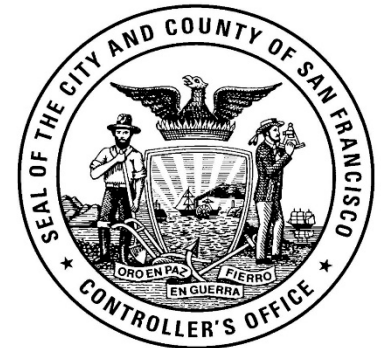


CDE General Obligation Bond Sale Resolutions and Appropriation Ordinance

Transportation & Road Improvement 2021C - MTA - \$122,785,000;
Health & Recovery 2021D - RPD, HSH, DPH, DPW - \$425,000,000;
Earthquake Safety & Emergency Response 2021E - DPW and PUC - \$90,000,000



Budget & Finance Committee

May 12, 2021

Sources and Uses for Proposed GO Bond Series 2021CDE

	<u>Transportation (2021C)</u>	<u>Health & Recovery (2021D)</u>	<u>ESER (2021E)</u>	<u>Total</u>
Maximum Not to Exceed Amount:	\$122,785,000	\$425,000,000	\$90,000,000	\$637,785,000
Estimated Sources:				
Par Amount	\$122,785,000	\$421,310,000	\$87,345,000	\$631,440,000
Total Estimated Sources:	\$122,785,000	\$421,310,000	\$87,345,000	\$631,440,000
Estimated Uses:				
Project Fund Deposits:				
Project Fund	\$122,114,215	\$417,323,993	\$86,516,188	\$625,954,396
CSA Audit Fee	\$244,228	\$834,647	\$173,032	\$1,251,907
Total Project Fund Deposits:	\$122,358,443	\$418,158,640	\$86,689,220	\$627,206,303
Cost of Issuance	\$180,987	\$623,500	\$131,710	\$936,197
Underwriter's Discount	\$122,785	\$2,106,550	\$436,725	\$2,666,060
CGOBOC Fee	\$122,785	\$421,310	\$87,345	\$631,440
Total Delivery Expense:	\$426,557	\$3,151,360	\$655,780	\$4,233,697
Reserve for Market Uncertainty:	N/A	\$3,690,000	\$2,655,000	\$6,345,000
Total Estimated Uses:	\$122,785,000	\$425,000,000	\$90,000,000	\$637,785,000



Fiscal Impact of Proposed GO Bond Series 2021CDE

- Estimated Financing Costs*

Projected par: \$631,440,000

Estimated interest rate: 3.75%

Estimated total interest cost: \$347,740,000

Estimated Annual Property Tax Impact: \$12.99 per \$100,000 (\$77.06 for \$600K home)

- Debt Capacity

Certified Net Assessed Valuation (Net AV) for FY20-21: \$301,409,160,689

3% GO Debt Capacity: \$9,042,274,821

GO Debt Outstanding as of 5/1: \$2,838,046,740 (0.94% of Net AV)

GO Debt Outstanding including proposed 2021CDE Bonds: \$3,469,486,740 (1.15% of Net AV)

- Capital Planning Constraint

Issuance of 2021CDE bonds is consistent with FY2006 property tax rate cap policy

** Interest rate and cost estimates provided by Fieldman, Rolapp & Associates, Inc., an MSRB-registered municipal advisory firm*



2014 Transportation and Road Improvement

The Mayor's Transportation Task Force from 2013, Transportation 2030, recommended that the SFMTA be included in the City's General Obligation Program.

The 2014 Transportation and Road Improvement General Obligation Bond passed in November 2014 with 71.9% of the vote.

Amount Issued to date:

\$377.2 m

Final Issuance:

\$122.8 m

Issuance Date:

Spring 2021

*Cost of issuance is \$5 million over the program



2014 Transportation and Road Improvement

The 2014 Transportation and Road Improvement General Obligation Bond has delivered safer, faster, and more reliable transit. It has also invested in improving the walking and bicycling environment.

