



OFFICE OF THE CONTROLLER

CITY AND COUNTY OF SAN FRANCISCO

Ben Rosenfield
Controller

Todd Rydstrom
Deputy Controller

Anna Van Degna
Director, Office of
Public Finance

March 27, 2019

Ladies and Gentlemen:

Attached hereto is the annual disclosure report (the "Annual Report") for the City and County of San Francisco, California (the "City") and the City and County of San Francisco Finance Corporation (the "Finance Corporation") for the fiscal year ending June 30, 2018. This filing relates to the following issuers and six-digit CUSIPs:

- City and County of San Francisco General Obligation Bonds 797645/797646
- City and County of San Francisco Certificates of Participation 79765D
- City and County of San Francisco Finance Corporation 79765X

The City has included the Comprehensive Annual Financial Report (CAFR) of the City for the fiscal year ending June 30, 2018. (Appendix A)

As a courtesy, the City has voluntarily included the following reports. The City has no obligation to provide the following reports as part of the Annual Report in this or any subsequent filing:

- 1) FY 2018-19 Six-Month Budget Status Report (Appendix E)
- 2) Summary of our Municipal Bond Insured Transactions for our general fund debt and other long term obligations (Appendices F)

The attached Annual Report is being provided by the City and the Finance Corporation in connection with our undertaking entered into in accordance with Rule 15c2-12 promulgated by the United States Securities and Exchange Commission. The information provided in the Annual Report speaks only as of its date and is subject to change without notice.

March 27, 2019

Page 2

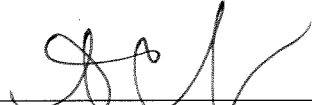
The delivery of this Annual Report may not, under any circumstances, create an implication that there has been no other change to the information provided in any final official statement. We have not agreed to notify the secondary market of subsequent changes to the information contained herein.

Finally, for matters of convenience only, the City is submitting to you a copy of the following reports:

- 1) Annual Report for the City and County of San Francisco Limited Obligation Improvement Bonds, Bayshore Hester Assessment District No. 95-1 prepared by Willdan Financial Services.
- 2) Annual Report for the City and County of San Francisco Community Facilities District No. 2014-1 (Transbay Transit Center) prepared by Goodwin Consulting Group


If you have any questions regarding this Annual Report, please contact Anna Van Degna, Controller's Office of Public Finance, at (415) 554-5956 or by email to Anna.vandegna@sfgov.org.

Sincerely,
CITY AND COUNTY OF SAN FRANCISCO



Anna Van Degna, Director
Controller's Office of Public Finance

CITY AND COUNTY OF SAN FRANCISCO



Ben Rosenfield
Controller

Enclosures

**ANNUAL REPORT
FOR**

**CITY AND COUNTY OF SAN FRANCISCO
CITY AND COUNTY OF SAN FRANCISCO FINANCE CORPORATION**

FISCAL YEAR ENDED JUNE 30, 2018

Issued: March 27, 2019

Due: March 27, 2019

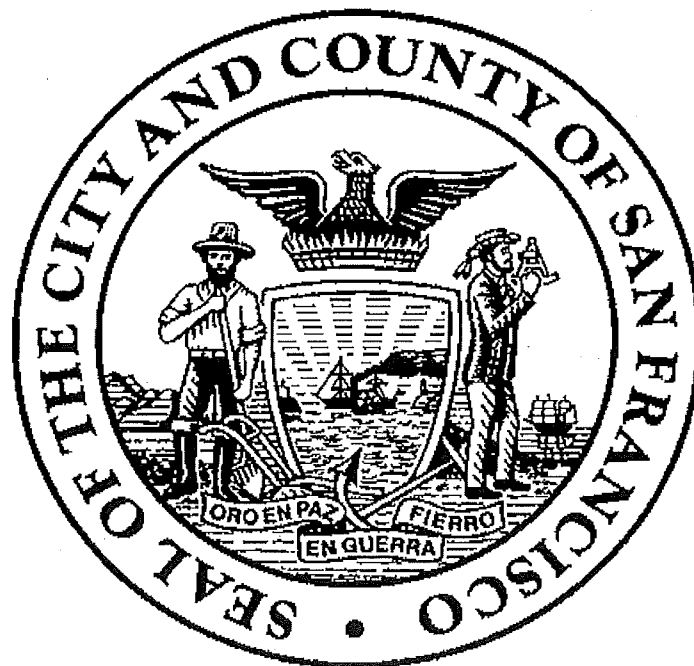


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Appendix A- Comprehensive Annual Financial Report of the City and County of San Francisco for the Year Ended June 30, 2018

Appendix B- Schedule of Aggregate Annual Debt Service on Tax Supported Indebtedness

Appendix C- General Obligation Bonds Outstanding

Appendix D- Finance Corporation Open Space Fund Net Property Tax Revenues

Appendix E- FY 2018-19 Six-Month Budget Status Report

Appendix F- Annual Report for the City and County of San Francisco Limited Obligation Improvement Bonds Bayshore Hester Assessment District No. 95-I prepared by Wildan Financial Services

Appendix G- Annual Report for the City and County of San Francisco Community Facilities District No. 2014-1 (Transbay Transit Center) prepared by Goodwin Consulting Group

Appendix H- General Fund Debt and Other Long-Term Obligations, Summary of Municipal Bond Insured Transactions

I. Introduction

The City and County of San Francisco ("**City**"), on behalf of itself and the City and County of San Francisco Finance Corporation ("**Finance Corporation**"), hereby provides the following information required for each annual report (collectively, the "**Annual Report**") for the fiscal year ended June 30, 2018 pursuant to the undertakings under the Continuing Disclosure Certificates as hereinafter provided in sections II through IV below (collectively, the "**Continuing Disclosure Certificates**").

The Annual Report is dated as of March 27, 2019 (the "**Dated Date**") and speaks only as of its Dated Date. Except as provided under the Continuing Disclosure Certificates, the City expressly disclaims any obligation to provide an update of the Annual Report or a further update of any document, or matter therein specifically referenced.

The filing of this Annual Report does not constitute or imply any representation that (1) the information presented herein is the only information material to investors, (2) there has been no change in other financial, operating or other information relating to the security for the referenced securities, or (3) no other changes, circumstances or events have occurred which may have a bearing on the security for the referenced securities or an investor's decision to buy, sell, or hold the referenced securities.

Any statement regarding the referenced securities, other than a statement made by the City in an official release or subsequent official notice or other annual report and published in a financial newspaper of general circulation and/or filed with the Municipal Securities Rulemaking Board or EMMA, are not authorized by the City. The City shall not be responsible for the accuracy, completeness or fairness of any such statement.

II. General Obligation Bonds

A. General Obligation Bonds Continuing Disclosure Certificates

Pursuant to the following Continuing Disclosure Certificates executed and delivered in connection with the issuance of the following City and County of San Francisco General Obligation Bonds (collectively, the "**GO Bonds**"), the City hereby provides its annual disclosure report for the fiscal year ended June 30, 2018 (the "**GO Bonds Annual Disclosure Report**").

<u>Continuing Disclosure Certificate</u>	<u>Issue Name</u>	<u>Original Par Amount</u>
1. N/A	Taxable Series 2007A GO Bonds (Seismic Safety Loan Program, 1992), Series 2007A	<u>\$30,315,450</u>
2. May 29, 2008	Series 2008-R1 and Taxable Series 2008-R2 GO Bonds General Obligation Refunding Bonds, Series 2008-R1 Taxable General Obligation Refunding Bonds, Series 2008-2	<u>\$271,395,000</u> <u>\$232,075,000</u> <u>\$39,320,000</u>
3. March 18, 2009	Series 2009A GO Bonds (San Francisco General Hospital, 2008), Series 2009A	<u>\$131,650,000</u>

II. General Obligation Bonds

A. General Obligation Bonds Continuing Disclosure Certificates (continued)

<u>Continuing Disclosure Certificate</u>	<u>Issue Name</u>	<u>Original Par Amount</u>
4. March 24, 2010	Series 2010ABCD GO Bonds (San Francisco General Hospital Improvement Bonds, 2008) Series 2010A (Clean and Safe Neighborhood Parks Bonds, 2008), Series 2010B (San Francisco General Hospital Improvement Bonds, 2008) Federally Taxable Build America Bonds, Series 2010C (Clean and Safe Neighborhood Parks Bonds, 2008) Federally Taxable Build America Bonds, Series 2010D	<u>\$355,125,000</u> \$120,890,000 \$24,785,000 \$173,805,000 \$35,645,000
5. December 15, 2010	Series 2010E GO Bonds (Earthquake Safety and Emergency Response Bonds, 2010), Series 2010E	<u>\$79,520,000</u>
6. November 30, 2011	Series 2011-R1 GO Bonds General Obligation Refunding Bonds, Series 2011-R1	<u>\$339,475,000</u>
7. March 8, 2012	Series 2012ABC GO Bonds (Earthquake Safety and Emergency Response Bonds, 2010) Series 2012A (Clean and Safe Neighborhood Parks Bonds, 2008), Series 2012B (Road Paving and Street Safety Bonds, 2011) Series 2012C	<u>\$330,980,000</u> \$183,330,000 \$73,355,000 \$74,295,000
8. August 29, 2012	Series 2012DE GO Bonds (San Francisco General Hospital & Trauma Center Bonds, 2008), Series 2012D (Earthquake Safety and Emergency Response Bonds, 2010), Series 2012E	<u>\$289,365,000</u> \$251,100,000 \$38,265,000
9. June 30, 2013	Series 2013ABC GO Bonds (Clean and Safe Neighborhood Parks Bonds, 2012), Series 2013A (Earthquake Safety and Emergency Response Bonds, 2010), Series 2013B (Road Repaving and Street Safety Bonds, 2011), Series 2013C	<u>\$232,550,000</u> \$71,970,000 \$31,020,000 \$129,560,000

II. General Obligation Bonds

A. General Obligation Bonds Continuing Disclosure Certificates (continued)

<u>Continuing Disclosure Certificate</u>	<u>Issue Name</u>	<u>Original Par Amount</u>
10. January 28, 2014	Series 2014A GO Bonds (Proposition A, 2008) San Francisco General Hospital and Trauma Center Bonds, Series 2014A	<u>\$209,955,000</u>
11. October 2, 2014	Series 2014CD GO Bonds (Earthquake Safety and Emergency Response Bonds, 2010) Series 2014C (Earthquake Safety and Emergency Response Bonds, 2014) Series 2014D	<u>\$155,620,000</u> \$54,950,000 <u>\$100,670,000</u>
12. February 25, 2015	Series 2015-R1 GO Bonds (General Obligation Refunding Bonds) Series 2015-R1	<u>\$293,910,000</u>
13. July 14, 2015	Series 2015B GO Bonds (Transportation and Road Improvement Bonds, 2014) Series 2015B	<u>\$67,005,000</u>
14. August 31, 2015	Taxable Series 2015A GO Bonds (Seismic Safety Loan Program, 1992) Series 2015A	<u>\$24,000,000</u>
15. February 2, 2016	Series 2016AB GO Bonds (Clean and Safe Neighborhood Parks Bonds, 2008), Series 2016A (Clean and Safe Neighborhood Parks Bonds, 2012), Series 2016B	<u>\$51,915,000</u> \$8,695,000 <u>\$43,220,000</u>
16. April 20, 2016	Series 2016CDE GO Bonds (Earthquake Safety and Emergency Response Bonds, 2010), Series 2016C (Earthquake Safety and Emergency Response Bonds, 2014), Series 2016D (Road Repaving and Street Safety Bonds, 2011), Series 2016E	<u>\$178,955,000</u> \$25,215,000 <u>\$109,595,000</u> \$44,145,000
17. November 1, 2016	Taxable 2016F GO Bonds (Affordable Housing, 2015) Series 2016F	<u>\$75,130,000</u>
18. February 1, 2017	Tax Exempt 2017A GO Bonds (Public Health and Safety, 2016) Series 2017A	<u>\$173,120,000</u>

II. General Obligation Bonds

A. General Obligation Bonds Continuing Disclosure Certificates (continued)

<u>Continuing Disclosure Certificate</u>	<u>Issue Name</u>	<u>Original Par Amount</u>
19. April 3, 2018	Series 2018AB GO Bonds (Clean & Safe Neighborhood Parks Bonds, 2010) Series 2018A (Transportation & Road Improvement Bonds, 2014) Series 2018B	<u>\$251,155,000</u> \$76,710,000 \$174,445,000
20. May 23, 2018	GO 2018CDE (Tax Exempt Earthquake Safety and Emergency Response Bonds, 2014) Series 2018C (Affordable Housing, 2015) Series 2018D (Tax Exempt Public Health and Safety, 2016) Series 2018E	<u>\$381,835,000</u> \$189,735,000 \$142,145,000 \$49,955,000
21. February 26, 2019	Taxable Series 2019A GO Bonds² (Social Bonds – Affordable Housing, 2016) Series 2019A	\$72,420,000

B. General Obligation Bonds CUSIP Numbers

Note regarding all CUSIP numbers contained herein: The CUSIP numbers provided herein are for the convenience of bondholders and certificate holders. While the City makes every effort to ensure the accuracy of the information presented herein, the City is not responsible for the accuracy or completeness of such CUSIP numbers. Furthermore, issuer and paying agent/trustee contact information is also provided for convenience and no assurances can be made that such information will not change.

Maturity Date	Taxable Series 2007A GO Bonds ¹
6/15/2030	797646HA7

¹ The Board of Supervisors authorized the issuance of the Taxable Series 2007A GO Bonds (Seismic Safety Loan Program, 1992) in an amount up to \$35,000,000 in February 2007 to fund a loan draw down program. As of June 30, 2018, \$30,315,450 has been drawn down under the program. (The information on these bonds is provided as a courtesy.)

² The Series 2019A GO Bonds were issued after June 30, 2018.

II. General Obligation Bonds

B. General Obligation Bonds CUSIP Numbers (continued)

	Series 2008-R1 GO Bonds	Series 2009A GO Bonds	Series 2010A GO Bonds	Series 2010B GO Bonds
6/15/2019	797646JM9	79764LR5	797646ML7	797646MW3
6/15/2020	797646JN7	797646LS3		
6/15/2021	797646JP2	797646LT1		
6/15/2022		797646LU8		
6/15/2023		797646LV6		
6/15/2024		797646LW4		
6/15/2025		797646LX2		
6/15/2026		797646LY0		
6/15/2027		797646LZ7		
6/15/2028				
6/15/2029		797646MA1		

Maturity Date	Series 2010C Taxable GO Bonds	Series 2010D Taxable GO Bonds	Series 2010E GO Bonds	Series 2011-R1 GO Bonds
6/15/2019			797646PD2	797646PZ3
6/15/2020	797646MX1	797646NJ1	797646PE0	797646QA7
6/15/2021	797646MY9	797646NK8	797646PF7	797646QB5
6/15/2022	797646MZ6	797646NL6	797646PG5	797646QC3
6/15/2023	797646NA0	797646NM4	797646PH3	797646QD1
6/15/2024	797646NB8	797646NN2	797646PJ9	797646QE9
6/15/2025	797646NC6	797646NP7	797646PK6	797646QF6
6/15/2026	797646ND4	797646NQ5	797646PL4	797646QG4
6/15/2027	797646NE2	797646NR3	797646PM2	797646QH2
6/15/2028	797646NF9	797646NS1	797646PN0	797646QJ8
6/15/2029	797646NG7	797646NT9	797646PR1	797646QK5
6/15/2030	797646NH5	797646NU6		797646QL3
6/15/2031			797646PP5	
6/15/2035			797646PQ3	

II. General Obligation Bonds

B. General Obligation Bonds CUSIP Numbers (continued)

Maturity Date	Series 2012A GO Bonds	Series 2012B GO Bonds	Series 2012C GO Bonds	Series 2012D GO Bonds	Series 2012E GO Bonds
6/15/2019	797646QU3	797646RR9	797646SN7	797646TJ5	797646UE4
6/15/2020	797646QV1	797646RS7	797646SP2	797646TK2	797646UF1
6/15/2021	797646QW9	797646RT5	797646SQ0	797646TL0	797646UG9
6/15/2022	797646QX7	797646RU2	797646SR8	797646TM8	797646UH7
6/15/2023	797646QY5	797646RV0	797646SS6	797646TN6	797646UJ3
6/15/2024	797646QZ2	797646RW8	797646ST4	797646TP1	797646UK0
6/15/2025	797646RA6	797646RX6	797646SU1	797646TQ9	797646UL8
6/15/2026	797646RB4	797646RY4	797646SV9	797646TR7	797646UM6
6/15/2027	797646RC2	797646RZ1	797646SW7	797646TS5	797646UN4
6/15/2028	797646RD0	797646SA5	797646SX5	797646TT3	797646UP9
6/15/2029	797646RE8	797646SB3	797646SY3	797646TU0	797646UQ7
6/15/2030	797646RF5	797646SC1	797646SZ0	797646TV8	797646UR5
6/15/2031	797646RG3	797646SD9	797646TA4	797646TW6	797646US3
6/15/2032	797646RH1	797646SE7	797646TB2	797646TX4	797646UT1

Maturity Date	Series 2013A GO Bonds	Series 2013B GO Bonds	Series 2013C GO Bonds	Series 2014A GO Bonds	Series 2014C GO Bonds	Series 2014D GO Bonds
6/15/2019	797646UZ7	797646VV5	797646WR3	797646XM3	797646YG5	797646ZC3
6/15/2020	797646VA1	797646VW3	797646WS1	797646XN1	797646YH3	797646ZD1
6/15/2021	797646VB9	797646VX1	797646WT9	797646XP6	797646YJ9	797646ZE9
6/15/2022	797646VC7	797646VY9	797646WU6	797646XQ4	797646YK6	797646ZF6
6/15/2023	797646VD5	797646VZ6	797646WV4	797646XR2	797646YL4	797646ZG4
6/15/2024	797646VE3	797646WA0	797646WW2	797646XS0	797646YM2	797646ZH2
6/15/2025	797646VF0	797646WB8	797646WX0	797646XT8	797646YN0	797646ZJ8
6/15/2026	797646VG8	797646WC6	797646WY8	797646XU5	797646YP5	797646ZK5
6/15/2027	797646VH6	797646WD4	797646WZ5	797646XV3	797646YQ3	797646ZL3
6/15/2028	797646VJ2	797646WE2	797646XA9	797646XW1	797646YR1	797646ZM1
6/15/2029	797646VK9	797646WF9	797646XB7	797646XX9	797646YS9	797646ZN9
6/15/2030	797646VL7	797646WG7	797646XC5	797646XY7	797646YT7	797646ZP4
6/15/2031	797646VM5	797646WH5	797646XD3	797646XZ4	797646YU4	797646ZQ2
6/15/2032	797646VN3	797646WJ1	797646XE1	797646YA8	797646YV2	797646ZR0
6/15/2033	797646VP8	797646WK8	797646XF8	797646YB6	797646YW0	797646ZS8
6/15/2034					797646YX8	797646ZT6

II. General Obligation Bonds

B. General Obligation Bonds CUSIP Numbers (continued)

Maturity Date	Series 2015-R1 GO Bonds	Series 2015B GO Bonds	Series 2016A GO Bonds	Series 2016B GO Bonds	Series 2016C GO Bonds	Series 2016D GO Bonds	Series 2016E GO Bonds
6/15/2019	797646ZY5	797646B70	797646E36	797646G75	797646K39	797646M78	797646Q33
6/15/2020	797646ZZ2	797646B88	797646E44	797646G83	797646K47	797646M86	797646Q41
6/15/2021	797646A22	797646B96	797646E51	797646G91	797646K54	797646M94	797646Q58
6/15/2022	797646A30	797646C20	797646E69	797646H25	797646K62	797646N28	797646Q66
6/15/2023	797646A48	797646C38	797646E77	797646H33	797646K70	797646N36	797646Q74
6/15/2024	797646A55	797646C46	797646E85	797646H41	797646K88	797646N44	797646Q82
6/15/2025	797646A63	797646C53	797646E93	797646H58	797646K96	797646N51	797646Q90
6/15/2026	797646A71	797646C61	797646F27	797646H66	797646L20	797646N69	797646R24
6/15/2027	797646A89	797646C79	797646F35	797646H74	797646L38	797646N77	797646R32
6/15/2028	797646A97	797646C87	797646F43	797646H82	797646L46	797646N85	797646R40
6/15/2029	797646B21	797646C95	797646F50	797646H90	797646L53	797646N93	797646R57
6/15/2030	797646B39	797646D29	797646F68	797646J23	797646L61	797646N26	797646R65
6/15/2031		797646D37	797646F76	797646J31	797646L79	797646P34	797646R73
6/15/2032		797646D45	797646F84	797646J49	797646L87	797646P42	797646R81
6/15/2033		797646D52	797646F92	797646J56	797646L95	797646P59	797646R99
6/15/2034		797646D60	797646G26	797646J64	797646M29	797646P67	797646S23
6/15/2035		797646D78	797646G34	797646J72	797646M37	797646P75	797646S31

Maturity Date	Series 2016F GO Bonds	Series 2017A GO Bonds	Series 2018A GO Bonds	Series 2018B GO Bonds	Series 2018C GO Bonds	Series 2018D GO Bonds	Series 2018E GO Bonds
6/15/2019	797646S64	797646U53	797646X27	797646Z66	7976464D5	7976462R6	7976463H7
6/15/2020	797646S72	797646U61	797646X35	797646Z74	7976464E3	7976462S4	7976463J3
6/15/2021	797646S80	797646U79	797646X43	797646Z82	7976464F0	7976462T2	7976463K0
6/15/2022	797646S98	797646U87	797646X50	797646Z90	7976464G8	7976462U9	7976463L8
6/15/2023	797646T22	797646U95	797646X68	7976462A3	7976464H6	7976462V7	7976463M6
6/15/2024	797646T30	797646V29	797646X76	7976462B1	7976464J2	7976462W5	7976463N4
6/15/2025	797646T48	797646V37	797646X84	7976462C9	7976464K9	7976462X3	7976463P9
6/15/2026	797646T55	797646V45	797646X92	7976462D7	7976464L7	7976462Y1	7976463Q7
6/15/2027	797646T63	797646V52	797646Y26	7976462E5	7976464M5	7976462Z8	7976463R5
6/15/2028	797646T71	797646V60	797646Y34	7976462F2	7976464N3	7976463A2	7976463S3
6/15/2029	797646T89	797646V78	797646Y42	7976462G0	7976464P8	7976463B0	7976463T1
6/15/2030	797646T97	797646V86	797646Y59	7976462H8	7976464Q6	7976463C8	7976463U8
6/15/2031		797646V94	797646Y67	7976462J4	7976464R4	7976463D6	7976463V6
6/15/2032		797646W28	797646Y75	7976462K1	7976464S2	7976463E4	7976463W4
6/15/2033		797646W36	797646Y83	7976462L9	7976464T0	7976463F1	7976463X2
6/15/2034		797646W44	797646Y91	7976462M7	7976464U7		7976463Y0
6/15/2035		797646W51	797646Z25	7976462N5	7976464V5		7976463Z7
6/15/2036	797646U20	797646W69	797646Z33	7976462P0	7976464W3		7976464A1
6/15/2037			797646Z41	7976462Q8			7976464B9
6/15/2038					7976464X1	7976463G9	797646C7

II. General Obligation Bonds**B. General Obligation Bonds CUSIP Numbers (continued)**

Maturity Date	Series 2019A GO Bonds ²
6/15/2019	
6/15/2020	7976464Y9
6/15/2021	7976464Z6
6/15/2022	7976465A0
6/15/2023	7976465B8
6/15/2024	7976465C6
6/15/2025	7976465D4
6/15/2026	7976465E2
6/15/2027	7976465F9
6/15/2028	7976465G7
6/15/2029	7976465H5
6/15/2030	7976465J1
6/15/2031	7976465K8
6/15/2032	7976465L6
6/15/2033	7976465M4
6/15/2034	7976465N2
6/15/2035	
6/15/2036	
6/15/2037	
6/15/2038	
6/15/2039	7976465P7
6/15/2049	7976465Q5
6/15/2058	7976465R3

² The Series 2019A GO Bonds were issued after June 30, 2018.

