

1 [Sale of General Obligation Bonds (Health and Recovery, 2020), Series 2025G, - Not to
2 Exceed \$150,000,000]

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4 **Resolution authorizing the issuance and sale of not to exceed \$150,000,000 aggregate**
5 **principal amount of one or more series of bonds on a tax-exempt or taxable basis of**
6 **City and County of San Francisco General Obligation Bonds (Health and Recovery,**
7 **2020), Series 2025G; prescribing the form and terms of such bonds and any subseries**
8 **designation; providing for the appointment of depositories and other agents for such**
9 **bonds; providing for the establishment of accounts and/or subaccounts related to such**
10 **bonds; authorizing the sale of such bonds by competitive or negotiated sale;**
11 **approving the forms of the Official Notice of Sale and Notice of Intention to Sell Bonds**
12 **and directing the publication of the Notice of Intention to Sell Bonds; approving the**
13 **form of the Purchase Contract; approving the form of the Preliminary Official Statement**
14 **and the execution of the Official Statement relating to the sale of such bonds;**
15 **approving the form of the Continuing Disclosure Certificate; authorizing and approving**
16 **modifications to such documents; ratifying certain actions previously taken, as defined**
17 **herein; and granting general authority to City officials to take necessary actions in**
18 **connection with the authorization, issuance, sale, and delivery of such bonds, as**
19 **defined herein.**

20
21 WHEREAS, By Resolution No. 317-20, adopted by the Board of Supervisors ("Board of
22 Supervisors") of the City and County of San Francisco ("City") on July 14, 2020, and signed by
23 the Mayor ("Mayor") on July 23, 2020, it was determined and declared that public interest and
24 necessity demand the acquisition or improvement of real property, including: facilities to
25 house and/or deliver services for persons experiencing mental health challenges, substance

1 use disorder, and/or homelessness; parks, open space, and recreation facilities, including
2 green and climate resilient infrastructure; and streets, curb ramps, street structures and
3 plazas, and related costs necessary or convenient therein described ("Project"); and

4 WHEREAS, By Ordinance No. 116-20 passed by the Board of Supervisors on July 21,
5 2020, and signed by the Mayor on July 23, 2020 ("Bond Ordinance"), the Board of
6 Supervisors duly called a special election to be held on November 3, 2020 ("Bond Election"),
7 for the purpose of submitting to the qualified voters of the City a proposition to incur bonded
8 indebtedness of the City in the amount of \$487,500,000 to finance the Project, and such
9 proposition was approved by two-thirds of the qualified voters of the City voting on such
10 proposition, and declaration of such Bond Election results was made by the Board of
11 Supervisors pursuant to Resolution No. 571-20 on December 8, 2020, and approved by the
12 Mayor on December 18, 2020; and

13 WHEREAS, By Resolution No. 234-21, adopted by the Board of Supervisors on
14 May 18, 2021 and approved by the Mayor on May 28, 2021 ("Authorizing Resolution"), the
15 City was authorized to issue its General Obligation Bonds (Health and Recovery, 2020) in one
16 or more series or subseries on a tax-exempt or taxable basis (collectively, the "Bonds") in the
17 not-to-exceed amount of \$487,500,000; and

18 WHEREAS, The City has previously issued its General Obligation Bonds (Health and
19 Recovery, 2020), Series 2021D-1 in the aggregate principal amount of \$194,255,000 and
20 General Obligation Bonds (Health and Recovery, 2020), Series 2021D-2 in the aggregate
21 principal amount of \$64,250,000; and

22 WHEREAS, The City has previously issued its General Obligation Bonds (Health and
23 Recovery, 2020), Series 2023A in the initial aggregate principal amount of \$28,785,000; and

24 WHEREAS, It is necessary and desirable to deliver an additional issue of the Bonds in
25 one or more subseries on a tax-exempt or taxable basis, in an aggregate principal amount not

1 to exceed \$150,000,000 (collectively, "Series 2025G Bonds"), to finance a portion of the costs
2 of the Project; and

3 WHEREAS, The Series 2025G Bonds are being issued pursuant to the Authorizing
4 Resolution and Title 5, Division 2, Part 1, Chapter 3, Article 4.5 of the California Government
5 Code ("Government Code"), the City Charter ("Charter"), the Bond Ordinance and the Bond
6 Election; and

7 WHEREAS, Pursuant to the applicable provisions of the San Francisco Administrative
8 Code ("Administrative Code") Sections 5.30-5.36, the Citizens' General Obligation Bond
9 Oversight Committee shall conduct an annual review of bond spending and shall provide an
10 annual report on the management of the program to the Mayor and the Board of Supervisors,
11 and, to the extent permitted by law, one tenth of one percent (0.1%) of the gross proceeds of
12 the Series 2025G Bonds shall be deposited in a fund established by the Office of the City
13 Controller ("Controller") and appropriated by the Board of Supervisors at the direction of the
14 Citizens' General Obligation Bond Oversight Committee to cover the costs of such committee
15 and its review process; and

16 NOW, THEREFORE, BE IT RESOLVED, By the Board of Supervisors of the City and
17 County of San Francisco, as follows:

18 Section 1. Recitals. All of the recitals in this Resolution are true and correct.

19 Section 2. Conditions Precedent. All conditions, things and acts required by law to
20 exist, to happen and to be performed precedent to and in connection with the issuance of the
21 Series 2025G Bonds and any subseries thereof exist, have happened and have been
22 performed in due time, form and manner in accordance with applicable law, and the City is
23 now authorized pursuant to the Bond Election, the Authorizing Resolution, the Charter and
24 applicable law to incur indebtedness in the manner and form provided in this Resolution.

1 Section 3. Documents. The documents presented to the Board of Supervisors and on
2 file with the Clerk of the Board of Supervisors or designee thereof ("Clerk of the Board of
3 Supervisors") are contained in File No. _____.

4 Section 4. Issuance and Sale of Series 2025G Bonds; Determination of Certain Terms;
5 Designation. The Board of Supervisors authorizes the issuance and sale of not to exceed
6 \$150,000,000 in aggregate principal amount of Bonds to be designated as "City and County of
7 San Francisco General Obligation Bonds (Health and Recovery, 2020), Series 2025G [and
8 any subseries designation]," for the purposes set forth in the Bond Ordinance and Proposition
9 A approved by the voters at the Bond Election.

10 The Director of Public Finance of the City or a designee thereof ("Director of Public
11 Finance") is authorized to determine, for the Series 2025G Bonds, the sale date, the interest
12 rates, the definitive principal amount, the maturity dates and the redemption dates, if any, and
13 the terms of any optional or mandatory redemption, subject to the other specific provisions of
14 this Resolution, including the following terms and conditions: (a) the Series 2025G Bonds
15 shall not have a true interest cost (as such term is defined in the Official Notice of Sale (as
16 defined in Section 13) for the Series 2025G Bonds) in excess of 12%; and (b) the Series
17 2025G Bonds may have a duration up to 30 years from their date of issuance. The Director of
18 Public Finance is further authorized to give the Series 2025G Bonds such additional or other
19 series or subseries designation, or to modify such series or subseries designation, as may be
20 necessary or appropriate to distinguish the Series 2025G Bonds and any subseries thereof
21 from every other series or subseries of Bonds and from other bonds issued by the City and
22 reflect the sequence of their issuance, and in the event the Series 2025G Bonds shall consist
23 of multiple series or subseries, there may be one or more maturities in the first year following
24 the issuance of the Series 2025G Bonds, which maturity dates may be determined by the
25 Director of Public Finance.

1 Section 5. Authentication and Registration of the Series 2025G Bonds. Each of the
2 Series 2025G Bonds shall be in fully registered form without coupons in denominations of
3 \$5,000 or any integral multiple of that amount. The officers of the City are directed to cause
4 the Series 2025G Bonds to be prepared in sufficient quantity for delivery to or for the account
5 of their purchaser and the Controller or the Director of Public Finance is directed to cause the
6 blanks in the Series 2025G Bonds to be completed in accordance with the Authorizing
7 Resolution, this Resolution, and the Bond Award or Purchase Contract (each as defined
8 below), to procure their execution by the proper officers of the City (including by facsimile
9 signature if necessary or convenient, except that any signature for the Clerk of the Board of
10 Supervisors shall be required to be by manual signature) and authentication as provided in
11 this Section, and to deliver the Series 2025G Bonds when so executed and authenticated to
12 the purchaser in exchange for the purchase price, all in accordance with the Authorizing
13 Resolution.