Funded Projects

55

Projects Open for
Use

21

4th Issuance Projects

Project/Uses	4 th Issuance Amount
Better Market Street	\$63,548,000
L-Taraval Muni Forward	\$11,250,000
BART Canopies	\$42,000,000
Western Addition Signals	\$4,527,882
Contingency	\$788,333
Cost of Issuance/Fees	\$370,785 (est.)
Total	\$122,785,000



Health & Recovery Bond Summary

Total Bond Program = \$487.5 million

Department	First Sale (current request)	Future Sale
HSH	\$147,000,000	
DPH	\$60,000,000	
REC	\$176,500,000	\$62,500,000
DPW	\$41,500,000	
Total	\$425,000,000	\$62,500,000

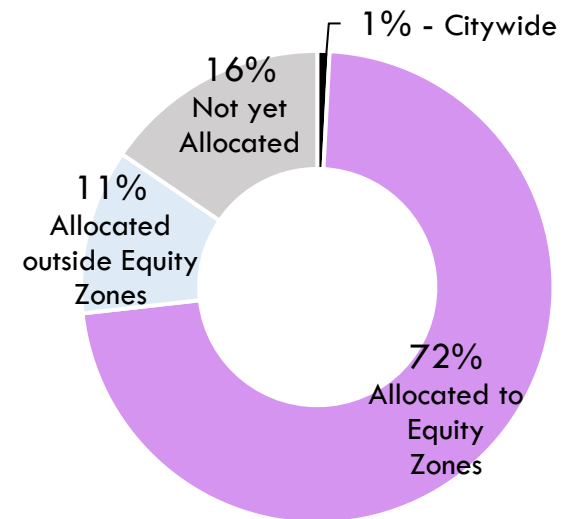


Health & Recovery Bond – Recreation and Parks

First Sale Request: \$176.5 M

\$101 M for Neighborhood Parks, \$54 M for Recovery Parks, \$14.32 for Citywide Parks and Programs, \$7.18 M for Admin. Costs (Split with other Depts.)

Parks & Open Space: \$239M			
NEIGHBORHOOD PARKS	101	PROGRAMS	136
Buchanan Street Mall	2	Citywide Parks	18
Gene Friend Rec Center	30	Recovery Parks (Priorities include Crocker Amazon, Buena Vista, Jackson, Richmond Senior Park, South Sunset & Portsmouth Square)	86
Herz Playground/Sunnydale HOPE SF	10	Sustainability	14
India Basin	29	Playgrounds	9
Japantown Peace Plaza	25	Community Opportunity Fund	6
Contingency – Projects	5	Trails	1
		Community Gardens	0.6
ADMINISTRATION	2	Contingency - Programs	1.4



Projects located in Equity Zones

Office of Public Finance | CDE GO Bonds Sale Resolutions & Appropriation Ordinance



Health & Recovery Bond - Homelessness and Supportive Housing

Bond proceeds will be used to stabilize, acquire, construct, expand, and/or improve Permanent Supportive Housing units and shelters. The estimated budget for this bond component is \$147 million and based on current estimates those funds would support capital costs approximately 250 Permanent Supportive Housing beds and 75 shelter beds.

Homelessness and Supportive Housing*	
888 Post – Transition Age Youth Navigation Center	\$29.1 million
Housing Acquisition	\$116.6 million
Program Delivery	\$1 million
Controller Audits	\$0.3 million
Total: Homelessness and Supportive Housing	\$147.0 million

* Project fund allocations shown include bond issuance and oversight costs.



Health & Recovery Bond - Homelessness and Supportive Housing

Preliminary program updates:

888 Post – Transition Age Youth Navigation Center: Subject to the availability of funds, the Department intends to exercise its option to purchase 888 Post by the end of July 2021, with a target acquisition date of August 31, 2021. This timeline includes passing an authorizing resolution through the Board of Supervisors plus a 30-day closing period.