II. General Obligation Bonds

C. General Obligation Bonds Annual Disclosure Report Information

Pursuant to the Continuing Disclosure Certificates executed in connection with the City's GO Bonds (see also Section II.A. above), the City hereby provides the following information as of **June 30, 2018** as an appendix to this report or in the City's CAFR filed under separate cover.

Information	Location
The audited general purpose financial statements of the City contained in the City's Comprehensive Annual Financial Report for the year ended June 30, 2018 (the "CAFR")	See CAFR
Summary of budgeted general fund revenue and appropriations	See CAFR required supplemental information section
Summary of assessed valuation of taxable property in the City	See CAFR – Page 232
Summary of the ad valorem property tax levy and delinquency rate	See CAFR – Page 235
Schedule of aggregate annual debt service on ad valorem tax-supported indebtedness of the City	See Appendix B
Summary of the outstanding and authorized but unissued tax-supported indebtedness of the City	See Appendix C and Long Term Obligations Section beginning on page 85
Par Amount of General Obligation Bonds Outstanding	See Appendix C

D. General Obligation Bonds Contact Information

Issuer Contact: Anna Van Degna
Director, Controller's Office of Public Finance
City Hall, Room 336
1 Dr. Carlton B. Goodlett Place
San Francisco, CA 94102
Telephone: (415) 554-5956
Email: Anna.vandegna@sfgov.org

Paying Agent Contact: Treasurer's Office, City and County of San Francisco
Bob Shaw
City Hall, Room 140
1 Dr. Carlton B. Goodlett Place
San Francisco, CA 94102
Telephone: (415) 554-5210

III. Certificates of Participation

A. Certificates of Participation Continuing Disclosure Certificates

Pursuant to the following Continuing Disclosure Certificates executed and delivered in connection with the execution and delivery of the following City and County of San Francisco Certificates of Participation (collectively, the "COPs"), the City hereby provides its annual disclosure report for the fiscal year ended June 30, 2018 (the "COP Annual Disclosure Report").

<u>Continuing Disclosure Certificate</u>	<u>Issue Name</u>	<u>Original Par Amount</u>
1. May 27, 2009	Series 2009A COPs (Multiple Capital Improvement Project – Laguna Honda Hospital) Series 2009A	<u>\$163,335,000</u>
2. September 17, 2009	Series 2009B COPs (Multiple Capital Improvement Project) Series 2009B	<u>\$37,885,000</u>
3. October 7, 2009	Series 2009CD COPs (525 Golden Gate Avenue) Series 2009C (525 Golden Gate Avenue) Federally Taxable Build America Bonds, Series 2009D	<u>\$167,670,000</u> \$38,120,000 <u>\$129,550,000</u>
4. September 30, 2010	Series 2010A Refunding COPs (Various Projects), Series 2010A	<u>\$138,445,000</u>
5. November 17, 2011	Series 2011AB Refunding COPs (Moscone Center South Project), Series 2011A (Moscone Center North Project), Series 2011B	<u>\$86,480,000</u> \$23,105,000 <u>\$63,375,000</u>
6. June 6, 2012	Series 2012A COPs (Multiple Capital Improvement Project) Series 2012A	<u>\$42,835,000</u>
7. October 31, 2013	Series 2013BC COPs (Port Facilities Project – Non-AMT) Series 2013B (Port Facilities Project – AMT) Series 2013C	<u>\$37,700,000</u> \$4,830,000 <u>\$32,870,000</u>
8. October 31, 2013	Series 2014-R1 and R-2 Refunding COPs (San Francisco Courthouse Project) Series 2014-R1 (Juvenile Hall Project) Series 2014-R2	<u>\$47,220,000</u> \$13,615,000 <u>\$33,605,000</u>

III. Certificates of Participation

A. Certificates of Participation Continuing Disclosure Certificates (continued)

<u>Continuing Disclosure Certificate</u>	<u>Issue Name</u>	<u>Original Par Amount</u>
9. July 22, 2015	Series 2015AB COPs (War Memorial Veterans Building Seismic Upgrade and Improvements) Tax Exempt Series 2015A	<u>\$134,325,000</u>
	(War Memorial Veterans Building Seismic Upgrade and Improvements) Taxable Series 2015B	\$112,100,000
		\$22,225,000
10. October 29, 2015	Series 2015-R1 Refunding COPs	<u>\$123,600,000</u>
11. June 22, 2016	Taxable Series 2016A COPs (War Memorial Veterans Building Seismic Upgrade and Improvements) Series 2016A	<u>\$16,125,000</u>
12.. June 14, 2017	Series 2017A COPs (Hope SF) Federally Taxable, Series 2017A	<u>\$28,320,000</u>
13. July 6, 2017	Series 2017B COPs (Moscone Convention Center Expansion Project) Series 2017B	<u>\$412,355,000</u>

B. Certificates of Participation CUSIP Numbers

Note regarding all CUSIP numbers contained herein: The CUSIP numbers provided herein are for the convenience of bondholders and certificate holders. While the City makes every effort to ensure the accuracy of the information presented herein, the City is not responsible for the accuracy or completeness of such CUSIP numbers. Furthermore, issuer and paying agent/trustee contact information is also provided for convenience and no assurances can be made that such information will not change.

III. Certificates of Participation

B. Certificates of Participation CUSIP Numbers (continued)

Maturity Date	Series 2009A COPs	Maturity Date	Series 2009B COPs
4/1/2019	79765DVJ6	4/1/2019	79765DWH9
4/1/2019	79765DVK3	4/1/2020	79765DWJ5
4/1/2020	79765DVL1	4/1/2021	79765DWK2
4/1/2020	79765DVM9	4/1/2022	79765DWL0
4/1/2021	79765DVN7	4/1/2023	79765DWM8
4/1/2021	79765DVP2	4/1/2024	79765DWN6
4/1/2022	79765DVQ0	4/1/2025	79765DWP1
4/1/2022	79765DVR8	4/1/2026	79765DWQ9
4/1/2023	79765DVS6	4/1/2030	79765DWS5
4/1/2024	79765DVT4	4/1/2035	79765DWT3
4/1/2025	79765DVU1		
4/1/2026	79765DVV9		
4/1/2026	79765DVW7		
4/1/2029	79765DVX5		
4/1/2031	79765DVY3		

Maturity Date	Series 2009C COPs	Taxable Series 2009D COPs	Maturity Date	Series 2010A Refunding COPs
11/1/2018	79765DXD7		10/1/2018	79765DXV7
11/1/2019	79765DXE5		10/1/2019	79765DXW5
11/1/2020	79765DXF2		10/1/2020	79765DXX3
11/1/2021	79765DXG0		10/1/2021	79765DXY1
11/1/2022	79765DXH8		10/1/2022	79765DXZ8
11/1/2029		79765DXJ4	10/1/2023	79765DYA2
11/1/2041		79765DXK1	10/1/2024	79765DYB0
			10/1/2025	79765DYC8
			10/1/2026	79765DYD6
			10/1/2027	79765DYE4
			10/1/2028	79765DYF1
			10/1/2029	79765DYG9
			10/1/2030	79765DYH7
			10/1/2031	79765DYJ3
			10/1/2033	79765DYK0

III. Certificates of Participation

B. Certificates of Participation CUSIP Numbers (continued)

Maturity Date	Series 2011A Refunding COPs	Series 2011B Refunding COPs
9/1/2018	79765DYV6	79765DZJ2
9/1/2019	79765DYW4	
9/1/2020	79765DYX2	
9/1/2021	79765DYY0	
9/1/2022	79765DYZ7	
9/1/2023	79765DZAI	
9/1/2024	79765DZB9	

Maturity Date	Series 2012A COPs
4/1/2019	79765DZR4
4/1/2020	79765DZS2
4/1/2021	79765DZT0
4/1/2022	79765DZU7
4/1/2023	79765DZV5
4/1/2024	79765DZW3
4/1/2025	79765DZX1
4/1/2026	79765DZY9
4/1/2027	79765DZZ6
4/1/2028	79765DA26
4/1/2029	79765DA34
4/1/2030	79765DA42
4/1/2031	79765DA59
4/1/2032	79765DA67
4/1/2033	79765DA75
4/1/2036	79765DA83

Maturity Date	Series 2013B COPs	Series 2013C COPs	Maturity Date	Series 2014-R1 Refunding COPs	Series 2014-R2 Refunding COPs
3/1/2019		79765DC73	4/1/2019	79765DF39	79765DG20
3/1/2020		79765DC81	4/1/2020	79765DF47	79765DG38
3/1/2021		79765DC99	4/1/2021	79765DF54	79765DG46
3/1/2022		79765DD23	4/1/2022		79765DG53
3/1/2023		79765DD31	4/1/2023		79765DG61
3/1/2024		79765DD49	4/1/2024		79765DG79
3/1/2025		79765DD56	4/1/2025		79765DG87
3/1/2026		79765DD64	4/1/2026		79765DG95
3/1/2027		79765DD72	4/1/2027		79765DH29
3/1/2028		79765DD80	4/1/2028		79765DH37
3/1/2029		79765DD98	4/1/2029		79765DH45
3/1/2030		79765DE22	4/1/2030		79765DH52
3/1/2031		79765DE30	4/1/2031		79765DH60
3/1/2032		79765DE48	4/1/2032		79765DH78
3/1/2033		79765DE55	4/1/2033		
3/1/2036	79765DB82		4/1/2034		79765DH86
3/1/2038	79765DB90				
3/1/2043		79765DE63			

III. Certificates of Participation

B. Certificates of Participation CUSIP Numbers (continued)

Maturity Date	Series 2015A COPs	Taxable Series 2015B COPs	Series 2015-R1Refunding COPs	Taxable Series 2016A COPs
4/1/2019		79765DM31	79765DN48	79765DR44
4/1/2020		79765DM49	79765DN55	79765DR51
4/1/2021		79765DM56	79765DN63	79765DR69
4/1/2022		79765DM64	79765DN71	79765DR77
4/1/2023	79765DH94	79765DM72	79765DN89	79765DR85
4/1/2024	79765DJ27	79765DM80	79765DN97	79765DR93
4/1/2025	79765DJ35		79765DP20	79765DS27
4/1/2026	79765DJ43		79765DP38	79765DS35
4/1/2027	79765DJ50		79765DP46	79765DS43
4/1/2028	79765DJ68		79765DP53	79765DS50
4/1/2029	79765DJ76		79765DP61	79765DS68
4/1/2030	79765DJ84		79765DP79	79765DS76
4/1/2031	79765DJ92		79765DP87	79765DS84
4/1/2032	79765DK25		79765DP95	79765DS92
4/1/2033	79765DK33		79765DQ29	
4/1/2034	79765DK41		79765DQ37	
4/1/2035	79765DK58		79765DQ45	
4/1/2036	79765DK66		79765DQ52	
4/1/2037	79765DK74		79765DQ60	
4/1/2038			79765DQ78	
4/1/2039			79765DQ86	
4/1/2040	79765DL24		79765DQ94	
4/1/2041				
4/1/2042				
4/1/2043				
4/1/2044				
4/1/2045	79765DL73			

III. Certificates of Participation

B. Certificates of Participation CUSIP Numbers (continued)

Maturity Date	Tax Exempt Series 2017A COPS	2017B COPS
4/1/2019	79765DT34	79765DV80
4/1/2020	79765DT42	79765DV98
4/1/2021	79765DT59	79765DW22
4/1/2022	79765DT67	79765DW30
4/1/2023	79765DT75	79765DW48
4/1/2024	79765DT83	79765DW55
4/1/2025	79765DT91	79765DW63
4/1/2026	79765DU24	79765DW71
4/1/2027	79765DU32	79765DW89
4/1/2028	79765DU40	79765DW97
4/1/2029	79765DU57	79765DX21
4/1/2030	79765DU65	79765DX39
4/1/2031	79765DU73	79765DX47
4/1/2032	79765DU81	79765DX54
4/1/2033	79765DU99	79765DX62
4/1/2034	79765DV23	79765DX70
4/1/2035	79765DV31	79765DX88
4/1/2036	79765DV49	79765DX96
4/1/2037	79765DV56	79765DY20
4/1/2038		79765DY38
4/1/2039		
4/1/2040		
4/1/2041		
4/1/2042	79765DV64	79765DY46
4/1/2043		
4/1/2044		
4/1/2045		
4/1/2046		
4/1/2047	79765DV72	

III. Certificates of Participation

C. Certificates of Participation Annual Disclosure Report Information

Pursuant to the Continuing Disclosure Certificates executed in connection with the City's COPs (see also Section IV.A. above), the City hereby provides the following information as of **June 30, 2018** as an appendix to this report or in the City's CAFR filed under separate cover.

Information	Location
The audited general purpose financial statements of the City contained in the City's Comprehensive Annual Financial Report for the year ended June 30, 2018 (the "CAFR")	See CAFR
Summary of budgeted general fund revenue and appropriations	See CAFR required supplemental information section
Summary of assessed valuation of taxable property in the City	See CAFR – Page 232
Summary of the ad valorem property tax levy and delinquency rate	See CAFR – Page 235
Schedule of aggregate annual debt service on tax-supported indebtedness of the City	See Appendix B
Summary of authorized, but unissued, tax-supported indebtedness including lease revenue bonds	See Appendix C and Long Term Obligations Section beginning on page 85
Summary of aggregate annual lease payments or rental obligations with respect to outstanding certificates of participation and lease revenue bonds payable from the general fund of the City.	See CAFR Long Term Obligations Section beginning on page 85

III. Certificates of Participation

C. Certificates of Participation Annual Disclosure Report Information (continued)

COP Issue	Par Amount Outstanding	Reserve Fund Balance	Status of Completion of Construction/Acquisition
Series 2009A COPs	\$119,130,000	\$12,749,154	Completed
Series 2009B COPs	\$30,075,000	\$2,694,197.	Completed
Series 2009C COPs	\$19,835,000	\$2,861,520	Completed
Series 2009D COPs	\$129,550,000	\$8,254,841	Completed
Series 2010A COPs	\$100,575,000	\$5,846,729	N/A (Refunding)
Series 2011AB COPs	\$25,515,000	\$5,056,957	N/A (Refunding)
Series 2012A COPs	\$35,460,000	\$2,847,587	Approximately 99% Completed
Series 2013B COPs	\$4,830,000	\$483,170	Approximately 36% Completed
Series 2013C COPs	\$26,340,000	\$2,342,356	Approximately 99% Completed
Series 2014-R1 COPs	\$6,380,000	N/A	N/A (Refunding)
Series 2014-R2 COPs	\$28,770,000	N/A	N/A (Refunding)
Series 2015A COPs	\$112,100,000	\$3,255,527	Completed
Taxable Series 2015B COPs	\$13,195,000	\$655,619	Completed
Series 2015-R1 COPS	\$118,100,000	\$8,276,946	N/A (Refunding)
Taxable Series 2016A COPs	\$14,305,000	\$652,517	Completed
Taxable Series 2017A COPs	\$27,575,000	\$1,602,833	Approximately 71% Completed
Series 2017B COPs	<u>\$412,355,000</u>	27,340,984	Approximately 84% Completed
Total:	\$1,244,090,000		

III. Certificates of Participation

D. Certificates of Participation Contact Information

Issuer Contact (all): Anna Van Degna
Director, Controller's Office of Public Finance
City Hall, Room 336
1 Dr. Carlton B. Goodlett Place
San Francisco, CA 94102
Telephone: (415) 554-5956
Email: Anna.vandegna@sfgov.org

Trustee Contact: Andrew Fung
U.S. Bank Trust, N.A.
One California St., Ste 1000
Mail Code - SF-CA-SFCT
San Francisco, CA 94111
Telephone (415) 677-3593
Fax: (415) 677-3769
Email: Andrew.Fung@usbank.com

Series 2009A COPs (Laguna Honda Hospital)
Series 2009B COPs (Multiple Capital Improvement Projects)
Series 2009C COPs (525 Golden Gate)
Taxable Series 2009D COPs (525 Golden Gate)
Series 2010A Refunding COPs
Series 2011AB Refunding COPs
Series 2012A COPs (Multiple Capital Improvement Project)
Series 2013BC COPs (Port Facilities Project)
Series 2014-R1 and 2014-R2 Refunding COPs
Series 2015A COPs (War Memorial Veterans Building
Seismic Upgrade and Improvements)
Taxable Series 2015B COPs (War Memorial Veterans Building
Seismic Upgrade and Improvements)
Series 2015-R1 Refunding COPs
Taxable Series 2016A COPs (War Memorial Veterans Building
Seismic Upgrade and Improvements)
Taxable Series 2017A COPs (Hope SF)
Series 2017B COPs (Moscone Center Expansion Project)

IV. City and County of San Francisco Finance Corporation Lease Revenue Bonds

A. Finance Corporation Lease Revenue Bonds Continuing Disclosure Certificates

Pursuant to the following Continuing Disclosure Certificates executed and delivered in connection with the issuance of the following City and County of San Francisco Finance Corporation Lease Revenue Bonds (collectively, the “**Finance Corporation Bonds**”), the City hereby provides its annual disclosure report for the fiscal year ended June 30, 2018 (the “**Finance Corporation Annual Disclosure Report**”).

Continuing Disclosure Certificate	Issue Name	Original Par Amount
1. November 2, 2006	Series 2006 LRBs³ Lease Revenue Bonds, Series 2006 (Open Space Fund – Various Park Projects)	<u>\$27,005,000</u>
2. October 4, 2007	Series 2007 LRBs³ Lease Revenue Bonds, Series 2007 (Open Space Fund – Various Park Projects)	<u>\$42,435,000</u>
3. September 11, 2008	Series 2008-1 and 2008-2 Refunding LRBs⁴ Lease Revenue Refunding Bonds (Moscone West Center Project) Series 2008-1 Lease Revenue Refunding Bonds (Moscone West Center Project) Series 2008-2	<u>\$145,340,000</u> <u>\$72,670,000</u> <u>\$72,670,000</u>
4. April 1, 2009	Series 2009A LRBs³ Lease Revenue Bonds, Series 2009A (Branch Library Improvement) Series 2009A	<u>\$34,265,000</u>
5. July 29, 2010	Series 2010-R1 Refunding LRBs Lease Revenue Refunding Bonds, Series 2010-R1 (Emergency Communications System)	<u>\$22,280,000</u>
8. June 26, 2013	Series 2013A LRBs Lease Revenue Bonds, Series 2013A (Equipment Lease Program)	<u>\$11,125,000</u>
9. August 29, 2018	Series 2018A LRBs³ Refunding Lease Revenue Bonds, Series 2018A (Open Space Fund – Various Park Projects)	<u>\$34,950,000</u>
10. August 29, 2018	Series 2018B LRBs³ Refunding Lease Revenue Bonds, Series 2018B (Branch Library Improvement Program)	<u>\$13,355,000</u>

³ The Series 2018A and 2018B LRBs were issued after June 30, 2018. Series 2018A LRBs refunded the Series 2006 LRBs and the Series 2007 LRBs. The Series 2018B LRBs refunded the Series 2009A LRBs. ⁴ The Series 2008-1 and 2008-2 LRBs are variable rate bonds and such bonds are exempt from any continuing disclosure obligation under SEC Rule 15c2-12. The City does not undertake to update this bond issue as part of its Annual Report in this or any subsequent filing. (The information on these bonds is provided as a courtesy.)