14 The Series 2025G Bonds and the certificate of authentication and registration, to be
15 manually executed by the City Treasurer or designee thereof ("City Treasurer"), and the form
16 of assignment to appear on the Series 2025G Bonds shall be substantially in the form
17 attached as Exhibit A (a copy of which is on file with the Clerk of the Board of Supervisors and
18 which is declared to be a part of this Resolution as if fully set forth in this Resolution), with
19 necessary or appropriate variations, omissions and insertions as permitted or required by this
20 Resolution.

21 Only Series 2025G Bonds bearing a certificate of authentication and registration
22 executed by the City Treasurer shall be valid or obligatory for any purpose or entitled to the
23 benefits of the Authorizing Resolution and this Resolution, and such certificate of the City
24 Treasurer, executed as provided in this Resolution, shall be conclusive evidence that the
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1 Series 2025G Bonds so authenticated have been duly authenticated and delivered under, and
2 are entitled to the benefits of, the Authorizing Resolution and this Resolution.

3 The Controller shall assign a distinctive letter, or number, or letter and number to each
4 Series 2025G Bond authenticated and registered by the City Treasurer and shall maintain a
5 record thereof which shall be available for inspection.

6 Section 6. Registration Books. The City Treasurer shall keep or cause to be kept, at
7 the office of the City Treasurer or at the designated office of any registrar appointed by the
8 City Treasurer, separate and sufficient books for the registration and transfer of Series 2025G
9 Bonds, which books shall at all times be open to inspection, and upon presentation for such
10 purpose, the City Treasurer shall, under such reasonable regulations as he or she may
11 prescribe, register or transfer or cause to be registered or transferred, on such books, Series
12 2025G Bonds as provided in this Resolution. The City and the City Treasurer may treat the
13 registered owner of each Series 2025G Bond as its absolute owner for all purposes, and the
14 City and the City Treasurer shall not be affected by any notice to the contrary.

15 Section 7. Transfer or Exchange of Series 2025G Bonds. Any Series 2025G Bond
16 may, in accordance with its terms, be transferred upon the books required to be kept pursuant
17 to the provisions of Section 6, by the person in whose name it is registered, in person or by
18 the duly authorized attorney of such person in writing, upon surrender of such Series 2025G
19 Bond for cancellation, accompanied by delivery of a duly executed written instrument of
20 transfer in a form approved by the City Treasurer.

21 Any Series 2025G Bond may be exchanged at the office of the City Treasurer for a like
22 aggregate principal amount of other authorized denominations of the same interest rate and
23 maturity.

24 Whenever any Series 2025G Bond shall be surrendered for transfer or exchange, the
25 designated City officials shall execute (as provided in Section 5) and the City Treasurer shall

1 authenticate and deliver a new Series 2025G Bond of the same interest rate and maturity in a
2 like aggregate principal amount. The City Treasurer shall require the payment by any bond
3 owner requesting any such transfer of any tax or other governmental charge required to be
4 paid with respect to such transfer or exchange.

5 No transfer or exchange of Series 2025G Bonds shall be required to be made by the
6 City Treasurer during the period from the Record Date (as defined in Section 8(b)) next
7 preceding each interest payment date to such interest payment date or after a notice of
8 redemption shall have been mailed with respect to such Series 2025G Bonds.

9 Section 8. Terms of the Series 2025G Bonds; General Redemption Provisions.

10 (a) Date of the Series 2025G Bonds. The Series 2025G Bonds shall be
11 dated the date of their delivery or such other date ("Dated Date") as is specified in the
12 Bond Award or the Purchase Contract.

13 (b) Payment of the Series 2025G Bonds. The principal of the Series 2025G
14 Bonds shall be payable in lawful money of the United States of America to their
15 owners, upon surrender at maturity or earlier redemption at the office of the City
16 Treasurer. The interest on the Series 2025G Bonds shall be payable in like lawful
17 money to the person whose name appears on the bond registration books of the City
18 Treasurer as the owner as of the close of business on the last day of the month
19 immediately preceding an interest payment date ("Record Date"), whether or not such
20 day is a Business Day (as defined below).

21 Except as may be otherwise provided in connection with any book-entry-only
22 system applicable to the Series 2025G Bonds, payment of the interest on any Series
23 2025G Bond shall be made by check mailed on the interest payment date to such
24 owner at such owner's address as it appears on the registration books as of the Record
25 Date; provided, that if any interest payment date occurs on a day that banks in

1 California or New York are closed for business or the New York Stock Exchange is
2 closed for business, then such payment shall be made on the next succeeding day that
3 banks in both California and New York are open for business and the New York Stock
4 Exchange is open for business (each, a "Business Day"); and provided, further, that the
5 registered owner of an aggregate principal amount of at least \$1,000,000 of Series
6 2025G Bonds may submit a written request to the City Treasurer on or before a Record
7 Date preceding an interest payment date for payment of interest on the next
8 succeeding interest payment date and thereafter by wire transfer to a commercial bank
9 located within the United States of America.

10 For so long as any Series 2025G Bonds are held in book-entry form by a
11 securities depository selected by the City pursuant to Section 10, payment shall be
12 made to the registered owner of the Series 2025G Bonds designated by such
13 securities depository by wire transfer of immediately available funds.

14 (c) Interest on the Series 2025G Bonds. The Series 2025G Bonds shall bear
15 interest at rates to be determined upon the sale of the Series 2025G Bonds, calculated
16 on the basis of a 360-day year comprised of twelve 30-day months, payable on
17 December 15, 2025 (or such other date as may be designated in the Bond Award or
18 Purchase Contract), and semiannually thereafter on June 15 and December 15 of each
19 year. Each Series 2025G Bond shall bear interest from the interest payment date next
20 preceding the date of its authentication unless it is authenticated as of a day during the
21 period from the Record Date next preceding any interest payment date to the interest
22 payment date, inclusive, in which event it shall bear interest from such interest payment
23 date, or unless it is authenticated on or before the first Record Date, in which event it
24 shall bear interest from the Dated Date; provided, that if, at the time of authentication of
25 any Series 2025G Bond, interest is in default on the Series 2025G Bonds, such Series

1 2025G Bond shall bear interest from the interest payment date to which interest has
2 previously been paid or made available for payment on the Series 2025G Bonds or
3 from the Dated Date if the first interest payment is not made.

4 (d) Optional Redemption. The Series 2025G Bonds shall be subject to
5 optional redemption prior to maturity as shall be provided in the Official Notice of Sale
6 or the Purchase Contract, as applicable.

7 (e) Mandatory Redemption. The Series 2025G Bonds shall be subject to
8 mandatory redemption as shall be designated by the purchaser pursuant to the terms
9 of the Official Notice of Sale or as designated in the Purchase Contract, as applicable.

10 The principal of and interest on the Series 2025G Bonds subject to mandatory
11 redemption shall be paid from the Series 2025G Bond Subaccount established in
12 Section 9, pursuant to Section 9. In lieu of any such mandatory redemption for Series
13 2025G Bonds, at any time prior to the selection of Series 2025G Bonds for mandatory
14 redemption, the City may apply amounts on deposit in the Series 2025G Bond
15 Subaccount to make such payment to the purchase, at public or private sale, of Series
16 2025G Bonds subject to such mandatory redemption, and when and at such prices not
17 in excess of the principal amount thereof (including sales commission and other
18 charges but excluding accrued interest), as the City may determine.

19 (f) Selection of Series 2025G Bonds for Redemption. Whenever less than
20 all of the outstanding Series 2025G Bonds are called for redemption on any date, the
21 Director of Public Finance will select the maturities of the Series 2025G Bonds to be
22 redeemed in the sole discretion of the Director of Public Finance. Whenever less than
23 all of the outstanding Series 2025G Bonds maturing on any one date are called for
24 redemption, the manner of selection of the portion of such Series 2025G Bonds called
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1 for redemption shall be as specified in the Official Statement for the Series 2025G
2 Bonds.

