

THIS PRINT COVERS CALENDAR ITEM NO. : 10.4

**SAN FRANCISCO
MUNICIPAL TRANSPORTATION AGENCY**

DIVISION: Board of Directors

BRIEF DESCRIPTION:

Approve the appointment of Rudy Nothenberg, Jose Cisneros and Leona Bridges to the Bond Oversight Committee.

SUMMARY:

- The establishment of a Bond Oversight Committee was approved by the SFMTA Board of Directors at their December 6, 2011 meeting.
- The Committee will be comprised of seven people including three members recommended by the Chairman and approved by the SFMTA Board of Directors.
- Chairman Nolan recommends that the SFMTA Board of Directors appoint Rudy Nothenberg, Jose Cisneros and Leona Bridges to serve as the Board's representatives on the Bond Oversight Committee

ENCLOSURES:

1. SFMTAB Resolution

APPROVALS:

DATE

DIRECTOR _____ 12/16/11

SECRETARY _____ 12/16/11

ASSIGNED SFMTAB CALENDAR DATE: January 3, 2012

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PURPOSE

Approve the appointment of Rudy Nothenberg, Jose Cisneros and Leona Bridges to the Bond Oversight Committee.

GOAL

Approval of this item will support:

Goal 4 - Financial Capacity: To ensure financial stability and effective resource utilization.

DESCRIPTION

The establishment of an independent bond oversight committee (the Committee) to oversee the expenditure of the funds from a bond offering is a best practice and common among most public agencies that issue debt. The purpose of the Committee is to inform the Board and the public on the expenditure of bond proceeds issued by the SFMTA. The Committee shall convene to provide oversight for: (1) ensuring that bond proceeds are expended only in accordance with the bond documents and approving legislation; and (2) ensuring that no funds are used for any administrative salaries or other general SFMTA operating expenses unless specifically authorized in the bond documents and approving legislation.

The establishment of this committee was approved by the SFMTA Board of Directors at their December 6, 2011 meeting.

The Committee will consist of seven members as follows: (1) three members recommended by the Chairman and approved by the SFMTA Board of Directors; (2) two members of the Citizens' Advisory Council; (3) one member appointed by the Director of Transportation; and (4) one member appointed by the Controller.

Chairman Nolan recommends that the SFMTA Board of Directors approve the appointment of Rudy Nothenberg, Jose Cisneros and Leona Bridges to serve as the Board's appointees. All three have indicated their interest in serving on the committee. In addition, Chairman Nolan has asked Mr. Nothenberg to serve as the chairman of the committee.

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Rudy Nothenberg has a long and rich history with the City and County of San Francisco, as the budget director under Mayors Moscone and Feinstein, General Manager of the Public Utilities Commission (which included the Municipal Railway), Chief Administrative Officer and as President of the Public Transportation Commission. His particular expertise is with budget and public construction projects. Most recently he was the Chairman of the San Francisco Municipal Railway Improvement Corporation.

Jose Cisneros has served as the Treasurer/Tax Collector for the City and County of San Francisco since 2004. Prior to his appointment as Treasurer, José served as Deputy General Manager of Capital Planning and External Affairs for the San Francisco Municipal Transportation Agency. In this capacity, he managed the SFMTA's \$7 billion capital program. He also served as a member of the inaugural Board of Director of the SFMTA. Mr. Cisneros currently serves on the Caltrain Joint Powers Board on behalf of the City and County of San Francisco.

Leona Bridges joined the SFMTA Board of Directors in January 2010. For nearly three decades, Ms. Bridges has worked in the financial sector, providing analysis and consultation regarding investment strategies and asset management for clients around the world.

ALTERNATIVES CONSIDERED

None.

FUNDING IMPACT

None.

OTHER APPROVALS RECEIVED OR STILL REQUIRED

None.

RECOMMENDATION

Approve the appointment of Rudy Nothenberg, Jose Cisneros and Leona Bridges to the Bond Oversight Committee.

SAN FRANCISCO
MUNICIPAL TRANSPORTATION AGENCY
BOARD OF DIRECTORS

RESOLUTION No. _____

WHEREAS, On December 6, 2011, the SFMTA Board of Directors approved the establishment of a Bond Oversight Committee to oversee the expenditure of the funds from a bond offering;

WHEREAS, The Committee will be comprised of seven people including three members recommended by the Chairman and approved by the SFMTA Board of Directors; and

WHEREAS, Chairman Nolan recommends that the SFMTA Board of Directors appoint Rudy Nothenberg, Jose Cisneros and Leona Bridges to serve as the Board's representatives on the Bond Oversight Committee; now, therefore, be it

RESOLVED, That the San Francisco Municipal Transportation Agency Board of Directors approves the appointment of Rudy Nothenberg, Jose Cisneros and Leona Bridges to serve as the Board's representatives on the Bond Oversight Committee.

I certify that the foregoing resolution was adopted by the San Francisco Municipal Transportation Agency Board of Directors at its meeting of _____.

Secretary to the Board of Directors
San Francisco Municipal Transportation Agency