

## Report II

### Redevelopment Agency of the City and County of San Francisco

#### Continuing Disclosure Annual Report

Pursuant to Rule 15c12-12(b)(5) of the Securities and Exchange Commission, we hereby submit the Continuing Disclosure Annual Report for fiscal year ended June 30, 2017, in connection with the following bond.

<u>Description</u>	<u>CUSIP</u>
\$43,780,000 Redevelopment Agency of the City and County of San Francisco Hotel Tax Revenue Bonds Series 2011	79771YAL0

The information provided below is submitted pursuant to Section 4 of the Continuing Disclosure Certificate for the Reporting Period ended June 30, 2017.

4(a) Audited financial statements: **Included with this Report.**

4(b) Items associated with Section 4(b):

1. The Hotel Tax Revenues for the fiscal year to which the Annual Report pertains. **See Report 2, Attachment 1 for update of Summary of Hotel Tax Revenues for the Levy Area Hotels.**
2. Estimated annual debt service coverage for the Bonds and any Parity Debt for the fiscal year to which the Annual Report pertains. **See Report 2, Attachment 2 for update of Debt Service Coverage.**
3. Description of any Parity Debt issued by the Agency in the fiscal year to which the Annual Report pertains and the amount of all Agency debt outstanding payable with tax increment revenue as of the end of the fiscal year to which the Annual Report pertains. **No Parity Debt was issued by the Agency for the fiscal year ended June 30, 2017. See “Long Term Obligations” Table 4a in the Notes of audited Financial Statements for all debt outstanding as of June 30, 2017.**
4. If known to the Agency, a list of Hotels in the Levy Area anticipated to generate at least 10% of the Hotel Tax Revenues which commenced operations during the fiscal year to which the Annual Report pertains. **The Agency is not aware of Hotels in the Levy Area anticipated to generate at least 10% of the Hotel Tax Revenues that commenced operations during the fiscal year ended June 30, 2017.**
5. If known to the Agency, a list of Hotels in the Levy Area generating at least 10% of the Hotel Tax Revenues for the fiscal year to which the Annual Report pertains which ceased operations for more than 60 days during the fiscal year to which the Annual Report pertains, and the reason, if known to the Agency, for such cessation. **The Agency is not aware of any Hotel in the Levy Area generating at least 10% of the Hotel Tax Revenues that ceased operations for more than 60 days during the fiscal year ended June 30, 2017.**

**Report II, Attachment #1**  
Table Related to Disclosure Item 4(b)1  
**Summary of Hotel Tax Revenues for the Levy Area Hotels**  
San Francisco Redevelopment Agency  
Project Area Hotels  
Historical Hotel Tax Revenues

Fiscal Year Ended June 30,	Hotel Tax Receipts	Tax Rate	Room Revenues	Yr-to-Yr %Chg
1989	\$7,445,814	10.38%	\$71,766,882	
1990	\$10,957,887	11.00%	\$99,617,155	
1991	\$13,110,194	11.00%	\$119,183,582	19.6%
1992	\$13,192,639	11.00%	\$119,933,082	0.6%
1993(1)	\$12,653,614	11.00%	\$115,032,855	-4.1%
1994	\$15,817,345	11.88%	\$133,198,695	15.8%
1995	\$16,768,351	12.00%	\$139,736,258	4.9%
1996	\$17,556,127	12.00%	\$146,301,058	4.7%
1997	\$20,747,091	12.00%	\$172,892,425	18.2%
1998	\$22,167,275	12.00%	\$184,727,292	6.8%
1999	\$23,528,737	12.00%	\$196,072,808	6.1%
2000(2)	\$28,422,379	12.00%	\$236,853,158	20.8%
2001	\$30,469,617	12.00%	\$253,913,475	7.2%
2002(3)	\$23,531,417	12.00%	\$196,095,142	-22.8%
2003	\$22,939,617	12.00%	\$191,163,475	-2.5%
2004	\$23,139,855	12.00%	\$192,832,123	0.9%
2005	\$27,698,389	12.00%	\$230,819,906	19.7%
2006(4)	\$29,894,762	12.00%	\$249,123,014	7.9%
2007	\$35,054,799	12.00%	\$292,123,325	17.3%
2008	\$41,139,190	12.00%	\$342,826,583	17.4%
2009	\$37,904,408	12.00%	\$315,870,067	-7.9%
2010	\$33,670,174	12.00%	\$280,584,783	-11.2%
2011	\$44,859,169	12.00%	\$373,826,408	33.2%
2012	\$46,345,121	12.00%	\$386,209,344	3.3%
2013	\$53,782,530	12.00%	\$448,187,747	16.0%
2014	\$62,744,420	12.00%	\$522,870,167	16.7%
2015	\$64,554,023	12.00%	\$537,950,191	2.9%
2016	\$71,157,996	12.00%	\$592,983,298	10.2%
2017	\$66,303,038	12.00%	\$552,525,317	-6.8%

(1) The Hyatt Regency was closed for renovations for three months in 1993.

Effective August 15, 1993, the tax rate was raised to 12%.

(2) The W San Francisco Hotel opened for business in May 1999.

(3) The Four Seasons Hotel opened for business in October 2001.

(4) The St. Regis Hotel opened for business in November 2005.

(5) Tax Receipts switch to cash basis in 2017

Source: Tax Collector, City and County of San Francisco

Notes:

(a) Tax rate of 9.75% from FY 1982/83 thru 12/31/1988.

(b) Tax rate of 11.0% as of 01/01/88.

(c) Tax rate of 12.0% as of 8/15/93.

(d) Tax rate of 14.0% as of 8/1/96 but the amount available to the Agency is 12.0%

**Report II, Attachment #2**  
Table Related to Disclosure Item 4(b)2  
San Francisco Redevelopment Agency  
Project Area Hotels  
Debt Coverage Analysis

Fiscal Year Ended June 30,	Agency Hotel Tax Revenue	Maximum Annual Debt Service(1)	Coverage
1997	\$20,747,091	\$6,642,935	3.12
1998	\$22,167,275	\$6,642,935	3.34
1999	\$23,528,737	\$6,094,210	3.86
2000	\$28,422,379	\$6,267,714	4.53
2001	\$30,469,617	\$6,268,832	4.86
2002	\$23,531,417	\$6,206,010	3.79
2003	\$22,939,617	\$6,180,955	3.71
2004	\$25,012,828	\$6,642,935	3.77
2005	\$27,698,389	\$5,951,650	4.65
2006	\$29,801,003	\$5,880,173	5.07
2007	\$35,054,799	\$5,809,163	6.03
2008	\$41,139,190	\$5,724,363	7.19
2009	\$37,904,408	\$5,647,838	6.71
2010	\$33,670,174	\$5,564,988	6.05
2011	\$44,859,169	\$5,995,750	7.48
2012	\$46,345,121	\$5,995,750	7.73
2013	\$53,782,530	\$5,995,750	8.97
2014	\$62,744,420	\$5,995,750	10.46
2015	\$64,554,023	\$5,995,750	10.77
2016	\$71,157,996	\$5,995,750	11.87
2017(2)	\$66,303,038	\$5,995,750	11.06

(1) Maximum debt service on all parity debt.

(2) Tax Receipts on Cash basis from 2017 forward.