3 (g) Notice of Redemption. The date on which Series 2025G Bonds that are
4 called for redemption are to be presented for redemption is called the "Redemption
5 Date." The City Treasurer shall mail, or cause to be mailed, notice of any redemption
6 of Series 2025G Bonds, postage prepaid, to the respective registered owners at the
7 addresses appearing on the bond registration books not less than 20 nor more than 60
8 days prior to the Redemption Date. The notice of redemption shall: (i) state the
9 Redemption Date; (ii) state the redemption price; (iii) state the maturity dates of the
10 Series 2025G Bonds to be redeemed and, if less than all of any such maturity is called
11 for redemption, the distinctive numbers of the Series 2025G Bonds of such maturity to
12 be redeemed, and in the case of any Series 2025G Bonds to be redeemed in part only,
13 the respective portions of the principal amount to be redeemed; (iv) state the CUSIP
14 number, if any, of each Series 2025G Bond to be redeemed; (v) require that such
15 Series 2025G Bonds be surrendered by the owners at the office of the City Treasurer
16 or his or her agent; and (vi) give notice that interest on such Series 2025G Bonds or
17 portions of Series 2025G Bonds to be redeemed will cease to accrue after the
18 Redemption Date. Notice of optional redemption may be conditional upon receipt of
19 funds or other event specified in the notice of redemption as provided in Section 8(j)
20 below.

21 The actual receipt by the owner of any Series 2025G Bond of notice of such
22 redemption shall not be a condition precedent to redemption, and failure to receive
23 such notice, or any defect in such notice so mailed, shall not affect the validity of the
24 proceedings for the redemption of such Series 2025G Bonds or the cessation of
25 accrual of interest on such Series 2025G Bonds on the Redemption Date. Notice of

1 redemption also shall be given, or caused to be given by the City Treasurer, by:
2 (i) registered or certified mail, postage prepaid; (ii) confirmed facsimile transmission;
3 (iii) overnight delivery service; or (iv) to the extent acceptable to the intended recipient,
4 email or similar electronic means, to (A) all organizations registered with the Securities
5 and Exchange Commission as securities depositories, and (B) such other services or
6 organizations as may be required in accordance with the Continuing Disclosure
7 Certificate described in Section 18.

8 The notice or notices required for redemption shall be given by the City
9 Treasurer or any agent appointed by the City. A certificate of the City Treasurer or
10 such other appointed agent of the City that notice of redemption has been given to the
11 owner of any Series 2025G Bond to be redeemed in accordance with this Resolution
12 shall be conclusive against all parties.

13 (h) Series 2025G Redemption Account. At the time the Director of Public
14 Finance determines to optionally call and redeem any of the Series 2025G Bonds, the
15 Controller or his or her agent shall establish a redemption account to be described or
16 known as the "General Obligation Bonds (Health and Recovery, 2020), Series 2025G
17 Redemption Account" ("Series 2025G Redemption Account"), and prior to or on the
18 Redemption Date there must be set aside in the Series 2025G Redemption Account
19 moneys available for the purpose and sufficient to redeem, as provided in this
20 Resolution, the Series 2025G Bonds designated in such notice of redemption, subject
21 to the provisions of Section 8(j) below. Such moneys must be set aside in the Series
22 2025G Redemption Account solely for the purpose of, and shall be applied on or after
23 the Redemption Date to, payment of the redemption price of the Series 2025G Bonds
24 to be redeemed upon presentation and surrender of such Series 2025G Bonds. Any
25 interest due on or prior to the Redemption Date may be paid from the Series 2025G

1 Bond Subaccount as provided in Section 9 or from the Series 2025G Redemption
2 Account. Moneys held from time to time in the Series 2025G Redemption Account
3 shall be invested by the City Treasurer pursuant to the City's policies and guidelines for
4 investment of moneys in the general fund ("General Fund") of the City. If, after all of
5 the Series 2025G Bonds have been redeemed and canceled or paid and canceled,
6 there are moneys remaining in the Series 2025G Redemption Account, such moneys
7 shall be transferred to the General Fund of the City or to such other fund or account as
8 required by applicable law; provided, that if such moneys are part of the proceeds of
9 refunding bonds, such moneys shall be transferred pursuant to the resolution
10 authorizing such refunding bonds.

11 (i) Effect of Redemption. When notice of optional redemption has been
12 given substantially as provided in this Resolution, and when the amount necessary for
13 the redemption of the Series 2025G Bonds called for redemption (principal, premium, if
14 any, and accrued interest to such Redemption Date) is set aside for that purpose in the
15 Series 2025G Redemption Account, the Series 2025G Bonds designated for
16 redemption shall become due and payable on the Redemption Date, and upon
17 presentation and surrender of such Series 2025G Bonds at the place specified in the
18 notice of redemption, such Series 2025G Bonds shall be redeemed and paid at the
19 redemption price out of the Series 2025G Redemption Account. No interest will accrue
20 on such Series 2025G Bonds called for redemption after the Redemption Date and the
21 registered owners of such Series 2025G Bonds shall look for payment of such Series
22 2025G Bonds only to the Series 2025G Redemption Account. All Series 2025G Bonds
23 redeemed shall be canceled immediately by the City Treasurer and shall not be
24 reissued.

1 (j) Conditional Notice of Redemption; Rescission of Redemption. Any notice
2 of optional redemption given as provided in Section 8(g) may provide that such
3 redemption is conditioned upon: (i) deposit in the Series 2025G Redemption Account of
4 sufficient moneys to redeem the Series 2025G Bonds called for optional redemption on
5 the anticipated Redemption Date, or (ii) the occurrence of any other event specified in
6 the notice of redemption. If conditional notice of redemption has been given
7 substantially as provided in this clause, and on the scheduled Redemption Date
8 (A) sufficient moneys to redeem the Series 2025G Bonds called for optional
9 redemption on the Redemption Date have not been deposited in the Series 2025G
10 Redemption Account, or (B) any other event specified in the notice of redemption as a
11 condition to the redemption has not occurred, then (1) the Series 2025G Bonds for
12 which conditional notice of redemption was given shall not be redeemed on the
13 anticipated Redemption Date and shall remain outstanding for all purposes of this
14 Resolution, and (2) the redemption not occurring shall not constitute a default under
15 this Resolution or the Authorizing Resolution.

16 The City may rescind any optional redemption and notice of it for any reason on
17 any date prior to any Redemption Date by causing written notice of the rescission to be
18 given to the owners of all Series 2025G Bonds so called for redemption. Notice of any
19 such rescission of redemption shall be given in the same manner notice of redemption
20 was originally given.

21 The actual receipt by the owner of any Series 2025G Bond of notice of such
22 rescission shall not be a condition precedent to rescission, and failure to receive such
23 notice or any defect in such notice so mailed shall not affect the validity of the
24 rescission.
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1 Section 9. Series 2025G Bond Subaccount. There is established with the City
2 Treasurer a special subaccount in the General Obligation Bonds (Health and Recovery, 2020)
3 Series 2025G Bond Account (“Bond Account”) created pursuant to the Authorizing Resolution
4 to be designated as the “General Obligation Bonds (Health and Recovery, 2020), Series
5 2025G Bond Subaccount” and, in the event the Series 2025G Bonds shall consist of multiple
6 series or subseries, a special subaccount therein for each such series or subseries
7 (individually and collectively, “Series 2025G Bond Subaccount”), to be held separate and
8 apart from all other accounts of the City. All interest earned on amounts on deposit in the
9 Series 2025G Bond Subaccount shall be retained in the Series 2025G Bond Subaccount.

10 On or prior to the date on which any payment of principal of or interest on the Series
11 2025G Bonds is due, including any Series 2025G Bonds subject to mandatory redemption on
12 such date, the City Treasurer shall allocate to and deposit in the Series 2025G Bond
13 Subaccount, from amounts held in the Bond Account, an amount which, when added to any
14 available moneys contained in the Series 2025G Bond Subaccount, is sufficient to pay
15 principal of and interest on the Series 2025G Bonds on such date.

16 On or prior to the date on which any Series 2025G Bonds are to be redeemed at the
17 option of the City pursuant to this Resolution, the City Treasurer may allocate to and deposit
18 in the Series 2025G Redemption Account, from amounts held in the Bond Account pursuant
19 to Section 8 of the Authorizing Resolution, an amount which, when added to any available
20 moneys contained in the Series 2025G Redemption Account, is sufficient to pay principal,
21 interest and premium, if any, with respect to such Series 2025G Bonds on such date. The
22 City Treasurer may make such other provision for the payment of principal of and interest and
23 any redemption premium on the Series 2025G Bonds as is necessary or convenient to permit
24 the optional redemption of the Series 2025G Bonds.

