

File No. 180623

Committee Item No. 6

Board Item No. \_\_\_\_\_

## COMMITTEE/BOARD OF SUPERVISORS

### AGENDA PACKET CONTENTS LIST

Committee: Government Audit and Oversight

Date: October 25, 2018

Board of Supervisors Meeting:

Date: \_\_\_\_\_

#### Cmte Board

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| <input type="checkbox"/>            | <input type="checkbox"/> | Motion                                       |
| <input checked="" type="checkbox"/> | <input type="checkbox"/> | Resolution                                   |
| <input type="checkbox"/>            | <input type="checkbox"/> | Ordinance                                    |
| <input type="checkbox"/>            | <input type="checkbox"/> | Legislative Digest                           |
| <input type="checkbox"/>            | <input type="checkbox"/> | Budget and Legislative Analyst Report        |
| <input type="checkbox"/>            | <input type="checkbox"/> | Youth Commission Report                      |
| <input type="checkbox"/>            | <input type="checkbox"/> | Introduction Form                            |
| <input type="checkbox"/>            | <input type="checkbox"/> | Department/Agency Cover Letter and/or Report |
| <input type="checkbox"/>            | <input type="checkbox"/> | MOU  |
| <input type="checkbox"/>            | <input type="checkbox"/> | Grant Information Form                       |
| <input type="checkbox"/>            | <input type="checkbox"/> | Grant Budget                                 |
| <input type="checkbox"/>            | <input type="checkbox"/> | Subcontract Budget                           |
| <input type="checkbox"/>            | <input type="checkbox"/> | Contract/Agreement                           |
| <input type="checkbox"/>            | <input type="checkbox"/> | Form 126 – Ethics Commission                 |
| <input type="checkbox"/>            | <input type="checkbox"/> | Award Letter                                 |
| <input type="checkbox"/>            | <input type="checkbox"/> | Application                                  |
| <input type="checkbox"/>            | <input type="checkbox"/> | Public Correspondence                        |

#### OTHER

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Prepared by: John Carroll

Date: October 19, 2018

Prepared by: \_\_\_\_\_

Date: \_\_\_\_\_

1 [Resolution of Intention - Incurring Bonded Indebtedness and Other Debt for the Central SoMa  
2 Special Tax District]

3 **Resolution declaring the intention of the Board of Supervisors to incur bonded**  
4 **indebtedness and other debt for City and County of San Francisco Special Tax District**  
5 **No. 2018-1 (Central SoMa), and determining other matters in connection therewith.**

6  
7 WHEREAS, The Central SoMa planning area (the "Central SoMa Plan Area") runs  
8 from 2nd Street to 6th Street, Market Street to Townsend Street, exclusive of those areas that  
9 are part of the Downtown Plan or in the C-3 zoning districts; and

10 WHEREAS, The Board of Supervisors has this date adopted its "Resolution of intention  
11 to establish City and County of San Francisco Special Tax District No. 2018-1 (Central SoMa),  
12 and determining other matters in connection therewith" (the "Resolution of Intention"), stating  
13 its intention to form the "City and County of San Francisco Special Tax District No. 2018-1  
14 (Central SoMa)" (the "Special Tax District") pursuant to Chapter 43, Article X of the San  
15 Francisco Administrative Code (the "Code"), which Code incorporates the Mello-Roos  
16 Community Facilities Act of 1982, as amended (the "Act"), for the purpose of financing costs of  
17 public infrastructure and other authorized facilities (the "Facilities") and services necessary or  
18 incident to development of the Central SoMa Plan Area; and

19 WHEREAS, This Board included in the Resolution of Intention certain findings,  
20 determinations and declarations, which findings, determinations and declarations this Board of  
21 Supervisors further incorporates herein by this reference; and

22 WHEREAS, In the Resolution of Intention, this Board of Supervisors stated its intention  
23 to undertake the proceedings to form the Special Tax District under the alternate procedures  
24 established by Section 43.10.17 of the Code; and

