEUBERGER BERMAN
FIXED INCOME, LLC.
Investment Management Services

NORTHERN TRUST INVESTMENTS, N.A.
Investment Management Services

PANAGORA ASSET MANAGEMENT, INC.
Investment Management Services

QUANTITATIVE MANAGEMENT ASSOCIATES, LLC
Investment Management Services

ST. JOHN & PARTNERS
Advertising, Digital and Social Media

THE NORTHERN TRUST COMPANY
Trustee and Securities Lending Services

WELLINGTON MANAGEMENT COMPANY LLP

WELLS FARGO
Banking Services



The Florida Prepaid College Plan is financially guaranteed by the State of Florida. Section 1009.98(7), Florida Statutes.

Unlike the Florida Prepaid College Plan, investments in the Florida 529 Savings Plan are not guaranteed and you could lose all or a portion of your investment. Nothing in this publication should be construed as financial, investment, legal or tax advice. Consult your own advisors before investing.

The Florida Prepaid College Board is the source of all information included in this Annual Report unless otherwise noted.