1 Amounts in the Series 2025G Bond Subaccount may be invested in any investment of
2 the City in which moneys in the General Fund of the City are or can be invested. The City
3 Treasurer may (a) commingle any of the moneys held in the Series 2025G Bond Subaccount
4 with other City moneys, or (b) deposit amounts credited to the Series 2025G Bond
5 Subaccount into a separate fund or funds for investment purposes only; provided, that all of
6 the moneys held in the Series 2025G Bond Subaccount shall be accounted for separately
7 notwithstanding any such commingling or separate deposit by the City Treasurer.

8 Section 10. Appointment of Depositories and Other Agents. The City Treasurer is
9 authorized and directed to appoint one or more depositories as he or she may deem desirable
10 and the procedures set forth in Section 5, Section 6, Section 7 and Section 8 relating to
11 registration of ownership of the Series 2025G Bonds and payments and redemption notices to
12 owners of the Series 2025G Bonds may be modified to comply with the policies and
13 procedures of such depository. The City will not have any responsibility or obligation to any
14 purchaser of a beneficial ownership interest in any Series 2025G Bonds or to any participants
15 in such a depository with respect to (a) the accuracy of any records maintained by such
16 securities depository or any participant therein; (b) any notice that is permitted or required to
17 be given to the owners of Series 2025G Bonds under this Resolution; (c) the selection by
18 such securities depository or any participant therein of any person to receive payment in the
19 event of a partial redemption of Series 2025G Bonds; (d) the payment by such securities
20 depository or any participant therein of any amount with respect to the principal or redemption
21 premium, if any, or interest due with respect to Series 2025G Bonds; (e) any consent given or
22 other action taken by such securities depository as the owner of Series 2025G Bonds; or (f)
23 any other matter.

24 The Depository Trust Company, New York, New York ("DTC") is appointed as
25 depository for the Series 2025G Bonds. The Series 2025G Bonds shall be initially issued in

1 book-entry form. Upon initial issuance, the ownership of each Series 2025G Bond shall be
2 registered in the bond register in the name of Cede & Co., as nominee of DTC. So long as
3 each Series 2025G Bond is registered in book-entry form, each Series 2025G Bond shall be
4 registered in the name of Cede & Co. or in the name of such successor nominee as may be
5 designated from time to time by DTC or any successor as depository.

6 The City Treasurer is also authorized and directed to appoint one or more agents as he
7 or she may deem necessary or desirable, to the extent permitted by applicable law and under
8 the supervision of the City Treasurer, such agents may serve as paying agent, fiscal agent,
9 escrow agent or registrar for the Series 2025G Bonds or may assist the City Treasurer in
10 performing any or all of such functions and such other duties as the City Treasurer shall
11 determine. Such agents shall serve under such terms and conditions as the City Treasurer
12 shall determine. The City Treasurer may remove or replace agents appointed pursuant to this
13 paragraph at any time.

14 The Controller or the Director of Public Finance is also authorized and directed to
15 appoint a rebate calculation agent as he or she may deem necessary or desirable. Such
16 agent shall serve under such terms and conditions as the Controller or the Director of Public
17 Finance shall determine. The Controller or the Director of Public Finance may remove or
18 replace such agent appointed pursuant to this paragraph at any time.

19 Section 11. Defeasance Provisions. Payment of all or any portion of the Series 2025G
20 Bonds may be provided for prior to such Series 2025G Bonds' respective stated maturities by
21 irrevocably depositing with the City Treasurer (or any commercial bank or trust company
22 designated by the City Treasurer to act as escrow agent with respect thereto):

- 23 (a) an amount of cash equal to the principal amount of all of such Series
24 2025G Bonds or a portion thereof, and all unpaid interest thereon to maturity, except
25 that in the case of Series 2025G Bonds which are to be redeemed prior to such Series

1 2025G Bonds' respective stated maturities and in respect of which notice of such
2 redemption shall have been given as provided in Section 8 hereof or an irrevocable
3 election to give such notice shall have been made by the City, the amount to be
4 deposited shall be the principal amount thereof, all unpaid interest thereon to the
5 Redemption Date, and any premium due on such Redemption Date; or

6 (b) Defeasance Securities (as herein defined) not subject to call, except as
7 provided below in the definition thereof, maturing and paying interest at such times and
8 in such amounts; together with interest earnings and cash, if required, as will, without
9 reinvestment, as certified by an independent certified public accountant, be fully
10 sufficient to pay the principal and all unpaid interest to maturity, or to the Redemption
11 Date, as the case may be, and any premium due on the Series 2025G Bonds to be
12 paid or redeemed, as such principal and interest come due; provided, that, in the case
13 of the Series 2025G Bonds which are to be redeemed prior to maturity, notice of such
14 redemption shall be given as provided in Section 8 hereof or an irrevocable election to
15 give such notice shall have been made by the City; then, all obligations of the City with
16 respect to such outstanding Series 2025G Bonds shall cease and terminate, except
17 only the tax covenants under Section 23 and the obligation of the City to pay or cause
18 to be paid from the funds deposited pursuant to clause (a) or (b) of this Section 11, to
19 the owners of such Series 2025G Bonds all sums due with respect thereto; and
20 provided further, that the City shall have received an opinion of nationally recognized
21 bond counsel, that provision for the payment of such Series 2025G Bonds has been
22 made in accordance with this Section 11.

23 For purposes of this Section 11, "Defeasance Securities" shall mean any of the
24 following that at the time are legal investments under the laws of the State of California for the
25 moneys proposed to be invested therein:

1 (i) United States Obligations (as defined below); and
2 (ii) Pre-refunded fixed interest rate municipal obligations meeting the
3 following conditions: (A) the municipal obligations are not subject to redemption
4 prior to maturity, or the trustee or paying agent has been given irrevocable
5 instructions concerning their calling and redemption and the issuer has
6 covenanted not to redeem such obligations other than as set forth in such
7 instructions; (B) the municipal obligations are secured by cash and/or United
8 States Obligations; (C) the principal of and interest on the United States
9 Obligations (plus any cash in the escrow fund or the redemption account) are
10 sufficient to meet the liabilities of the municipal obligations; (D) the United States
11 Obligations serving as security for the municipal obligations are held by an
12 escrow agent or trustee; (E) the United States Obligations are not available to
13 satisfy any other claims, including those against the trustee or escrow agent;
14 and (F) the municipal obligations are rated (without regard to any numerical
15 modifier, plus or minus sign or other modifier), at the time of original deposit to
16 the escrow fund, by any two Rating Agencies (as defined below) not lower than
17 the rating then maintained by such Rating Agencies on such United States
18 Obligations.

19 For purposes of this Section 11, "United States Obligations" means (i) direct and
20 general obligations of the United States of America, or obligations that are unconditionally
21 guaranteed as to principal and interest by the United States of America, including, without
22 limitation, the interest component of Resolution Funding Corporation ("REFCORP") bonds that
23 have been stripped by request to the Federal Reserve Bank of New York in book-entry form
24 or (ii) any security issued by an agency or instrumentality of the United States of America that
25 is selected by the Director of Public Finance that results in the escrow fund being rated by any

1 two Rating Agencies, at the time of the initial deposit to the escrow fund and upon any
2 substitution or subsequent deposit to the escrow fund, not lower than the rating then
3 maintained by the respective Rating Agency on United States Obligations described in clause
4 (i) above.

5 For purposes of this Section 11, "Rating Agencies" shall mean Moody's Investors
6 Service, Fitch Ratings and S&P Global Ratings, or any other nationally-recognized bond
7 rating agency that is the successor to any of the foregoing rating agencies or that is otherwise
8 established after the date hereof.

9 Section 12. Sale of Series 2025G Bonds By Competitive or Negotiated Sale. The
10 Board of Supervisors authorizes the sale of the Series 2025G Bonds by solicitation of
11 competitive bids or by negotiated sale to one or more underwriters to be appointed in
12 accordance with City policies, if so determined by the Director of Public Finance.

