

May 27, 2022

Angela Calvillo
Clerk of the Board
Board of Supervisors
City Hall
1 Dr. Carlton B. Goodlett Place, Room 244
San Francisco, CA 94102-4689

Subject: Ordinance Amending the Administrative Code Provision Governing Airport Revenue Bonds

Dear Ms. Calvillo:

We have enclosed a Board of Supervisors Ordinance amending the Administrative Code to provide that Section 54522 of the California Government Code, which requires annual publication of year-end financial statements not more than 120 days after the close of each fiscal year, shall not apply to airport revenue bonds.

The 1991 Master Bond Resolution currently requires the Commission's audited financial statements be provided to the bond trustee within 120 days after the end of each of its Fiscal Years. Additional time is needed to coordinate among City staff and the City's outside auditors and actuary in implementing Governmental Accounting Standards Board financial reporting requirements that have been adopted since 2017.

On May 17, 2022, the Airport Commission adopted Resolution No. 22-0096 (the "Twenty-Fourth Supplemental Resolution") providing for and approving an Amendment to the 1991 Master Bond Resolution to require the Commission's audited financial statements be provided to the bond trustee within 210 days after the end of each of its Fiscal Years, instead of within 120 days. Through the adoption of the Twenty-Fourth Supplemental Resolution, the Airport Commission requested the Board of Supervisors to enact an ordinance amending Chapter 2, Article VII, Section 2.62(a) of the Administrative Code to provide that the provisions of Section 54522 of the California Government Code shall not apply to the airport revenue bonds issued pursuant to said Section 2.62, in order to facilitate the effectiveness of the amendment provided in the Twenty-Fourth Supplemental Resolution. The enclosed proposed Ordinance would enact the Airport Commission's requested amendment.

The following is a list of accompanying documents:

- Board of Supervisors Ordinance;
- Legislative Digest;
- Section 54522 of the California Government Code;

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- Twenty-Fourth Supplemental Resolution; and
- Airport Director's Memorandum accompanying the Twenty-Fourth Supplemental Resolution.

The following person may be contacted regarding this matter:

Ronda Chu
Capital Finance Director
(650) 821-2823
ronda.chu@flysfo.com

Very truly yours,

Kantrice Ogletree /s/

Kantrice Ogletree
Commission Secretary

Enclosures

cc: Ronda Chu, Finance
Cathy Widener, Governmental Affairs