

**AMEND BOARD REPORT 09-0722-EX10**  
**AUTHORIZE PAYMENT OF STARTUP FUNDS TO AND APPROVE ENTERING INTO**  
**DISBURSEMENT AND USE OF STARTUP FUNDS AGREEMENTS**  
**WITH VARIOUS CHARTER AND CONTRACT SCHOOLS**

**THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:**

Authorize payment of startup funds to and approve entering into disbursement and use of startup funds agreements with various charter and contract schools at a total aggregate cost not to exceed ~~\$4,494,554.00~~ 4,495,054.00. Written agreements for each Charter and Contract School are currently being negotiated. No payment shall be made to any Charter or Contract School prior to the execution of such Charter or Contract Schools written agreement. The authority granted herein shall automatically rescind as to each Charter School or Contract in the event such Charter or Contract School's written agreement is not executed within 90 days of the date of this Board Report. Information pertinent to this agreement is stated below.

This September 2009 amended Board Report is necessary to adjust the amount of startup funds for the Noble Network of Charter Schools and to authorize payment of startup funds and to approve entering into disbursement and use of startup funds agreement with the Northwestern University Settlement Association for the Rowe Elementary School. The authority granted herein shall automatically rescind as to each Charter School or Contract in the event such Charter or Contract School's written agreement is not executed within 90 days of the date of this Board Report.

**CHARTER AND CONTRACT SCHOOLS:**

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| <p>1. LEARN Charter School<br/>1132 S. Homan Avenue<br/>Chicago, IL 60624<br/>Phone: 773-826-6330<br/>Contact Person: Courtney Francis<br/>Disbursement Amount: \$411,627.00</p>   | <p>2. Chicago Charter School Foundation<br/>228 S. Wabash, Suite 500<br/>Chicago, IL 60604<br/>Phone: 312-651-5000<br/>Contact Person: Dr. Elizabeth Purvis,<br/>Director<br/>Disbursement Amount: \$567,427.00</p>      |
| <p>3. Noble Network of Charter Schools<br/>1010 N. Noble Street<br/>Chicago, IL 60622<br/>Phone: 773-862-1449<br/>Contact Person: Michael Milkie,<br/>Superintendent<br/>Disbursement Amount: <del>\$1,188,371.00</del><br/><u>\$ 830,444.00</u></p> | <p>4. Chicago High School for the Arts<br/>111 E. Wacker Drive, Suite 400<br/>Chicago, IL 60601<br/>Phone: 847-441-6272<br/>Contact Person: Jose Ochoa, Executive<br/>Director<br/>Disbursement Amount: \$330,897.00</p> |
| <p>5. EPIC Academy Inc.<br/>203 N. LaSalle Street, Suite 2100<br/>Chicago, IL 60601<br/>Phone: 773-710-4147<br/>Contact person: Matthew King, Principal<br/>Disbursement Amount: \$296,887.00</p>  | <p>6. Urban Prep Academies Inc<br/>420 N. Wabash, Suite 203<br/>Chicago, IL 60611<br/>Phone: 312-276-0259<br/>Contact Person: Tim King, CEO<br/>Disbursement Amount: \$330,897.00</p>                                    |
| <p>7. Center for Polytechnical Education, Inc.<br/>3411 W. Diversey, Suite 10<br/>Chicago, IL 60647<br/>Phone: 773-278-5418 ext. 15<br/>Contact Person: Matt Hancock, Asst Director<br/>Disbursement Amount: \$330,897.00</p>                        | <p>8. TCS Community Education, Inc.<br/>325 N. Wells<br/>Chicago, IL 60610<br/>Phone: 312-410-8995<br/>Contact Person: Denise E. Ross, Principal<br/>Disbursement Amount: \$308,427.00</p>                               |
| <p>9. Union Park High Schools, Inc.<br/>230 S. Clark Street, Box 300<br/>Chicago, IL 60604</p>   | <p>10. The Hope School dba The Hope Institute<br/>for Children and Families<br/>15 West Hazel Dell Lane</p>  |

Phone: 312-545-8593  
Contact Person: John Ayers, Consultant  
Disbursement Amount: \$330,897.00

Springfield, IL 62712  
Phone: 217-306-5403  
Contact Person: Lori R. Vallelunga, SVP  
Disbursement Amount: \$398,227.00

- 11. Northwestern University Settlement Association  
1400 Augusta Blvd.  
Chicago, IL 60642  
Phone: 773-278-7471  
Contact Person: Ana Martinez, Principal  
Disbursement Amount: \$358,427.00

**OVERSIGHT:** Office of New Schools  
125 South Clark Street, 5<sup>th</sup> Floor  
Chicago, Illinois 60603  
Josh Edelman, Executive Officer  
773-553-1530

**TERM:** Each agreement shall commence on the date the agreement is signed and shall end on the earlier of either the date of disbursement of all funds or the end of this current fiscal year.

**USE OF FUNDS:** The funds will be used for educational purposes such as purchasing textbooks, computers, furniture and security for new Contract Schools and new campuses of Charter Schools opening in Fall 2009.

**OUTCOMES:** Disbursement of funds will result in the complete preparation of classrooms and facilities for the start of the 2009 – 2010 school year.

**COMPENSATION:** Each Charter and Contract School shall receive the disbursement amount indicated above. The total amount to be paid to the Charter and Contract Schools shall not exceed the sum of ~~\$4,494,554.00~~ 4,495,054.00.

**AUTHORIZATION:** Authorize the General Counsel to include other relevant terms and conditions in the written agreements. Authorize the President and Secretary to execute the written agreements. Authorize the Chief Administrative Officer to execute all ancillary documents required to administer or effectuate these written agreements.

**AFFIRMATIVE ACTION:** Not applicable.

**LSC REVIEW:** Local School Council approval is not applicable to this report.

**FINANCIAL:** Charge to Office of New Schools: ~~\$4,494,554.00~~ Fiscal Year: 2010  
\$ 4,495,054.00  
Budget Classification: 12670-412-54105-009541-005058 Source of Funds: Capital

**GENERAL CONDITIONS:**

Inspector General – Each party to the agreement shall acknowledge that, in accordance with 105 ILCS 5/34-13.1, the Inspector General of the Chicago Board of Education has the authority to conduct certain investigations and that the Inspector General shall have access to all information and personnel necessary to conduct those investigations.

Conflicts – The agreement shall not be legally binding on the Board if entered into in violation of the provisions of 105 ILCS 5/34-21.3 which restricts the employment of, or the letting of contracts to, former Board members during the one year period following expiration or other termination of their terms of office.

Indebtedness – The Board’s Indebtedness Policy adopted June 26, 1996 (96-0626-PO3), as amended from time to time, shall be incorporated into and made a part of the agreement.

Ethics – The Board’s Ethics Code adopted June 23, 2004 (04-0623-PO4), as amended from time to time, shall be incorporated into and made a part of the agreement.

Contingent Liability – The agreement shall contain the clause that any expenditure beyond the current fiscal year is deemed a contingent liability, subject to appropriation in the subsequent fiscal year budget(s).

**Approved:**



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**Barbara Eason-Watkins**  
Chief Education Officer

**Respectfully submitted:**



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**Ron Huberman**  
Chief Executive Officer

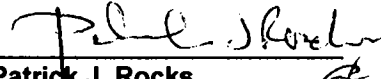
**Within Appropriation:**



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**Christina D. Herzog**  
Acting Chief Financial Officer

**Approved as to legal form:** 



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**Patrick J. Rocks**  
General Counsel