13 Section 13. Official Notice of Sale; Receipt of Bids; Bond Award.

14 (a) Official Notice of Sale. If the Series 2025G Bonds are sold through a
15 solicitation of competitive bids, then the form of proposed Official Notice of Sale inviting
16 bids for the Series 2025G Bonds ("Official Notice of Sale") submitted to the Board of
17 Supervisors and on file with the Clerk of the Board of Supervisors is approved and
18 adopted as the Official Notice of Sale inviting bids for the Series 2025G Bonds, with
19 such changes, additions and modifications as may be made in accordance with
20 Section 19. The Director of Public Finance is authorized and directed to cause to be
21 mailed or otherwise circulated to prospective bidders for the Series 2025G Bonds
22 copies of the Official Notice of Sale, subject to such corrections, revisions or additions
23 as may be acceptable to the Director of Public Finance.

24 (b) Receipt of Bids. Bids shall be received on the sale date(s) designated by
25 the Director of Public Finance pursuant to Section 4.

1 (c) Bond Award. As provided in the Official Notice of Sale, the City may
2 reject any and all bids received for any reason. The Director of Public Finance or the
3 Controller is authorized to award the Series 2025G Bonds to the responsible bidder
4 whose bid (i) is timely received and conforms to the Official Notice of Sale, except to
5 the extent informalities and irregularities are waived by the City as permitted by the
6 Official Notice of Sale; and (ii) represents the lowest true interest cost to the City in
7 accordance with the procedures described in the Official Notice of Sale. The award, if
8 made, shall be set forth in a certificate signed by the Controller or Director of Public
9 Finance setting forth the terms of the Series 2025G Bonds and the original purchasers
10 ("Bond Award"). The Director of Public Finance shall provide a copy of the Bond
11 Award, if such award is not signed by the Controller, as soon as practicable to the
12 Controller; provided, that failure to provide such copy shall not affect the validity of the
13 Bond Award.

14 Section 14. Publication of Notice of Intention to Sell Bonds. If the Series 2025G Bonds
15 are sold through a solicitation of competitive bids, then the form of proposed Notice of
16 Intention to Sell the Series 2025G Bonds ("Notice of Intention to Sell Bonds") submitted to the
17 Board of Supervisors and on file with the Clerk of the Board of Supervisors is approved and
18 adopted as the Notice of Intention to Sell the Series 2025G Bonds, and the Director of Public
19 Finance is authorized and directed to cause the Notice of Intention to Sell Bonds, subject to
20 such corrections, revisions or additions as may be made in accordance with Section 19, to be
21 published once in *The Bond Buyer* or another financial publication generally circulated
22 throughout the State of California meeting the requirements of Section 53692 of the
23 Government Code at least five (5) days prior to the date fixed for receipt of bids for the Series
24 2025G Bonds, or as otherwise set forth in Section 53692 of the Government Code.

1 Section 15. Authorization of Negotiated Sale; Authorization to Select Underwriters;
2 Form of Purchase Contract Approval. The Director of Public Finance, in consultation with the
3 Controller, or the Controller is hereby authorized to conduct the sale of the Series 2025G
4 Bonds by negotiated sale pursuant to one or more Purchase Contracts (each, a "Purchase
5 Contract"), each by and between the City and the underwriter(s) named therein
6 ("Underwriters"), if the Controller determines that such manner of sale is in the best financial
7 interest of the City because the City will be able to obtain market and structuring advice from
8 the underwriters and flexibility as to timing of sale and ability to premarket bonds, such
9 determination to be conclusively evidenced by the execution and delivery of such Purchase
10 Contract as hereinafter approved. The form of such Purchase Contract as presented to this
11 Board of Supervisors, a copy of which is on file with the Clerk of the Board of Supervisors, is
12 hereby approved. The Controller or the Director of Public Finance is hereby authorized to
13 execute such Purchase Contract with such changes, additions and modifications as the
14 Controller or the Director of Public Finance may make or approve in accordance with
15 Section 19 hereof; provided however, that the Underwriters' discount under any such
16 Purchase Contract shall not exceed 1.0% of the principal amount of the Series 2025G Bonds.
17 In order to facilitate the sale of the Series 2025G Bonds by negotiated sale, the Controller or
18 the Director of Public Finance is hereby authorized and directed to appoint one or more
19 financial institutions to act as underwriter for the Series 2025G Bonds.

20 Section 16. Disposition of Proceeds of Sale. The proceeds of sale of the Series
21 2025G Bonds shall be applied by the City Treasurer as follows: (a) accrued interest, if any,
22 shall be deposited into the Series 2025G Bond Subaccount; (b) premium, if any, shall be
23 deposited into the Series 2025G Bond Subaccount in such amount not to exceed three years
24 of interest on the Series 2025G Bonds; and (c) remaining proceeds of sale shall be deposited
25 into the Project Account established under Resolution No. 234-21.

1 Section 17. Preliminary Official Statement and Official Statement. The form of
2 proposed Preliminary Official Statement describing the Series 2025G Bonds ("Preliminary
3 Official Statement") submitted to the Board of Supervisors and on file with the Clerk of the
4 Board of Supervisors is approved and adopted as the Preliminary Official Statement
5 describing the Series 2025G Bonds, with such additions, corrections and revisions as may be
6 determined to be necessary or desirable made in accordance with Section 19. The Controller
7 or the Director of Public Finance is authorized to cause the distribution of a Preliminary Official
8 Statement deemed final for purposes of Securities and Exchange Commission Rule 15c2-12
9 promulgated under the Securities Exchange Act of 1934, as amended ("Rule"), and to sign a
10 certificate to that effect. The Director of Public Finance is authorized and directed to cause to
11 be printed and mailed or electronically distributed to prospective bidders for the Series 2025G
12 Bonds the Preliminary Official Statement in substantially the form of the Preliminary Official
13 Statement approved and adopted by this Resolution, as completed, supplemented, corrected
14 or revised. The Controller or the Director of Public Finance is authorized and directed to
15 approve, execute, and deliver the final Official Statement with respect to the Series 2025G
16 Bonds, which final Official Statement shall be in the form of the Preliminary Official Statement,
17 with such additions, corrections and revisions as may be determined to be necessary or
18 desirable made in accordance with Section 19 and as are permitted under the Rule. The
19 Director of Public Finance is authorized and directed to cause to be signed, printed and
20 mailed or electronically distributed the final Official Statement to all actual initial purchasers of
21 the Series 2025G Bonds.

22 Section 18. Continuing Disclosure Certificate. The form of Continuing Disclosure
23 Certificate ("Continuing Disclosure Certificate"), to be signed by the City to permit the original
24 purchasers of the Series 2025G Bonds to comply with the Rule, submitted to the Board of
25 Supervisors is approved and adopted as the Continuing Disclosure Certificate, with such

1 additions, corrections and revisions as may be determined to be necessary or desirable made
2 in accordance with Section 19. The Controller or the Director of Public Finance is authorized
3 and directed to execute the Continuing Disclosure Certificate on behalf of the City and deliver
4 the Continuing Disclosure Certificate to the original purchasers of the Series 2025G Bonds.

5 Section 19. Modification to Documents. Any City official authorized by this Resolution
6 to execute any document is further authorized, in consultation with the City Attorney and co-
7 bond counsel, to approve and make such changes, additions, amendments or modifications to
8 the document or documents such official is authorized to execute as may be necessary or
9 advisable (provided, that such changes, additions, amendments or modifications shall not
10 authorize an aggregate principal amount of Series 2025G Bonds in excess of the maximum
11 principal amount authorized under Section 4 or conflict with the provisions of Section 4). The
12 approval of any change, addition, amendment or modification to any of the aforementioned
13 documents shall be evidenced conclusively by the execution and delivery of the document in
14 question.

15 Section 20. Ratification. All actions previously taken by officials, employees and
16 agents of the City with respect to the sale and issuance of the Series 2025G Bonds,
17 consistent with any documents presented and this Resolution, are approved, confirmed and
18 ratified.

19 Section 21. Relationship to Authorizing Resolution. In the event of any conflict
20 between this Resolution and the Authorizing Resolution, the terms of this Resolution shall
21 control. Without limiting the foregoing and notwithstanding the provisions of the Authorizing
22 Resolution, the City is not obligated to transfer money from the General Fund of the City to the
23 Bond Account to pay the principal of or interest on the Series 2025G Bonds.

