

**OFFICE OF THE CITY MANAGER
LITTLE ROCK, ARKANSAS**

**BOARD OF DIRECTORS COMMUNICATION
JULY 6, 2021 AGENDA**

| Subject: | Action Required: | Approved By: |
|---|--|--|
| <p>To set a public hearing to satisfy Federal Tax Rules in connection with Charter School Revenue Bonds benefitting the LISA Academy.</p> | <p style="text-align: center;">Ordinance √ Resolution</p> | <p style="text-align: center;">Bruce T. Moore City Manager</p> |
| SYNOPSIS | <p>A resolution to set July 20, 2021, as the date of public hearing to satisfy Federal Tax Rules in connection with Charter School Revenue Bonds benefitting the LISA Academy facilities located within the City of Little Rock, Arkansas.</p> | |
| FISCAL IMPACT | <p>None.</p> | |
| RECOMMENDATION | <p>Approval of the resolution.</p> | |
| BACKGROUND | <p>LISA Academy has negotiated a loan with Equitable Facilities Fund, Inc., a Delaware nonstock corporation described in Section 501(c)(3) of the Code (“EFF”). LISA Academy will use the loan proceeds to finance its acquisition of its educational facility located at 6711 West Markham Street, Little Rock, Arkansas, and other capital projects at 6711 West Markham Street, Little Rock, Arkansas. LISA Academy currently operates a school at this location and is exercising its purchase option under its lease.</p> <p>EFF lends money to Charter Schools across the nation, and their source of funds are Tax Exempt Bonds issued by the Arizona Industrial Development Authority. The Internal Revenue Code requires a public hearing and “host approval” by the governmental entity where the financed facilities are located.</p> | |

**BACKGROUND
CONTINUED**

There is no financial liability to the City. This process is solely for the purpose of complying with Federal Tax law so that EFF can lend money to LISA Academy.