IV. City and County of San Francisco Finance Corporation Lease Revenue Bonds

B. Finance Corporation Lease Revenue Bonds CUSIP Numbers

Note regarding all CUSIP numbers contained herein: The CUSIP numbers provided herein are for the convenience of bondholders and certificate holders. While every effort to ensure the accuracy of the information presented herein, the City and County of San Francisco Finance Corporation is not responsible for the accuracy or completeness of such CUSIP numbers. Furthermore, issuer and paying agent/trustee contact information is also provided for convenience and no assurances can be made that such information will not change.

Maturity Date	Series 2006 LRBs ³	Series 2007 LRBs ³
7/1/2018	79765XLV6	79765XNB8
7/1/2019	79765XLW4	79765XNC6
7/1/2020	79765XLX2	79765XND4
7/1/2021	79765XLY0	79765XNE2
7/1/2022	79765XLZ7	79765XNF9
7/1/2023	79765XMA1	79765XNG7
7/1/2024	79765XMB9	79765XNH5
7/1/2025	79765XMC7	79765XNJ1
7/1/2026		79765XNK8
7/1/2027	79765XMD5	79765XNL6
7/1/2028		79765XNM4
7/1/2029		79765XNN2

Maturity Date	Series 2009A LRBs ³
6/15/2019	79765XPQ3
6/15/2020	79765XPR1
6/15/2021	79765XPS9
6/15/2022	79765XPT7
6/15/2023	79765XPU4
6/15/2024	79765XPV2
6/15/2025	79765XPW0
6/15/2026	79765XPX8
6/15/2027	79765XPY6
6/15/2028	79765XPZ3
6/15/2029	79765XQA7
6/15/2030	79765XQB5
6/15/2031	79765XQC3
6/15/2034	79765XQF6

Maturity Date	Series 2008-1 Refunding LRBs ⁴	Series 2008-2 Refunding LRBs ⁴
4/1/2030	79765XPD2	79765XPC4

Maturity Date	Series 2010-R1 Refunding LRBs
4/1/2019	79765XRB4
4/1/2020	79765XRC2
4/1/2021	79765XRD0
4/1/2022	79765XRE8
4/1/2023	79765XRF5
4/1/2024	79765XRG3

Maturity Date	Series 2018A LRBs ³	Series 2018B LRBs ³
7/1/2019	79765XST4	79765XTE6
7/1/2020	79765XSU1	79765XTF3
7/1/2021	79765XSV9	79765XTG1
7/1/2022	79765XSW7	79765XTH9
7/1/2023	79765XSX5	79765XTJ5
7/1/2024	79765XSY3	79765XTK2
7/1/2025	79765XSZ0	79765XTL0
7/1/2026	79765XTA4	79765XTM8
7/1/2027	79765XTB2	79765XTN6
7/1/2028	79765XTC0	79765XTP1
7/1/2029	79765XTD8	

³ The Series 2018A and 2018B LRBs were issued after June 30, 2018. Series 2018A LRBs refunded the Series 2006 LRBs and the Series 2007 LRBs. The Series 2018B LRBs refunded the Series 2009A LRBs.

⁴ The Series 2008-1 and 2008-2 LRBs are variable rate bonds and such bonds are exempt from any continuing disclosure obligation under SEC Rule 15c2-12. The City does not undertake to update this bond issue as part of its Annual Report in this or any subsequent filing. (The information on these bonds is provided as a courtesy.)

IV. City and County of San Francisco Finance Corporation Lease Revenue Bonds

B. Finance Corporation Lease Revenue Bonds CUSIP Numbers (Continued)

Maturity Date	Series 2013A LRBs
10/1/2018	79765XSR8
4/1/2019	79765XSS6

C. Finance Corporation Lease Revenue Bonds Annual Disclosure Report Information

Pursuant to the Continuing Disclosure Certificates executed in connection with the Finance Corporation Bonds (see also Section IV.A. above), the City hereby provides the following information as of **June 30, 2018** as an appendix to this report or in the City's CAFR filed under separate cover.

Information	Location
The audited general purpose financial statements of the City contained in the City's Comprehensive Annual Financial Report for the year ended June 30, 2018 (the "CAFR")	See CAFR
Summary of budgeted general fund revenues and appropriations	See CAFR required supplemental information section
Summary of assessed valuation of taxable property in the City	See CAFR – Page 232
Summary of the ad valorem property tax levy and delinquency rate	See CAFR – Page 235
Schedule of aggregate annual debt service on tax-supported indebtedness of the City	See Appendix B
Summary of authorized but unissued, tax-supported indebtedness of the City	See Appendix C and Long Term Obligations Section beginning on page 85
Summary of lease payment obligations supported by the City's General Fund with respect to outstanding lease revenue bonds and COPs	See CAFR Long Term Obligations Section beginning on page 85
Schedule of aggregate annual debt service on obligations of the City payable from Net Open Space Fund Property Tax Revenues	See revenues and debt service schedule provided in Appendix D

IV. City and County of San Francisco Finance Corporation Lease Revenue Bonds

**C. Finance Corporation Lease Revenue Bonds Annual Disclosure Report Information
(continued)**

Finance Corporation Bond Issue	Par Amount Outstanding	Reserve Fund Balance	Project Description	Status of Acquisition of Equipment and/or Project
Series 2006 LRBs ³	\$15,805,000	\$2,012,811	Open Space Fund Recreation and Park Facilities	Completed
Series 2007 LRBs ³	\$28,135,000	\$3,066,930	Open Space Fund Recreation and Park Facilities	Completed
Series 2008-1, 2 LRBs ⁴	\$91,800,000	N/A	Moscone West Convention Center	Completed
Series 2009A LRBs ³	\$25,975,000	\$2,508,275	Branch Library Improvement Program	Completed
Series 2010-R1 Refunding LRBs	\$8,545,000	\$2,262,793	Emergency Communications System	Completed
Series 2013A LRBs	\$890,000	\$132,873	Equipment Lease Program	Completed
Series 2018A ³ Refunding LRBs	N/A	N/A	Open Space Fund – Various Park Projects	N/A
Series 2018B ³ Refunding LRBs	N/A	N/A	Branch Library Improvement Program	N/A
Totals:	171,150,000			

³ The Series 2018A and 2018B LRBs were issued after June 30, 2018. Series 2018A LRBs refunded the Series 2006 LRBs and the Series 2007 LRBs. The Series 2018B LRBs refunded the Series 2009A LRBs.

⁴ The Series 2008-1 and 2008-2 LRBs are variable rate bonds and such bonds are exempt from any continuing disclosure obligation under SEC Rule 15c2-12. The City does not undertake to update this bond issue as part of its Annual Report in this or any subsequent filing. (The information on these bonds is provided as a courtesy.)

IV. City and County of San Francisco Finance Corporation Lease Revenue Bonds

D. Finance Corporation Bonds Contact Information

Issuer Contact: Anna Van Degna
City and County of San Francisco Finance Corporation
City Hall, Room 336
1 Dr. Carlton B. Goodlett Place
San Francisco, CA 94102
Telephone: (415) 554-5956
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Trustee Contact: Andrew Fung
U.S. Bank Trust, N.A.
One California St., Ste 1000
Mail Code - SF-CA-SFCT
San Francisco, CA 94111
Telephone (415) 677-3593
Fax: (415) 677-3769
Email: Andrew.Fung@usbank.com

Series 2006 LRBs (Open Space Fund)³
Series 2007 LRBs (Open Space Fund)³
Series 2009A LRBs (Branch Library Improvement)³
Series 2013A LRBs (Equipment Lease Program)
Series 2018A Refunding LRBs (Open Space Fund)³
Series 2018B Refunding LRBs (Branch Library)³
Improvement)

Trustee Contact: Aracely Padilla
Wells Fargo Bank
333 S. Grand Avenue, 5th Flr.
MAC E2064-00A
Los Angeles, CA 90071-1504
Telephone: (213) 253-7530
Email: aracely.padilla@wellsfargo.com

Series 2008-1, -2 Refunding LRBs (Moscone West Center Project)⁴

³ The Series 2018A and 2018B LRBs were issued after June 30, 2018. Series 2018A LRBs refunded the Series 2006 LRBs and the Series 2007 LRBs. The Series 2018B LRBs refunded the Series 2009A LRBs.

⁴ The Series 2008-1 and 2008-2 LRBs are variable rate bonds and such bonds are exempt from any continuing disclosure obligation under SEC Rule 15c2-12. The City does not undertake to update this bond issue as part of its Annual Report in this or any subsequent filing. (The information on these bonds is provided as a courtesy.)

APPENDIX A
COMPREHENSIVE ANNUAL FINANCIAL REPORT OF THE
City and County of San Francisco
For Fiscal Year Ended June 30, 2018

Filed under separate cover

APPENDIX B

**SCHEDULE OF AGGREGATE ANNUAL DEBT SERVICE ON
TAX-SUPPORTED INDEBTEDNESS**

**CITY AND COUNTY OF SAN FRANCISCO
General Obligation Bonds Debt Service**

As of June 30, 2018 ^{1 2}

<u>Fiscal</u> <u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Annual</u> <u>Debt Service</u>
2018	235,390,545	95,065,892	330,456,437
2019	139,126,232	93,933,252	233,059,484
2020	138,365,457	87,917,066	226,282,523
2021	145,103,401	81,593,303	226,696,704
2022	149,575,251	74,875,635	224,450,886
2023	153,006,206	67,762,310	220,768,516
2024	154,731,476	60,452,314	215,183,790
2025	150,921,279	53,210,199	204,131,478
2026	157,080,840	46,508,995	203,589,835
2027	162,674,035	39,874,779	202,548,814
2028	163,776,751	33,430,898	197,207,649
2029	160,805,095	26,830,558	187,635,653
2030	123,526,950	20,469,219	143,996,169
2031	127,655,000	16,033,541	143,688,541
2032	93,940,000	11,510,799	105,450,799
2033	70,545,000	8,019,895	78,564,895
2034	62,900,000	5,464,844	68,364,844
2035	41,440,000	3,214,796	44,654,796
2036	29,740,000	1,756,985	31,496,985
2037	<u>19,730,000</u>	<u>717,223</u>	<u>20,447,223</u>
TOTAL ^{2,3}	2,480,033,517	828,642,503	\$3,308,676,021

¹ This table does not reflect any debt other than City direct tax-supported debt, such as any assessment district indebtedness or any redevelopment agency indebtedness.

² Totals reflect rounding to nearest dollar.

³ Section 9.106 of the City Charter limits issuance of general obligation bonds of the City to 3% of the assessed value of all real and personal assessment district indebtedness or any redevelopment agency indebtedness.

Source: Office of Public Finance, City and County of San Francisco.

APPENDIX C

**CITY AND COUNTY OF SAN FRANCISCO
General Obligation Bonds Debt Service**

CITY AND COUNTY OF SAN FRANCISCO
General Obligation Bonds
As of June 30, 2018

Description of Issue (Date of Authorization)	Series	Issued	Outstanding	Authorized & Unissued
Seismic Safety Loan Program (11/3/92)	1994A	35,000,000	-	
	2007A	30,315,450	\$20,093,517	
	2015A	24,000,000	24,000,000	
Repurposing for Affordable Housing (11/8/2016)	2019A	72,420,000	N/A	188,264,550
Clean & Safe Neighborhood Parks (2/5/08)	2008B	42,520,000	-	
	2010B	24,785,000	2,610,000	
	2010D	35,645,000	35,645,000	
	2012B	73,355,000	48,035,000	
	2016A	8,695,000	7,520,000	--
San Francisco General Hospital and Trauma Center (11/1/09)	2009A	131,650,000	5,525,000	
	2010A	120,890,000	12,735,000	
	2010C	173,805,000	173,805,000	
	2012D	251,100,000	155,825,000	
	2014A	209,955,000	161,730,000	--
Earthquake Safety and Emergency Response Bond (6/8/10)	2010E	79,520,000	40,815,000	
	2012A	183,330,000	121,625,000	
	2012E	38,265,000	29,925,000	
	2013B	31,020,000	17,540,000	
	2014C	54,950,000	41,925,000	
	2016C	25,215,000	22,370,000	--
Road Repaving & Street Safety (11/8/11)	2012C	74,295,000	49,175,000	
	2013C	129,560,000	73,205,000	
	2016E	44,145,000	39,155,000	--
Clean & Safe Neighborhood Parks (11/6/12)	2013A	71,970,000	40,680,000	
	2016B	43,220,000	24,400,000	
	2018A	76,710,000	46,485,000	3,100,000
Earthquake Safety and Emergency Response Bond (6/3/10)	2014D	100,670,000	76,780,000	
	2016D	109,595,000	75,465,000	
	2018C	189,735,000	189,735,000	--
Transportation and Road Improvement (11/4/14)	2015B	67,005,000	43,665,000	
	2018B	174,445,000	105,715,000	258,550,000
Affordable Housing Bond (11/3/15)	2016F	75,130,000	50,795,000	
	2018D	142,145,000	142,145,000	92,725,000
Public Health and Safety Bond (6/7/16)	2017A	173,120,000	121,450,000	
	2018E	49,955,000	49,955,000	126,925,000
Seawall Improvement (11/6/2018)	2019A	-	-	425,000,000
SUBTOTAL		3,168,135,450	2,050,528,517	\$1,094,564,550
General Obligation Refunding Bonds:				
Series 2008-R1 issued 5/29/08		232,075,000	5,110,000	n/a
Series 2011-R1 issued 11/9/12		339,475,000	176,360,000	n/a
Series 2015-R1 issued 2/25/15		293,910,000	248,035,000	n/a
SUBTOTAL		865,460,000	429,505,000	
TOTALS		4,033,595,450	2,480,033,517	\$1,094,564,550

¹ Section 9.106 of the City Charter limits issuance of general obligation bonds of the City to 3% of the assessed value of all taxable real and personal property, located within the City and County.

² Of the \$35,000,000 authorized by the Board of Supervisors in February 2007, \$30,315,450 has been drawn upon to date pursuant to the Credit Agreement described under "General Obligation Bonds."

Source: Office of Public Finance, City and County of San Francisco.

APPENDIX D

**CITY AND COUNTY OF SAN FRANCISCO FINANCE CORPORATION
LEASE REVENUE BONDS, SERIES 2018A
(OPEN SPACE FUND – VARIOUS PARK PROJECTS)**

The application of revenues held in the Open Space Fund is governed by provisions of the Charter.

The Open Space Fund Property Tax Revenues derived from the set aside from the annual tax levy in an amount equal to two and one-half cents (\$.025) for each \$100 assessed value within the City are deposited in the Open Space Fund held by the City Treasury.

Following the allocations as set forth in the Charter, the amounts remaining in the Open Space Fund, the "Net Open Space Fund Property Tax Revenues" are available to pay principal and premium, if any, and interest on the Series 2018A Bonds.

The table below sets forth the actual and estimated property taxes collected and deposited into the Open Space Fund for Fiscal Year 2014-15 through Fiscal Year 2019-20.

OPEN SPACE FUND PROPERTY TAX REVENUES			
(\$ in thousands)			
Fiscal Year		Gross Property Tax Revenues	Net Property Tax Revenues
2014-15		44,750	32,329
2015-16		50,121	37,090
2016-17		55,114	40,005
2017-18		62,253	46,611
2018-19		63,888 *	47,074 *
2019-20		65,217 *	47,589 *
* Estimates			
Sources: Department of Recreation and Parks			

Refunding Lease Revenue Bonds, Series 2018A (Open Space Fund)				
Debt Service Schedule				
Payment Date	Principal	Interest	Total P+I	
1/1/2019		592,208	592,208	
7/1/2019	2,995,000	873,750	3,868,750	
1/1/2020		798,875	798,875	
7/1/2020	2,865,000	798,875	3,663,875	
1/1/2021		727,250	727,250	
7/1/2021	3,010,000	727,250	3,737,250	
1/1/2022		652,000	652,000	
7/1/2022	3,160,000	652,000	3,812,000	
1/1/2023		573,000	573,000	
7/1/2023	3,320,000	573,000	3,893,000	
1/1/2024		490,000	490,000	
7/1/2024	3,485,000	490,000	3,975,000	
1/1/2025		402,875	402,875	
7/1/2025	3,655,000	402,875	4,057,875	
1/1/2026		311,500	311,500	
7/1/2026	3,840,000	311,500	4,151,500	
1/1/2027		215,500	215,500	
7/1/2027	4,035,000	215,500	4,250,500	
1/1/2028		114,625	114,625	
7/1/2028	2,240,000	114,625	2,354,625	
1/1/2029		58,625	58,625	
7/1/2029	2,345,000	58,625	2,403,625	
	34,950,000	10,154,458	45,104,458	

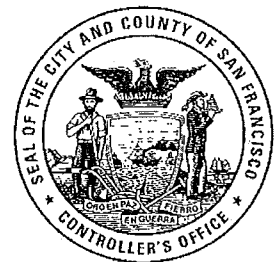
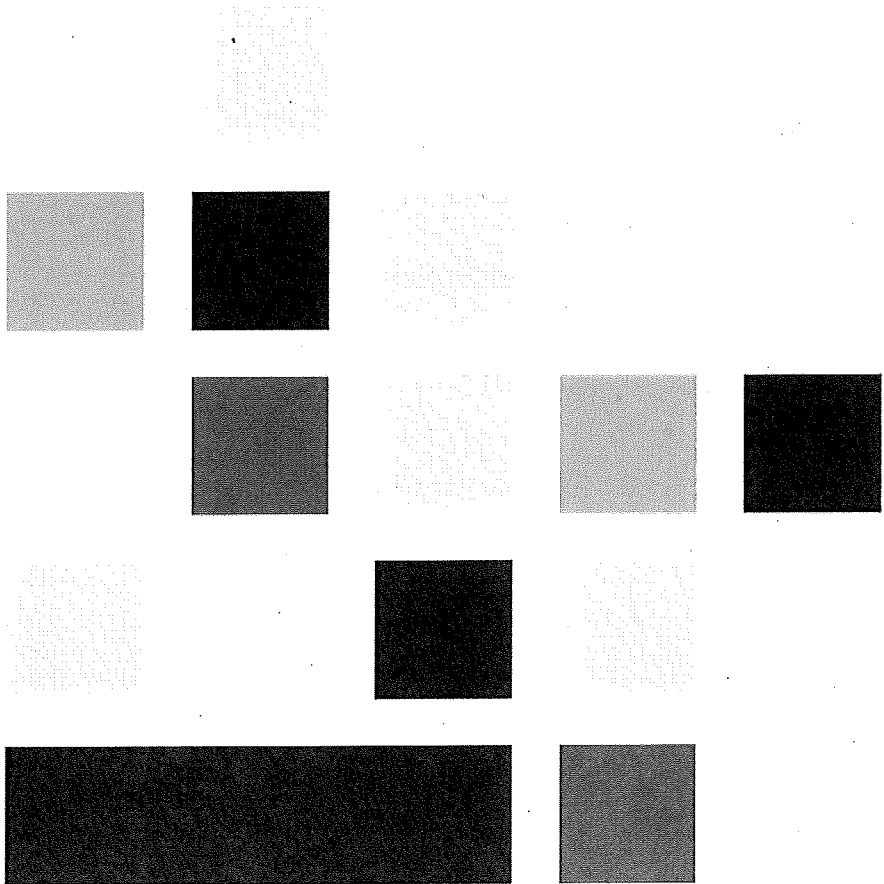
APPENDIX E

FY 2018-19 SIX MONTH BUDGET STATUS REPORT

FY 2018-19

Six-Month Budget Status Report

The Controller's Office provides periodic budget status updates to the City's policy makers during each fiscal year, as directed by Charter Section 3.105. This report provides expenditure and revenue information and projections as of December 31, 2018, incorporating more current information up to the date of publication as available.



February 15, 2019

City & County Of San Francisco
Office of the Controller
Budget & Analysis Division

About the Budget & Analysis Division

The Budget and Analysis Division (BAD) manages the technical development of the City's annual budget, including forecasting tax revenues, costing and budgeting labor and benefit costs, and assisting the Mayor and Board of Supervisors with costing and budgeting of policy initiatives. The group manages the City's adherence to voter-approved spending requirements and financial policies and produces a variety of reports, including quarterly budget status updates and various fee-related reports. Additionally, the division manages property tax apportionment, rate setting, and reporting to the state, places special assessments on property tax bills, and processes the Assessor's changes to prior and current year property tax rolls.

Budget & Analysis Team:

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Executive Summary

- We project a \$79.8 million improvement in current year General Fund ending balance over projections contained in the December 2018 Five Year Financial Plan for FY 2019-20 through FY 2023-24, from \$380.0 million to \$459.8 million.
- Application of this additional current year fund balance would reduce the projected shortfalls in the upcoming two-year budget to \$191.0 million. The December 2018 Five Year Financial Plan projected shortfalls of \$107.4 million in FY 2019-20 and an additional \$163.4 million in FY 2020-21, for a cumulative total of \$270.8 million. These projections will be updated in March 2019.
- The improvement is driven largely by increased real property transfer tax revenue in the General Fund and Public Health hospital revenue. Real property transfer taxes are projected to exceed budgeted levels due to the high volume of office properties sold to date and currently on the market. Net patient revenue is projected to exceed budget given higher than anticipated Medi-Cal rates and 1115 Waiver program revenues.
- The City is projected to reach its 10% target for economic stabilization reserves in the current fiscal year. City financial policies provide that when the combined value of the City Rainy Day Reserve and the Budget Stabilization Reserve reach 10% of General Fund revenues, amounts above this cap are deposited into a Budget Stabilization One-Time Reserve for nonrecurring expenses. Due to revenues projected in this report and anticipated excess ERAF proceeds, the City is projected to exceed the 10% cap in the current year, resulting in a \$15.7 million deposit to this Budget Stabilization One-Time Reserve.
- Supplemental appropriations may be required for several departments. The Sheriff's Department, Fire Department, Emergency Management, and Public Utilities Commission may require supplemental appropriations to shift expenditure savings in salaries, benefits, and/or projects to address over-expenditures in overtime, which the Mayor's Office plans to introduce shortly.