Housing Acquisition: While many factors could impact this schedule, the Department projects using all funding for housing acquisition by a target date of December 2023. This initial date assumes all bond funds are available with sufficient lead time.



Health & Recovery Bond - Public Health

With the issuance of Health & Recovery Bond funds DPH is proposing to invest in important facility acquisitions, renovations, and expansion across the continuum of care – from renovating and expanding Psychiatric Emergency Services (PES) at ZSFG to better serve clients in crisis to acquiring buildings to provide placements for much needed treatment and long-term care support.

DPH Allocation*	
Behavioral Health Acquisitions & Rehabilitation	\$43.5 million
Psychiatric Emergency Services (PES) Renovation & Expansion at ZSFG	\$11.4 million
Planning, Program and Project Management	\$5 million
Controller Audits	\$0.1 million
Total: Public Health	\$60.0 million

* Project fund allocations shown include bond issuance and oversight costs.



Health & Recovery Bond - Public Health

Behavioral Health Acquisitions & Rehabilitation DPH will utilize bond funds to acquire and rehabilitate buildings to provide priority bed placements for critical behavioral health services, such as board and care and other residential care, locked acute and sub-acute treatment facilities, psychiatric skilled nursing facilities, residential treatment facilities, or residential stepdown facilities. Buildings may also serve as locations for access and delivery of necessary outpatient or patient access and engagement services.

Psychiatric Emergency Services (PES) Renovation & Expansion at ZSFG Since the current Psychiatry Emergency Service (PES) facility opened in 1987, PES patient volume has increased by approximately 50%. The PES environment is now woefully inadequate to provide patients an appropriately respectful amount of personal space, and to allow PES staff to use best practices to maintain a safe treatment setting for patients and staff.

Preliminary Program Schedules			
Program	Planning/ Programming	Bid/Award	Acquisition/ Rehabilitation
Behavioral Health Acquisitions & Rehabilitation	In progress – 12/2021		01/2022 – 01/2023
Psychiatric Emergency Services (PES) Renovation & Expansion at ZSFG	100% CD's September 2021	October 2022	December 2022 – January 2024



Health & Recovery Bond - Public Works

The Department of Public Works (DPW) will invest \$31.5 million for street resurfacing; \$5 million for the design, construction, and maintenance of ADA-compliant accessible curb ramps; and \$5 million for the repair and maintenance of street structures.

Right-of-Way Repair*	
Street Resurfacing	\$31.4 million
Curb Ramps	\$5.0 million
Street Structures and Plazas	\$5.0 million
Controller Audits	\$0.1 million
Total: Right-of-Way Repair	\$41.5 million

* Project fund allocations shown include bond issuance and oversight costs.



Earthquake Safety and Emergency Response 2020 Bond Program (ESER 2020)

REQUEST FOR APPROVAL OF:

- Resolution authorizing and approving the sale of Not to Exceed \$90,000,000 in General Obligation Bonds (second bond sale) for the Earthquake Safety & Emergency Response Bond Program 2020.
- Ordinance appropriating \$90,000,000 of the series 2021E Earthquake Safety & Emergency Response General Obligation bond proceeds; and placing these funds on Controller's reserve pending sale of the bonds.

BOND AUTHORIZATION TOTAL : *\$628,500,000*

PROPOSED ISSUANCE: *\$90,000,000*

PROPOSED DATE OF ISSUANCE: *JULY 2021*



Earthquake Safety and Emergency Response 2020 Bond Program (ESER 2020)

