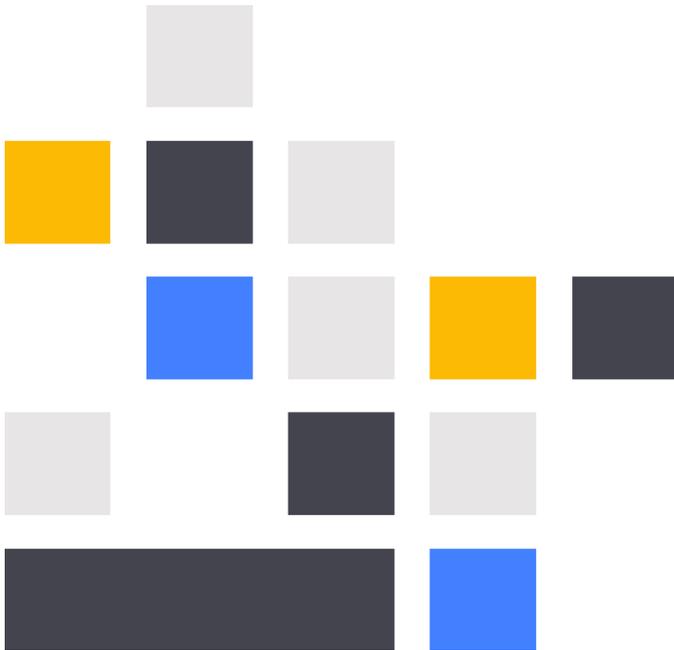


2021 General Obligation Refunding Bonds

BUDGET AND FINANCE COMMITTEE

- Resolution: Authorizes the issuance and sale of General Obligation Refunding Bonds, Series 2021-R1 and Series 2021-R2 ("2021 GO Refunding Bonds") - Not to Exceed \$220,000,000
- Appropriation Ordinance: Refunding General Obligation Bond Proceeds - \$220,000,000



March 17, 2021

City and County of San Francisco
Office of the Controller
Office of Public Finance

Proposed GO Refunding Bond Series 2021-R1 & 2021-R2

SUMMARY OF THE PROPOSED 2021 GO REFUNDING BONDS

- The following Prior Bonds have been identified by OPF as refunding candidates which can be refunded in March 2021 and September 2021 and are estimated to produce savings based on bond market conditions as of March 2021:

2021 General Obligation Bond Refunding Candidates	Original Par Amount	Outstanding Par Amount	Callable Par Amount	Final Maturity
<i>Refunding Candidates callable June 15, 2021</i>				
Series 2013A (Clean & Safe Neighborhood Parks, 2012)	\$71,970,000	\$36,785,000	\$34,690,000	2033
Series 2013B (Earthquake Safety & Emergency Response, 2010)	\$31,020,000	\$15,860,000	\$14,955,000	2033
Series 2013C (Road Repaving & Street Safety, 2011)	\$129,560,000	\$66,195,000	\$62,425,000	2033
Subtotal Refunding Candidates callable June 15, 2021	\$232,550,000	\$118,840,000	\$112,070,000	
<i>Refunding Candidates callable December 15, 2021</i>				
Refunding Series 2011-R1	\$339,475,000	\$120,760,000	\$94,125,000	2030
Total 2021 GO Refunding Candidates	\$572,025,000	\$239,600,000	\$206,195,000	

- Estimated gross savings to property taxpayers of approximately **\$25.2 million** based on an estimated interest rate of 1.86%
- On a net present value ("NPV") basis, debt service savings are estimated to be **\$23.0 million**, or **11.17%** of the total outstanding principal (\$206.2 million) of the Prior Bonds to be refunded



Approving Sale of GO Refunding Bonds, Series 2021-R1 & 2021-R2, not to exceed \$220,000,000

CURRENT PLAN OF FINANCE

- With the Resolution, OPF is seeking approval of the sales of the second (2021-R1) and third (2021-R2) series of GO Refunding Bonds under the 2020 Master Refunding Authorization
- Not to exceed par amount of \$220,000,000
- Final Maturity of June 15, 2033
- Estimated True Interest Cost: 1.86%
- Estimated Closing Dates:
 - Series 2021-R1: April 2021
 - Series 2021-R2: September 2021

SOURCES AND USES

<u>Sources:</u>	Series 2021-R1	Series 2021-R2	Total
<u>Refunding Bond Proceeds</u>			
Par Amount	\$95,850,000	\$87,810,000	\$183,660,000
Premium	\$19,326,284	\$9,098,279	\$28,424,563
Total Sources	\$115,176,284	\$96,908,279	\$212,084,563
<u>Uses:</u>			
Refunding Escrow	\$114,594,953	\$96,376,085	\$210,971,038
<u>Delivery Date Expenses</u>			
Cost of Issuance	\$407,854	\$373,268	\$781,122
Underwriter's Discount	\$173,477	\$158,926	\$332,403
Total Uses	\$115,176,284	\$96,908,279	\$212,084,563
<i>Reserve for Market Uncertainty</i>			\$7,915,437
Not-to-Exceed Par Amount			\$220,000,000

Source: Montague DeRose and Associates, LLC

