

1 [Public Hearing Approval.]

2 **Resolution approving the issuance and sale of revenue bonds by the ABAG Finance**
3 **Authority for Nonprofit Corporations in an aggregate principal amount not to exceed**
4 **\$13,500,000 for On Lok Health Services and On Lok Community Housing, Inc.**

5
6 WHEREAS, The ABAG Finance Authority for Nonprofit Corporations, a joint exercise of
7 powers agency established pursuant to the laws of the State of California (the "Authority"),
8 has proposed to issue and sell its revenue bonds (the "Bonds") in an aggregate principal
9 amount not to exceed \$13,500,000 for the purpose of making a loan to On Lok Health
10 Services and On Lok Community Housing, Inc., California nonprofit public benefit corporations
11 (the "Corporations"); and,

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

14 WHEREAS, The project to be financed with the proceeds of the Bonds includes:
15 (1) the refunding of existing indebtedness of On Lok Health Services and On Lok Community
16 Housing, Inc.; and (2) the acquisition of capital improvements and construction of a health
17 facility (collectively, the "Project"), to be owned by On Lok, Inc.; and,

18 WHEREAS, The Project is located at 1333 Bush Street in San Francisco, California;
19 and,

20 WHEREAS, The interest of the Bonds may qualify for tax exemption under Section 103
21 of the Internal revenue Code of 1986, as amended (the "Code") only if the Bonds are
22 approved in accordance with Section 147(f) of the Code; and,

23 WHEREAS, The Board of Supervisors of the City (the "Board") is the elected legislative
24 body of the City and is the applicable elected representative required to approve the issue
25 within the meaning of Section 147(f) of the Code; and,

1 WHEREAS, The Authority has requested the Board to approve the issuance and sale
2 of the Bonds in order to satisfy the public approval requirements of Section 147(f) of the Code
3 and,

4 WHEREAS, On November 22, 2003, the City caused a notice stating that a public
5 hearing with respect to the issuance of Bonds would be held by the Mayor's Office of Public
6 Finance and Business Affairs on December 9, 2003, to appear in the *Independent* which is a
7 newspaper of general circulation in the City; and,

8 WHEREAS, The Mayor's Office of Public Finance and Business Affairs has held the
9 public hearing described above on December 9, 2003, and an opportunity was provided for
10 persons to comment on the issuance and sale of the Bonds and the Project; now, therefore be
11 it,

12 RESOLVED, That this Board hereby finds and declares the above recitals are true and
13 correct; and, be it

14 FURTHER RESOLVED, That this Board hereby approves the issuance and sale of the
15 Bonds by the Authority. It is the purpose and intent of this Board that this Resolution
16 constitute approval of the Bonds by the applicable elected representative of the governmental
17 unit having jurisdiction over the area in which the Project is located in accordance with Section
18 147(f) of the Code; and, be it

19 FURTHER RESOLVED, That the approval of the issuance and sale of the Bonds by
20 the City is neither an approval of the underlying credit quality of the proposed Project nor an
21 approval of the financial structure of the Bonds.

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City and County of San Francisco

City Hall
1 Dr. Carlton B. Goodlett Place
San Francisco, CA 94102-4689

Tails
Resolution

File Number: 031982

Date Passed:

Resolution approving the issuance and sale of revenue bonds by the ABAG Finance Authority for Nonprofit Corporations in an aggregate principal amount not to exceed \$13,500,000 for On Lok Health Services and On Lok Community Housing, Inc.

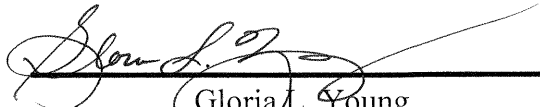
December 16, 2003 Board of Supervisors — ADOPTED

Ayes: 8 - Ammiano, Daly, Dufty, Gonzalez, Hall, Ma, Maxwell, Peskin
Absent: 2 - McGoldrick, Sandoval
Excused: 1 - Newsom

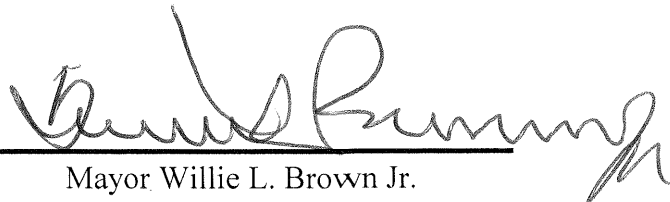
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I hereby certify that the foregoing Resolution was ADOPTED on December 16, 2003 by the Board of Supervisors of the City and County of San Francisco.

DEC 19 2003


Gloria L. Young
Clerk of the Board

Date Approved



Mayor Willie L. Brown Jr.