Bond Component	Description & Key Deliverables	Project Selection Process	2nd Bond Sale Planned Efforts
Emergency Firefighting Water System	Renovate, expand, and seismically upgrade the City's Emergency Firefighting Water System	Projects selected by SFPUC Management Oversight Committee are Potable Emergency Firefighting Water System (PEFWS), Fireboat Manifolds, and system studies.	Planning, design, and construction of assigned projects
Neighborhood Fire Stations and Support Facilities	Strengthen, improve, and rehabilitate Neighborhood Fire Stations and Support Facilities , including the replacement of the firefighter training facility currently located on Treasure Island and the Fire Station 7 Replacement project	Fire Department projects are selected from among the list of stations and other facilities that are identified as in most need from operational and state of condition assessments. The replacement Fire Training Facility is driven by the fact that it must vacate its current location on Treasure Island by 2026. Other projects to be named will align with exigent operational and state of condition needs.	Fire Training Facility ("FTF") site acquisition; FTF and Fire Station 7 Replacement Project programming, site due diligence, environmental review and agency approvals, design, and CM/GC procurement and pre-construction efforts
District Police Stations and Support Facilities	Make seismic, safety and operations improvements to district police stations and City-owned District Police Stations and Support Facilities	Police Department projects are selected from among the list of stations and other facilities that are identified as in most need from operational and state of condition assessments. The projects selected pose a life-safety hazard as they are at-risk of partial or substantial collapse from the effect of a major earthquake.	N/A
Disaster Response Facilities	Upgrade or replace critical City-owned Disaster Response Facilities to assure the City can deploy aid, provide shelter, and coordinate emergency response activities	Kezar Pavilion was selected as a facility with high seismic vulnerabilities and opportunities to serve multiple disaster-response functions. The project benefits a vulnerable asset while augmenting the City's emergency preparedness capabilities and expanding program opportunities for general public use.	N/A
911 Call Center	Expand the 9-1-1 Response Facilities to provide more dispatchers, new technologies and increased efficiencies	The City's Emergency Operations Center requires a major upgrade and expansion of its 9-1-1 Call Center to best align with the service needs of a growing San Francisco begins to respond to its functional mission.	N/A



Earthquake Safety and Emergency Response 2020 Bond Program (ESER 2020)

Bond Component	Bond Authorization	Bond Budget	1st Bond Issuance ¹	Proposed 2nd Bond Issuance	Future Bond Sales ²
Emergency Firefighting Water System	\$153,500,000	\$151,170,852	\$20,000,000	\$15,000,000	\$116,170,852
Neighborhood Fire Stations and Support Facilities	\$275,000,000	\$270,827,260	\$2,900,000	\$71,516,188	\$196,411,073
District Police Stations and Support Facilities	\$121,000,000	\$119,163,994	\$32,022,200	\$0	\$87,141,794
Disaster Response Facilities	\$70,000,000	\$68,937,848	\$15,855,705	\$0	\$53,082,143
911 Call Center	\$9,000,000	\$8,863,438	\$8,863,438	\$0	\$0
Subtotal Bond Components	\$628,500,000	\$618,963,392	\$79,641,343	\$86,516,188	\$452,805,862
Oversight, Accountability, COI		\$9,536,608	\$1,073,657	\$828,812	\$4,979,139
Reserve for Market Uncertainty			\$2,655,000	\$2,655,000	
TOTAL	\$628,500,000	\$628,500,000	\$80,715,000	\$90,000,000	\$457,785,000

¹ Pre-bond expenditure reimbursements are in process (funded by the 1st Bond Sale); amounts reflect final totals from executed bond sale

² Future bond sale values pertaining to components/projects, Oversight, Accountability, and COI



Earthquake Safety and Emergency Response 2020 Bond Program (ESER 2020)

Program Schedule Overview

Bond Component	Planning / Design / Permits	Bid/Award	Construction
Emergency Firefighting Water System*	In progress – 12/24	1/21 – 6/25	6/21 – 12/26
Neighborhood Fire Stations & Support Facilities*	01/21 – 06/24	04/23 – 01/25	01/25 – 06/27
District Police Stations & Support Facilities*	04/21 – 01/24	10/21 – 09/24	04/22 – 09/26
Disaster Response Facilities – Kezar Pavilion	04/21 – 10/23	10/23 – 03/24	03/24 – 12/25
911 Call Center	05/21 – 01/22	01/22 – 05/22	06/22 – 06/23

* Multi-project bond component

