

LEGISLATIVE DIGEST

[Amending Ordinance No. 143-18 - San Francisco Public Utilities Commission Water Revenue Bond Issuance - Not to Exceed \$513,524,665]

Ordinance amending Ordinance No. 143-18 to authorize an increase of the issuance and sale of tax-exempt or taxable Water Revenue Bonds and other forms of indebtedness by the San Francisco Public Utilities Commission (Commission) to an aggregate principal amount not to exceed \$513,524,665 from \$478,440,136 to finance the costs of various capital water projects benefitting the Water Enterprise, pursuant to amendments to the Charter of the City and County of San Francisco enacted by the voters on November 5, 2002, known as Proposition E; authorizing the issuance of Water Revenue Refunding Bonds; declaring the official intent of the Commission to reimburse itself with one or more issues of tax-exempt or taxable bonds or other forms of indebtedness; and ratifying previous actions taken in connection therewith, as defined herein.

Existing Law

This law proposes to amend Ordinance No. 143-18, passed by the Board on June 12, 2018 and signed by the Mayor on June 20, 2018 (“Original Ordinance”).

The Original Ordinance authorized the issuance of not to exceed \$478,440,136 to finance the costs of various capital water projects benefitting the Water Enterprise.

Amendments to Current Law

The proposed Amending Ordinance increases the authorization to issue bonded indebtedness to \$513,524,665 from \$478,440,136.

Background Information

On November 5, 2002, the voters of the City and County of San Francisco approved Proposition E (“Proposition E”) which authorized the Commission to issue revenue bonds, including notes, commercial paper or other forms of indebtedness, when authorized by ordinance approved by a two-thirds vote of the Board of Supervisors, for the purpose of reconstructing, replacing, expanding, repairing or improving water facilities or clean water facilities or combinations of water and clean water facilities under the jurisdiction of the Commission.

The proposed Amending Ordinance amends the Original Ordinance to increase the bonding authorization to \$513,524,665 from \$478,440,136 to provide additional funds to pay the costs to finance expanded water projects, as more fully set forth in the staff report accompanying the proposed Amending Ordinance.

FILE NO. 190571

The Bonds will be issued under an Amended and Restated Indenture dated as of January 1, 2002, as further amended and supplemented from time to time, between the Commission and U. S. Bank National Association.

All other terms of the Prior Ordinance remain in effect, and are incorporated by reference.

n:\financlas2019\1300182\01360051.docx