Table 1. FY 2018-19 Projected General Fund Variances to Budget (\$ Millions)

	Prior Projection	6-Month	Change
FY 2017-18 Ending Fund Balance	431.8	431.8	-
Appropriation in the FY 2018-19 Budget	(188.6)	(188.6)	-
A. FY 2018-19 Starting Fund Balance	243.3	243.3	-
Citywide Revenue Surplus	165.4	279.6	114.2
Baseline Contributions	(28.7)	(51.6)	(23.0)
Departmental Operations	-	36.2	36.2
Approved Supplemental Appropriations	-	-	-
B. Current Year Revenues and Expenditures	136.7	264.2	127.4
Deposit to Rainy Day Reserves	-	(39.7)	(39.7)
Deposit to Budget Savings Incentive Fund	-	(7.9)	(7.9)
C. Withdrawals from / (Deposits) to Reserves	-	(47.6)	(47.6)
D. FY 2018-19 Projected Ending Balance	380.0	459.8	79.8

FY 2018-19 Six-Month Budget Status Report

A. GENERAL FUND STARTING BALANCE

Total projected uses of fund balance at the time the FY 2018-19 and FY 2019-20 budget was adopted were \$411.8 million, of which \$188.6 million was appropriated in FY 2018-19 and \$223.3 million was appropriated in FY 2019-20. General Fund available fund balance at the end of FY 2017-18 is estimated to be \$431.8 million, or \$20.0 million more than appropriated. Available fund balance will be confirmed with the publication of the City's FY 2017-18 financial statements in March.

B. CURRENT YEAR REVENUES AND EXPENDITURES

Citywide Revenue Surplus

As shown in Table 2, citywide revenues have improved by \$279.6 from budget, due largely to FY 2017-18 year end base building strength in business and hotel taxes and interest income. This includes an increase of \$114.5 million over prior projections (prepared in December 2018 for the Five Year Financial Plan), due almost entirely to higher than budgeted real property transfer tax revenues. Revenue variances are further described in Appendix 1.

Table 2. General Fund Citywide Revenues Variances to Budget (\$ Millions)

	Original Budget	Prior Projection	6-Month Projection	Variance vs Budget	Variance vs Prior Projection
Property Taxes	1,728.0	1,728.0	1,728.0	-	-
Business Taxes	879.4	1,003.3	1,003.3	123.9	-
Sales Tax - Local 1% and Public Safety	301.5	297.5	307.1	5.6	9.6
Hotel Room Tax	375.8	390.7	390.2	14.3	(0.6)
Utility User & Access Line Taxes	99.1	96.4	96.4	(2.7)	-
Parking Tax	85.5	83.5	85.5	-	2.0
Real Property Transfer Tax	228.0	228.0	329.4	101.4	101.4
Sugar Sweetened Beverage Tax	15.0	15.0	15.0	-	-
Interest Income	27.3	60.3	60.7	33.4	0.4
Public Safety Realignment	39.0	40.0	40.0	1.0	-
Motor Vehicle In-Lieu and All Other	-	1.5	1.5	1.5	-
Stadium Admissions Tax	1.2	1.2	1.2	-	-
Franchise Taxes	17.5	17.0	17.0	(0.4)	-
Airport Transfer-In	46.6	46.6	48.3	1.7	1.7
Total Citywide Revenues	3,843.9	4,009.0	4,123.5	279.6	114.5

Baseline Contributions

Table 3 shows projections for voter-mandated spending requirements are increased by a net \$51.6 million compared to budget, and \$23.0 million versus Five Year Financial Plan projections. MTA baselines are projected to grow by \$22.7 million due to growth in Aggregate Discretionary Revenue (ADR). The Children's Fund is projected to grow by \$14.0 million, and the Public Education Enrichment Fund by \$8.9 million.

Table 3. General Fund Baseline and In-Lieu Transfers (\$ Millions)

	Original Budget	5 Year Projection	6-Month Projection	Variance vs Budget	Variance vs Prior Projection
Aggregate Discretionary Revenue	3,658.4	3,843.7	3,948.4	290.0	104.7
MTA Baseline	336.3	351.6	363.0	26.7	11.4
MTA Population Change Baseline	50.9	47.0	47.0	(4.0)	-
80% Parking Tax In-Lieu Transfer to MTA	68.4	66.8	68.4	-	1.6
MTA Baseline Transfers	455.7	465.4	478.4	22.7	13.0
DPW Street Trees Maintenance Fund	19.7	20.6	20.4	0.7	(0.2)
Children's Services Fund (Baseline)	176.7	184.7	190.7	14.0	6.0
Transitional-Aged Youth Services Baseline	21.2	22.2	22.9	1.7	0.7
Library Baseline	83.6	87.4	86.9	3.32	(0.5)
Public Education Fund Baseline	5.3	5.5	5.7	0.4	0.2
Public Education Enrichment Fund	111.8	116.9	120.7	8.9	3.8
2/3 to Schools	74.6	77.9	80.5	5.9	2.5
1/3 to Preschool for All	37.3	39.0	40.2	3.0	1.3
Total Baseline Transfers	874.0	902.7	925.7	51.6	23.0

Departmental Operations

The Controller's Office projects a net departmental operating surplus of \$36.1 million summarized in Table 4 below and further detailed in Appendix 2.

Table 4. FY 2018-19 Departmental Operating Summary (\$ millions)

Note: Figures may not sum due to rounding

	Revenue Surplus / (Shortfall)	Uses Savings / (Deficit)	Net Surplus / (Shortfall)
Net Shortfall Departments			
City Administrator	(1.1)	0.6	(0.4)
Sheriff	(0.3)	(2.9)	(3.2)
Subtotal Departments with Net Shortfall	(1.4)	(2.2)	(3.6)
Net Surplus Departments			
Adult Probation	-	0.3	0.3
Board of Supervisors	(0.1)	0.3	0.2
Ethics Commission	0.0	0.5	0.5
Fire Department	0.6	(0.0)	0.6
General City Responsibility	-	0.8	0.8
Health Service System	-	0.3	0.3
Law Library	-	0.1	0.1
Public Health	34.3	2.6	36.9
Police Accountability	-	0.1	0.1
Other Departments	(29.4)	29.3	(0.1)
Subtotal Departments with Net Surplus	5.4	34.3	39.7
TOTAL	4.0	32.1	36.1

The San Francisco Public Utilities Commission, Department of Emergency Management, the Sheriff's Department and the Fire Department will require supplemental appropriations to use salaries, benefits, and project savings to cover over-expenditures in overtime, pursuant to Administrative Code Section 3.17.

Approved Supplemental Appropriations

To date no supplemental appropriation using the General Reserve have been approved. Any uses of the Reserve would require a like amount of deposits in the budget year. A supplemental to provide short-term loans to federal government employees in the event of a shutdown would appropriate \$0.5 million of interest earnings above budget. This supplemental is not yet approved and is not included in this report.

The Board of Supervisors is currently considering a proposal current year excess ERAF revenue. This report does not reflect the sources or uses related to these proposed supplemental appropriations.

C. WITHDRAWALS FROM / DEPOSITS TO RESERVES

A total of \$7.9 million is projected to be deposited into the Citywide Budget Savings Incentive Fund due to projected departmental expenditure savings. Revenue projections excluding excess ERAF will result in projected deposits to the Rainy-Day Reserves of \$39.7 million (\$19.9 million to the City Economic Stabilization Reserve, \$6.6 million to the School Economic Stabilization Reserve, and \$13.2 million to the One-Time Reserve) and to the Budget Stabilization Reserves of \$15.7 million. A discussion of the status of reserves is included in Appendix 3.

D. PROJECTED ENDING FUND BALANCE OF \$459.8 MILLION

Based on the above assumptions and projections, this report anticipates an ending available General Fund balance for FY 2018-19 of \$459.8 million. This represents a \$79.8 million improvement from the December 2018 Five Year Financial Plan projection of \$380.0 million.

OTHER FUNDS

Special revenue funds are used for departmental activities that have dedicated revenue sources or legislative requirements that mandate the use of segregated accounts outside the General Fund. Some of these special revenue funds receive General Fund baseline transfers and other subsidies.

Enterprise funds are used primarily for self-supporting agencies, including the Airport, Public Utilities Commission and the Port. The Municipal Transportation Agency receives a significant General Fund subsidy.

Projected General Fund Support requirements for these funds are included in the department budget projections in Appendix 2. Appendix 4 provides a table of selected special revenue and enterprise fund projections and a discussion of their operations.

PROJECTION UNCERTAINTY REMAINS

Projection uncertainties include:

- The potential for continued fluctuations in general tax revenues, particularly in transfer and business taxes, given the length of the current economic expansion.
- FY 2017-18 ending balances in this report are unaudited estimates and may change when the City issues its year end financial statements. These will be updated when the City's Comprehensive Annual Financial Report (CAFR) is issued in March 2019.
- Volatility in revenue at the Department of Public Health, which is projected to be \$34.3 million above budget, due primarily to larger than anticipated payments under the PRIME and Global Payment Programs in the Medi-Cal 1115 Waiver at Zuckerberg San Francisco General Hospital (ZSFG), higher than budgeted Medi-Cal per diem rates at Laguna Honda Hospital, partially offset by a projected shortfall in mental health revenue in the General Fund.

- » This report assumes PG&E, which filed for bankruptcy protection last month, will pay approximately \$55 million in taxes and fees to the General Fund through year end, as well as \$10 million to \$15 million in monthly CleanPowerSF remittances billed on behalf of the PUC. Anticipated timing delays will be reflected on the City's balance sheet at FY 2018-19 close. The Nine-Month Report will update this assumption as additional information becomes available

UPCOMING PROJECTIONS

An update to the Five-Year Financial Plan in mid-March 2019 will provide revenue and expenditure projections for FY 2019-20 through FY 2023-24. FY 2018-19 projections will be updated in the Nine-Month Budget Status Report, scheduled to be published in early May 2019.

SIX-MONTH OVERTIME REPORT

Administrative Code Section 18.13-1 requires the Controller to submit overtime reports to the Board of Supervisors at the time of the Six-Month and Nine-Month Budget Status Reports, and annually. Appendix 5 presents actual overtime expenditures through the first six months of the year. Administrative Code Section 3.17 requires select departments to request a supplemental appropriation to increase overtime budgets in annual operating funds. At this time, the Public Utilities Commission, Sheriff's Department, Department of Emergency Management and Fire Department anticipate supplemental appropriations to move savings in other areas to increase overtime budgets.

APPENDICES

1. General Fund Revenues and Transfers In
2. General Fund Department Budget Projections
3. Status of Reserves
4. Other Funds Highlights
5. Overtime Report

Appendix 1. General Fund Revenues and Transfers In

As shown in Table A1-1, total General Fund revenues are projected to be \$227.5 million above revised budget, of which \$279.6 million is due to improvements in citywide revenue as discussed in this Appendix 1, offset by departmental shortfalls (net of interdepartmental recoveries) in federal subventions, charges for services, and other revenues.

Table A1-1: Detail of General Fund Revenue and Transfers In

GENERAL FUND (\$ Millions)	FY 2017-18	FY 2018-19			
	Year End Actual	Original Budget	Revised Budget	6-Month Projection	Surplus/ (Shortfall)
PROPERTY TAXES	\$ 1,661.0	\$ 1,728.0	\$ 1,728.0	\$ 1,728.0	\$ -
BUSINESS TAXES	897.1	879.4	879.4	1,003.3	123.9
Business Registration Tax	43.3	46.8	46.8	45.9	(0.8)
Payroll Tax	442.2	254.4	254.4	174.4	(80.0)
Gross Receipts Tax	388.9	550.0	550.0	744.7	194.7
Admin Office Tax	22.6	28.2	28.2	38.2	10.0
Total Business Taxes	897.1	879.4	879.4	1003.3	123.9
OTHER LOCAL TAXES					
Sales Tax	192.9	196.9	196.9	201.1	4.2
Hotel Room Tax	382.2	375.8	375.8	390.2	14.3
Utility Users Tax	94.5	99.1	99.1	96.4	(2.7)
Parking Tax	83.5	85.5	85.5	85.5	-
Real Property Transfer Tax	280.4	228.0	228.0	329.4	101.4
Sugar Sweetened Beverage Tax	7.9	15.0	15.0	15.0	-
Stadium Admission Tax	1.1	1.2	1.2	1.2	-
Access Line Tax	51.3	51.9	51.9	51.1	(0.7)
Cannabis Tax	0.0	0.0	0.0	1.5	1.5
Total Other Local Taxes	1,093.8	1,053.4	1,053.4	1,171.3	117.9
LICENSES, PERMITS & FRANCHISES					
Licenses & Permits	11.9	13.4	13.4	12.7	(0.7)
Franchise Tax	16.9	17.5	17.5	17.0	(0.4)
Total Licenses, Permits & Franchises	28.8	30.8	30.8	29.7	(1.1)
FINES, FORFEITURES & PENALTIES	8.2	3.1	3.1	3.8	0.7
INTEREST & INVESTMENT INCOME	50.4	27.3	27.3	60.7	33.4
RENTS & CONCESSIONS					
Garages - Rec/Park	7.8	8.9	8.9	8.9	-
Rents and Concessions - Rec/Park	5.9	5.3	5.3	5.3	-
Other Rents and Concessions	0.6	0.5	0.5	0.3	(0.2)
Total Rents and Concessions	14.4	14.8	14.8	14.6	(0.19)

GENERAL FUND (\$ Millions)	FY 2017-18	FY 2018-19			
	Year End Actual	Original Budget	Revised Budget	6-Month Projection	Surplus/ (Shortfall)
INTERGOVERNMENTAL REVENUES					
Federal Government					
Social Service Subventions	232.8	265.8	279.5	249.5	(30.0)
Other Grants & Subventions	1.3	12.7	12.7	12.7	-
Total Federal Subventions	234.1	278.4	292.2	262.2	(30.0)
State Government					
Social Service Subventions	197.4	219.4	221.3	219.6	(1.7)
Health & Welfare Realignment - Sales Tax	156.0	168.0	168.0	160.4	(7.6)
Health & Welfare Realignment - VLF	41.9	41.1	41.1	44.9	3.8
Health & Welfare Realignment - CalWORKs MO	26.1	19.9	19.9	19.4	(0.5)
Health/Mental Health Subventions	140.8	153.1	153.1	153.5	0.3
Public Safety Sales Tax	104.8	104.7	104.7	106.1	1.4
Motor Vehicle In-Lieu	0.8	-	-	0.0	-
Public Safety Realignment (AB109)	37.4	39.0	39.0	40.0	1.0
Other Grants & Subventions	24.2	15.9	15.9	23.2	7.3
Total State Grants and Subventions	729.5	761.0	762.9	767.0	4.1
Other Regional Government					
Redevelopment AgenDY	3.1	12.2	12.2	12.2	(0.0)
CHARGES FOR SERVICES:					
General Government Service Charges	62.6	64.4	64.4	61.2	(3.1)
Public Safety Service Charges	43.0	43.6	43.6	43.6	-
Recreation Charges - Rec/Park	20.9	21.5	21.5	21.5	-
MediCal, Medicare & Health Service Charges	90.5	87.5	87.1	85.2	(1.9)
Other Service Charges	23.0	31.3	31.4	25.7	(5.7)
Total Charges for Services	240.0	248.4	248.0	237.2	(10.7)
RECOVERY OF GEN. GOV'T. COSTS	9.9	12.9	12.9	12.9	-
OTHER REVENUES	14.4	41.1	23.5	37.3	13.8
TOTAL REVENUES	4,984.5	5,090.9	5,088.5	5,340.3	251.8
TRANSFERS INTO GENERAL FUND:					
Airport	46.5	46.6	46.6	48.3	1.7
Other Transfers	185.0	124.1	131.9	124.1	(7.9)
Total Transfers-In	231.5	170.7	178.5	172.3	(6.2)
TOTAL GENERAL FUND RESOURCES	\$ 5,216.0	\$ 5,261.6	\$ 5,267.0	\$ 5,512.6	\$ 245.6

Property Tax

Property Tax revenue in the General Fund is projected to be on budget and \$67.0 million (4.0%) over prior year pre-audit actual revenue. The budget assumed 10.8% growth in net assessed valuation of the locally assessed secured roll. In addition, revenue from supplemental and escape assessments, which is realized when new construction and changes in ownership that occurred in prior periods is brought onto the rolls, is projected to be reduced by about 40%

from FY 2017-18, from \$215 million to \$127 million, as the Assessor continues to minimize the age of items in the enrollment queue. These revenues were a significant driver of revenue variances in FY 2015-16 through FY 2017-18.

The budget assumed secured roll corrections and cancellations, which represent reductions in assessed value as determined by the Assessment Appeals Board and/or the Assessor and result in revenue refunds, would decline from FY 2017-18. Current projections assume a greater amount than budgeted for FY 2018-19, reflecting year to date activity.

Property tax set asides to special revenue funds are increased by \$0.2 million, as shown below. Additional property taxes (excess ERAF) anticipated in the current year, and their corresponding uses, are excluded.

Property Tax Set Asides

	Original Budget	6-Month Projection	Variance
Children's Fund	101.7	101.8	0.1
Open Space Fund	63.6	63.6	0.1
Library Preservation Fund	63.6	63.6	0.1
Total	228.8	229.0	0.2

Business Tax

Business Tax revenues in the General Fund include business registration fees, payroll taxes, gross receipts taxes, and administrative office taxes. Business tax revenue is projected to be \$123.9 million (14.1%) above budget and \$106.4 million (11.9%) over prior year actual revenues. The projected growth in business tax revenues is due to growth in wages and employment in San Francisco continued from last fiscal year. Preliminary FY 2017-18 data from the Bureau of Labor Statistics show 2.5% growth in employment and 10.8% wage growth over the previous fiscal year.

The City began phasing out its payroll tax in the second half of FY 2013-14 and phasing in a gross receipts tax. FY 2018-19 is the final year of tax rate adjustments and the FY 2018-19 rates will continue to future years. While overall payroll in San Francisco is expected to grow, payroll tax collections are expected to decline by 35.0% between FY 2017-18 and FY 2018-19 due to the lower tax rate. Gross receipts collections are expected to grow by 35.6% from prior year, due mainly to the increasing tax rates. Business registration and administrative office revenues are projected to grow by 6.0% and 5.6% over prior year, respectively.

Local Sales Tax

Local Sales Tax revenues are projected to be \$4.2 million (2.1%) over budget and \$8.1 million (4.2%) over FY 2017-18 actual sales tax receipts. The increases are mainly due delayed payments related to implementation of new systems at the California Department of Tax and Fee Administration. The State was not able to process all sales tax remittances from paper filers and distribute the related revenue to local taxing entities in FY 2017-18, and is instead remitting

them in FY 2018-19, causing an increase in sales tax revenue in the current year. The projection does not take into consideration potential impacts from the June 2018 Supreme Court *Wayfair* ruling because of uncertainty about the scope and timing of regulatory changes the state may make in response.

Hotel Room Tax

General Fund Hotel Room Tax revenues are projected to be \$14.3 million (3.8%) over budget and \$8.0 million (2.1%) over prior year actual revenues. The increases are due to stronger than expected collections in the first half of the fiscal year, and revised expectations of Revenue per Available Room (RevPAR).

RevPAR, which is the combined effect of occupancy, average daily room rates, and room supply, experienced a monthly average increase of 3.5% between July and November 2018, the latest month of available data. Increases in monthly rates have been partially offset by declines occupancy. Projections assume continued growth in the second half of the fiscal year due to the full reopening of the Moscone Convention Center as well as modest growth in room supply.

In August 2018, the California Supreme Court delivered its final rulings regarding online travel companies' duty to remit hotel taxes on the difference between the wholesale and retail prices paid for hotel rooms. The Court ruled in favor of the online travel companies, and San Francisco refunded the disputed taxes plus interest in September 2018. Funds necessary to make the payments, which had been held in reserve given the legal risk, exceeded the final refund amount by \$3.5 million, leading to a one-time increase in the current year.

Utility Users Tax

Utility Users Tax revenues are projected to be \$2.7 million (2.8%) below budget, and \$1.7 million (1.8%) above prior year actuals. This projection reflects a shortfall in telephone user tax revenue, the continuation of a multi-year trend, partially offset by higher than expected collections of electric, gas and water users tax. These projections assume any delays in utility users tax remitted by PG&E due to ongoing bankruptcy proceedings will be reflected in the City's balance sheet at year end.

Parking Tax

Parking revenues are projected to be on budget, an increase of \$2.0 million (2.4%) from prior year actual, reflecting year to date collections through the first half of the year, forestalling a four-year decline in this source. The shift is attributable to the implementation of the Parking Access Revenue Control System (PARCS) in MTA garages, which has improved revenue collections, and modest increases in length of stay offsetting a decline in volume. Parking tax revenues are deposited into the General Fund, from which an amount equivalent to 80% is transferred to the MTA for public transit under Charter Section 16.1110.

