Resolution approving the issuance of tax-exempt revenue obligations by the California Enterprise Development Authority in an aggregate principal amount not to exceed $8,000,000 among other things, to refinance various capital facilities owned by The Urban School of San Francisco and to determine other matters related thereto.

WHEREAS, The Urban School of San Francisco, a nonprofit corporation, duly organized and existing under the laws of the State of California (the "Borrower") has requested that the California Enterprise Development Authority, a joint exercise of powers agency established pursuant to the laws of the State of California (the "Authority"), issue its revenue obligations (the "Obligations") in an aggregate principal amount not to exceed $8,000,000, for the purpose of making a loan (the "Loan") to the Borrower pursuant to a loan agreement (the "Loan Agreement") to refinance various capital facilities as more fully described below; and,

WHEREAS, The Borrower plans to use the proceeds of the Loan to (i) refinance the outstanding ABAG Finance Authority For Nonprofit Corporations Variable Rate Demand Revenue Bonds (The Urban School of San Francisco), Series 2004 (the "Prior Bonds"), the proceeds of which were used to finance and refinance the cost incurred to acquire, construct, install, rehabilitate, equip and furnish educational facilities located at 1563 Page Street, San Francisco, California 94117, all owned and operated by the Borrower and used for the educational purposes, (ii) pay the cost of terminating an interest rate hedge agreement entered into in connection with the Prior Bonds, and (iii) pay certain costs of issuance in connection with the financing (collectively, the "Project"); and,
WHEREAS, The City and County of San Francisco (the "City") is an associate member of the Authority; and,

WHEREAS, The issuance of the Obligations shall be subject to the approval of and execution by the Authority of all financing documents relating thereto to which the Authority is a party; and,

WHEREAS, The Project is located wholly within the City; and,

WHEREAS, The interest on the Obligations will qualify for tax exemption under Section 103 of the Internal Revenue Code of 1986, as amended (the "Code") only if, among other things, the Obligations are approved in accordance with Section 147(f) of the Code; and,

WHEREAS, The Board of Supervisors of the City (the "Board") is the elected legislative body of the City and is one of the applicable elected representatives required to approve the issuance of the Obligations within the meaning of Section 147(f) of the Code and the Joint Powers Act, comprising Articles 1, 2, 3 and 4 of Chapter 5 of Division 7 of Title 1 (commencing with Section 6500) of the Government Code of the State of California (the "Act"); and,

WHEREAS, The Authority has requested the Board to approve the issuance of the Obligations in order to satisfy the public approval requirements of Section 147(f) of the Code and the Act; and,

WHEREAS, On June 30, 2010, the City caused a notice to appear in The Examiner, which is a newspaper of general circulation in the City, stating that a public hearing with respect to the issuance of the Obligations would be held by the City's Office of Public Finance on July 14, 2010; and,
WHEREAS, The Office of Public Finance held the public hearing described above on July 14, 2010, and an opportunity was provided for persons to comment on the issuance of the Obligations and the plan of finance for the Project; and,

WHEREAS, the Director of the Office of Public Finance recommends approval of the issuance of the Obligations pursuant to Chapter 43, Article 9, Section 5 of the Administrative Code; now, therefore be it

RESOLVED, That this Board hereby finds and declares the above recitals are true and correct; and, be it

FURTHER RESOLVED, That this Board hereby approves the issuance, from time to time, pursuant to a plan of finance, of the Obligations by the Authority; and, be it

FURTHER RESOLVED, That it is the purpose and intent of this Board that this Resolution constitute approval by the applicable elected representative of the governmental unit having jurisdiction over the area in which the Project is located for the purposes of and in accordance with Section 147(f) of the Code and the Act; and, be it

FURTHER RESOLVED, That the approval by the City of the issuance of the Obligations by the Authority is neither an approval of the underlying credit issues of the proposed Project nor an approval of the financial structure of the Obligations; and none of the City or any department thereof, shall have any responsibility or liability whatsoever with respect to the Obligations or the Project; and, be it

FURTHER RESOLVED, That the Obligations shall not constitute a debt or obligation of the City and the payment of the principal, prepayment premium, if any, and purchase price of and interest on the Obligations shall be solely the responsibility of the Borrower; and, be it

FURTHER RESOLVED, The adoption of this Resolution shall not obligate (i) the City to provide financing to the Borrower for the Project or to issue the Obligations for purposes of
such financing; (ii) make any contribution or advance any funds to the Authority; (iii) the City
or any department of the City to approve any application or request for, or take any other
action in connection with, any environmental, General Plan, zoning or any other permit or
other regulatory action sought in connection with the Project; and

FURTHER RESOLVED, That the Controller and the Director of the Office of Public
Finance and any other proper officers of the City are hereby authorized and directed to
execute such other agreements, documents and certificates, and to perform such other acts
as may be necessary or advisable to effect the purposes of this Resolution, and, be it

FURTHER RESOLVED, That this Resolution shall take effect immediately upon its
adoption.

APPROVED AS TO FORM:

DENNIS J. HERRERA
City Attorney

By:
MARK D. BLAKE
Deputy City Attorney
Resolution approving the issuance of tax-exempt revenue obligations by the California Enterprise Development Authority in an aggregate principal amount not to exceed $8,000,000 among other things, to refinance various capital facilities owned by The Urban School of San Francisco and to determine other matters related thereto.

August 10, 2010 Board of Supervisors - ADOPTED
   Ayes: 10 - Alioto-Pier, Campos, Chiu, Chu, Daly, Duffy, Elsbernd, Mar, Maxwell and Mirkarimi
   Excused: 1 - Avalos

File No. 100970

I hereby certify that the foregoing Resolution was ADOPTED on 8/10/2010 by the Board of Supervisors of the City and County of San Francisco.

Angela Calvillo
Clerk of the Board

Mayor Gavin Newsom
Date Approved

August 17, 2010