

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

NATIONAL CHARTER SCHOOL REVOLVING LOAN FUND REVENUE BONDS

CUSIP Prefix: 13035A, 04052F

Date: June 1, 2020

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 on May 29, 2020, the Program Administrator entered into a School Loan (the “SVN Loan”) with Scoula Vita Nuova, a Missouri charter school. Upon closing, the SVN loan was sold to Equitable Revolving Fund LLC, a Delaware limited liability company (the “Revolving Fund”) for inclusion in the ESRF Loan Pool under the Master Trust Indenture. Capitalized terms used but not defined herein have the meanings set forth in the Official Statement relating to the Arizona Industrial Development Authority National Charter School Revolving Loan Fund Revenue Bonds, Series 2019A and the California Infrastructure and Economic Development Bank National Charter School Revolving Loan Fund Revenue Bonds, Series 2019B, dated August 8, 2019.

Attached as Appendix A hereto is a summary of the SVN loan, including a description of the obligor’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 SVN Loan closing date and may be subject to future changes.*

SCUOLA VITA NUOVA

Kansas City, Missouri

\$8,885,902.93 EFF Financing / Closed: May 29, 2020 / Final Maturity: June 1, 2050

Obligor Overview

Scuola Vita Nuova (“SVN”) was founded in 1999, with a School Year 2019-2020 enrollment of 308 students grades in K – 8 at a single campus in Kansas City, Missouri.

SVN’s mission is to “provide a safe, healthy, collaborative community of engaged learners who are inspired academically while fostering a supportive network for its families.”

Charter Contract

SVN operates under a charter contract with the University of Central Missouri. SVN’s current ten-year charter renewal expires on June 30, 2028.

Management & Governance

SVN is governed by a Board of Directors (the “SVN Board”) of at least seven persons and no more than eleven under its bylaws. SVN currently has a seven-member board which has experience in law, education, and business. The SVN Board has a formal conflict of interest policy and no SVN Board member or senior staff member is considered a related party.

Senior staff includes the Chief Executive Officer, who has led SVN for ten years and who has overseen all principals and administrative staff. Additionally, the Director of Finance & Operations has been with SVN for seven years and is responsible for leading SVN’s business office including payroll, general ledger maintenance, federal program compliance, policy review, and risk management.

Enrollment & Student Information

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

**Scuola Vita Nuova
Historical Student Enrollment
FY16 – FY19**

| <u>FY16</u> | <u>FY17</u> | <u>FY18</u> | <u>FY19</u> |
|-------------|-------------|-------------|-------------|
| 202 | 207 | 253 | 279 |

SVN’s facility is at 100% capacity and SVN expects its expansion project will increase its enrollment capacity to 414 students. For the past three years, student retention has been at least 86%, including 87% for current year. SVN’s waitlist is renewed annually and reviewed throughout the school year should a seat become available.

92% of students identify as ethnic minorities. SVN’s free and reduced lunch and English learner populations are approximately 95% and 63%, respectively.

Academic Program & Results

SVN practices “The Leader in Me,” a school-wide philosophy that encourages individual leadership and positive character at school, home, and the community through the seven habits principles.

The Missouri State Department of Elementary Education and Secondary Education recognizes SVN as one of six *high-quality* charter schools in Missouri. To receive such designation, a school must meet specific statutory criteria, including: receiving eighty-five percent or more of the total points on the annual performance report for three out of the last four school years and maintaining a graduation rate of at least eighty percent for three of the last four school years.

The Project

SVN operates on a single campus located at 535 Garfield Ave Kansas City, Missouri. The campus comprises two buildings (approximately 40,402 total square feet) on 2.75 acres of land.

Proceeds of the EFF loan refinanced all existing capital debt and provided new money for a 16,132 square foot expansion project to an existing facility that will serve as a fine arts center for all grade levels as well as classroom space for fifth and sixth grade students.

Financial Information

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

Scuola Vita Nuova Historical Financial Information

| <u>Metric</u> | <u>FY17</u> | <u>FY18</u> | <u>FY19</u> |
|-----------------------|-------------|-------------|-------------|
| Total Revenue (TR) | \$3,751,306 | \$4,339,951 | \$4,788,861 |
| DS Coverage Ratio | 4.17x | 11.18x | 6.08x |
| Debt Burden (% of TR) | 6.2% | 2.1% | 3.5% |
| Days Cash on Hand | 333.3 | 149.1 | 174.4 |

Ratings S&P: BB+

Website <https://www.svncharter.org/>

**Scuola Vita Nuova
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 | 60 days cash on hand |
| Academic Covenant | Average proficiency rates a minimum of 150% of the Kansas City Public Schools District average or maintain at least “Approaching” within Status Expectations, for at least two consecutive years, in the State Annual Performance Summary Report. |
| Enrollment Covenant | Minimum of 310 students |