LEADERSHIP PUBLIC SCHOOLS, INC.

RESOLUTION OF THE EXECUTIVE COMMITTEE
OF THE BOARD OF TRUSTEES

RESOLUTION NO: 2009-023

JOINT VENTURE POLICY

Whereas Leadership Public Schools strives to maintain the highest standards of conduct and ethics, and

Whereas The Internal Revenue Service require the existence of a Joint Venture Policy to protect our tax-exempt status.

Therefore, it is Resolved that the Board of Trustees of Leadership Public Schools hereby adopts the following policy:

This Joint Venture Policy of Leadership Public Schools, Inc. requires that Leadership Public Schools, Inc. ("LPS") evaluate its participation in joint venture arrangements under Federal tax law and take steps to safeguard LPS exempt status with respect to such arrangements.

Joint ventures or similar arrangements with taxable entities. For purposes of this policy, a joint venture or similar arrangement (or a "venture or arrangement") means any joint ownership or contractual arrangement through which there is an agreement to jointly undertake a specific business enterprise, investment, or exempt-purpose activity without regard to:
1) whether LPS controls the venture or arrangement;
2) the legal structure of the venture or arrangement; or
3) whether the venture or arrangement is taxed as a partnership or as an association or corporation for federal income tax purposes

Safeguards to ensure exempt status protection. LPS will negotiate in its transactions and arrangements with other members of the venture or arrangement such terms and safeguards adequate to ensure that LPS’s exempt status is protected. Competent legal review of any venture arrangement is required to safeguard LPS exempt status.

Approved July 27, 2009

JR Matthews, Chair