Oversight Board of the City and County of San Francisco

Recognized Obligation Payment Schedule Action

ROPS 19-20

July 1, 2019 – June 30, 2020

January 28, 2019

OCII

ROPS 19-20 Schedule

- **1/14** ROPS Oversight Board Workshop
- **1/15** ROPS Commission Workshop
- **1/28** ROPS Oversight Board Approval Action
- **2/1** ROPS Submission to DOF
- **+45 days** DOF Determination
- **+5 days** OCII Request for Meet and Confer
- **May 2019** DOF notification of Review Outcome

ROPS 19-20 Workshop v. Action

$14,430,725 increase from ROPS Workshop to Action – 3.6%.

Line	Description	Workshop Proposed	Action Proposed	Difference	% Change	Explanation
1	Agency Admin Operations	$4,288,067	$4,432,521	$144,454	3.4%	Increase due to higher than expected January 2019 RPTTF Non-Admin distribution, which increases RPTTF Admin by formula.
9	Agency Admin Operations – Retirement Healthcare Costs	$2,177,000	$2,225,346	$48,346	2.2%	Increase due to higher than expected healthcare costs.
107	Streetscape and Open Space Improvements for Folsom	$9,358,762	$23,150,845	$13,792,083	147.4%	Increase due to timing delay for Folsom Streetscape Improvement project.
177	Hunters View Phase II-III Loan Agreement	$5,500,000	$5,900,000	$400,000	7.3%	Increase due to return of additional unexpended loan funds from Hunters View II. OCII will transfer to MOHCD.
345	Tax Allocation Bond Admin (ALL)	$622,085	$623,094	$1,009	0.2%	Increase due to higher than expected healthcare costs.
373	Asset Management & Disposition Costs	$318,088	$319,792	$1,704	0.5%	Increase due to higher Agency Admin Operations than expected healthcare costs.
411	Enforceable Obligation Support	$8,125,015	$8,168,144	$43,129	0.5%	Increase due to higher than expected healthcare costs.
Total		**$30,389,017**	**$44,819,742**	**$14,430,725**		

ROPS 19-20 Action Sources

Bond proceeds and RPTTF Non-Admin remain primary sources.

Sources	Proposed Amount
Bond Proceeds	$209,133,913
Reserve Funds	$0
Other Funds	$42,015,725
RPTTF Non-Admin	$162,527,409
RPTTF Admin	$4,432,521
Total Sources	**$418,109,568**

ROPS 19-20 Action Uses

Affordable housing and debt remain primary uses.

Uses	Proposed Amount
Affordable Housing	$132,913,870
Mission Bay	$81,651,608
Transbay	$42,451,930
HPS/CP	$15,972,926
Asset Management	$7,785,119
Debt	$118,510,092
Operations	$18,824,023
Total Uses	**$418,109,568**

ROPS 19-20 Action RPTTF Uses

Affordable housing and debt remain primary uses.

Uses	Proposed Amount*
Affordable Housing	$20,831,172
Mission Bay	$19,651,281
Transbay	$10,583,901
HPS/CP	$729,287
Asset Management	$0
Debt	$103,649,390
Operations	$11,514,899
Total Uses	**$166,959,930**

**Includes both RPTTF Non-Admin and RPTTF Admin.*

ROPS 19-20 Workshop v. Action RPTTF Uses

Changes are due to January 2019 RPTTF Non-Admin distribution and higher than expected healthcare costs.

