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(ITEM) A resolution by Supervisor Johnson, Jr., approving the revenue bond financing by the Public Finance Authority of projects located in Milwaukee County for the benefit of Hope Christian Schools, by recommending adoption of the following:

A RESOLUTION

WHEREAS, the Public Finance Authority (*“Authority”*) is a unit of government and body corporate and politic of the State of Wisconsin created pursuant to the provisions of Sections 66.0301, 66.0303, and 66.0304 of the Wisconsin Statutes, commonly known as the *“Joint Exercise of Powers Law”* (as amended, the *“Act”*) and an Amended and Restated Joint Exercise of Powers Agreement, dated September 28, 2010, by and among Adams County, Wisconsin; Bayfield County, Wisconsin; Marathon County, Wisconsin; Waupaca County, Wisconsin; and the City of Lancaster, Wisconsin, and approved by the Wisconsin Attorney General, as required by the Act, on September 30, 2010, (the *“Joint Exercise Agreement”*); and

WHEREAS, the Authority is authorized and empowered under the Act and by the Joint Exercise Agreement to among other things, issue bonds, notes or other evidences of indebtedness in connection with, and to make loans to assist in the financing of, *“projects”* located inside and outside of the State of Wisconsin; and

WHEREAS, the County Board has been advised that Educational Enterprises, Inc., (*“EEI”*) is a Wisconsin nonprofit corporation and the sole member of EEI Real Estate Holdings: Prima, LLC, EEI Real Estate Holdings: Fortis, LLC, and EEI Real Estate Holdings: Semper, LLC, each of which is a Wisconsin limited liability company (collectively referred to herein as the *“Borrowers”*); and

WHEREAS, EEI also is the sole member of HOPE Christian Schools, Inc., a Wisconsin nonprofit corporation which is the sole member of HOPE Christian Schools: Prima, LLC, HOPE Christian Schools: Fortis, LLC, and HOPE Christian Schools: Semper, LLC, each of which is a Wisconsin limited liability company (collectively referred to herein as the *“School Companies”*); and

WHEREAS, the County Board has been advised that through the above-described network of *“subsidiaries,”* EEI manages and operates three private schools known as *“HOPE Christian Schools: Prima,” “HOPE Christian Schools: Fortis,”* and *“HOPE Christian Schools: Semper”* (collectively, the *“Schools”*); and

WHEREAS, the County Board has been advised that EEI, through the Borrowers, wishes to finance and refinance, as applicable, the acquisition, construction, renovation, equipping and/or improvement of land and a building located at 2345 North 25th Street in

44 the City of Milwaukee, land and a building located at 3601 North Port Washington Avenue
45 in the City of Milwaukee, and land and a building located at 3040 West Capitol Drive in
46 the City of Milwaukee (collectively, the "Project"), which land and buildings are or will be
47 owned by the respective Borrowers and leased to the respective School Companies for use
48 in connection with the operation of the respective Schools; and
49

50 WHEREAS, EEI, through the Borrowers, is requesting the assistance of the Authority
51 in financing and refinancing, as applicable, the Project through the issuance by the
52 Authority of its bonds to be designated "Education Revenue Bonds (HOPE Christian
53 Schools Project), Series 2013" in an amount not to exceed \$18,000,000 (the "Bonds"); and
54

55 WHEREAS, Section 66.0304(11)(a) of the Act provides that the Authority may not
56 issue bonds to finance a capital improvement project in the State of Wisconsin unless all of
57 the political subdivisions within whose boundaries the project is to be located have
58 approved the financing of the project, and the Authority has requested such approval from
59 the County Board; and
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61 WHEREAS, pursuant to the Act and the Joint Exercise Agreement, bonds issued by
62 the Authority are limited obligations of the Authority payable solely from funds pledged for
63 their payment in accordance with the related bond indenture, and neither the members of
64 the Authority nor the State of Wisconsin or any political subdivision thereof or any political
65 subdivision approving the issuance of the bonds shall be obligated to pay the principal of,
66 premium, if any, or interest thereon or any costs incidental thereto; now, therefore,
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68 BE IT RESOLVED, by the Milwaukee County Board of Supervisors as follows:
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- 70 1) The financing of the aforementioned Project by the Authority through the
71 issuance of the Bonds be and hereby is approved for purposes of Section
72 66.0304(11)(a) of the Act.
73
- 74 2) The Bonds, when and if issued, shall not constitute a debt or pecuniary liability,
75 or a legal or moral obligation, of Milwaukee County for any reason whatsoever.
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