[Issuance of Tax-Exempt Revenue Obligation Bonds - The California School of Mechanical Arts (Lick-Wilmerding High School) - Not to Exceed $17,000,000]

Resolution approving in accordance with Section 147(f) of the Internal Revenue Code of 1986, as amended, the issuance of tax-exempt obligations by the California Statewide Communities Development Authority in an aggregate principal amount not to exceed $17,000,000 for the refinancing of various capital facilities owned by The California School of Mechanical Arts (Lick-Wilmerding High School).

WHEREAS, The California School of Mechanical Arts (Lick-Wilmerding High School), a California nonprofit corporation (the "Corporation") has requested that the California Statewide Communities Development Authority, a joint exercise of powers agency established pursuant to the laws of the State of California (the "Authority"), issue obligations (the "Obligation") in an aggregate principal amount not to exceed $17,000,000, for the purpose of making a loan (the "Loan") to the Corporation which will refinance various capital facilities as more fully described below; and

WHEREAS, proceeds of the Obligation are to be loaned to the Corporation, pursuant to a Master Loan Agreement (the "Loan Agreement"). The Corporation plans to use the proceeds of the Loan for the following purposes: (1) to refinance all of the outstanding $18,375,000 ABAG Finance Authority for Nonprofit Corporations Revenue Bonds (The California School of Mechanical Arts – Lick-Wilmerding High School) Series 2002, which financed the construction of a technology and design center, expansion of seating capacity at the auditorium, remodeling the entrance, construction of a new cafeteria, construction of a new music room and the construction and acquisition of various other capital improvements for the Corporation’s campus located at 755 Ocean Avenue, San Francisco, California 94112 (the "Project"); and (2) pay various costs of issuance and other related costs with respect to...
the Obligation. The Project is owned and operated by the Corporation and used for the
educational purposes of the Corporation.

WHEREAS, The City and County of San Francisco (the "City") is a member of the
Authority; and

WHEREAS, The issuance and delivery of the Obligation 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 subject to the issuance of the Obligation by the Authority; and

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

WHEREAS, The interest on the Obligation may qualify for tax exemption under Section
103 of the Internal Revenue Code of 1986, as amended (the "Code") only if the Obligation is
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
issue within the meaning of Section 147(f) of the Code and Section 9 of the Amended and
Restated Joint Exercise of Powers Agreement, dated as of June 1, 1988, among certain local
agencies, including the City (the "Agreement"); and

WHEREAS, The Authority has requested the Board to approve the issuance and sale
of the Obligation in order to satisfy the public approval requirements of Section 147(f) of the
Code and the requirements of Section 9 of the Agreement; and

WHEREAS, On February 2, 2012, the City caused a notice to appear in the San
Francisco Chronicle, which is a newspaper of general circulation in the City, stating that a
public hearing with respect to the issuance of the Obligation and the Project would be held by
the Controller's Office of Public Finance on February 16, 2012; and

WHEREAS, The Controller's Office of Public Finance held the public hearing described
above on February 16, 2012, and an opportunity was provided for persons to comment on the
issuance of the Obligation and the plan of financing for the Project, and the Office of Public
Finance has forwarded to this Board any written comments received on or prior to the date of
said hearing; 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 of the
Obligation by the Authority; and be it

FURTHER RESOLVED, That it is the purpose and intent of this Board that this
Resolution constitute approval of the issuance of the Obligation 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 Section
9 of the Agreement; and, be it

FURTHER RESOLVED, That the approval of the issuance of the Obligation by the
Authority is neither an approval of the underlying credit issues supporting of the proposed
Project nor an approval of the financial structure of the Obligation; and be it

FURTHER RESOLVED, That the Obligation 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 Obligation shall be solely the responsibility of the Corporation; and be it

FURTHER RESOLVED, The adoption of this Resolution shall not obligate (i) the City to
provide or pledge any of its revenues or assets financing to the Corporation for the
acquisition, rehabilitation and development of the Project or to issue the obligation for
purposes of such financing; or (ii) the City, or any department of the City, to approve and
application or request for, or take any other action in connection with, and environmental,
General Plan consistency determinations, zoning or any other permit or other regulatory
action sought in connection with the Project; 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 in accordance with Section 147(f) of the Internal Revenue Code of 1986, as amended, the issuance of tax-exempt obligations by the California Statewide Communities Development Authority in an aggregate principal amount not to exceed $17,000,000 for the refinancing of various capital facilities owned by The California School of Mechanical Arts (Lick-Wilmerding High School).

March 07, 2012 Budget and Finance Sub-Committee - RECOMMENDED

March 13, 2012 Board of Supervisors - ADOPTED

Ayes: 11 - Avalos, Campos, Chiu, Chu, Cohen, Elsbernd, Farrell, Kim, Mar, Olague and Wiener

I hereby certify that the foregoing Resolution was ADOPTED on 3/13/2012 by the Board of Supervisors of the City and County of San Francisco.

Angela Calvillo
Clerk of the Board

Date Approved