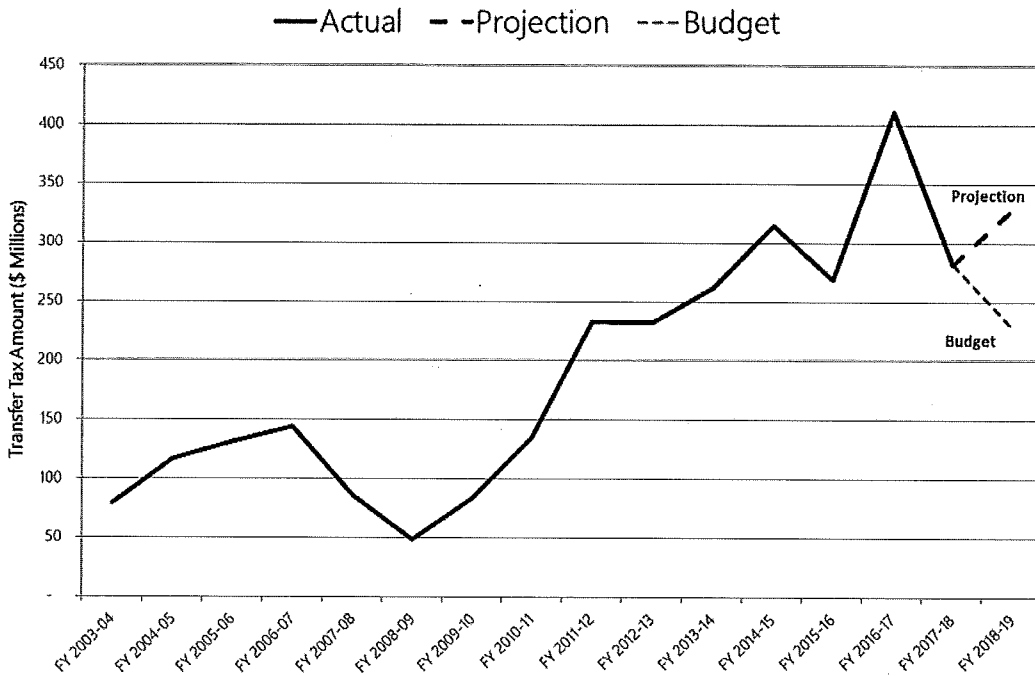
Real Property Transfer Tax

Real Property Transfer Tax revenues are projected to be \$101.4 million (44.5%) above budget and \$48.9 million (17.5%) above prior year actual revenues. Transfer tax revenue is one of the General Fund's most volatile sources and is highly dependent on several factors, including interest rates, credit availability, foreign capital controls, and the relative attractiveness of San

Francisco real estate compared to other investment options, all of which have been favorable for San Francisco commercial and residential real estate in the past seven years. In addition, voters approved Proposition W in November 2016, which increased the real property transfer tax rate on properties over \$5.0 million. The highest tier now imposes a 3% tax on transactions valued at more than \$25.0 million. While the number of transactions in this tax tier is small (0.5% in FY 2017-18), the proportion of the total transfer tax revenue generated by this tier is large (47% in FY 2017-18). The progressive tax structure for this small number of high-value transactions is the primary reason for revenue volatility.

Demand from institutional investors and owner-users for San Francisco real estate across all property types (office, hotel, retail, and residential) is expected to be stronger in 2019 than 2018, resulting in the increase over FY 2017-18 actuals, though still below the FY 2016-17 peak of \$410.6 million. The strength in demand of San Francisco’s real estate market is due in large part to the relative attractiveness of San Francisco real estate compared with other global investment options. The graph below shows the volatility of this revenue over the past 15 years.

Real Property Transfer Tax, FY 2003-04 through FY 2018-19 (Projected), \$millions



Access Line Tax

Access Line Tax revenues are projected to be \$0.7 million (-1.5%) below budget and \$0.2 million (0.4%) less than FY 2017-18 actual revenues. The slight decline is due to a one-time recognition of deferred revenue in FY 2017-18.

Interest & Investment

Interest and investment revenues are projected to be \$33.4 million (122.6%) above budget in the General Fund and \$10.3 (20.5%) million above prior year actual revenues. Projections reflect

information about FY 2017-18 interest earnings that became available after the current year budget was prepared. A series of Federal Reserve interest rate increases during FY 2017-18 increased the earned income yield of the pool by 75% over FY 2016-17, from 0.93% to 1.63%. Additional Fed interest rate increases, if they occur, may increase revenues above this projection. Increased cash balances in the pool due to overall revenue growth are expected to offset potential losses due to delayed tax, franchise, and clean power payments arising from PG&E bankruptcy proceedings, and do not reflect the proposed use of \$0.5 million in interest earnings to support loans to federal government employees affected by potential shutdowns in the second half of the year.

State and Federal Grants and Subventions

State and Federal Grants and Subventions are projected to be \$4.1 million (0.5%) above budget and \$38.0 million (5.2%) above prior year actual revenues. The projected increase from budget is due to a \$7.9 million increase in reimbursement of costs mandated by the State, \$1.4 million increase in Public Safety Sales Tax, and \$1.0 million increase in 2011 Public Safety Realignment, partially offset by a \$3.7 million decrease in 1991 Health and Welfare Realignment and a \$1.9 million decrease in federal and state social service subventions.

Appendix 2. General Fund Department Projections

Table A2-1. General Fund Supported Operations (\$ millions)

Note: Figures may not sum due to rounding

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GENERAL FUND (\$ MILLIONS)	Expenditures - Revised Budget	Expenditures - Projected Year End	Revenue Surplus/ (Deficit)	Expenditure Savings/ (Deficit)	Net Surplus/ (Deficit)	Notes
PUBLIC PROTECTION						
Adult Probation	40.4	40.1	-	0.3	0.3	1
Superior Court	31.6	31.6	-	-	-	
District Attorney	57.3	57.2	-	-	-	
Emergency Management	58.3	58.3	-	-	-	2
Fire Department	376.9	376.9	0.6	(0.0)	0.6	3
Juvenile Probation	39.2	38.6	(0.6)	0.6	-	4
Public Defender	38.4	38.4	-	-	-	
Police	558.6	558.6	-	-	-	
Sheriff	240.1	242.9	(0.3)	(2.9)	(3.2)	5
Department of Police Accountability	8.7	8.6	-	0.1	0.1	6
PUBLIC WORKS, TRANSPORTATION & COMMERCE						
Public Works	74.0	74.0	-	-	-	
Economic & Workforce Development	66.3	62.4	(3.9)	3.9	-	7
Board of Appeals	1.1	1.0	-	-	-	
HUMAN WELFARE & NEIGHBORHOOD DEVELOPMENT						
Children, Youth and Their Families	35.3	35.3	-	-	-	
Human Services Agency	839.9	818.3	(21.6)	21.6	0.0	8
Human Rights Commission	5.5	5.5	-	-	-	
Homelessness and Supportive Housing	193.1	193.1	-	-	-	
Status of Women	9.4	9.4	-	-	-	
COMMUNITY HEALTH						
Public Health	1,219.6	1,217.0	34.3	2.6	36.9	9
CULTURE & RECREATION						
Asian Art Museum	11.7	11.7	-	-	-	
Arts Commission	8.3	8.3	-	-	-	
Fine Arts Museum	16.9	16.9	-	-	-	
Law Library	2.2	2.1	-	0.1	0.1	10
Recreation and Park Department	100.7	100.7	-	-	-	
Academy of Sciences	6.5	6.5	-	-	-	
War Memorial	9.3	9.3	-	-	-	
GENERAL ADMINISTRATION & FINANCE						
City Administrator	111.9	111.2	(1.1)	0.6	(0.4)	11
Assessor/Recorder	28.5	28.0	(0.6)	0.5	-	12
Board of Supervisors	15.7	15.5	(0.1)	0.3	0.2	13
City Attorney	83.9	83.9	-	-	-	
Controller	85.3	85.3	-	-	-	
City Planning	50.2	47.5	(2.8)	2.8	-	14
Civil Service Commission	1.3	1.3	-	-	-	
Ethics Commission	4.5	4.0	-	0.5	0.5	15
Human Resources	28.0	28.0	-	-	-	
Health Service System	12.2	11.8	-	0.3	0.3	16
Mayor	70.1	70.1	-	-	-	
Elections	19.5	19.5	-	-	-	
Technology	4.4	4.4	-	-	-	
Treasurer/Tax Collector	35.7	35.7	-	-	-	
Retirement System	2.3	2.3	-	-	-	
GENERAL CITY RESPONSIBILITY	191.1	190.3	-	0.8	0.8	17
TOTAL GENERAL FUND	4,793.7	4,761.5	4.0	32.1	36.2	

NOTES TO GENERAL FUND DEPARTMENT BUDGET PROJECTIONS

The following notes explain projected variances for select departments' revenues and expenditures compared to the revised budget.

1. Adult Probation

The Adult Probation Department projects to end the fiscal year with \$0.3 million in salary and fringe benefits expenditure savings due to staff vacancies and extended leaves.

2. Emergency Management

The Department of Emergency Management projects to end the year on budget, with a potential year end shortfall of \$0.4 million in dispatcher related salary and benefit costs projected to be offset by expenditure savings in other areas, requiring a supplemental reappropriation.

3. Fire Department

The Fire Department projects to end the fiscal year with a revenue surplus of \$0.6 million due to greater than budgeted receipts of inspection fees and other charges for services.

4. Juvenile Probation

The Juvenile Probation Department projects to end the fiscal year on budget with a revenue deficit of \$0.6 million offset by an expenditure surplus of \$0.6 million. Revenue is projected to be \$0.6 million under budget primarily due to federal and state revenue shortfalls, closure of Log Cabin Ranch, and foster parent program delays. These shortfalls are projected to be offset by work order recoveries and \$0.6 million in salary and fringe benefits and nonpersonnel services savings.

5. Sheriff

The Sheriff's Department projects to end the fiscal with a \$3.2 million net operating deficit, comprised of a \$0.3 million shortfall in revenue from the housing of federal prisoners and expenditures exceeding budget by \$2.9 million, mainly for unplanned overtime. A supplemental appropriation ordinance request to re-appropriate regular salaries, fringe benefit, and non-personnel expenditure budget for overtime expenses is anticipated. The department is exploring the development of solutions that will not require additional General Fund support. To ensure the Department stays within budget, the Controller's Office is closely monitoring hiring and department expenditures.

6. Department of Police Accountability

The Department of Police Accountability projects to end the fiscal year with \$0.1 million in expenditure savings due to staff vacancies.

7. Economic and Workforce Development

The Office of Economic and Workforce Development projects to end the year within budget. The Department projects a revenue shortfall of \$3.9 million primarily due to decreased developer exactions that are fully offset by related expenditure savings in personnel and project costs.

8. Human Services Agency

The Human Services Agency projects to end the year on budget, with a \$21.6 million revenue shortfall offset by \$21.6 million projected expenditure savings.

In aid and assistance programs, the department projects a net \$3.7 million deficit, comprised of \$12.9 million expenditure savings and a \$16.6 million revenue deficit. The revenue shortfall is due to a \$5.5 million revenue shortfall in 1991 Health and Welfare Realignment funding from the State. This Realignment funding shortfall is offset by a \$5.8 million increase in 1991 Health and Welfare Realignment to the Department of Public Health.

For the department's operations and administration, a net \$3.7 million surplus is projected, comprised of \$8.7 million in expenditure savings due to hiring delays and contract underspending. This is offset by a \$5.0 million revenue shortfall based on a shift in the allocation of staff time to various programs, resulting in a decrease in associated revenue.

Table A2.2. Human Services Agency (\$ Millions)

Program	Expenditure Surplus / (Deficit)	Revenue Surplus / (Deficit)	Net Surplus / (Deficit)
Aid & Assistance	12.9	(16.6)	(3.7)
Operations & Administration	8.7	(5.0)	3.7
Child Welfare	(0.8)	0.0	(0.8)
Aging & Adult Services	4.7	(1.8)	2.9
CalWORKs	0.0	(1.3)	(1.3)
Food Stamps	(1.1)	0.5	(0.6)
MediCal	3.1	(0.9)	2.2
All Other Programs	2.8	(1.4)	1.4
Total	21.6	(21.6)	0.0

9. Public Health

The Department of Public Health projects to end the fiscal year with a net operating surplus of \$36.9 million. Overall department revenues are projected to be \$34.3 million above budget, and expenditures are also projected to be \$2.6 million above budget.

Table A2.3. Department of Public Health by Fund (\$ Millions)

Fund	Sources Surplus/ (Shortfall)	Uses Savings/ (Deficit)	Net Surplus/ (Shortfall)
Public Health General Fund	\$ (6.7)	\$ 7.8	\$ 1.1
Laguna Honda Hospital	\$ 16.4	\$ (2.0)	\$ 14.4
Zuckerberg San Francisco General Hospital	\$ 24.6	\$ (3.2)	\$ 21.4
	\$ 34.3	\$ 2.6	\$ 36.9

Public Health General Fund

Department of Public Health General Fund programs, including Primary Care, Behavioral Health, Jail Health, Home Health, SF Health Network, Public Health Division, and Central Administration, have a combined revenue shortfall of \$6.7 million. Significant variances from budget included a \$5.0 million shortfall in Short Doyle Medi-Cal revenue, a \$5.8 million shortfall under a Mental Health State Plan Amendment that were budgeted in FY 2018-19 but received at the end of FY 2017-18, and a \$4.7 million shortfall in Primary Care capitated and fee-for-service revenues due to declining Medi-Cal enrollment. These shortfalls are partially offset by a \$5.1 million surplus in 2011 Realignment, a \$1.8 million surplus in 1991 Realignment, and a \$2.0 million surplus in other behavioral health operating revenues. Expenditures are expected to be \$7.8 million above budget due to personnel cost savings from delayed hiring of new positions primarily in the Health Network Services and Public Health divisions.

Laguna Honda Hospital

The Department projects a \$14.4 million net surplus at Laguna Honda Hospital. Revenue is projected to be \$16.4 million above budget due to a higher-than-expected Medi-Cal per diem rate. Expenditures are projected to be above budget in salary and fringe benefit costs, due to higher-than budgeted backfill costs for employee leave and vacant positions.

Zuckerberg San Francisco General Hospital

The Department projects a \$21.4 million surplus at Zuckerberg San Francisco General Hospital (ZSFG). Revenues are projected to be \$24.6 million above budget. Significant variances include a \$1.6 million surplus in net patient revenues resulting from a higher-than-budgeted patient census, a \$1.8 million surplus in capitation revenues, a \$17.2 million surplus in payments under the PRIME and Global Payment Programs in the Medi-Cal 1115 Waiver, and a \$4.0 million surplus in 1991 Realignment. Expenditures are projected to be over budget by \$3.2 million. Salaries are projected to exceed budget by \$11.8 million due to higher-than-budgeted patient census, although this overage is partially offset by \$6.6 million in funding budgeted for the event that patient census exceeds budget. The department projects fringe benefit savings of \$2.0 million as census-driven staffing increases have been met partially using overtime and per diem staffing.

10. Law Library

The Law Library projects to end the fiscal year with \$0.1 million in salary and benefits savings due to staff vacancies.

11. City Administrator

The City Administrator projects to end the year with a \$0.4 million shortfall. The Department projects a revenue shortfall of \$1.1 million primarily due to a \$1.0 million recovery shortfall from the Airport for the Office of Contract Administration and a \$0.5 million projected revenue shortfall in the Office of Cannabis. These are both offset by a \$0.4 million projected revenue surplus from settlement revenue in the Office of Labor Standards Enforcement and \$0.6 million of salary and benefit savings.

12. Assessor Recorder

The Assessor Recorder projects to end the fiscal year on budget. The Department projects a revenue deficit of approximately \$0.6 million due mainly to lower than expected recording fees, offset by salary and fringe benefit savings of \$0.5 million.

13. Board of Supervisors

The Board of Supervisors projects a \$0.2 million net surplus at the end of the fiscal year. The Department projects \$0.3 million of expenditure savings, mainly due to salary and fringe benefit savings, slightly offset by \$0.1 million in an assessment appeals fee shortfall.

14. City Planning

The City Planning Department projects to end the year on budget. After several years of significant increases, revenues have plateaued, and the department projects to end the year with a revenue deficit of \$2.8 million. This deficit will be fully offset by savings in salary and fringe benefits, contracts, and project savings.

15. Ethics

The Ethics Department projects expenditure savings of \$0.5 million in salaries and fringe benefits.

16. Health Service System

The Health Service System projects a \$0.3 million surplus at the end of the fiscal year due to salary and fringe benefit savings.

17. General City Responsibility

General City Responsibility contains funds that are allocated for use across various City departments. The department is projected to have a net surplus of \$0.8 million, due to estimated retiree health subsidy savings. Current balances of \$10.0 million for Minimum Wage increases and \$29.1 million for Community Based Organizations' cost of living adjustments are expected to be spent in the current year and the upcoming budget year.

Appendix 3. Reserve Status

Various code and Charter provisions govern the establishment and use of reserves. Reserve uses, deposits, and projected year-end balances are displayed in Table A3.1 and discussed in detail below. Table A3.1 also includes deposits and withdrawals included in the approved FY 2019-20 budget.

Table A3.1 Reserve Balances (\$ Millions)

	FY 2018-19					FY 2019-20			
	FY 2017-18 Unaudited Balance	Starting Balance	Projected Deposits - Excess ERAF	Projected Deposits - 6-Month Update	Projected Withdrawals	Projected Ending Balance	Budgeted Deposits	Budgeted Withdrawals	Projected Ending Balance
General Reserve	\$ 106.9	\$ 128.3	\$ -	\$ -	\$ -	128.3	\$ 14.2	\$ -	\$ 142.5
Budget Savings Incentive Fund	73.6	73.6	-	7.9	-	81.5	-	-	81.5
Recreation & Parks Savings Incentive Reserve	1.7	1.7	-	-	-	1.7	-	(1.0)	0.7
Rainy Day Economic Stabilization City Reserve	89.3	89.3	78.0	19.9	-	187.2	-	-	187.2
Rainy Day Economic Stabilization School Reserve	47.9	47.9	26.0	6.6	-	80.5	-	-	80.5
Rainy Day One-Time Reserve (1)	54.7	54.7	52.0	13.2	-	119.9	-	-	119.9
Budget Stabilization Reserve	383.2	383.2	-	(15.7)	-	367.5	-	-	367.5
Budget Stabilization Reserve - One Time Reserve	-	-	-	15.7	-	15.7	-	-	15.7
Salary and Benefits Reserve	23.9	48.7	-	-	(48.7)	-	15.0	(15.0)	-
Contingency Reserve - State and Federal	-	40.0	-	-	-	40.0	-	-	40.0
Contingency Reserve - Labor Cost Contingency Reserve	-	70.0	-	-	-	70.0	-	(70.0)	-
Contingency Reserve - Affordable Care Act	50.0	50.0	-	-	-	50.0	-	-	50.0
Public Health Revenue Management Reserve	136.8	136.8	-	-	(55.9)	80.9	-	-	80.9
Total	968.1	1,124.3	156.0	47.6	(104.6)	1,223.3	29.2	(86.0)	1,166.5
Economic reserves						554.7			
Economic reserves as a % of General Fund revenues						10.0%			

General Reserve

No uses of the General Reserve have been proposed year to date, resulting in a projected ending General Reserve balance of \$128.3 million, which will be carried forward to FY 2019-20. The approved budget includes a \$14.2 million deposit to the reserve in FY 2019-20. Any

proposed uses of the reserve during the current year will increase the required FY 2019-20 deposit by a like amount.

Pursuant to a financial policy approved by the Board of Supervisors in 2011 and codified in Administrative Code Section 10.60(b), year-end balances in the General Reserve are carried forward into subsequent years and thereby reduce the amount of future appropriations required to support reserve requirements established by the policy. For FY 2018-19 and FY 2019-20, the policy requires the General Reserve to be no less than and 2.5% and 2.75% of budgeted regular General Fund revenues, respectively.

Budget Savings Incentive Fund

The Citywide Budget Savings Incentive Fund (authorized by Administrative Code Section 10.20) receives 25% of year-end departmental expenditure savings to be available for one-time expenditures, unless the Controller determines that the City's financial condition cannot support deposits into the fund. The FY 2017-18 projected ending balance was \$73.6 million. A projected deposit of \$7.9 in the current year would result in a projected year-end balance of \$81.4 million.

Recreation and Parks Savings Incentive Reserve

Through FY 2016-17, this reserve, established by Charter Section 16.107(c), was funded by the retention of net year-end revenue and expenditure savings at the Recreation and Parks Department. Due to modifications approved by voters in June 2016 (Proposition B), beginning in FY 2016-17, 100% of net revenue surpluses are deposited to the Recreation and Parks Savings Incentive Reserve and 25% of net expenditure savings are deposited to the citywide Budget Savings Incentive Fund. No deposits are projected in the current year. The approved FY 2019-20 budget includes a \$1.0 million use of reserve.

Rainy Day Economic Stabilization Reserve

Charter Section 9.113.5 establishes a Rainy Day Economic Stabilization Reserve funded by 50% of excess of revenue growth in good years, which can be used to support the City General Fund and San Francisco Unified School District (SFUSD) operating budgets in years when revenues decline. At FY 2017-18 year-end, the City Rainy Day Economic Stabilization Reserve had a pre-audit balance of \$89.3 million.

Charter Section 9.113.5 was amended in November 2014 with the passage of Proposition C, which replaced the Rainy Day Economic Stabilization Reserve with two separate reserves—the School Reserve and the City Reserve. Of the excess revenue growth formerly deposited to the Rainy Day Economic Stabilization Reserve, 75% will be deposited to the City Reserve and 25% to the School Reserve. In addition to a \$78.0 million deposit projected due to the receipt of \$414.7 million in excess ERAF revenue in the current year, revenue growth is projected to drive a deposit of \$19.9 million to the City Reserve. The School Reserve is projected to receive deposits of \$26.0 million related to excess ERAF proceeds and \$6.6 million due to current year revenue growth.

Rainy Day One-Time Reserve

Charter Section 9.113.5 establishes a Rainy Day One-Time Reserve funded by 25% of excess revenue growth, which can be used for one-time expenses. This Reserve began the year with

\$54.7 million. In addition to a \$52.0 million deposit projected due to the receipt of \$414.7 million in excess ERAF revenue in the current year, revenue growth is projected to result in a deposit of \$13.2 million to this reserve.

