

**NOTICE OF VOLUNTARY FILING
FOR CONTINUING DISCLOSURE PURPOSES**

NATIONAL CHARTER SCHOOL REVOLVING LOAN FUND REVENUE BONDS

CUSIP Prefix: 04052F

Date: October 23, 2019

Equitable Facilities Fund, Inc., a Delaware nonstock, nonprofit corporation (the “Program Administrator”), was established in 2017 to operate a pooled revolving loan program for the benefit of a class of public charities that operate to support public charter school facilities. The Program Administrator originates loans to qualifying public charter schools across the country, including a nine-step lending process from loan sourcing to portfolio management (“School Loans”), for the purpose of financing and refinancing the costs of the acquisition, construction, improvement, equipping and furnishing of public charter school facilities.

Notice is hereby given that the Program Administrator entered into a School Loan (the “Itineris Loan”) with Itineris High School, d/b/a Itineris Early College High School, a Utah revised nonprofit corporation (“Itineris”), on October 17, 2019. Upon closing, the Itineris Loan was sold to Equitable School Revolving Fund, LLC, a Delaware limited liability company (the “Revolving Fund”).

On August 29, 2019, the Revolving Fund issued bonds through certain conduit governmental issuers in the aggregate principal amount of \$111,725,000 for the purpose of financing the cost of acquiring School Loans from the Program Administrator, including the Itineris Loan. The Program Administrator and the Revolving Fund are not required under any continuing disclosure undertaking to provide this notice and are providing this notice on a voluntary basis.

Attached as Appendix A hereto is a summary of the Itineris Loan, including a description of the borrower’s charter contract, management and governance, enrollment information, academic performance, financed project, and financial information. *None of the Revolving Fund, the Program Administrator, or their counsels has undertaken any responsibility for the accuracy or completeness of the information provided in Appendix A. Certain information may have changed since the Itineris Loan closing date and may be subject to future changes.*

APPENDIX A

ITINERIS EARLY COLLEGE HIGH SCHOOL West Jordan, Utah

\$7,965,982.00 EFF Financing / Closed: October 17, 2019 / Final Maturity: December 1, 2049

Obligor Overview

Itineris Early College High School (“Itineris”) was founded in 2004, with a School Year 2018-2019 enrollment of 372 students in grades 10 – 12 at a single campus in West Jordan, Utah.

Itineris’ mission is to “create a learning community that inspires high expectations, supports cognitive challenges, and encourages self-discovery and civic responsibility to maximize individual potential.”

Charter Contract

Itineris operates under a charter contract with the Utah State Charter Board. Itineris’ charter agreement automatically renews each year unless terminated by the State Board or Itineris’ Board pursuant to the Charter School Act.

Management & Governance

Under its bylaws, Itineris is governed by a Board of Directors (the “Itineris Board”) of at least seven persons and no more than nine. Itineris currently has a seven-member board. The Itineris Board has a formal conflict of interest policy and no Itineris Board member or senior staff member is considered a related party.

Senior staff includes the Principal, who has led Itineris for four years and who has overseen teacher professional development, and an Assistant Principal, who has been with Itineris since 2004 and has managed recruiting and community partnerships for three years. Senior management contracts a third party to provide accounting and bookkeeping services.

Enrollment & Student Information

Itineris’ student count for the past four fiscal years is as follows:

**Itineris Early College High School
Historical Student Enrollment
FY16 – FY19**

<u>FY16</u>	<u>FY17</u>	<u>FY18</u>	<u>FY19</u>
407	386	404	372

Itineris’ facility is at 90% capacity and Itineris expects its enrollment to reach capacity by 2020. For the past three years, student retention has been at least 87%.

45% of students identify as ethnic minorities. Itineris’ free and reduced lunch and English learner populations are approximately 26% and 4%, respectively.

Academic Program & Results

Itineris’ curriculum blends high school and college into an educational program that is designed so that all students can achieve up to two years of college credit while simultaneously earning a high school diploma. Itineris built its facility near the Salt Lake Community College campus as the location is central to Itineris’ mission and culture.

The Utah State Board of Education has issued annual letter grades to public schools since 2014. Less than ten high schools per year have been awarded an “A” grade, with Itineris being one of those A-rated schools every year since 2015.

The Project

Itineris operates on a single campus located at 8714 Roy Del Cir just south of Salt Lake City in West Jordan, Utah. The campus comprises one building (approximately 36,900 total square feet) on 2.18 acres of land.

The EFF financing was completed for the purpose of refunding the Utah Charter School Finance Authority Charter School Revenue Bonds (Itineris High School Project), Series 2013A (the “Series 2013A Bonds”). The proceeds of the Series 2013A Bonds were used to acquire land and to construct the Itineris campus building. As a result of the refinancing, Itineris will reduce its debt service by approximately \$200,000 per year through 2049.

As of October 17, 2019, the Itineris loan will be transferred to Equitable School Revolving Fund, LLC (“ESRF”), and will constitute approximately 4.8% of the ESRF loan pool.

Financial Information

Certain historical financial information for Itineris is listed below. These metrics will be updated and included in EFF’s continuing disclosure annual report.

Itineris Early College High School Historical Financial Information

<u>Metric</u>	<u>FY16</u>	<u>FY17</u>	<u>FY18</u>
Total Revenue (TR)	\$3,190,975	\$3,325,773	\$3,555,451
DS Coverage Ratio	1.12x	1.23x	1.24x
Debt Burden (% of TR)	20.5%	19.8%	18.8%
Days Cash on Hand	34.0	35.2	51.4

Ratings S&P: BB¹

Itineris Early College High School Security and Loan Covenants

Security	Pledged revenues and a first lien mortgage on the land and real estate on which the school is located
Debt Service Coverage Ratio	1.10x
Additional Bonds Test	1.20x
Liquidity Covenant	50 days cash on hand for FY20 and 60 days cash on hand for each FY thereafter
Academic Covenant	Exceed the State in percentage of students obtaining an 18 or higher composite score on the ACT and to exceed the State in Math and English Language Arts proficiency scores
Enrollment Covenant	Minimum of 370 students

¹ S&P Global Ratings has assigned an underlying rating of “BB” to Itineris. Any explanation of the significance of the rating may only be obtained from the rating agency. The rating is not a recommendation to buy, sell or hold any securities related to Itineris. There can be no assurance that the rating will continue for any period of time or that it will not be revised or withdrawn entirely by the rating agency, if in its judgement, circumstances so warrant.