

1 [Multifamily Housing Revenue Note - Balboa Gateway LP - Balboa Reservoir - Building A -  
2 Expected to be 105 Wisteria Lane (formerly known as 11 Frida Kahlo Way) - Not to Exceed  
3 \$112,711,100]

4 **Resolution approving for purposes of the Internal Revenue Code of 1986, as amended,**  
5 **and authorizing the execution and delivery of a multifamily housing revenue note in**  
6 **one or more series in an aggregate principal amount not to exceed \$112,711,100 for the**  
7 **purpose of providing financing for the construction of a 159-unit multifamily rental**  
8 **housing project expected to be located at 105 Wisteria Lane (formerly known as 11**  
9 **Frida Kahlo Way) and known as “Balboa Reservoir - Building A”;** approving the form of  
10 and authorizing the execution of a funding loan agreement, providing the terms and  
11 conditions of the loan from the funding lender to the City, and the execution and  
12 delivery of the note; approving the form of and authorizing the execution of a project  
13 loan agreement providing the terms and conditions of the loan from the City to Balboa  
14 Gateway LP (the “Borrower”); approving the form of and authorizing the execution of a  
15 regulatory agreement and declaration of restrictive covenants; authorizing the  
16 collection of certain fees; approving modifications, changes and additions to the  
17 documents; ratifying and approving any action heretofore taken in connection with the  
18 back-to-back loans, the note and the project; granting general authority to City officials  
19 to take actions necessary to implement this Resolution and related matters, as defined  
20 herein.

21  
22 WHEREAS, The Board of Supervisors of the City and County of San Francisco (the  
23 “Board”) desires to provide for the financing of a portion of the costs of the construction by  
24 Balboa Gateway LP, a California limited partnership (the “Borrower”), of a 159-unit (including  
25 one manager’s unit) residential rental development project expected to be located at 105

1 Wisteria Lane (11 Frida Kahlo Way), San Francisco, California 94112, and known as “Balboa  
2 Reservoir - Building A” (the “Project”), to provide housing for persons and families of low  
3 income through the issuance of a multifamily housing revenue note in one or more series  
4 which may be taxable or tax-exempt (collectively, the “Note”); and

5 WHEREAS, The City and County of San Francisco (the “City”) is authorized to issue  
6 revenue notes for such purpose pursuant to the Charter, Article I of Chapter 43 of the  
7 Administrative Code and, to the extent applicable, Chapter 7 of Part 5 of Division 31  
8 (commencing with Section 52075) of the California Health and Safety Code, as now in effect  
9 and as it may from time to time hereafter be amended or supplemented (collectively, the  
10 “Act”); and

11 WHEREAS, The Interest on the Note may qualify for federal tax exemption under the  
12 Internal Revenue Code of 1986, as amended (the “Code”), only if the Note is approved in  
13 accordance with Section 147(f) of the Code; and

14 WHEREAS, The Board is the elected legislative body of the City and is the applicable  
15 elected representative authorized to approve the execution and delivery of the Note within the  
16 meaning of Section 147(f) of the Code; and

17 WHEREAS, The Project is located wholly within the City; and

18 WHEREAS, On August 25, 2025, the City caused a notice stating that a public hearing  
19 with respect to the issuance of multifamily affordable housing mortgage revenue bonds or  
20 notes and their respective projects, pursuant to plans of financing, would be held by the  
21 Mayor’s Office of Housing and Community Development (“MOHCD”) on September 3, 2025,  
22 to be published and appear in the Notices section of the MOHCD’s website (at  
23 <https://sf.gov/information/mohcd-department-notices>), which is on file with the Clerk of the  
24 Board of Supervisors (the “Clerk of the Board”) and incorporated herein by reference; and

1           WHEREAS, At the date and time and the location specified in such notice the MOHCD  
2 held such public hearing at which an opportunity was provided for persons to comment on the  
3 plan of financing; and

4           WHEREAS, On September 11, 2025, the California Debt Limit Allocation Committee  
5 (“CDLAC”) revised its Resolution Number 25-215 to allocate an amount not to exceed  
6 \$52,711,100 (the “Allocation Amount”) in qualified private activity volume cap to the Project;  
7 and

8           WHEREAS, The documentation required for the execution and delivery of the Note is  
9 on file with the Clerk of the Board; and

10           WHEREAS, Each of the documents now before the Board in File No. 260243 is  
11 substantially in final form and is an appropriate instrument to be executed and delivered for  
12 the purposes intended; and

13           WHEREAS, The Board finds that the public interest and necessity require that the City  
14 at this time make arrangements for the funding loan, the project loan and the execution and  
15 delivery of the Note; and

16           WHEREAS, The Note will be a limited obligation of the City, the sole source of  
17 repayment of which shall be payments made by the Borrower under the Project Loan  
18 Agreement (hereinafter defined), together with investment income, if any, of certain funds and  
19 accounts held under the Funding Loan Agreement (hereinafter defined); and

20           WHEREAS, The City has engaged Kutak Rock LLP and Amira Jackmon, Attorney at  
21 Law, as co-bond counsel with respect to the Note (collectively, “Bond Counsel”); and

