

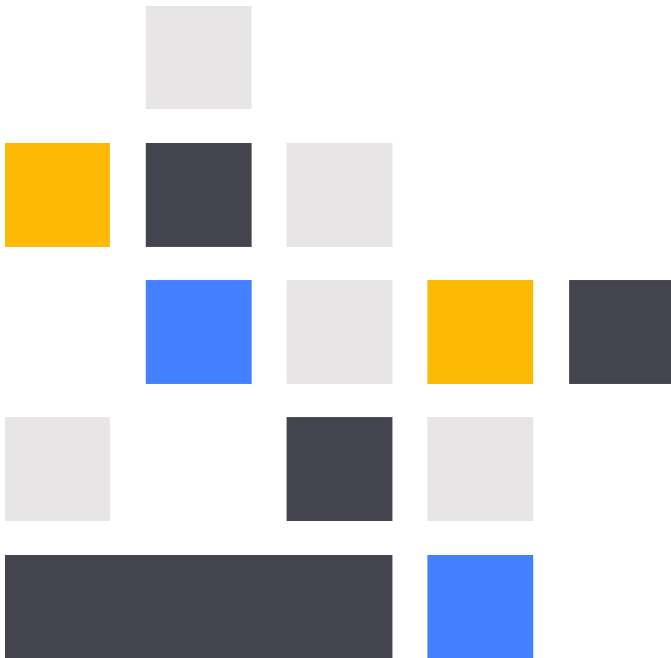
FY24 Certificates of Participation: Critical Repairs and Street Repaving Projects

CAPITAL PLANNING COMMITTEE

Ordinance Authorizing the Issuance of Certificates of Participation:

(Multiple Capital Improvement Projects) Critical Repairs and Street Repaving Projects

Not-to-Exceed Aggregate Principal Amount of \$77,170,000



July 24, 2023

City and County of San Francisco
Controller's Office of Public Finance
Office of Resilience and Capital Planning

FY2024 Critical Repairs COPs

\$ in millions

Dept	Project	FY24
PW	Street Resurfacing	32.8
PW	PW Elevator Program <i>City Hall (\$3M), JUV Admin Bldg (\$1.75M), Opera House (\$1.3M), Contingency (\$0.25M)</i>	6.3
ADM	Hall of Justice Roof Replacement	5.0
ART	Mission Cultural Center for Latino Arts Seismic Retrofit	3.2
DPH	Laguna Honda Water Tank Replacement	4.1
WAR	Opera House Roof Replacement	7.0
TOTAL		58.4



Approval of the COPs, Not-to-Exceed \$77.17M

CURRENT PLAN OF FINANCE

- Not to exceed par amount of \$77.17M
- Final Maturity of April 1, 2045*
- True Interest Cost: 6.42%*
- Average Annual Debt Service: \$6.59M*

LEASE-LEASE BACK STRUCTURE

- COPs are structured as a lease-lease back agreement, in which the City leases City-owned property to a Trustee and then pays to lease back the property
- The City maintains a master lease agreement (“Master Lease”) to fund existing and planned COPs by utilizing the inherent value of the City’s assets to finance debt-supported projects
 - The pool of City assets included in the Master Lease currently includes the Laguna Honda Hospital Campus and the San Bruno Jail Complex
 - Assets can be substituted as needed

*Preliminary estimates, subject to change.

SOURCES AND USES

Sources:

COP Proceeds

Estimated Par Amount	\$73,410,000
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Uses:

Project Funds	\$58,400,000
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CSA Audit Fee (0.2% of project)	\$116,800
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Capitalized Interest	\$6,782,590
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Debt Service Reserve Fund	\$6,590,183
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Delivery Date Expenses

Cost of Issuance	\$1,006,558
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Underwriter's Discount	\$513,870
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Total Uses	\$73,410,000
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<i>Plus: Reserve for Market Uncertainty</i>	<i>\$3,760,000</i>
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Maximum Not-to-Exceed Par Amount	\$77,170,000
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Source: KNN Public Finance



Anticipated Financing Timeline

Milestones

Dates*

- Introduction of the Ordinance to the Board of Supervisors July 18, 2023
- Capital Planning Committee Hearing July 24, 2023
- Budget and Finance Committee Hearing September 6, 2023
- Board Considers Approval of the Ordinance (1st Reading) September 12, 2023
- Final Board Approval of the Ordinance (2nd Reading) September 19, 2023
- Sale and Closing of Initial Tranche of FY24 COPs FY 2024

*Please note that dates are estimated unless otherwise noted.



Thank You