24 Section 22. Accountability Reports. The Series 2025G Bonds are subject to
25 accountability requirements under the Administrative Code and the Bond Ordinance. The

1 deadline for submission of the Accountability report(s) under Administrative Code
2 Sections 2.71(a) and 2.71(b) are hereby waived with respect to the Series 2025G Bonds.
3 Accountability report(s) with respect to the Series 2025G Bonds shall be submitted in all other
4 respects in the manner required by the Administrative Code and the Bond Ordinances.

5 Section 23. Covenants to Maintain Tax-Exempt Status. The following covenants shall
6 be applicable to any Series 2025G Bonds (including any subseries) issued as bonds the
7 interest on which is intended to be excludable from gross income for federal income tax
8 purposes:

9 (a) Definitions. When used in this Section, the following terms have the
10 following meanings:

11 “*Closing Date*” means the date on which the Series 2025G Bonds are first
12 authenticated and delivered to the initial purchasers against payment therefor.

13 “*Code*” means the Internal Revenue Code of 1986, as amended by all
14 legislation, if any, effective on or before the Closing Date.

15 “*Computation Date*” has the meaning set forth in Section 1.148-1(b) of the
16 Regulations.

17 “*Final Computation Date*” has the meaning set forth in Section 1.148-3(e)(2) of
18 the Regulations.

19 “*Gross Proceeds*” means any proceeds as defined in Section 1.148-1(b) of the
20 Regulations, and any replacement proceeds as defined in Section 1.148-1(c) of the
21 Regulations, of the Series 2025G Bonds.

22 “*Investment*” has the meaning set forth in Section 1.148-1(b) of the Regulations.

23 “*Nonpurpose Investment*” means any investment property, as defined in
24 Section 148(b) of the Code, in which Gross Proceeds of the Series 2025G Bonds are
25

1 invested and which is not acquired to carry out the governmental purposes of the
2 Series 2025G Bonds.

3 “*Rebate Amount*” has the meaning set forth in Section 1.148-1(b) of the
4 Regulations.

5 “*Regulations*” means any proposed, temporary, or final Income Tax Regulations
6 issued pursuant to Sections 103 and 141 through 150 of the Code, and 103 of the
7 Internal Revenue Code of 1954, which are applicable to the Series 2025G Bonds. Any
8 reference to any specific Regulation shall also mean, as appropriate, any proposed,
9 temporary or final Income Tax Regulation designed to supplement, amend or replace
10 the specific Regulation referenced.

11 “*Yield*” of:

12 (i) any Investment has the meaning set forth in Section 1.148-5 of the
13 Regulations; and

14 (ii) the Series 2025G Bonds has the meaning set forth in
15 Section 1.148-4 of the Regulations.

16 (b) Not to Cause Interest to Become Taxable. The City shall not use, permit
17 the use of, or omit to use Gross Proceeds or any other amounts (or any property the
18 acquisition, construction or improvement of which is to be financed or refinanced
19 directly or indirectly with Gross Proceeds) in a manner which if made or omitted,
20 respectively, would cause the interest on any Series 2025G Bond to become includable
21 in the gross income, as defined in Section 61 of the Code, of the owner thereof for
22 federal income tax purposes. Without limiting the generality of the foregoing, unless
23 and until the City receives a written opinion of counsel nationally recognized in the field
24 of municipal bond law to the effect that failure to comply with such covenant will not
25 adversely affect the exclusion from gross income for federal income tax purposes of

1 the interest on any Series 2025G Bond, the City shall comply with each of the specific
2 covenants in this Section.

3 (c) No Private Use or Private Payments. Except as permitted by Section 141
4 of the Code and the Regulations and rulings thereunder, the City shall at all times prior
5 to the final payment on the Series 2025G Bonds:

6 (i) exclusively own, operate and possess all property, the acquisition,
7 construction or improvement of which is to be financed or refinanced directly or
8 indirectly with Gross Proceeds of the Series 2025G Bonds, and not use or
9 permit the use of such Gross Proceeds (including all contractual arrangements
10 with terms different than those applicable to the general public) or any property
11 acquired, constructed or improved with such Gross Proceeds in any activity
12 carried on by any person or entity (including the United States or any agency,
13 department and instrumentality thereof) other than a state or local government,
14 unless such use is solely as a member of the general public; and

15 (ii) not directly or indirectly impose or accept any charge or other
16 payment by any person or entity who is treated as using Gross Proceeds of the
17 Series 2025G Bonds or any property the acquisition, construction or
18 improvement of which is to be financed or refinanced directly or indirectly with
19 such Gross Proceeds, other than taxes of general application within the City or
20 interest earned on investments acquired with such Gross Proceeds pending
21 application for their intended purposes.

22 (d) No Private Loan. Except to the extent permitted by Section 141 of the
23 Code and the Regulations and rulings thereunder, the City shall not use Gross
24 Proceeds of the Series 2025G Bonds to make or finance loans to any person or entity
25 other than a state or local government. For purposes of the foregoing covenant, such

1 Gross Proceeds are considered to be “loaned” to a person or entity if: (i) property
2 acquired, constructed or improved with such Gross Proceeds is sold or leased to such
3 person or entity in a transaction that creates a debt for federal income tax purposes; (ii)
4 capacity in or service from such property is committed to such person or entity under a
5 take-or-pay, output or similar contract or arrangement; or (iii) indirect benefits, or
6 burdens and benefits of ownership, of such Gross Proceeds or any property acquired,
7 constructed or improved with such Gross Proceeds are otherwise transferred in a
8 transaction which is the economic equivalent of a loan.

9 (e) Not to Invest at Higher Yield. Except to the extent permitted by
10 Section 148 of the Code and the Regulations and rulings thereunder, the City shall not
11 at any time prior to the final stated maturity of the Series 2025G Bonds directly or
12 indirectly invest Gross Proceeds in any Investment, if as a result of such investment the
13 Yield of any Investment acquired with Gross Proceeds, whether then held or previously
14 disposed of, exceeds the Yield of the Series 2025G Bonds.

15 (f) Not Federally Guaranteed. Except to the extent permitted by
16 Section 149(b) of the Code and the Regulations and rulings thereunder, the City shall
17 not take or omit to take any action that would cause the Series 2025G Bonds to be
18 federally guaranteed within the meaning of Section 149(b) of the Code and the
19 Regulations and rulings thereunder.

20 (g) Information Reporting. The City shall timely file the information required
21 by Section 149(e) of the Code with the Secretary of the Treasury on Form 8038-G or
22 such other form and in such place as the Secretary of the Treasury may prescribe.

23 (h) Rebate of Arbitrage Profits. Except to the extent otherwise provided in
24 Section 148(f) of the Code and the Regulations and rulings thereunder:
25

1 (i) The City shall account for all Gross Proceeds (including all
2 receipts, expenditures and investments thereof) on its books of account
3 separately and apart from all other funds (and receipts, expenditures and
4 investments thereof) and shall retain all records of accounting for at least six
5 years after the day on which the last outstanding Series 2025G Bond is
6 discharged. However, to the extent permitted by law, the City may commingle
7 Gross Proceeds of the Series 2025G Bonds with other money of the City;
8 provided that the City separately accounts for each receipt and expenditure of
9 Gross Proceeds and the obligations acquired therewith.

10 (ii) Not less frequently than each Computation Date, the City shall
11 calculate the Rebate Amount in accordance with rules set forth in Section 148(f)
12 of the Code and the Regulations and rulings thereunder. The City shall maintain
13 such calculations with its official transcript of proceedings relating to the
14 issuance of the Series 2025G Bonds until six years after the Final Computation
15 Date.

16 (iii) As additional consideration for the purchase of the Series 2025G
17 Bonds by the initial purchasers and the loan of the money represented thereby
18 and in order to induce such purchase by measures designed to ensure the
19 excludability of the interest thereon from gross income for federal income tax
20 purposes, the City shall pay to the United States the amount that, when added
21 to the future value of previous rebate payments made for the Series 2025G
22 Bonds, equals (i) in the case of a Final Computation Date, 100% of the Rebate
23 Amount on such date; and (ii) in the case of any other Computation Date, 90%
24 of the Rebate Amount on such date. In all cases, the rebate payments shall be
25 made at the times, in the installments, to the place and in the manner as is or

1 may be required by Section 148(f) of the Code and the Regulations and rulings
2 thereunder, and shall be accompanied by Form 8038-T or such other forms and
3 information as is or may be required by Section 148(f) of the Code and the
4 Regulations and rulings thereunder.