22           WHEREAS, Wells Fargo Bank, National Association (or an affiliate thereof) (the  
23 “Funding Lender”) has expressed its intention to make the funding loan, to be evidenced by  
24 the Note, to the City and in connection therewith, the City, the Funding Lender and the  
25 Borrower are to enter into certain documents, including without limitation, the Funding Loan

1 Agreement, the Project Loan Agreement, and certain assignments, allonges and other  
2 ancillary documents; and

3 WHEREAS, The Borrower provided to the City the following information as a good faith  
4 estimate of the cost of the Note financing and the City disclosed such information in  
5 accordance with Section 5852.1 of the California Government Code: (a) the true interest cost  
6 of the Note, (b) the finance charge of the Note, including all third party expenses, (c) the  
7 amount of proceeds received by the City for the execution and delivery of the Note less the  
8 finance charge of the Note and any reserves or capitalized interest paid or funded with the  
9 proceeds of the Note and (d) the total payment amount (the "Financing Information");

10 WHEREAS, Such Financing Information has been disclosed in connection with the  
11 Board meeting in which this Resolution is approved; now therefore, be it

12 RESOLVED, By this Board of Supervisors of the City and County of San Francisco as  
13 follows:

14 Section 1. Approval of Recitals, the Board hereby finds and declares that the above  
15 recitals are true and correct;

16 Section 2. Approval of Execution and Delivery of Note, the Board, as the applicable  
17 elected representative of the governmental unit having jurisdiction over the area in which the  
18 Project is located, hereby approves the plan of financing and the execution and delivery of its  
19 multifamily housing revenue note in one or more series, pursuant to and for purposes of  
20 Section 147(f) of the Code, it is intended that this Resolution constitute approval of the Note  
21 by the applicable elected representative of the issuer of the Note and the applicable elected  
22 representative of the governmental unit having jurisdiction over the area in which the Project  
23 is located, in accordance with said Section 147(f);

24 Additionally, in accordance with the Act and the Funding Loan Agreement, the City is  
25 hereby authorized to execute and deliver the Note in one or more series and subseries and

1 designated as "City and County of San Francisco Multifamily Housing Revenue Note (Balboa  
2 Reservoir - Building A) Series 2026B" or such other or with such additional designation as  
3 may be necessary or appropriate to distinguish such series from every other series of bonds  
4 or notes, in an aggregate principal amount not to exceed \$112,711,100, provided that any tax-  
5 exempt portion of the Note shall not exceed the Allocation Amount, with an interest rate not to  
6 exceed 12% per annum for the Note, and which shall have a final maturity date not later than  
7 40 years from the date of execution and delivery of the Note, the Note shall be in the form set  
8 forth in and otherwise in accordance with the Funding Loan Agreement and shall be executed  
9 by the manual or facsimile signature of the Mayor of the City (the "Mayor");

10 Section 3. Approval of Funding Loan Agreement, the Funding Loan Agreement (the  
11 "Funding Loan Agreement") in the form presented to the Board, a copy of which is on file with  
12 the Clerk of the Board, is hereby approved, the Funding Loan Agreement shall be entered into  
13 by and among the City, the Funding Lender and a fiscal agent to be named therein, as Fiscal  
14 Agent (the "Fiscal Agent"). Each of the Mayor, the Director (the "Director") of the MOHCD, the  
15 Deputy Director of Housing of MOHCD, and any other Authorized Officer (as such term is  
16 defined in the Funding Loan Agreement), acting individually or collectively (or a designee of  
17 such officer in writing, each, an "Authorized City Representative") is hereby authorized to  
18 execute the Funding Loan Agreement, approved as to form by the City Attorney of the City  
19 (the "City Attorney"), in substantially said form, together with such additions thereto and  
20 changes therein as the City Attorney and Bond Counsel may approve or recommend in  
21 accordance with Section 7 hereof;

22 Section 4. Approval of Project Loan Agreement, the Project Loan Agreement (the  
23 "Project Loan Agreement") by and among the City, the Fiscal Agent and the Borrower, in the  
24 form presented to the Board, a copy of which is on file with the Clerk of the Board, is hereby  
25 approved. Each Authorized City Representative is hereby authorized to execute the Project

1 Loan Agreement, approved as to form by the City Attorney, in substantially said form, together  
2 with such additions thereto and changes therein as the City Attorney and Bond Counsel may  
3 approve or recommend in accordance with Section 7 hereof;

4 Section 5. Approval of Regulatory Agreement and Declaration of Restrictive  
5 Covenants, the Regulatory Agreement and Declaration of Restrictive Covenants (the  
6 “Regulatory Agreement” and, together with the Funding Loan Agreement, and the Project  
7 Loan Agreement, the “City Documents”), between the City and the Borrower, in the form  
8 presented to the Board, a copy of which is on file with the Clerk of the Board, is hereby  
9 approved, each Authorized City Representative is hereby authorized to execute the  
10 Regulatory Agreement, approved as to form by the City Attorney, in substantially said form  
11 together with such additions thereto and changes therein as the City Attorney and Bond  
12 Counsel may approve or recommend in accordance with Section 7 hereof,