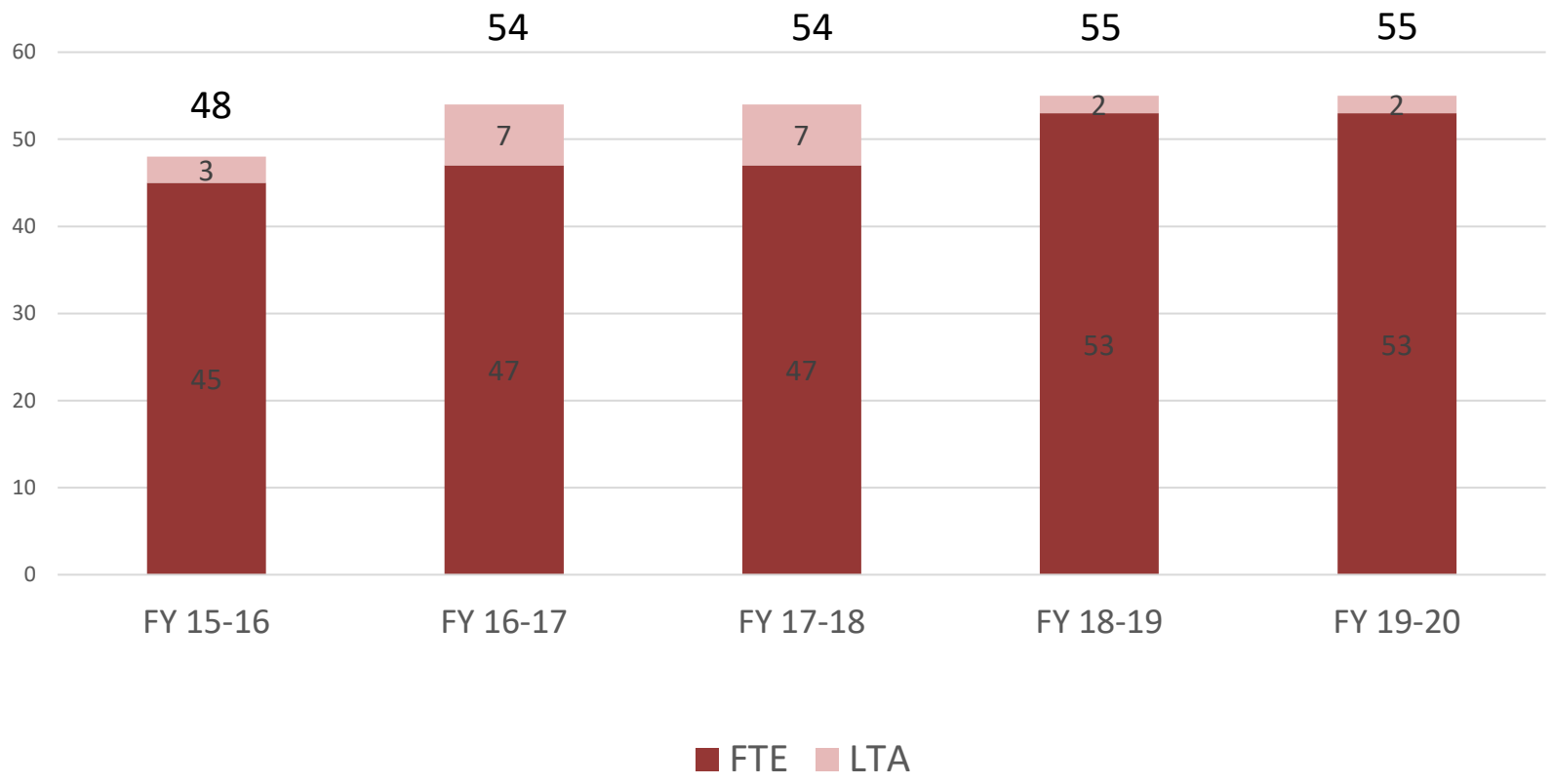
Uses	Workshop Proposed	Action Proposed	Difference	Percent Change	Explanation
Affordable Housing	$20,838,690	$20,831,172	($7,518)	0.0%	Decrease due to larger portion of pledge used to fund increased healthcare costs associated with labor.
Mission Bay	$19,651,281	$19,651,281	$0	0.0%	No change.
Transbay	$10,583,901	$10,583,901	$0	0.0%	No change.
HPS/CP	$729,287	$729,287	$0	0.0%	No change.
Asset Management	$0	$0	$0	0.0%	No change.
Debt	$103,649,390	$103,649,390	$0	0.0%	No change.
Operations	$11,307,352	$11,514,899	$207,547	1.8%	Increase due to higher than expected January 2019 RPTTF distribution, which increases RPTTF Admin by formula, and due to higher than expected healthcare costs.
Total Uses	**$166,759,901**	**$166,959,930**	**$200,029**	**0.1%**	

ROPS 19-20 Summary

- Total increase from Workshop to Action is $14.4M, from $403.7M to $418.1M – 3.6%.
- RPTTF increase from Workshop to Action is $0.2M, from $166.8M to $167.0 – 0.1%.
- Proposed changes have minimal impact to taxing entities.

OCII Staffing Over Time

OCII staffing has remained stable since FY 16-17.



Debt Portfolio Management

1. **Comprehensive analysis of best practices including debt policy, investment policy, and investor relations website.**
    1. Hired FA on retainer
    2. Hired Property Tax consultant on retainer

2. **Enhanced disclosure program including staff, OSB, Commission training, and review of disclosure policy.**
    1. Preparing RFP for Disclosure Counsel on retainer in consultation with City Attorney

3. **Updated bond arbitrage calculations, including implementation of plan for future calculations.**
    1. Completed three bid competitive process and identified successful bidder

Next Steps

- **2/1** ROPS Submission to DOF
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Questions?