Budget Stabilization Reserve

Established in 2010 by Administrative Code Section 10.60(c), the Budget Stabilization reserve augments the Rainy Day Economic Stabilization Reserve. The Budget Stabilization Reserve is funded by the deposit each year of 75% of real property transfer taxes above the prior five-year average (adjusted for policy changes) and ending unassigned fund balance above that appropriated as a source in the subsequent year's budget. The estimated FY 2017-18 ending balance of the Reserve is \$383.2 million. The Charter provides that when the combined value of the City Rainy Day Reserve and the Budget Stabilization Reserve reach 10% of General Fund revenues, amounts above this cap are deposited into a Budget Stabilization One-Time Reserve for nonrecurring expenses. The City is projected to exceed the 10% cap in the current year, resulting in a \$15.7 million deposit to this Budget Stabilization One-Time Reserve and a \$15.7 million reduction to the Budget Stabilization Reserve.

State and Federal Revenue Risk Contingency Reserve

The FY 2018-19 and FY 2019-20 budget assigned \$40.0 million in unappropriated fund balance to a contingency reserve for managing state and federal revenue uncertainty in the budget. There are no projected withdrawals in the current fiscal year.

Labor Cost Contingency Reserve

The FY 2018-19 and FY 2019-20 budget assigned \$70.0 million in unappropriated fund balance to a contingency reserve for managing costs related to wage and salary provisions negotiated in the City's labor contracts in FY 2019-20, and to manage volatility in the employee health and pension costs. Shortfalls projected in the December 2018 Five Year Financial Plan assume the entire reserve is spent as one time fund balance.

Affordable Care Act Contingency Reserve

The FY 2017-18 and FY 2018-19 budget assigned \$50.0 million in unappropriated fund balance to a budget contingency reserve for Zuckerberg San Francisco General Hospital for managing cost and revenue uncertainty related to federal and state changes to the administration and funding of the Affordable care act during the term of the budget. There are no projected withdrawals in the current fiscal year.

Public Health Revenue Management Reserve

Section 12.6 of the administrative provisions of the Annual Appropriation Ordinance authorizes the Controller to defer surplus transfer payments, indigent health revenues, and Realignment funding to offset future reductions or audit adjustments associated with the Affordable Care Act and funding allocations for indigent health services. Currently projected uses of the reserve total \$55.9 million for the budgeted repayment of disallowed SB1128 reimbursements.

Salary and Benefits Reserve

Administrative Provision Section 10.4 of the Annual Appropriation Ordinance (AAO) authorizes the Controller to transfer funds from the Salary and Benefits Reserve, or any legally available funds, to adjust appropriations for employee salaries and related benefits for collective bargaining agreements adopted by the Board of Supervisors. The reserve had an unaudited fiscal year starting balance of \$48.7 million (\$23.9 million carried forward from FY 2017-18 and \$24.8 million appropriated in the FY 2018-19 budget). The Controller's Office has transferred \$1.0 million to departments and anticipates transferring an additional \$47.6 million by year-end, as detailed in Table A3-2. In addition, the approved FY 2018-19 budget assumes \$15.3 million use of reserve to pay for regularly scheduled staffing in 24/7 operations for two additional weekend days of the fiscal year.

Table A3-2. Salary and Benefits Reserve (\$ Millions)

Sources	Budget
Adopted AAO Salary and Benefits Reserve	24.8
Carryforward balance from FY 17-18	23.9
Total Sources	48.7
Uses	
Transfers to Departments	
For SEIU settlement to FAM	0.2
For Police Department - DHR recruitment	0.3
Visual Display Terminal Insurance (Q1)	0.0
Visual Display Terminal Insurance (Q2)	0.0
L39, L261, UAPD Development Funds	0.5
Total Transfer to Departments	1.1
Anticipated Allocations	
Public Safety, including premium, wellness, one-time	18.0
Citywide premium, retirement, severance and other payouts	13.7
Two additional days of 24/7 operations & other expenses	15.3
Various training, tuition, other reimbursements	0.4
Fair Labor Standards Act one-time payments	0.2
Visual Display Terminal Insurance (Q3 + Q4)	0.1
Total Anticipated Uses	47.6
Net Surplus / (Shortfall)	-

Appendix 4. Other Funds Highlights

Table A4-1. Other Fund Highlights, \$ Millions

	FY 2018-19				FY 2019-20		Notes
	Fund Balance Used in FY 2018-19 Budget	Revenue Surplus/ (Deficit)	Expenditures Savings/ (Deficit)	Net Operating Surplus/ (Deficit)	(July 2018) Board Approved Budgeted Use		
<u>SELECT SPECIAL REVENUE AND INTERNAL SERVICES FUNDS</u>							
Building Inspection Operating Fund	\$ 6.0	\$ 4.7	\$ 2.2	\$ 6.9	\$ 6.5		1
Children's Fund	8.6	3.0	-	3.0	2.7		2
Public Education Special Fund	-	6.3	0.0	6.3	-		3
Convention Facilities Fund	3.6	-	5.9	5.9	1.5		4
Golf Fund	0.3	0.6	1.2	1.8	-		5
Library Preservation Fund	11.9	1.1	2.6	3.7	-		6
Local Courthouse Construction Fund	-	-	-	-	-		7
Open Space Fund	12.2	0.1	-	0.1	1.2		8
Telecomm. & Information Systems Fund	3.0	(5.6)	7.2	1.6	1.8		9
General Services Agency-Central Shops Fund	0.0	(0.3)	2.8	2.5	-		10
Arts Commission Street Artist Fund	-	0.0	0.3	0.3	-		11
War Memorial Fund	0.6	-	0.1	0.1	0.6		12
Gas Tax Fund	0.8	-	-	-	0.6		13
Neighborhood Beautification Fund	-	-	-	-	-		14
Election Campaign Fund	6.1	-	5.0	5.0	-		15
Culture and Recreation Hotel Tax Fund	-	-	2.2	2.2	0.0		16
<u>SELECT ENTERPRISE FUNDS</u>							
Airport Operating Funds	42.4	7.6	22.9	30.5	88.1		17
MTA Operating Funds	33.2	19.1	1.9	21.0	38.0		18
Port Operating Funds	25.9	1.4	4.3	5.7	10.6		19
PUC Hetch Hetchy Operating Funds	14.1	(13.6)	2.9	(10.7)	4.9		20
PUC Wastewater Operating Funds	6.0	(2.4)	4.0	1.6	-		21
PUC Water Operating Funds	4.3	(6.9)	-	(6.9)	11.1		22
PUC Clean Power Funds	-	(0.5)	2.5	2.0	-		23

SELECT SPECIAL REVENUE & INTERNAL SERVICES FUNDS

1. Building Inspection Fund

The Department projects a net increase of \$6.9 million in fund balance, comprised of both surplus revenues and expenditure savings. A \$4.7 million revenue surplus is projected, due to expected growth in plan checking revenues and the number of permits issued. Revenues remain strong but are slowing from prior year. Revenue collected in the first half of FY 2018-19 is \$1.6 million more than the same time last year. Year-to-date expenditures are \$6.2 million more than the prior year. Expenditures are projected to be \$2.2 million under budget due to savings in salary and fringe benefits. In addition, the estimated balances of the department's contingency and other post-employment benefit reserves are currently \$41.0 million and \$26.25 million, respectively.

2. Children's Fund

The Children's Fund is projected to have a revenue surplus of \$3.0 million comparing to the current budget. This is primarily due to the increase in the Aggregate Discretionary Revenue (ADR), which increases the General Fund transfer to this fund.

3. Children's Fund – Public Education Special Fund

Revenues are expected to be \$6.3 million above budget, reflecting growth in General Fund Aggregate Discretionary Revenue (ADR), which increases the General Fund transfer to this fund.

4. Convention Facilities Fund

Operating savings of \$0.2 million as well as debt service payments savings of \$5.7 million are projected in the current year, resulting in operating surplus of \$5.9 million.

5. Golf Fund

The Recreation and Parks Department projects both revenues and expenses to be on budget for FY 2018-19.

6. Library Preservation Fund

The Library projects the Library Preservation Fund to have a net revenue surplus of \$1.1 million, of which \$3.3 million is from increased Aggregate Discretionary Revenue General Fund support and a use of \$2.7 million in fund balance. The Department projects expenditure savings of \$2.6 million, due to savings in non-personnel costs, materials and supplies, and services needed from other departments, resulting in a net operating surplus of \$3.7 million.

7. Local Courthouse Construction Fund

Revenues and expenditures are expected to be on budget in the Local Courthouse Construction Fund.

8. Open Space Fund

The Open Space Fund is projected to have a \$0.1 million in additional property tax set-aside revenue.

9. Telecommunications & Information Services Fund

The Telecommunication & Information Services Fund projects to end the fiscal year with a net operating surplus of \$1.6 million. A revenue deficit of \$5.6 million driven by shortfalls in work order recoveries and rents, concessions, and fines is offset by \$7.2 million of expenditure surplus mainly due to savings in project carryforward budget, non-personnel services, materials and supplies, equipment, and informational technology (IT) projects such as Broadband Connectivity and Wide Area Network projects.

10. Central Shops Fund

The Central Shops Fund projects a net operating surplus of \$2.5 million. A revenue shortfall of \$0.3 million, primarily from fuel sales to non-city entities, is offset by \$2.8 million in expenditure savings in contract savings and materials and supplies.

11. Arts Commission Street Artist Fund

The Street Artist Program Fund is projected to have \$0.3 million expenditure savings due to open positions.

12. War Memorial Fund

The Department projects expenditure savings of \$0.1 million in salary and fringe benefits in the War Memorial Operating Fund.

13. Gas Tax Fund

The Department of Public Works expects the gas tax fund to end the year on budget.

14. Neighborhood Beautification Fund

The Neighborhood Beautification Fund (which houses the Community Challenge Grant program) projects no variance from budget.

15. Election Campaign Fund

The Election Campaign Fund projects ending the current year with a surplus of \$5.0 million. A total of \$1.2 million in public financing of elections was expended for the November 2018 Board of Supervisors and Mayoral races. There are no scheduled elections for the remainder of the fiscal year.

16. Culture and Recreation Hotel Tax Fund

The Culture and Recreation Hotel Tax Fund was established after the passage of Prop E in November 2018. The measure went into effect on January 1, 2019. The Arts Commission projects expenditure savings of \$2.2 million during this initial period of implementation. As specified in the ordinance, any unspent balance shall be carried forward as funding provided for a specific purpose and remain in the Fund. Effective FY 2019-20, hotel tax revenue allocations will be

adjusted by the percentage increase or decrease in hotel tax collected versus the prior fiscal year, provided, however, that such percentage increase or decrease shall not exceed 10%.

SELECT ENTERPRISE FUNDS

17. Airport Operating Fund

The Airport projects the Airport Operating Fund to have a revenue surplus of \$7.6 million and expenditure savings of \$22.9 million, for a net operating surplus of \$30.5 million.

The revenue surplus is due to a \$11.4 million increase in rental receipts and concessions under the new duty-free lease and higher than anticipated Transportation Network Company activities, offset by a decrease of \$3.1 million in charges for services primarily due to lower than anticipated landing fee revenues. The projected \$22.9 million expenditure savings is largely due to savings of \$9.5 million in salaries and fringes, \$2.8 million in non-personnel services, \$2.5 million in materials and supplies, and \$4.4 million in services needed from other departments.

18. Municipal Transportation Agency (MTA) Operating Funds

MTA projects a net revenue surplus of \$19.1 million primarily due to a \$26.7 million increase in General Fund baseline transfers, offset by a projected revenue shortfall of \$7.6 million primarily from parking meter collections and traffic fines. The Agency projects expenditure savings of \$1.9 million mostly from personnel costs, resulting in a net projected operating surplus of \$21.0 million, which will be contributed towards the \$33.2 million and \$38.0 million budgeted use of fund balance in the FY 2018-19 and FY 2019-20 budgets.

19. Port Operating Funds

The Port projects a current year net operating surplus of \$5.7 million, comprised of a revenue surplus of \$1.4 million and net expenditure savings of \$4.3 million.

The \$1.4 million revenue surplus is due to an increase of \$2.0 million in maritime revenue from increased auto volume and storage revenue at Pier 80 (\$1.3 million), higher than anticipated rent revenue (\$0.6 million), and unanticipated ship repair revenue at Pier 70 (\$0.1 million); a \$0.4 million surplus from increased permitting activity on the waterfront; and a decrease of \$1.0 million in real estate revenues due to lower than budgeted parking revenue (\$0.7 million), revenue from the one-time sale of the Ferry Building lower than budgeted (\$4.6 million) offset by higher than anticipated commercial, industrial, and percentage rent performance (\$4.3 million). The \$4.3 million expenditure savings is due to \$1.7 million savings in salaries and fringe benefits from currently vacant positions, \$1.1 million in non-personnel services from savings on professional services and software licensing fees, \$0.3 million in workorders primarily due to lower utility costs, and \$1.2 million in annual projects due to the preservation of funds for contingency purposes such as oil spills and hazardous material clean up.

Public Utilities Commission

Public Utilities Commission projects net operating surpluses for the Wastewater Operations Fund and the Clean Power Fund and net operating deficits for the Hetch Hetchy Operating and Water Operating Funds. The Public Utilities Commission anticipates requesting a supplemental ordinance to re-appropriate savings to cover over-expenditures in overtime per San Francisco Administrative Code Section 3.17.

20. Public Utilities Commission – Hetch Hetchy Operating Fund

The Hetch Hetchy Fund is projected to end the year with a net operating deficit of \$10.7 million due to revenue shortfalls of \$13.6 million offset by \$2.9 million of expenditure savings. The revenue deficit is mainly driven by lower electricity sales to city departments and external agencies such as Treasure Island Development Authority. Expenditure savings are due to savings on natural gas and steam purchases (\$2.9 million), distribution costs (\$1.3 million), and a power purchase contingency reserve (\$4.4 million) offset by higher energy prices due to shutdowns and higher resource adequacy (RA) costs from lower generation (\$5.7 million).

21. Public Utilities Commission – Wastewater Operations Fund

The Wastewater Operations Fund is projected to end the year with a net operating surplus of \$1.6 million. Wastewater's net operating surplus is due to salary and fringe savings of \$4.0 million from position vacancies offset by a revenue deficit of \$2.4 million. The revenue deficit is driven by a deficit of \$2.6 million from sewer service charges offset by \$0.2 million of unbudgeted biofuel revenue.

22. Public Utilities Commission – Water Operating Fund

The Water Operating Fund is projected to end the year with a net operating deficit of \$6.9 million. Water's net operating deficit is all due to revenue deficits of \$4.9 million from retail water sales and \$3.4 million from wholesale water sales offset by \$1.4 million of miscellaneous income higher than budgeted from water service installation charges and land sales.

23. Public Utilities Commission – Clean Power Fund

CleanPowerSF is projected to end the year with a net operating surplus of \$2.0 million due to salary and fringe savings of \$2.5 million from position vacancies offset by an electric sales revenue deficit of \$0.5 million. The electric sales revenue deficit is driven by a deficit of \$2.1 million for the Green Product as a result of the March 1st rate reduction offset by a surplus of \$1.6 million for SuperGreen Product from higher than anticipated consumption.

Appendix 5. Overtime Report

Department	FY 2017-18	FY 2018-19		
	Actual	Revised Budget	July through December 2019	% of Budget through December 31
Municipal Transit Agency - Total	73.5	32.1	40.6	126%
Police*				
General Fund (Excl. Work Orders)	19.2	19.2	10.0	52%
Airport	2.3	2.4	1.1	46%
General Fund Work Orders	4.0	2.6	2.2	82%
Total Annual Operating Funds	25.6	24.3	13.2	55%
<i>Special Revenue (10B)</i>	15.1		9.9	
<i>Total</i>	40.6		23.1	
Public Health*				
ZSF General	10.5	11.0	5.8	53%
Laguna Honda	7.8	8.5	5.0	58%
Other Annual Funds	1.9	1.6	1.4	86%
Total Annual Operating Funds	20.1	21.2	12.2	57%
Fire*				
General Fund	30.7	31.4	18.6	59%
Airport	5.0	5.0	2.5	51%
Total Annual Operating Funds	35.8	36.4	21.1	58%
Sheriff*				
General Fund (Excl. Work Orders)	23.0	17.1	11.2	65%
General Fund Work Orders	5.3	3.6	3.5	99%
Total Annual Operating Funds	28.4	20.7	14.7	71%
Airport*				
Annual Operating Funds	2.3	2.5	1.5	57%
Emergency Management*				
Annual Operating Funds	4.7	4.6	2.3	50%
General Fund Work Orders	1.4	1.7	0.0	0%
Public Works*				
Annual Operating Funds	1.4	1.7	1.1	63%
Public Utilities*				
Annual Operating Funds	4.8	5.0	3.0	61%
Recreation and Park*				
Annual Operating Funds	1.3	1.2	1.1	89%
Fine Arts Museum	0.7	1.1	0.5	49%
Juvenile Probation	1.8	0.7	0.6	94%
Admin Services	2.7	0.6	1.6	258%
Technology	1.1	0.5	0.5	95%
Human Services	2.6	0.5	1.3	243%
Total Overtime**	208.2	154.9	115.4	74%

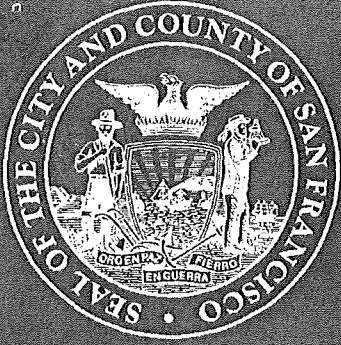
* Administrative Code Section 3.17 requires these departments to receive appropriation authority from the Board of Supervisors to increase the authorized budget for overtime in annual operating funds.

** Total overtime excludes special revenue (10B), non-annual operating funds in departments listed in Administrative Code 3.17, and expenditures from departments with less than \$500,000 in budgeted overtime.

Note: The table shows all departments subject to Administrative Code Section 3.17 and other departments with an overtime budget of at least \$500,000.

APPENDIX F

**ANNUAL REPORT FOR THE CITY AND COUNTY OF SAN FRANCISCO LIMITED
OBLIGATION IMPROVEMENT BONDS BAYSHORE HESTER ASSESSMENT DISTRICT NO.
95-1 PREPARED BY WILLDAN FINANCIAL SERVICES**



PRELIMINARY DRAFT FOR DISCUSSION PURPOSES
ONLY

City and County of San Francisco

\$1,030,000

Limited Obligation Improvement Bonds Bayshore Hester Assessment District No. 95-1

San Francisco County, California

Dated: June 19, 1996

Base CUSIP+: 79765E

2017/2018 ANNUAL CONTINUING DISCLOSURE
INFORMATION STATEMENT
AS OF MARCH 20, 2019

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PRELIMINARY DRAFT FOR DISCUSSION PURPOSES
ONLY

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* In its role as Disclosure Consultant and Dissemination Agent, Willdan Financial Services has not passed upon the accuracy, completeness or fairness of the statements contained herein.

I. INTRODUCTION

This Annual Continuing Disclosure Information Statement is being provided by the City and County of San Francisco (the "City" and "County," respectively) pursuant to a covenant made by the City for the benefit of the holders of the Limited Obligation Improvement Bonds, City and County of San Francisco, Bayshore Hester Assessment District No. 95-1 (the "Bonds") and includes the information specified in a Continuing Disclosure Agreement, dated as of June 19, 1996 (the "Continuing Disclosure Agreement"). All capitalized terms not defined herein shall have the meanings assigned to such terms in the final Official Statement, dated June 7, 1996, relating to the Bonds.

The information set forth herein has been furnished by the City and by other sources, which is believed to be accurate and reliable, but is not guaranteed as to accuracy or completeness. Statements contained in this Annual Continuing Disclosure Information Statement which involve estimates, forecasts, or other matters of opinion, whether or not expressly so described herein, are intended solely as such and are not to be construed as representations of fact. Further, the information and expressions of opinion contained herein are subject to change without notice and the delivery of this Annual Continuing Disclosure Information Statement will not, under any circumstances, create any implication that there has been no change in the affairs of the City or any other parties described herein.

The CUSIP numbers provided herein are for the convenience of the bondholders. The City is not responsible for the accuracy or completeness of such CUSIP numbers.

Limited Obligation Improvement Bonds Bayshore Hester Assessment District No. 95-1	
<u>Maturity Date</u>	<u>CUSIP</u>
9/2/2018	79765E AW8
9/2/2019	79765E AX6
9/2/2020	79765E AY4
9/2/2021	79765E AZ1
9/2/2022	79765E BA5
9/2/2023	79765E BB3
9/2/2024	79765E BC1
9/2/2025	79765E BD9
9/2/2026	79765E BE7

THIS REPORT IS OF A FACTUAL NATURE WITHOUT SUBJECTIVE ASSUMPTIONS, OPINIONS, OR VIEWS AND MAY NOT BE RELIED UPON AS ADVICE OR RECOMMENDATION TO PURCHASE OR SELL ANY PRODUCT OR UTILIZE ANY PARTICULAR STRATEGY RELATING TO THE ISSUANCE OF MUNICIPAL SECURITIES OR PURCHASE OF FINANCIAL PRODUCTS. WILLDAN FINANCIAL SERVICES AND ITS

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II. AUDITED FINANCIAL STATEMENTS

THE CITY'S AUDITED FINANCIAL STATEMENTS ARE PROVIDED SOLELY TO COMPLY WITH THE SECURITIES EXCHANGE COMMISSION STAFF'S INTERPRETATION OF RULE 15C2-12. NO FUNDS OR ASSETS OF THE CITY ARE REQUIRED TO BE USED TO PAY DEBT SERVICE ON THE BONDS AND THE CITY IS NOT OBLIGATED TO ADVANCE AVAILABLE FUNDS FROM THE CITY TREASURY TO COVER ANY DELINQUENCIES. INVESTORS SHOULD NOT RELY ON THE FINANCIAL CONDITION OF THE CITY IN EVALUATING WHETHER TO BUY, HOLD OR SELL THE BONDS.