5 (iv) The City shall exercise reasonable diligence to assure that no
6 errors are made in the calculations and payments required by paragraphs (ii)
7 and (iii), and if an error is made, to discover and promptly correct such error
8 within a reasonable amount of time thereafter (and in all events within 180 days
9 after discovery of the error), including payment to the United States of any
10 additional Rebate Amount owed to it, interest thereon, and any penalty imposed
11 under Section 1.148-3(h) of the Regulations.

12 (i) Not to Divert Arbitrage Profits. Except to the extent permitted by
13 Section 148 of the Code and the Regulations and rulings thereunder, the City shall not,
14 at any time prior to the final payment on the Series 2025G Bonds, enter into any
15 transaction that reduces the amount required to be paid to the United States pursuant
16 to Section 23(h) above because such transaction results in a smaller profit or a larger
17 loss than would have resulted if the transaction had been at arm's length and had the
18 Yield of the Series 2025G Bonds not been relevant to either party.

19 (j) Elections. The City directs and authorizes the Director of Public Finance
20 and the Controller, either or any combination of them, to make elections permitted or
21 required pursuant to the provisions of the Code or the Regulations, as they deem
22 necessary or appropriate in connection with the Series 2025G Bonds, in the Certificate
23 as to Tax Exemption or similar or other appropriate certificate, form or document.

24 Section 24. Reimbursement. The City hereby declares its official intent to reimburse
25 prior expenditures of the City paid prior to the issuance and sale of the Series 2025G Bonds in

1 connection with the project or portions thereof to be financed by the Series 2025G Bonds. The
2 Board of Supervisors hereby declares the City's intent to reimburse the City with the proceeds
3 of the Series 2025G Bonds for expenditures paid with respect to the project (the
4 "Expenditures" and each an "Expenditure") made on and after that date that is no more than
5 60 days prior to adoption of this Resolution. The City reasonably expects on the date of
6 adoption of this Resolution that it will reimburse the Expenditures with the proceeds of the
7 Series 2025G Bonds.

8 Each Expenditure was and will be either (a) of a type properly chargeable to a capital
9 account under general federal income tax principles (determined in each case as of the date
10 of the Expenditure), (b) a cost of issuance with respect to the Series 2025G Bonds, (c) a
11 nonrecurring item that is not customarily payable from current revenues, or (d) a grant to a
12 party that is not related to or an agent of the City so long as such grant does not impose any
13 obligation or condition (directly or indirectly) to repay any amount to or for the benefit of the
14 City. The maximum aggregate principal amount of the Series 2025G Bonds expected to be
15 issued for the project is \$150,000,000. The City shall make a reimbursement allocation, which
16 is a written allocation by the City that evidences the City's use of proceeds of the Series
17 2025G Bonds to reimburse an Expenditure, no later than 18 months after the later of the date
18 on which the Expenditure is paid or the project is placed in service or abandoned, but in no
19 event more than three years after the date on which the Expenditure is paid. The City
20 recognizes that exceptions are available for certain "preliminary expenditures," costs of
21 issuance, certain de minimis amounts and expenditures for construction projects of at least 5
22 years.

1 Section 25. City Services Auditor Fee. To the extent permitted by law, one-fifth of one
2 percent (0.2%) of the amount of gross proceeds of the Series 2025G Bonds deposited into the
3 Project Account and shall be applied to pay the City Services Auditor Fee.

4 Section 26. General Authority. The Clerk of the Board of Supervisors, the Mayor, the
5 City Treasurer, the Controller, the Director of Public Finance, the City Attorney and the
6 Controller are each authorized and directed in the name and on behalf of the City to take any
7 and all steps and to issue, deliver or enter into any and all certificates, requisitions,
8 agreements, notices, consents, and other documents as may be necessary to give effect to
9 the provisions of this Resolution, including but not limited to a private placement agreement
10 and investor letter, tax compliance certificates and letters of representations to any depository
11 or depositories, which they or any of them might deem necessary or appropriate in order to
12 consummate the lawful issuance, sale and delivery of the Series 2025G Bonds. Any such
13 actions are solely intended to further the purposes of this Resolution, and are subject in all
14 respects to the terms of this Resolution. No such actions shall increase the risk to the City or
15 require the City to spend any resources not otherwise granted herein. Final versions of any
16 such documents shall be provided to the Clerk of the Board of Supervisors for inclusion in the
17 official file within 30 days (or as soon thereafter as is practicable) of execution by all parties.

18 APPROVED AS TO FORM:
19 DAVID CHIU, City Attorney

20 By: /s/MARK D. BLAKE
21 MARK D. BLAKE
22 Deputy City Attorney

23 n:\financ\as2025\1300182\01847460.docx
24
25

EXHIBIT A

FORM OF BOND

Unless this Bond is presented by an authorized representative of The Depository Trust Company, a New York corporation ("DTC"), to the City or its agent for registration of transfer, exchange, or payment, and any Bond issued is registered in the name of Cede & Co. or in such other name as is requested by an authorized representative of DTC (and any payment is made to Cede & Co. or to such other entity as is requested by an authorized representative of DTC), ANY TRANSFER, PLEDGE, OR OTHER USE OF THIS BOND FOR VALUE OR OTHERWISE BY OR TO ANY PERSON IS WRONGFUL inasmuch as the Registered Owner hereof, Cede & Co., has an interest herein.

<u>Number</u>		<u>Principal Amount</u>
---------------	--	-------------------------

R-__	UNITED STATES OF AMERICA STATE OF CALIFORNIA	\$_____
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CITY AND COUNTY OF SAN FRANCISCO
GENERAL OBLIGATION BONDS
(HEALTH AND RECOVERY, 2020)
SERIES 2025G [and any subseries designation]

<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Dated Date</u>	<u>CUSIP Number</u>
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REGISTERED OWNER: Cede & Co.

PRINCIPAL AMOUNT: \$ _____

The City and County of San Francisco, State of California ("City"), acknowledges itself indebted to and promises to pay to the Registered Owner specified above or registered assigns, on the Maturity Date specified above, the Principal Amount of this Bond specified above in lawful

1 money of the United States of America, and to pay interest on the Principal Amount in like lawful
2 money from the Interest Payment Date (as defined below) next preceding the date of
3 authentication of this Bond (unless this Bond is authenticated as of the day during the period
4 from the last day of the month immediately preceding any Interest Payment Date ("Record
5 Date") to such Interest Payment Date, inclusive, in which event it shall bear interest from such
6 Interest Payment Date, or unless this Bond is authenticated on or before [June/December] 15,
7 20__, in which event it shall bear interest from its Dated Date (specified above) until payment
8 of such Principal Amount, at the Interest Rate per year specified above calculated on the basis
9 of a 360-day year comprised of twelve 30-day months, payable on [June/December] 15, 20__
10 and semiannually thereafter on June 15 and December 15 in each year (each, an "Interest
11 Payment Date"); provided, that if any Interest Payment Date occurs on a day that banks in
12 California or New York are closed for business or the New York Stock Exchange is closed for
13 business, then such payment shall be made on the next succeeding day that banks in both
14 California and New York are open for business and the New York Stock Exchange is open for
15 business (a "Business Day"). The Principal Amount of this Bond is payable to the Registered
16 Owner of this Bond upon the surrender of this Bond at the office of the City Treasurer ("City
17 Treasurer") in San Francisco, California. The interest on this Bond is payable to the person
18 whose name appears on the Bond registration books of the City Treasurer as the Registered
19 Owner of this Bond as of the close of business on the Record Date immediately preceding an
20 Interest Payment Date, whether or not such day is a Business Day, such interest to be paid by
21 check mailed on the Interest Payment Date to such Registered Owner at the owner's address
22 as it appears on such registration books; *provided*, that the Registered Owner of Bonds in an
23 aggregate principal amount of at least \$1,000,000 may submit a written request to the City
24 Treasurer on or before the Record Date preceding any Interest Payment Date for payment of
25 interest by wire transfer to a commercial bank located in the United States of America.

