Resolution approving for purposes of Internal Revenue Code, Section 147(f), the
Issuance and Sale of Revenue Obligations by the California Enterprise Development
Authority in an aggregate principal amount not to exceed $19,000,000 to finance or
refinance the acquisition, construction, renovation, rehabilitation, improvement and/or
equipping of educational and related facilities to be owned and operated by San
Francisco University High School, a California nonprofit public benefit corporation.

WHEREAS, The California Enterprise Development Authority ("Authority") is authorized
pursuant to the provisions of California Government Code, Section 6500 et seq. and the terms
of a Joint Powers Agreement, dated as of June 1, 2006 ("Agreement"), among certain public
agencies throughout the State of California, to issue revenue bonds and other forms of
indebtedness to assist nonprofit corporations to obtain tax-exempt financing for appropriate
projects and purposes; and

WHEREAS, San Francisco University High School ("Borrower"), a California nonprofit
public benefit corporation and an organization described in Section 501(c)(3) of the Internal
Revenue Code of 1986, as amended ("Code"), has requested that the Authority issue revenue
obligations qualifying as "qualified 501(c)(3) bonds" in an aggregate principal amount not to
exceed $19,000,000 ("Obligations") to: (i) refinance certain indebtedness that previously
financed costs relating to acquisition, construction, renovation, rehabilitation, improvement
and/or equipping of the Borrower's educational and related facilities located at 3220
Sacramento Street, at 3185 Washington Street, at 3150 Washington Street, and at 3065
Jackson Street, in San Francisco, California 94115, and at 3954 Washington Street, in San
Francisco, California 94118 (collectively, "Prior Project"); (ii) finance, including through reimbursement of prior Borrower expenditures, the construction, renovation, rehabilitation, improvement and/or equipping of the Borrower's educational facilities located at 3150 Washington Street and at 3065 Jackson Street, in San Francisco, California 94115, including, but not limited to, improvements to classrooms, creation of new offices, creation of additional seating in the Borrower's student center, and replacement of certain sports court fencing ("New Money Construction Project"); (iii) finance certain pre-construction costs related to the future construction, renovation, rehabilitation, improvement and/or equipping of the Borrower's educational facilities located at 3150 California Street and at 3185 Washington Street, in San Francisco, California 94115 (together with the Prior Project and the New Money Construction Project, "Project"), all of which is and will be owned and operated by, and used in an integrated operation of, the Borrower (or a wholly-owned limited liability company of the Borrower); and (iv) pay various transaction costs and other related costs; and

WHEREAS, The Project is located within the boundaries of the City and County of San Francisco ("City"), which is a member of the Authority; and

WHEREAS, Pursuant to Section 147(f) of the Code, and the Treasury Regulations promulgated thereunder, the issuance of the Obligations by the Authority may qualify for tax exemption under Section 103 of the Code only if the Obligations are approved by an "applicable elected representative" of both the governmental unit issuing the Obligations or on behalf of which the Obligations are to be issued, and a governmental unit having jurisdiction over the geographic area in which the Project is located, after a public hearing held following reasonable public notice; and

WHEREAS, The issuance and delivery of the Obligations shall be subject to the approval of and execution by the Authority; and

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Supervisor Stefani
BOARD OF SUPERVISORS
WHEREAS, The Authority has requested the Board of Supervisors of the City and County of San Francisco ("Board") approve the issuance and sale of the Obligations in order to satisfy the requirements of Section 147(f) of the Code, and the Treasury Regulations promulgated thereunder, the Board being an applicable elected representative having jurisdiction over the geographic area in which the Project is located within the meaning of Section 147(f) of the Code, and the Treasury Regulations promulgated thereunder; and

WHEREAS, On February 28, 2020, the City caused a notice to appear on its website, stating that a public hearing with respect to the issuance of the Obligations would be held by the Office of Public Finance on March 9, 2020; and

WHEREAS, The Office of Public Finance of the City has held the public hearing described above on March 9, 2020, and an opportunity was provided for persons to comment on the issuance and sale of the Obligations and the plan of financing and refinancing of the Project; and

WHEREAS, The Obligations will be limited obligations of the Authority, payable solely from and secured solely by amounts received from or on behalf of the Borrower, and will not constitute an indebtedness or obligation, or a pledge of the faith and credit of, or the taxing power, if any, of the City or the Authority, except to the limited extent described herein; and

WHEREAS, It is intended that this Resolution shall constitute approval of the issuance of the Obligations for purposes of Section 147(f) of the Code, and the Treasury Regulations promulgated thereunder; now, therefore, be it

RESOLVED, That this Board finds that all of the recitals set forth above are true and correct; and, be it

FURTHER RESOLVED, That the Board, as an applicable elected representative of the governmental unit on behalf of which the Obligations will be issued and having jurisdiction over the geographic area in which the Project is or will be located, hereby approves the issuance of
the Obligations by the Authority. It is the purpose and intent of the Board that this Resolution constitute both "issuer" approval and "host" approval of the issuance of the Obligations by the City for purposes of Section 147(f) of the Code, and the Treasury Regulations promulgated thereunder; and, be it

FURTHER RESOLVED, That the approval by the Board of the issuance and sale of the Obligations is neither an approval of the underlying credit issues of the Project nor an approval of the financial structure of the Obligations, and that the adoption of this Resolution shall not obligate (i) the City to provide financing to the Borrower for the acquisition, construction, renovation, rehabilitation, improvement and/or equipping of the Project, or to issue the Obligations for purposes of such financing or (ii) 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 action necessary for the construction, renovation, rehabilitation, improvement and/or equipping of the Project; and, be it

FURTHER RESOLVED, That this Resolution shall take effect from and after its adoption and approval.

APPROVED AS TO FORM:
Dennis J. Herrera,
City Attorney

By:  
Mark D. Blake
Deputy City Attorney

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Supervisor Stefani
BOARD OF SUPERVISORS
Resolution approving for purposes of Internal Revenue Code, Section 147(f), the Issuance and Sale of Revenue Obligations by the California Enterprise Development Authority in an aggregate principal amount not to exceed $19,000,000 to finance or refinance the acquisition, construction, renovation, rehabilitation, improvement and/or equipping of educational and related facilities to be owned and operated by San Francisco University High School, a California nonprofit public benefit corporation.

March 25, 2020 Budget and Finance Committee - RECOMMENDED

March 31, 2020 Board of Supervisors - ADOPTED

Ayes: 11 - Fewer, Haney, Mandelman, Mar, Peskin, Preston, Ronen, Safai, Stefani, Walton and Yee

I hereby certify that the foregoing Resolution was ADOPTED on 3/31/2020 by the Board of Supervisors of the City and County of San Francisco.

Angela Calvillo
Clerk of the Board

London N. Breed
Mayor

Date Approved

4.10.20