13 Section 6. Issuer Fees, the City, acting through MOHCD, shall charge an annual  
14 issuer fee for monitoring compliance by the Borrower with certain provisions of the Regulatory  
15 Agreement up to an amount provided for under its standard issuer fee policies, or at some  
16 lesser amount if required upon the advice of Bond Counsel that such lesser amount is  
17 necessary or advisable by the Code, the annual monitoring fee due during the construction  
18 period shall be payable at Note closing, the Board hereby authorizes MOHCD to charge and  
19 collect the fees described in this section;

20 Section 7. Modifications, Changes, Additions, any Authorized City Representative  
21 executing the City Documents, in consultation with the City Attorney and Bond Counsel, is  
22 hereby authorized to approve and make such modifications, amendments, changes or  
23 additions to the City Documents as may be necessary or advisable, provided that such  
24 modification does not authorize an aggregate principal amount of the Note in excess of  
25 \$112,711,100 or an aggregate principal amount of the tax-exempt portion of the Note in

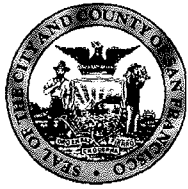
1 excess of the Allocation Amount, provide for a final maturity of the Note later than 40 years  
2 from the date of execution and delivery thereof, or provide for the Note to bear interest at a  
3 rate in excess of 12% per annum. The approval of any modification, addition or change to any  
4 of the aforementioned documents shall be evidenced conclusively by the execution and  
5 delivery of the document in question;

6 Section 8. Execution of Documents, any document authorized herein may be  
7 executed in multiple counterparts, any such document may be executed by the applicable  
8 Authorized City Representative by manual, facsimile, or electronic signature, as approved by  
9 the City Attorney; provided, that any document required by law to be recorded, shall be  
10 executed by manual signature;

11 Section 9. Ratification, all actions heretofore taken by the officers and agents of the  
12 City with respect to the funding loan and the execution and delivery of the Note consistent  
13 with the purposes of this resolution and the City Documents are hereby approved, confirmed  
14 and ratified;

15 Section 10. General Authority, the proper officers of the City (including the Authorized  
16 City Representatives) are hereby authorized and directed, for and in the name and on behalf  
17 of the City, to do any and all things and take any and all actions and execute and deliver any  
18 and all certificates, agreements (including, without implied limitation, any tax-exemption  
19 documents, assignments, allonges, endorsements, subordinations, and such other  
20 agreements to provide adequate or additional security or indemnities as required by lenders to  
21 consummate the financing) and other documents and amendments, including but not limited  
22 to those documents described in the City Documents, in consultation with the City Attorney,  
23 which they, or any of them, may deem necessary or advisable in order to consummate the  
24 lawful execution and delivery of the Note and to effectuate the purposes thereof and of the  
25 City Documents, any such actions are solely intended to further the purposes of this





# City and County of San Francisco

## Tails Resolution

City Hall  
1 Dr. Carlton B. Goodlett Place  
San Francisco, CA 94102-4689

**File Number:** 260243

**Date Passed:** April 07, 2026

Resolution approving for purposes of the Internal Revenue Code of 1986, as amended, and authorizing the execution and delivery of a multifamily housing revenue note in one or more series in an aggregate principal amount not to exceed \$112,711,100 for the purpose of providing financing for the construction of a 159-unit multifamily rental housing project expected to be located at 105 Wisteria Lane (formerly known as 11 Frida Kahlo Way) and known as "Balboa Reservoir - Building A"; approving the form of and authorizing the execution of a funding loan agreement, providing the terms and conditions of the loan from the funding lender to the City, and the execution and delivery of the note; approving the form of and authorizing the execution of a project loan agreement providing the terms and conditions of the loan from the City to Balboa Gateway LP (the "Borrower"); approving the form of and authorizing the execution of a regulatory agreement and declaration of restrictive covenants; authorizing the collection of certain fees; approving modifications, changes and additions to the documents; ratifying and approving any action heretofore taken in connection with the back-to-back loans, the note and the project; granting general authority to City officials to take actions necessary to implement this Resolution and related matters, as defined herein.

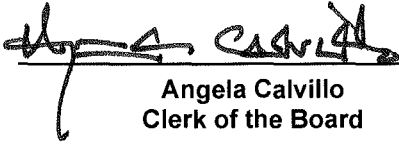
March 25, 2026 Budget and Finance Committee - RECOMMENDED


April 07, 2026 Board of Supervisors - ADOPTED

Ayes: 10 - Chan, Chen, Dorsey, Mahmood, Mandelman, Melgar, Sauter, Sherrill,  
Walton and Wong  
Excused: 1 - Fielder

File No. 260243

I hereby certify that the foregoing  
Resolution was ADOPTED on 4/7/2026 by  
the Board of Supervisors of the City and  
County of San Francisco.

  
Angela Calvillo  
Clerk of the Board

  
Daniel Lurie  
Mayor

4/10/26  
Date Approved