1 This Bond is one of a duly authorized issue of City and County of San Francisco General
2 Obligation Bonds (Health and Recovery, 2020), Series 2025G ("Bonds") of like tenor (except
3 for such variations, if any, as may be required to designate varying numbers, denominations,
4 interest rates and maturities), in the aggregate principal amount of \$[____], which is part of
5 a bond authorization in the aggregate original principal amount of \$487,500,000 authorized by
6 the affirmative votes of more than two-thirds of the voters voting at a special election duly and
7 legally called, held and conducted in the City on November 3, 2020 and is issued and sold by
8 the City pursuant to and in strict conformity with the provisions of the Constitution and laws of
9 the State of California, the City Charter and a Resolution of Necessity adopted by the City Board
10 of Supervisors ("Board of Supervisors") on July 14, 2020, and duly approved by the Mayor on
11 July 23, 2020, and Resolution No. _____, adopted by the Board of Supervisors on _____,
12 202__ and duly approved by the Mayor on _____, 202__ (together with the related
13 [Certificate Awarding the Bonds and Fixing Definitive Interest Rates for the Bonds][Purchase
14 Contract], dated _____, 202__, "Resolutions").

15 The Bonds are issuable as fully registered bonds without coupons in the denominations
16 of \$5,000 or any integral multiple of such amount; provided, that no Bond shall have principal
17 maturing on more than one principal maturity date. Subject to the limitations and conditions
18 and upon payment of the charges, if any, as provided in the Resolutions, the Bonds may be
19 exchanged for a like aggregate principal amount of Bonds of other authorized denominations
20 of the same interest rate and maturity.

21 This Bond is transferable by its Registered Owner, in person or by its attorney duly
22 authorized in writing, at the office of the City Treasurer, but only in the manner, subject to the
23 limitations and upon payment of the charges provided in the Resolutions, and upon surrender
24 and cancellation of this Bond. Upon such transfer, a new Bond or Bonds of authorized
25

1 denomination or denominations for the same interest rate and same aggregate principal amount
2 will be issued to the transferee in exchange for this Bond.

3 No transfer or exchange of the Bonds shall be required to be made by the City Treasurer
4 during the period from the Record Date next preceding each Interest Payment Date to such
5 Interest Payment Date or after a notice of redemption shall have been mailed with respect to
6 such Bonds.

7 [Bonds maturing on and before June 15, 20__, will not be subject to optional redemption
8 prior to their respective maturity dates. The Bonds maturing on or after June 15, 20__ will be
9 subject to optional redemption prior to their respective stated maturity dates, at the option of the
10 City, from any source of available funds, as a whole or in part on any date (with the maturities
11 to be redeemed to be determined by the City and by lot within a maturity), on or after June 15,
12 20__, at the redemption price equal to the principal amount of the Bonds redeemed, together
13 with accrued interest to the date fixed for redemption, without premium. If less than all of the
14 outstanding Bonds are to be redeemed, they may be redeemed in any order of maturity as
15 determined by the Director of Finance. If less than all of the outstanding Bonds of a maturity
16 are to be redeemed, the Bonds or portions of Bonds of such maturity to be redeemed shall be
17 selected Director of Public Finance, in authorized denominations of \$5,000 or integral multiples
18 of that amount, from among Bonds of that maturity not previously called for redemption, by lot,
19 in any manner which the Director of Public Finance deems fair.]

20 [Bonds maturing on June 15, 20__, are subject to mandatory sinking fund redemption
21 on June 15 of each of the years 20__ through 20__, inclusive, and at maturity in the respective
22 amount provided in the [Official Notice of Sale/the Purchase Contract] for the Bonds.]

23 [Bonds maturing on June 15, 20__, are subject to mandatory sinking fund redemption
24 on June 15 of each of the years 20__ through 20__, inclusive, and at maturity in the respective
25 amount provided in the [Official Notice of Sale/the Purchase Contract] for the Bonds.]

1 Notice of the redemption of Bonds which by their terms shall have become subject to
2 redemption shall be given or caused to be given to the Registered Owner of each Bond or
3 portion of a Bond called for redemption not less than 20 or more than 60 days before any date
4 established for redemption of Bonds, by the City Treasurer on behalf of the City, first class mail,
5 postage prepaid, sent to the Registered Owner's last address, if any, appearing on the
6 registration books kept by the City Treasurer. Official notices of redemption will contain the
7 information specified in the Resolutions.

8 Official notice of redemption having been given substantially as aforesaid, the Bonds or
9 portions of Bonds so to be redeemed shall, on the date fixed for redemption, become due and
10 payable at the redemption price therein specified, and from and after such date (unless such
11 redemption and notice of it shall have been rescinded or unless the City shall default in the
12 payment of the redemption price), such Bonds or portions of Bonds shall cease to bear interest.
13 Neither the failure to mail such redemption notice, nor any defect in any notice so mailed, to
14 any particular Registered Owner, shall affect the sufficiency of such notice with respect to the
15 Bonds.

16 Notice of redemption, or notice of rescission of an optional redemption, having been
17 properly given, failure of a Registered Owner to receive such notice shall not be deemed to
18 invalidate, limit or delay the effect of the notice or redemption action described in the notice.

19 Any notice of optional redemption may provide that such redemption is conditional upon
20 occurrence of a specified event, as provided in the Resolutions. In the event that such
21 conditional notice of optional redemption has been given, and on the date fixed for redemption
22 such condition has not been satisfied, the Bonds for which notice of conditional optional
23 redemption was given shall not be redeemed and shall remain Outstanding for all purposes of
24 the Resolutions and the redemption not occurring shall not constitute an event of default under
25 the Resolutions.

1 The City may rescind any optional redemption and notice of it for any reason on any date
2 prior to any Redemption Date by causing written notice of the rescission to be given to the
3 owners of all Bonds so called for redemption. Notice of any such rescission of redemption shall
4 be given in the same manner notice of redemption was originally given.

5 The actual receipt by the owner of any Bond of notice of such rescission shall not be a
6 condition precedent to rescission, and failure to receive such notice or any defect in such notice
7 so mailed shall not affect the validity of the rescission.

8 The City and the City Treasurer may treat the Registered Owner of this Bond as the
9 absolute owner of this Bond for all purposes, and the City and the City Treasurer shall not be
10 affected by any notice to the contrary.

11 The City Treasurer may appoint agents to serve as bond registrar or paying agent, as
12 provided in the Resolutions.

13 The Board of Supervisors certifies, recites and declares that the total amount of
14 indebtedness of the City, including the amount of this Bond, is within the limit provided by law,
15 that all acts, conditions and things required by law to be done or performed precedent to and in
16 the issuance of this Bond have been done and performed in strict conformity with the laws
17 authorizing the issuance of this Bond, that this Bond is in the form prescribed by order of the
18 Board of Supervisors duly made and entered on its minutes, and the money for the payment of
19 principal of this Bond, and the payment of interest thereon, shall be raised by taxation upon the
20 taxable property of the City as provided in the Resolutions.

21 This Bond shall not be entitled to any benefit under the Resolutions, or become valid or
22 obligatory for any purpose, until the certificate of authentication and registration on this Bond
23 shall have been signed by the City Treasurer.

IN WITNESS WHEREOF the Board of Supervisors has caused this Bond to be executed by the [Mayor][Controller][City Administrator] and to be countersigned by the Clerk of the Board of Supervisors, all as of _____.

[Mayor][Controller][City Administrator] of
the City and County of San Francisco

Countersigned:

Clerk of the Board of Supervisors

CERTIFICATE OF REGISTRATION AND AUTHENTICATION

This is one of the Bonds described in the within-mentioned Resolutions, which has been authenticated on the date set forth below.

Date of Authentication: _____

Treasurer of the
City and County of San Francisco

1 **ASSIGNMENT**

2

3 FOR VALUE RECEIVED the undersigned do(es) hereby sell, assign and transfer unto

4 _____

5 _____

6 **(Please print or typewrite Name, Address, and Tax Identification or Social**

7 **Security Number of Assignee/Transferee)**

8 the within-mentioned registered bond and all rights thereunder and hereby irrevocably

9 constitute(s) and appoint(s) _____ attorney to

10 transfer the same on the books of the paying agent with full power of substitution in the

11 premises.

12 Dated: _____

13 NOTICE: The signature to this assignment

14 must correspond with the name as it appears

15 upon the face of the within bond in every

16 particular, without alteration or enlargement

17 or any change whatsoever.

18 Signature Guaranteed:

19 _____

20 _____

21 Signature(s) must be guaranteed by a national bank

22 or trust company or by a brokerage firm having a

23 membership in one of the major stock exchanges

24 and who is a member of a Medallion Signature

25 Program.