1           WHEREAS, This Board of Supervisors wishes to undertake the proceedings to authorize  
2 the issuance of bonded indebtedness and other debt (as defined in the Code) for the Special  
3 Tax District under the alternate procedure established by Section 43.10.18 of the Code; and

4           WHEREAS, This Board of Supervisors estimates the amount required for the financing  
5 of the costs of the Facilities to be the sum of not to exceed \$5,300,000,000; and

6           WHEREAS, In order to finance the costs of the Facilities it is necessary to incur bonded  
7 indebtedness and other debt in the amount not to exceed \$5,300,000,000 on behalf of the  
8 Special Tax District; and

9           WHEREAS, United States Income Tax Regulations, Section 1.150-2 provides generally  
10 that proceeds of tax-exempt debt are not deemed to be expended when such proceeds are  
11 used for reimbursement of expenditures made prior to the date of issuance of such debt unless  
12 certain procedures are followed, one of which is a requirement that (with certain exceptions),  
13 prior to the payment of any such expenditure, the issuer declares an intention to reimburse such  
14 expenditure; and

15           WHEREAS, It is in the public interest and for the public benefit that the City declares its  
16 official intent to reimburse the expenditures referenced herein; now, therefore, be it

17           RESOLVED, That it is necessary to incur bonded indebtedness and other debt within  
18 the boundaries of the proposed Special Tax District in the amount of up to \$5,300,000,000 to  
19 finance the costs of the Facilities; and, be it

20           FURTHER RESOLVED, That the bonded indebtedness and other debt is proposed to  
21 be incurred for the purpose of financing the costs of the Facilities, including acquisition and  
22 improvement costs and all costs incidental to or connected with the accomplishment of said  
23 purposes and of the financing thereof, as permitted by Section 53345.3 of the Act; and, be it

24           FURTHER RESOLVED, That the City hereby declares that it reasonably expects (i) to  
25 pay certain costs of the Facilities prior to the date of issuance of the bonded indebtedness and

1 other debt and (ii) to use a portion of the proceeds of the bonded indebtedness and other debt  
2 for reimbursement of expenditures for the Facilities that are paid before the date of issuance of  
3 the bonded indebtedness and other debt; and, be it

4 FURTHER RESOLVED, That this Board of Supervisors, acting as legislative body for  
5 the Special Tax District, intends to authorize the issuance and sale of bonded indebtedness  
6 and other debt in one or more series in the maximum aggregate principal amount of not to  
7 exceed \$5,300,000,000 bearing interest payable semi-annually or in such other manner as this  
8 Board of Supervisors shall determine, at a rate not to exceed the maximum rate of interest as  
9 may be authorized by applicable law at the time of sale of such bonded indebtedness or other  
10 debt, and maturing not to exceed 40 years from the date of the issuance of the bonded  
11 indebtedness or other debt; and, be it

12 FURTHER RESOLVED, That \_\_\_\_\_, \_\_\_\_\_, 2018 at \_\_\_:00 p.m. or as soon as  
13 possible thereafter, in the Board of Supervisors Chamber, 1 Dr. Carlton B. Goodlett Place, City  
14 Hall, San Francisco, California 94104, be, and the same are hereby appointed and fixed as the  
15 time and place when and where this Board of Supervisors, as legislative body for the Special  
16 Tax District, will conduct a public hearing on the proposed issuance of bonded indebtedness  
17 and other debt and consider and finally determine whether the public interest, convenience and  
18 necessity require the issuance of bonded indebtedness and other debt of the City on behalf of  
19 the Special Tax District; and, be it

20 FURTHER RESOLVED, That the Clerk of the Board of Supervisors is hereby directed to  
21 cause notice of the public hearing to be given by publication one time in a newspaper of general  
22 circulation circulated within the Special Tax District; the publication of the notice shall be  
23 completed at least seven days before the date specified above for the public hearing; the notice  
24 shall be substantially in the form specified in Section 53346 of the Act; and, be it