The audited financial statements for the City for the fiscal year ended June 30, 2018 were separately filed with the Municipal Securities Rulemaking Board's Electronic Municipal Market Access website ("EMMA") on XXXX XX, 2019 and are hereby incorporated by reference into this Annual Continuing Disclosure Information Statement.

III. FINANCIAL AND OPERATING DATA

A. PRINCIPAL AMOUNT OF BONDS OUTSTANDING

As of June 1, 2018, the principal amount of Bonds outstanding was \$510,000, and as of September 3, 2018, the principal amount of Bonds outstanding was \$470,000.

B. BOND CALL

There were no bond calls performed during Fiscal Year 2017/18.

C. DEBT SERVICE RESERVE FUND BALANCE

Bond Issue	As of June 1, 2018	As of October 1, 2018
San Francisco City & County Bayshore Hester 95-1 Assessment District	\$81,428	\$81,846

Source: The Bank of New York Mellon Trust Company, N.A.

D. STATUS OF CONSTRUCTION OF IMPROVEMENTS AND IMPROVEMENT FUND BALANCE

Construction of the improvements was completed as of June 1, 1998 and all vouchers have been submitted for reimbursement from the City and paid in full.

Item	Percentage Complete
Grading, Hauling and Retaining	100%
Road, Curb, Gutter and Sidewalk	100%
Sewer	100%
Utilities Trench and Lighting	100%
Water	100%

Source: Bayshore BH Development Inc.

Fund Name	As of June 1, 2018	As of October 1, 2018
Improvement Fund	\$35	\$35

Source: The Bank of New York Mellon Trust Company, N.A.

E. BUILDING PERMITS AND CERTIFICATES OF OCCUPANCY

All parcels in the Bayshore Hester Assessment District No. 95-1 (the "District") have been issued a building permit and certificate of occupancy.

F. VALUE-TO-LIEN

Assessment liens, in the aggregate amount of \$503,125.25 have been recorded against the parcels as shown in the following table. Using the assessed values as indicated on the Fiscal Year 2018/19 Secured Roll, the overall value-to-lien ratio for all the parcels is approximately 51.00 to 1. The maximum ratio is 81.28 to 1 and the minimum ratio is 36.35 to 1.

Assessor's Parcel Number	Initial Lot Number	Assessor's Lot Number	FY 2018/19 Net Taxable Value	Current Assessment Lien	Value To Lien
5054A-038	1	38	\$429,541	\$10,937.51	39.27
5054A-039	2	39	840,722	10,937.51	76.87
5054A-040	3	40	750,645	10,937.51	68.63
5054A-041	4	41	397,597	10,937.51	36.35
5054A-044	7	44	649,148	10,937.51	59.35
5054A-047	10	47	698,264	10,937.51	63.84
5054A-048	11	48	731,905	10,937.51	66.92
5054A-050	13	50	479,504	10,937.51	43.84
5054A-051	14	51	479,354	10,937.51	43.83
5054A-052	15	52	687,252	10,937.51	62.83

Assessor's Parcel Number	Initial Lot Number	Assessor's Lot Number	FY 2018/19 Net Taxable Value	Current Assessment Lien	Value To Lien
5054A-053	16	53	696,032	10,937.51	63.64
5054A-054	17	54	638,473	10,937.51	58.37
5054A-055	18	55	847,674	10,937.51	77.50
5054A-056	19	56	636,436	10,937.51	58.19
5054A-057	20	57	755,604	10,937.51	69.08
5054A-058	21	58	622,324	10,937.51	56.90
5054A-059	22	59	668,256	10,937.51	61.10
5054A-060	23	60	523,092	10,937.51	47.83
5054A-061	24	61	572,066	10,937.51	52.30
5054A-062	25	62	641,742	10,937.51	58.67
5054A-063	26	63	745,133	10,937.51	68.13
5054A-064	27	64	660,820	10,937.51	60.42
5054A-065	28	65	643,941	10,937.51	58.87
5054A-066	29	66	523,092	10,937.51	47.83
5054A-067	30	67	521,091	10,937.51	47.64
5054A-068	21	68	483,364	10,937.51	44.19
5054A-069	32	69	674,367	10,937.51	61.66
5054A-070	33	70	707,588	10,937.51	64.69
5054A-071	34	71	493,026	10,937.51	45.08
5054A-072	35	72	700,077	10,937.51	64.01
5054A-073	36	73	762,167	10,937.51	69.68
5054A-074	37	74	864,736	10,937.51	79.06
5054A-075	38	75	479,521	10,937.51	43.84
5054A-076	39	76	479,518	10,937.51	43.84
5054A-077	40	77	613,932	10,937.51	56.13
5054A-078	41	78	440,244	10,937.51	40.25
5054A-079	42	79	489,490	10,937.51	44.75
5054A-080	43	80	440,249	10,937.51	40.25
5054A-081	44	81	433,231	10,937.51	39.61
5054A-082	45	82	841,555	10,937.51	76.94
5054A-083	46	83	414,108	10,937.51	37.86
5054A-084	47	84	436,121	10,937.51	39.87
5054A-086	5	86	476,817	10,937.30	43.60
5054A-087	6	87	452,505	10,937.51	41.37
5054A-088	8	88	888,992	10,937.51	81.28
5054A-089	9	89	445,750	10,937.51	40.75
TOTAL			\$27,857,066	\$503,125.25	55.37

Source: San Francisco 2018/19 County Assessor, as compiled by Willdan Financial Services.

Note: For information on assessment liens, net taxable value and value-to-lien ratios for fiscal year 2017/18, reference is made to the 2016/17 Annual Continuing Disclosure Information Statement, dated February 26, 2018, which has been filed on EMMA and is hereby incorporated by reference into this Annual Continuing Disclosure Information Statement.

G. ASSESSMENT DELINQUENCIES

As of June 1, 2018, based on the information provided by San Francisco County Tax Collector's Office, there are no known delinquencies for property located within the District.

H. TOP PROPERTY OWNERS

Currently there are no property owners responsible for more than five percent (5%) of the assessment levy.

As of June 1, 2018, based on the information provided by San Francisco County Tax Collector's Office, there are no property owners delinquent in the payment of their assessments.

I. FORECLOSURE PROCEEDINGS

As of June 1, 2018, there were no foreclosure proceedings pending against any parcel in the District.

J. ZONING, LAND-USE DESIGNATIONS AND SUBDIVISIONS

To the City's knowledge, as of June 1, 2018, there have been no significant changes in zoning or other land-use designations in the District and no subdivision of land in the District, other than as described in the Official Statement.

APPENDIX G

**ANNUAL REPORT FOR THE CITY AND COUNTY OF SAN FRANCISCO
COMMUNITY FACILITIES DISTRICT NO. 2014-1 (TRANSBAY TRANSIT CENTER)
PREPARED BY GOODWIN CONSULTING GROUP**



GCG

GOODWIN CONSULTING GROUP

**City and County of San Francisco
Community Facilities District No. 2014-1
(Transbay Transit Center)
Continuing Disclosure Annual Report for
Fiscal Year 2017-18
(per SEC Rule 15c2-12(b)(5))**

\$36,095,000 Special Tax Bonds, Series 2017A (Federally Taxable)
\$171,405,000 Special Tax Bonds, Series 2017B
(Federally Taxable – Green Bonds)
\$33,655,000 Special Tax Bonds, Series 2019A (Federally Taxable)
\$157,310,000 Special Tax Bonds, Series 2019B
(Federally Taxable – Green Bonds)

March 31, 2019

CUSIP Numbers

Series 2017A (Federally Taxable)

79772EAA7*	79772EAB5	79772EAC3	79772EAD1	79772EAE9	79772EAF6
79772EAG4	79772EAH2	79772EAJ8	79772EAK5	79772EAL3	79772EAM1
79772EAN9	79772EAP4	79772EAQ2	79772EAR0	79772EAS8	

Series 2017B (Federally Taxable – Green Bonds)

79772EAT6*	79772EAU3	79772EAV1	79772EAW9	79772EAX7	79772EAY5
79772EAZ2	79772EBA6	79772EBB4	79772EBC2	79772EBD0	79772EBE8
79772EBF5	79772EBG3	79772EBH1	79772EBJ7	79772EBK4	

Series 2019A (Federally Taxable)

79772EBL2	79772EBM0	79772EBN8	79772EBP3	79772EBQ1	79772EBR9
79772EBS7	79772EBT5	79772EBU2	79772EBV0	79772EBW8	79772EBX6
79772EBY4	79772EBZ1				

Series 2019B (Federally Taxable – Green Bonds)

79772ECA5	79772ECB3	79772ECC1	79772ECD9	79772ECE7	79772ECF4
79772ECG2	79772ECH0	79772ECJ6	79772ECK3	79772ECL1	79772ECM9
79772ECN7	79772ECP2	79772ECQ0	79772ECR8	79772ECS6	79772ECT4

**Retired as of the date of this report.*

***Continuing Disclosure Annual Report
for the City and County of San Francisco
Community Facilities District No. 2014-1
(Transbay Transit Center)
Fiscal Year 2017-18***

The Continuing Disclosure Annual Report (the “Annual Report”) contains certain information required to be filed annually per SEC rule 15c2-12(b)(5) (the “Rule”) by the City and County of San Francisco (the “City”) Community Facilities District No. 2014-1 (Transbay Transit Center) (the “District”). The Rule is applicable to the Special Tax Bonds, Series 2017 (the “Series 2017 Bonds”) issued in the aggregate principal amount of \$207,500,000 by the City on behalf of the District on November 9, 2017 and the Special Tax Bonds, Series 2019 (the “Series 2019 Bonds”) issued in the aggregate principal amount of \$190,965,000 by the City on behalf of the District on February 26, 2019. The Series 2017 Bonds were divided into the \$36,095,000 Special Tax Bonds, Series 2017A (Federally Taxable) and \$171,405,000 Special Tax Bonds, Series 2017B (Federally Taxable – Green Bonds). The Series 2019 Bonds were divided into the \$33,655,000 Special Tax Bonds, Series 2019A (Federally Taxable) and \$157,310,000 Special Tax Bonds, Series 2019B (Federally Taxable – Green Bonds). The Rule requires that an issuer undertake in a written agreement or contract, for the benefit of holders of the securities issued, to file with national and state repositories the following:

1. Certain financial information as presented in the Continuing Disclosure Certificates
2. Audited financial statements of the City
3. Notice of certain enumerated significant events
4. Notice of any failure to provide such annual financial information as agreed

In compliance with the Rule, the City signed the Continuing Disclosure Certificates requiring the District to provide annually, or as they occur, the aforementioned enumerated information or events.

Per the Continuing Disclosure Certificates, the City is required to file an annual report with the Municipal Securities Rulemaking Board which includes:

- a) The audited general purpose financial statements of the City prepared in accordance with generally accepted accounting principles applicable to governmental entities.

→ **See Appendix A**

- b) The principal amount of Bonds of each series outstanding as of June 30, 2018.

→ Series 2017A Bonds:	\$36,095,000
Series 2017B Bonds:	\$171,405,000
Series 2019A Bonds:	\$33,655,000*
Series 2019B Bonds:	\$157,310,000*

**As of the date of issuance of the Series 2019 Bonds.*

- c) The balance in the 2017A Improvement Fund and the Allocated Bond Proceeds Account as of June 30, 2018.

→ 2017A Improvement Fund:	\$31,389,572
Allocated Bond Proceeds Account:	\$61,901,313

- d) The balance in the Reserve Fund for the Bonds as of June 30, 2018.

→ **Reserve Fund:** **\$15,448,419**

- e) The total assessed value of all parcels subject to the special taxes and the current year's assessed value for the District

→ **FY 2018-19 Assessed Value of All Parcels Subject to the Special Tax:**

- **\$2,765,173,850**

→ **FY 2018-19 Assessed Value for the District:**

- **\$3,660,307,458**

- f) Concerning delinquent parcels: (i) number of parcels delinquent in the payment of special tax, (ii) amount of total delinquency and as a percentage of total special tax levy, and (iii) status of the District's actions on covenants to pursue foreclosure proceedings upon delinquent properties.

→ **As of June 30, 2018, no parcels were delinquent in the payment of the special tax for fiscal year 2017-18. No foreclosure proceedings have been instituted against any parcels pursuant to the bond foreclosure covenants.**

- g) Identity of any delinquent taxpayer obligated for more than 10% of the annual special tax levy, together with the assessed value of the applicable properties and a summary of the results of any foreclosure sales, if available.

→ **None.**

- h) For fiscal year 2017-18, identify any Certificate of Occupancy or Tax Commencement Authorizations that have been issued on a parcel subject to the special taxes.

Assessor's Parcel Number(s)	Conditioned Project	Certificate of Occupancy	Tax Commencement Authorization
3720-009	Salesforce Tower	September 24, 2017	September 27, 2017
3736-190	41 Tehama St	November 17, 2017	December 18, 2017
3719-450 & 3719-451	181 Fremont St	February 16, 2018	May 29, 2018

- i) To the extent not otherwise provided pursuant to the preceding items (a) through (h), annual information required to be filed with respect to the District since the last Annual Report with the California Debt and Investment Advisory Commission pursuant to Sections 50075.1, 50075.3, 53359.5(b), 53410(d) or 53411 of the California Government Code.

→ **See Appendix B**

- j) Updated information of the type set forth in Table 1 (only Section A for the Series 2017 Bonds) and Table 2 in the Official Statements, dated October 26, 2017 relating to the Series 2017 Bonds and dated February 7, 2019 relating to the Series 2019 Bonds.

→ **See Appendix C**

- k) A statement confirming that, during the most recent fiscal year, proceeds of the 2017B and 2019B Bonds in the Allocated Bond Proceeds Account were spent only on project costs at the Salesforce Transit Center. The City shall no longer be obligated to include this statement in its Annual Report beginning with the Annual Report for the fiscal year that follows the earliest to occur of (i) the expenditure of all of the proceeds of the 2017B Bonds and 2019B Bonds in the Allocated Bond Proceeds Account and (ii) completion of the Salesforce Transit Center.

→ **A total of \$88,108,212 in proceeds from the Allocated Bond Proceeds Account was spent during fiscal year 2017-18. The funds were only spent on project costs at the Salesforce Transit Center.**

1) **Reporting of Significant Events.** Pursuant to the provisions of the Continuing Disclosure Certificate, the City shall give, or cause to be given, notice of the occurrence of any of the following events with respect to the Bonds not later than ten business days after the occurrence of the event:

- (1) Principal and interest payment delinquencies
- (2) Unscheduled draws on debt service reserves reflecting financial difficulties
- (3) Unscheduled draws on credit enhancements reflecting financial difficulties
- (4) Substitution of credit or liquidity providers, or their failure to perform
- (5) Issuance by the Internal Revenue Service of proposed or final determination of taxability or of a Notice of Proposed Issue (IRS Form 5701 TEB) or adverse tax opinions
- (6) Tender offers
- (7) Defeasances
- (8) Rating changes
- (9) Bankruptcy, insolvency, receivership or similar event of the obligated person
- (10) Unless described in paragraph (5) above, other material notices or determinations by the Internal Revenue Service with respect to the tax status of the Bonds or other material events affecting the tax status of the Bonds, if material
- (11) Modifications to rights of Bond holders, if material
- (12) Unscheduled or contingent Bond calls, if material
- (13) Release, substitution, or sale of property securing repayment of the Bonds, if material
- (14) Non-payment related defaults, if material
- (15) The consummation of a merger, consolidation, or acquisition involving an obligated person or the sale of all or substantially all of the assets of the obligated person, other than in the ordinary course of business, the entry into a definitive agreement to undertake such an action or the termination of a definitive agreement relating to any such actions, other than pursuant to its terms, if material
- (16) Appointment of a successor or additional trustee, or the change of name of the trustee, if material
- (17) Within ten business days after the City receives a written statement from the Climate Bonds Initiative to the effect that the 2017B or 2019B Bonds are no longer certified in accordance with the "Low Carbon Land Transport Criteria" under the Climate Bonds Standard, the City will post, or cause to be posted, notice of such written statement with the MSRB.
- (18) Within ten business days after the District is removed from the Teeter Plan, the City will post, or cause to be posted, notice of such event with the MSRB.

As defined above, no significant events have occurred during fiscal year 2017-18 in relation to the Bonds.

APPENDIX A

City's Audited Financial Statements for the Fiscal Year Ending June 30, 2018

(Filed Under a Separate Cover)

THE CITY'S ANNUAL FINANCIAL STATEMENT IS PROVIDED SOLELY TO COMPLY WITH THE SECURITIES EXCHANGE COMMISSION STAFF'S INTERPRETATION OF RULE 15C2-12. NO FUNDS OR ASSETS OF THE CITY ARE REQUIRED TO BE USED TO PAY DEBT SERVICE ON THE BONDS, AND THE CITY IS NOT OBLIGATED TO ADVANCE AVAILABLE FUNDS TO COVER ANY DELINQUENCIES. INVESTORS SHOULD NOT RELY ON THE FINANCIAL CONDITION OF THE CITY IN EVALUATING WHETHER TO BUY, HOLD OR SELL THE BONDS.

APPENDIX B

*City and County of San Francisco
CFD No. 2014-1 (Transbay Transit Center)*

*CDIAC Mello-Roos Yearly Fiscal Status Report
For the Fiscal Year Ended June 30, 2018*

Submitted:
 Tuesday, October 30, 2018
 11:52:15AM
 CDIAC #: 2017-0778

**STATE OF CALIFORNIA
 MELLO-ROOS COMMUNITY FACILITIES DISTRICT (CFD)
 YEARLY FISCAL STATUS REPORT**

California Debt and Investment Advisory Commission
 915 Capitol Mall, Room 400, Sacramento, CA 95814
 P.O. Box 942809, Sacramento, CA 94209-0001
 (916) 653-3269 Fax (916) 654-7440

For Office Use Only
Fiscal Year _____

I. GENERAL INFORMATION

A. Issuer San Francisco City & County CFD No 2014-1
 B. Project Name Transbay Transit Ctr Series A
 C. Name/ Title/ Series of Bond Issue 2017 Special Tax Bonds
 D. Date of Bond Issue 10/26/2017
 E. Original Principal Amount of Bonds \$36,095,000.00
 F. Reserve Fund Minimum Balance Required Yes Amount \$15,364,058.98 No

II. FUND BALANCE FISCAL STATUS

Balances Reported as of: 6/30/2018
 A. Principal Amount of Bonds Outstanding \$36,095,000.00
 B. Bond Reserve Fund \$15,448,419.24
 C. Capitalized Interest Fund \$563,963.28
 D. Construction Fund(s) \$31,389,571.74

III. ASSESSED VALUE OF ALL PARCELS IN CFD SUBJECT TO SPECIAL TAX

A. Assessed or Appraised Value Reported as of: 7/1/2018
 From Equalized Tax Roll
 From Appraisal of Property
(Use only in first year or before annual tax roll billing commences)
 B. Total Assessed Value of All Parcels \$2,765,173,850.00

IV. TAX COLLECTION INFORMATION

A. Total Amount of Special Taxes Due Annually \$1,877,213.80
 B. Total Amount of Unpaid Special Taxes Annually \$0.00
 C. Does this agency participate in the County's Teeter Plan? Y

V. DELINQUENT REPORTING INFORMATION

Delinquent Parcel Information Reported as of Equalized Tax Roll of: 6/30/2018
 A. Total Number of Delinquent Parcels: 0
 B. Total Amount of Taxes Due on Delinquent Parcels: \$0.00
 (Do not include penalties, penalty interest, etc.)

VI. FORECLOSURE INFORMATION FOR FISCAL YEAR

(Aggregate totals, if foreclosure commenced on same date) (Attach additional sheets if necessary.)

