

DECLARATION OF PUBLICATION OF SAN FRANCISCO CHRONICLE

**CITY AND COUNTY OF
SAN FRANCISCO**

**NOTICE OF PUBLIC HEARING
PURSUANT TO SECTION 147(f) OF
THE INTERNAL REVENUE CODE
OF 1986, AS AMENDED, FOR THE
FINANCING AND REFINANCING
OF CERTAIN FACILITIES FROM
THE ISSUANCE OF TAX-EXEMPT
OBLIGATIONS**

NOTICE IS HEREBY GIVEN that at 10:30 a.m. on Friday, April 20, 2018, in the City and County of San Francisco's Office of Public Finance, Room 336, 1 Dr. Carlton B. Goodlett Place, San Francisco, California 94102, a public hearing (the "Public Hearing") will be held with respect to the proposed issuance of tax-exempt obligations, in one or more series (the "Obligations"), by the California Enterprise Development Authority (the "Authority") in an aggregate principal amount not to exceed One Hundred Twenty-Five Million Dollars (\$125,000,000), the interest on which is intended to be federally tax-exempt and exempt from State of California personal income taxes. The Public Hearing is intended to comply with the public approval requirement of Section 147(f) of the Internal Revenue Code of 1986, as amended (the "Code").

Proceeds of the Obligations will be loaned by a financial institution to the Authority which will simultaneously loan such proceeds to The San Francisco Conservatory of Music, a California nonprofit public benefit corporation and an organization described in section 501(c)(3) of the Code, or any affiliate thereof or successor thereto collectively, the "Borrower", pursuant to one or more loan agreements or similar financing arrangements (collectively, the "Loan Agreement"). The Borrower intends to use the proceeds of the Obligations to: (i) finance and refinance, including through the reimbursement of the Borrower for the prior payment of, a portion of the cost of acquiring certain real property and constructing thereon a new twelve-story, approximately 170,000-square-foot, mixed-use building, which will include, among other things, student and faculty housing, education space including classrooms, technology and recording labs, and rehearsal space), student lodging, a recital hall and a performance hall, replacement rent-controlled housing units, ground-floor-level retail/commercial space, and administrative offices, to be located on or about the northeast corner of Van Ness Avenue and Hayes Street, San Francisco, California, 94102 (the "Van Ness Property"); (ii) refinance a portion of the cost of acquiring certain real estate and constructing thereon a six-story, approximately 130,000-square-foot building, which includes, among other things, education space (including classrooms, ensemble rooms, practice rooms, faculty studios and offices, and library), three performance spaces, and administrative offices, located at 70 Oak Street and 70 Oak Street, San Francisco, California 94102 (collectively, the "Oak Street Property" and, together with the "Van Ness Property", the "Project"); and (iii) pay various transaction costs and related costs. The Project is and will be owned by the Borrower and will be used for the educational purposes thereof. Obligations will be issued in one or more series, and will be paid entirely in payments by the Borrower under the Loan Agreement. Neither the full faith and credit nor the taxing power, if

any, of the City and County of San Francisco (the "City"), the Authority and its members, the State of California (the "State") or any other political corporation, subdivision or agency of the State is pledged to the payment of the principal of, premium, if any, or interest on the Obligations, nor shall the City, the Authority and its members, the State, or any other political corporation, subdivision or agency of the State be liable or obligated to pay the principal of, premium, if any, or interest on the Obligations.

Those wishing to comment on the issuance of the Obligations, the proposed nature or location of the Project, or the plan of finance for the Project may either appear in person at the time and place indicated above or submit written comments, which must be received prior to the Public Hearing, to the City, c/o Office of Public Finance, at the address indicated above.

Date: April 5, 2018

CITY AND COUNTY OF SAN FRANCISCO

Lori Gomez

Declares that:

The annexed advertisement has been regularly published in the

SAN FRANCISCO CHRONICLE

Which is an was at all times herein mentioned established as newspaper of general circulation in the City and County of San Francisco, State of California, as the term is defined by Section 6000 of the Government Code

SAN FRANCISCO CHRONICLE

(Name of Newspaper)

901 Mission Street

San Francisco, CA 94103

From

4/5/18

To

4/5/18

Namely on

4/5/18

(Dates of Publication)

I declare under penalty of perjury that the foregoing is true and correct.

Executed on

4/5/18

At San Francisco, California

Lori Gomez