1 FURTHER RESOLVED, Notwithstanding the foregoing, because of the complexity  
2 associated with the Central SoMa Plan, the Board of Supervisors hereby authorizes the Clerk  
3 of the Board of Supervisors to determine that the public hearing should be held on a later date  
4 or time and to cause notice of such later date or time to be given by publication one time in a  
5 newspaper published in the area of the Special Tax District; and, be it

6 FURTHER RESOLVED, That pursuant to Section 43.10.18 of the Code, in lieu of the  
7 procedure set forth elsewhere in the Code and in Sections 53353.5, 53354 and 53355 of the  
8 Act, the proposition to authorize issuance of the bonded indebtedness and other debt for the  
9 Special Tax District shall be approved by the owner or owners of a parcel or parcels of property  
10 at the time that the parcel or parcels are annexed to the Special Tax District pursuant to the  
11 unanimous approval described in 43.10.17 of the Code or such other procedures established  
12 by the Code; and, be it

13 FURTHER RESOLVED, That consistent with the Resolution of Intention, and pursuant  
14 to Section 43.10.19 of the Code, in connection with the annexation of a parcel or parcels to  
15 the Special Tax District pursuant to the alternate and independent procedure set forth in  
16 Section 43.10.17 of the Code and the conduct of an election on the proposition to authorize  
17 bonded indebtedness pursuant to the alternate and independent procedure set forth in  
18 Section 43.10.18 of the Code, the City may, without additional hearings or procedures,  
19 designate a parcel or parcels as an improvement area within the Special Tax District; each  
20 improvement area will be known as "Improvement Area No. \_\_\_\_ of City and County of San  
21 Francisco Special Tax District No. 2018-1 (Central SoMa);" after the designation of a parcel or  
22 parcels as an improvement area, all proceedings for approval of the appropriations limit, the  
23 rate, method of apportionment and manner of collection of special tax and the authorization to  
24 incur bonded indebtedness and other debt for such parcel or parcels shall apply only to the  
25 improvement area; the City may incur bonded indebtedness and other debt payable solely

1 levied on property in the improvement area; and, be it

2 FURTHER RESOLVED, That the Board of Supervisors has reviewed and considered  
3 the Final EIR (as defined in the Resolution of Intention) and finds that the Final EIR is adequate  
4 for its use for the actions taken by this resolution and incorporates herein the Final EIR and the  
5 CEQA findings in the Resolution of Intention by this reference; and, be it

6 FURTHER RESOLVED, That this Resolution shall in no way obligate the Board to form  
7 the Special Tax District or to issue bonded indebtedness and other debt for the Special Tax  
8 District. Issuance of the bonded indebtedness and other debt shall be subject to the approval  
9 of this Board of Supervisors by resolution following the holding of the public hearing referred to  
10 above; and, be it

11 FURTHER RESOLVED, That this Resolution shall take effect upon its adoption.


12  
13 APPROVED AS TO FORM:  
14 DENNIS J. HERRERA, City Attorney

15  
16 By:   
17 Mark D. Blake  
18 Deputy City Attorney  
19 n:\egana\as2018\1800673\01280045.docx

OFFICE OF THE MAYOR  
SAN FRANCISCO



MARK FARRELL  
MAYOR

TO:  Angela Calvillo, Clerk of the Board of Supervisors  
FROM: Mayor Farrell  
RE: Resolution of Intention - Incurring Bonded Indebtedness and Other Debt  
for the Central SoMa Special Tax District  
DATE: June 5, 2018

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Attached for introduction to the Board of Supervisors is a resolution of Intention to incur bonded indebtedness and other debt for City and County of San Francisco Special Tax District No. 2018-1 (Central SoMa), and determining other matters in connection therewith.

Should you have any questions, please contact Andres Power 554-5168.

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BOARD OF SUPERVISORS  
SAN FRANCISCO  
2018 JUN -5 PM 4:26  
BY \_\_\_\_\_ AK

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SAN FRANCISCO, CALIFORNIA 94102-4681  
TELEPHONE: (415) 554-6141

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