Date Foreclosure Commenced	Total Number of Foreclosure Parcels	Total Amount of Tax Due on Foreclosure Parcels
		\$0.00
		\$0.00
		\$0.00
		\$0.00
		\$0.00

Submitted:
Tuesday, October 30, 2018
11:52:15AM
CDIAC #: 2017-0778

STATE OF CALIFORNIA
MELLO-ROOS COMMUNITY FACILITIES DISTRICT (CFD)
YEARLY FISCAL STATUS REPORT

California Debt and Investment Advisory Commission
915 Capitol Mall, Room 400, Sacramento, CA 95814
P.O. Box 942809, Sacramento, CA 94209-0001
(916) 653-3269 Fax (916) 654-7440

For Office Use Only
Fiscal Year _____

VII. ISSUE RETIRED

This issue is retired and no longer subject to the Yearly Fiscal Status report filing requirements.
(Indicate reason for retirement)

Matured Redeemed Entirely Other

If Matured, indicate final maturity date:

If Redeemed Entirely, state refunding bond title & CDIAC #:

and redemption date:

If Other:

and date:

VIII. NAME OF PARTY COMPLETING THIS FORM

Name	Miriam Adamec	
Title	Vice President	
Firm/ Agency	Goodwin Consulting Group Inc	
Address	333 University Avenue Suite 160	
City/ State/ Zip	Sacramento, CA 95825	
Phone Number	(916) 561-0890	Date of Report 10/30/2018
E-Mail	miriam@goodwinconsultinggroup.net	

IX. ADDITIONAL COMMENTS:

Submitted:
 Tuesday, October 30, 2018
 11:58:41AM
 CDIAC #: 2017-0779

**STATE OF CALIFORNIA
 MELLO-ROOS COMMUNITY FACILITIES DISTRICT (CFD)
 YEARLY FISCAL STATUS REPORT**

California Debt and Investment Advisory Commission
 915 Capitol Mall, Room 400, Sacramento, CA 95814
 P.O. Box 942809, Sacramento, CA 94209-0001
 (916) 653-3269 Fax (916) 654-7440

For Office Use Only
Fiscal Year _____

I. GENERAL INFORMATION

A. Issuer San Francisco City & County CFD No 2014-1
 B. Project Name Transbay Transit Ctr (Green) Series B
 C. Name/ Title/ Series of Bond Issue 2017 Special Tax Bonds Series
 D. Date of Bond Issue 10/26/2017
 E. Original Principal Amount of Bonds \$171,405,000.00
 F. Reserve Fund Minimum Balance Required Yes Amount \$15,364,058.98 No

II. FUND BALANCE FISCAL STATUS

Balances Reported as of: 6/30/2018
 A. Principal Amount of Bonds Outstanding \$171,405,000.00
 B. Bond Reserve Fund \$15,448,419.24
 C. Capitalized Interest Fund \$2,678,553.52
 D. Construction Fund(s) \$61,901,312.95

III. ASSESSED VALUE OF ALL PARCELS IN CFD SUBJECT TO SPECIAL TAX

A. Assessed or Appraised Value Reported as of: 7/1/2018
 From Equalized Tax Roll
 From Appraisal of Property
(Use only in first year or before annual tax roll billing commences)
 B. Total Assessed Value of All Parcels \$2,765,173,850.00

IV. TAX COLLECTION INFORMATION

A. Total Amount of Special Taxes Due Annually \$1,877,213.80
 B. Total Amount of Unpaid Special Taxes Annually \$0.00
 C. Does this agency participate in the County's Teeter Plan? Y

V. DELINQUENT REPORTING INFORMATION

Delinquent Parcel Information Reported as of Equalized Tax Roll of: 6/30/2018
 A. Total Number of Delinquent Parcels: 0
 B. Total Amount of Taxes Due on Delinquent Parcels: \$0.00
 (Do not include penalties, penalty interest, etc.)

VI. FORECLOSURE INFORMATION FOR FISCAL YEAR

(Aggregate totals, if foreclosure commenced on same date) *(Attach additional sheets if necessary.)*

Date Foreclosure Commenced	Total Number of Foreclosure Parcels	Total Amount of Tax Due on Foreclosure Parcels
		\$0.00
		\$0.00
		\$0.00
		\$0.00
		\$0.00

Submitted:
Tuesday, October 30, 2018
11:58:41AM
CDIAC #: 2017-0779

STATE OF CALIFORNIA
MELLO-ROOS COMMUNITY FACILITIES DISTRICT (CFD)
YEARLY FISCAL STATUS REPORT

California Debt and Investment Advisory Commission
915 Capitol Mall, Room 400, Sacramento, CA 95814
P.O. Box 942809, Sacramento, CA 94209-0001
(916) 653-3269 Fax (916) 654-7440

For Office Use Only
Fiscal Year _____

VII. ISSUE RETIRED

This issue is retired and no longer subject to the Yearly Fiscal Status report filing requirements.
(Indicate reason for retirement)

Matured Redeemed Entirely Other

If Matured, indicate final maturity date:

If Redeemed Entirely, state refunding bond title & CDIAC #:

and redemption date:

If Other:

and date:

VIII. NAME OF PARTY COMPLETING THIS FORM

Name	Miriam Adamec	
Title	Vice President	
Firm/ Agency	Goodwin Consulting Group Inc	
Address	333 University Avenue Suite 160	
City/ State/ Zip	Sacramento, CA 95825	
Phone Number	(916) 561-0890	Date of Report 10/30/2018
E-Mail	miriam@goodwinconsultinggroup.net	

IX. ADDITIONAL COMMENTS:

APPENDIX C

*City and County of San Francisco
CFD No. 2014-1 (Transbay Transit Center)*

Tables from the Official Statements

Table 1
City and County of San Francisco
Community Facilities District No. 2014-1
(Transbay Transit Center)

Taxable Buildings

Projects	Street Address	Office (sq. ft.)	Retail (sq. ft.)	Hotel (sq. ft.)	Residential (sq. ft.)	Residential (type)	Building Stories	Completion Date (1)	First Fiscal Year of Special Tax Levy
A – Taxable Buildings/Completed Projects Subject to the Special Tax									
Solaire	299 Fremont Street	-	7,204	-	288,937	Rental	32	4/25/2016	2016-17
Salesforce East	350 Mission Street	47,645	4,355	-	-	-	30	8/20/2015	2016-17
Salesforce Tower	415 Mission Street	1,413,397	6,789	-	-	-	61	9/24/2017	2018-19
33 Tehama	41 Tehama Street	-	788	-	236,375	Rental	34	11/17/2017	2018-19
181 Fremont	181 Fremont Street	433,669	2,663	-	121,328	For-Sale	54	2/16/2018	2018-19
Park Tower (Block 5)	250 Howard Street	755,914	8,745	-	-	-	43	10/25/2018	2019-20
Total		2,650,625	30,544	-	646,640				

(1) Reflects the date the conditioned project received its first certificate of occupancy.

Source: San Francisco Planning Department; OCII; Goodwin Consulting Group, Inc.

Table 2
City and County of San Francisco
Community Facilities District No. 2014-1
(Transbay Transit Center)

Taxable Buildings (Subject Properties), Assessed Value and Value to Lien Ratios

Building and Land Use Category	Square Feet	FY 2018-19 Special Tax Levy	Percent of FY 2018-19 Special Tax Levy	Estimated FY 2019-20 Special Tax Levy	Percent of FY 2019-20 Special Tax Levy	Allocable Share of 2017 and 2019 Bonds ⁽¹⁾	FY 2018-19 Assessed Value ⁽²⁾	Value-to-Lien Ratio
Salesforce East (350 Mission Street) ⁽³⁾								
Office	47,645	\$243,111	1.6%	\$247,973	1.2%	\$4,861,863	--	--
Retail	4,355	\$16,207	0.1%	\$16,532	0.1%	\$324,126	--	--
Subtotal	52,000	\$259,318	1.7%	\$264,505	1.3%	\$5,185,989	\$392,962,283	75.77
Solaire (299 Fremont Street)								
Rental Residential	288,937	\$1,628,630	10.5%	\$1,661,202	8.2%	\$32,570,229	--	--
Retail	7,204	\$26,810	0.2%	\$27,346	0.1%	\$536,167	--	--
Subtotal	296,141	\$1,655,440	10.7%	\$1,688,549	8.3%	\$33,106,396	\$290,336,558	8.77
Salesforce Tower (415 Mission Street)								
Office	1,413,397	\$8,443,303	54.6%	\$8,612,169	42.4%	\$168,853,808	--	--
Retail	6,789	\$26,266	0.2%	\$26,792	0.1%	\$525,289	--	--
Subtotal	1,420,186	\$8,469,569	54.8%	\$8,638,960	42.6%	\$169,379,097	\$1,336,595,294	7.89
33 Tehama (41 Tehama Street)								
Rental Residential	236,375	\$1,389,042	9.0%	\$1,416,823	7.0%	\$27,778,834	--	--
Retail	788	\$3,049	0.0%	\$3,110	0.0%	\$60,970	--	--
Subtotal	237,163	\$1,392,091	9.0%	\$1,419,933	7.0%	\$27,839,804	\$226,744,274	8.14
181 Fremont (181 Fremont Street)								
For Sale Residential ⁽⁴⁾	121,328	\$1,086,440	7.0%	\$1,108,168	5.5%	\$21,727,215	\$264,453,075	12.17
Retail/Office	436,332	\$2,600,940	16.8%	\$2,652,959	13.1%	\$52,015,030	\$254,082,366	4.88
Subtotal	557,660	\$3,687,380	23.8%	\$3,761,127	18.5%	\$73,742,245	\$518,535,441	7.03
Park Tower (250 Howard Street)								
Office	755,914	--	--	\$4,485,855	22.1%	\$87,951,571	--	--
Retail	8,745	--	--	\$35,187	0.2%	\$689,899	--	--
Subtotal	764,659	--	--	\$4,521,043	22.3%	\$88,641,470	\$354,329,471	4.00
Total	3,327,809	\$15,463,798	100.0%	\$20,294,116	100.0%	\$397,895,000	\$3,119,503,321	7.84

⁽¹⁾ Represents the debt lien of \$206,930,000 in Series 2017 Bonds and \$190,965,000 for the Series 2019 Bonds, allocated based on the proportionate share of the estimated fiscal year 2019-20 special tax levy.

⁽²⁾ Values for Park Tower (Block 5) reflect in-process construction values, assuming 65% completion according to the San Francisco Assessor's Office. As of January 1, 2018.

⁽³⁾ The special tax for 350 Mission Street is calculated based solely on the square footage of three floors, which constitutes a Conditioned Project under the Rate and Method. In the event of delinquencies in the payment of Special Taxes, the entire building is subject to foreclosure.

⁽⁴⁾ As of December 1, 2018 a total of 23 condominiums and 5 accessory units have been purchased by individual homeowners, representing approximately 2.4% of the estimated fiscal year 2019-20 special tax levy.

APPENDIX H

**CITY AND COUNTY OF SAN FRANCISCO GENERAL FUND DEBT AND OTHER
LONG TERM OBLIGATIONS SUMMARY OF MUNICIPAL BOND INSURED TRANSACTIONS**

General Obligation Bonds - Summary of Municipal Bond Insurance Exposure										
Issue Name	Final CUSIP	Final Maturity	Original Par	Outstanding		Bond Insurer	Mode	Reset	Liquidity Provider/LDC	Tender Agent
				Principal as of June 30, 2018						
Series 2007, Seismic Safety Loan Program ¹	797646H7	2010	30,315,450	20,093,517		N/A	Fixed	N/A	N/A	N/A
Series 2008-RI, Refunding	797646P2	2021	232,075,000	5,110,000		N/A	Fixed	N/A	N/A	N/A
Series 2009A, San Francisco General Hospital	797646MA1	2029	131,650,000	5,525,000		N/A	Fixed	N/A	N/A	N/A
Series 2010A, San Francisco General Hospital Improvement Bonds	797646ML7	2019	120,890,000	12,735,000		N/A	Fixed	N/A	N/A	N/A
Series 2010B Clean & Safe Neighborhood Park Bonds	797646MW3	2019	24,785,000	2,610,000		N/A	Fixed	N/A	N/A	N/A
Series 2010C Taxable San Francisco General Hospital Improvement Bonds	797646NH5	2030	170,805,000	171,805,000		N/A	Fixed	N/A	N/A	N/A
Series 2010D, Taxable Clean and Safe Neighborhood Park Bonds	797646NU6	2030	35,645,000	35,645,000		N/A	Fixed	N/A	N/A	N/A
Series 2010E, Earthquake Safety and Emergency Response Bonds	797646PC3	2035	79,530,000	40,815,000		N/A	Fixed	N/A	N/A	N/A
Series 2011-RI, Refunding	797646QL3	2030	339,475,000	176,360,000		N/A	Fixed	N/A	N/A	N/A
Series 2012A, Earthquake Safety and Emergency Response Bonds	797646RH1	2032	183,300,000	121,625,000		N/A	Fixed	N/A	N/A	N/A
Series 2012B, Clean and Safe Neighborhood Park Bonds	797646SE7	2032	73,355,000	48,035,000		N/A	Fixed	N/A	N/A	N/A
Series 2012C, Road Paving and Street Safety Bonds	797646TB2	2032	74,295,000	49,175,000		N/A	Fixed	N/A	N/A	N/A
Series 2012D, San Francisco General Hospital & Trauma Center Bonds	797646TX4	2032	251,100,000	155,825,000		N/A	Fixed	N/A	N/A	N/A
Series 2012E, Earthquake Safety and Emergency Response Bonds ²	797646U11	2032	38,265,000	29,925,000		N/A	Fixed	N/A	N/A	N/A
Series 2013A, Clean & Safe Neighborhood Park Bonds	797646VP8	2033	71,970,000	40,680,000		N/A	Fixed	N/A	N/A	N/A
Series 2013B, Earthquake Safety & Emergency Response Bonds	797646VK8	2033	31,020,000	17,540,000		N/A	Fixed	N/A	N/A	N/A
Series 2013C, Road Repaving & Street Safety Bonds	797646XF8	2033	129,560,000	73,705,000		N/A	Fixed	N/A	N/A	N/A
Series 2014A, San Francisco General Hospital Bonds	797646YB6	2033	209,955,000	161,730,000		N/A	Fixed	N/A	N/A	N/A
Series 2014C, Earthquake Safety and Emergency Response Bonds	797646YX8	2034	54,950,000	41,925,000		N/A	Fixed	N/A	N/A	N/A
Series 2014D, Earthquake Safety and Emergency Response Bonds ²	797646ZT9	2034	100,670,000	76,780,000		N/A	Fixed	N/A	N/A	N/A
Series 2015-RI, Refunding	797646B99	2030	299,910,000	248,035,000		N/A	Fixed	N/A	N/A	N/A
Series 2015B, Transportation & Road Improvement Bonds	797646D78	2035	67,005,000	43,665,000		N/A	Fixed	N/A	N/A	N/A
Series 2015A Taxable Bonds	RI-1	2035	24,000,000	24,000,000		N/A	Fixed	N/A	N/A	N/A
Series 2016A, Clean and Safe Neighborhood Park Bonds	797646G34	2035	8,695,000	7,520,000		N/A	Fixed	N/A	N/A	N/A
Series 2016B, Clean and Safe Neighborhood Park Bonds	797646J72	2035	43,230,000	24,400,000		N/A	Fixed	N/A	N/A	N/A
Series 2016C, Earthquake Safety and Emergency Response Bonds	797646M07	2036	25,215,000	22,370,000		N/A	Fixed	N/A	N/A	N/A
Series 2016D, Earthquake Safety and Emergency Response Bond	797646P75	2036	109,595,000	75,465,000		N/A	Fixed	N/A	N/A	N/A
Series 2016E, Road Repaving & Street Safety Bonds	797646S31	2036	44,145,000	39,155,000		N/A	Fixed	N/A	N/A	N/A
Series 2016F, Affordable Housing Bonds	797646U20	2036	75,130,000	50,795,000		N/A	Fixed	N/A	N/A	N/A
Series 2017A, Public Health and Safety Bonds	797646S31	2036	173,120,000	131,450,000		N/A	Fixed	N/A	N/A	N/A
Series 2018A, Clean and Safe Neighborhood Park Bonds	797646Z41	2037	76,710,000	46,485,000		N/A	Fixed	N/A	N/A	N/A
Series 2018B, Transportation and Road Improvement Bonds	797646Z08	2037	174,445,000	105,745,000		N/A	Fixed	N/A	N/A	N/A
Series 2018C, Earthquake Safety and Emergency Response Bonds	797646XCL	2038	189,735,000	189,735,000		N/A	Fixed	N/A	N/A	N/A
Series 2018D, Affordable Housing Bonds	797646ZG9	2038	142,145,000	142,145,000		N/A	Fixed	N/A	N/A	N/A
Series 2018E, Public Health and Safety Bonds	797646Z67	2038	49,955,000	49,955,000		N/A	Fixed	N/A	N/A	N/A
Taxable Series 2019A, Social Bonds, Affordable Housing Bonds	797646S83	2058	72,420,000	N/A		N/A	Fixed	N/A	N/A	N/A
Total General Obligation Bonds			\$3,936,075,499	\$2,480,033,517						

¹ The Board of Supervisors authorized the issuance of the Taxable Series 2007A GO Bonds (Seismic Safety Loan Program, 1992) in an amount up to \$35,000,000 in February 2007 to fund a loan draw down program. As of June 30, 2018, \$30,315,450 has been drawn down under the program. (The information on these bonds is provided as a courtesy.)

² The Series 2012E GO Bonds were issued after June 30, 2018.

GENERAL FUND DEBT AND OTHER LONG TERM OBLIGATIONS - SUMMARY OF MUNICIPAL BOND INSURANCE EXPOSURE											
CCSF Certificates of Participation (COPs)											
Issue Name	Final CUSIP	Final Maturity	Original Par	Outstanding		Bond Insurer	Mode	Reset	Guaranteed Investment Contract / Surety Policy Provider	Liquidity Provider / LOC	Tender Agent
				Principal as of June 30, 2018							
Series 2009A (Multiple Capital Improvement Project - Laguna Honda Hospital)	79765DVY3	2031	163,335,000	119,130,000		N/A	Fixed	N/A	N/A	N/A	N/A
Series 2009B (Multiple Capital Improvement Project)	79765DWT3	2035	37,885,000	30,075,000		N/A	Fixed	N/A	N/A	N/A	N/A
Series 2009C (525 Golden Gate Avenue)	79765DXH8	2022	38,120,000	19,835,000		N/A	Fixed	N/A	N/A	N/A	N/A
Series 2009D Taxable (525 Golden Gate Avenue)	79765DXK1	2041	129,550,000	129,550,000		N/A	Fixed	N/A	N/A	N/A	N/A
Refunding Series 2010A	79765DYK0	2033	138,445,000	100,575,000		N/A	Fixed	N/A	N/A	N/A	N/A
Series 2011AB (Moscone Center South Refunding Project)	79765DZB9	2024	86,480,000	25,515,000		N/A	Fixed	N/A	N/A	N/A	N/A
Series 2012A (Multiple Capital Improvement Project)	79765DA83	2036	42,835,000	35,460,000		N/A	Fixed	N/A	N/A	N/A	N/A
Series 2013B (Port Facilities Project - Non AMT) ³	79765DB90	2038	4,830,000	4,830,000		N/A	Fixed	N/A	N/A	N/A	N/A
Series 2013C (Port Facilities Project - AMT) ³	79765DE63	2043	32,870,000	26,340,000		N/A	Fixed	N/A	N/A	N/A	N/A
Refunding Series 2014-R1 (SF Courthouse)	79765DF54	2021	13,615,000	6,380,000		N/A	Fixed	N/A	N/A	N/A	N/A
Refunding Series 2014-R2 (Juvenile Hall Project)	79765DH86	2034	33,605,000	28,770,000		N/A	Fixed	N/A	N/A	N/A	N/A
Series 2015A (War Memorial Veterans Building)	79765DL73	2045	112,100,000	112,100,000		N/A	Fixed	N/A	N/A	N/A	N/A
Taxable Series 2015B (War Memorial Veterans Building)	79765DM80	2024	22,225,000	13,195,000		N/A	Fixed	N/A	N/A	N/A	N/A
Refunding Series 2015-R1 (City Office Buildings)	79765DQ94	2040	123,600,000	118,100,000		N/A	Fixed	N/A	N/A	N/A	N/A
Taxable Series 2016A (War Memorial Veterans Building)	79765DS92	2032	16,125,000	14,305,000		N/A	Fixed	N/A	N/A	N/A	N/A
Taxable Series 2017A (Hope SF)	79765DV72	2047	28,320,000	27,575,000		N/A	Fixed	N/A	N/A	N/A	N/A
Series 2017B (Moscone Center Expansion Project)	79765DY46	2042	412,355,000	412,355,000		N/A	Fixed	N/A	N/A	N/A	N/A
Total Certificates of Participation (COPs)			\$1,436,295,000	\$1,224,090,000							

CCSF Finance Corporation											
				Outstanding							
	Final	Final	Original	Principal as of	Bond				Guaranteed Investment Contract /	Liquidity Provider / LOC	
Issue Name	CUSIP	Maturity	Par	June 30, 2018	Insurer	Mode	Reset	Surety Policy Provider	Liquidity Provider	Tender Agent	
Series 2006, Open Space Fund	79765XMDS	2027	27,005,000	15,805,000	FSA	Fixed	N/A	N/A	N/A	N/A	
Series 2007, Open Space Fund	79765XNN2	2029	42,435,000	28,135,000	MBIA	Fixed	N/A	N/A	N/A	N/A	
Series 2008-1 (Moscone Center Expansion Project)	79765XPD2	2030	72,670,000 ³	45,900,000	N/A	VRDB	7-Day Weekly	N/A	State Street & Banc of America	Wells Fargo Bank, NA	
Series, 2008-2 (Moscone Center Expansion Project)	79765XPC4	2030	72,670,000 ³	45,900,000	N/A	VRDB	7-Day Weekly	N/A	State Street & Banc of America	Wells Fargo Bank, NA	
Series 2009A, Branch Library Improvement	79765XQF6	2034	34,265,000	25,975,000	N/A	Fixed	N/A	N/A	N/A	N/A	
Series 2010-R1 Refunding (Emergency Communications System Refinancing)	79765XRG3	2024	22,280,000	8,545,000	N/A	Fixed	N/A	N/A	N/A	N/A	
Series 2013A, Equipment Lease Program	79765XS6	2019	11,125,000	890,000	N/A	Fixed	N/A	N/A	N/A	N/A	
Series 2018A, Refunding LRBs	79765XTD8	2029	N/A	N/A	N/A	Fixed	N/A	N/A	N/A	N/A	
Series 2018B, Refunding LRBs	79765XTP1	2028	N/A	N/A	N/A	Fixed	N/A	N/A	N/A	N/A	
Total CCSF Finance Corporation			\$282,450,000	\$171,150,000							
³ The Series 2018A and 2018B LRBs were issued after June 30, 2018. Series 2018A LRBs refunded the Series 2006 LRBs and the Series 2007 LRBs. Series 2018B LRBs refunded the Series 2009A LRBs.											
⁴ The Series 2008-1 and 2008-2 LRBs are variable rate bonds and such bonds are exempt from any continuing disclosure obligation under SEC Rule 15c2-12. The City does not undertake to update this bond issue as part of its Annual Report in this or any subsequent filing; This information is provided as a courtesy.											