

LEGISLATIVE DIGEST

[San Francisco Public Utilities Commission Wastewater Revenue Bond Issuance - Not to Exceed \$846,906,000]

Ordinance approving the issuance and sale of wastewater revenue bonds by the San Francisco Public Utilities Commission (the “Commission”) in an aggregate principal amount not to exceed \$846,906,000 to finance the costs of various projects benefitting the Wastewater Enterprise pursuant to amendments to the Charter (the “Charter”) of the City and County of San Francisco (the “City”) enacted by the voters on November 5, 2002, as Proposition E (“Proposition E”); declaring the official intent of the Commission to reimburse itself with one or more issues of tax-exempt bonds; and ratifying previous actions taken in connection therewith.

Existing Law

This is new legislation.

Background Information

The proposed Ordinance authorizes the issuance by the SFPUC of its water revenue bonds (the “Wastewater Revenue Bonds”) in an amount not to exceed \$846,906,000 to finance the costs of various capital water projects benefitting the SFPUC Water Enterprise. The Wastewater Revenue Bonds will be issued pursuant to Proposition E (codified at Charter Section 8B.124), at a maximum rate of 12% per annum. The Ordinance delegates to the SFPUC the authority to determine the timing, amount and manner of sale of Wastewater Revenue Bonds (i.e., competitive or negotiated), subject to the SFPUC approving the form of a substantially final offering document.

The Ordinance also authorizes declares the Official Intent of the City, on behalf of the SFPUC, to reimburse itself with a portion of the proceeds of the Wastewater Revenue Bonds in accordance with Treasury Regulation Section 1.150-2.