

**AUTHORIZE THE ACCEPTANCE OF A SCHOOL RENOVATION GRANT
FROM THE UNITED STATES DEPARTMENT OF EDUCATION**

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Authorize the acceptance of a school renovation grant for fiscal year 2002 from the following source for the following user.

DESCRIPTION:

1. **FUNDING SOURCE:** United States Department of Education

RECEIVING SCHOOL/UNIT: Department of Operations

AMOUNT: \$6,000,000. Of this total amount, approximately \$1,200,000 may be disbursed to Charter Schools and/or Private schools with the Board acting as the Local Education Agency.

PURPOSE: The federal FY01 Omnibus Appropriations Act provides \$1.2 billion nationwide for grants to local school districts to complete urgent school repair and renovation projects. Funds are being distributed to States based upon each State's FY00 Title I grant shares. The Illinois State Board of Education is responsible for evaluating local school district applications and awarding the School Renovation Grants.

FUNDING PERIOD: Fiscal year 2002/03

BUDGET STATUS: School Construction Funds have been previously budgeted for the grant and is used for Americans with Disabilities (ADA) related major capital school renovations.

CREDIT/CHARGE TO: Various-unit-various

EXPENDITURE OF FUNDS: Expenditure of grant funds in excess of \$10,000 are subject to additional prior Board approval. In the event grant funds are not expended in accordance with the grant and are required to be returned to the funding source, up to 10% of the grant award may be so returned without further Board action. The return of any grant funds in excess of 10% of the grant award shall be reported to and approved by the Board.

AUTHORIZATION: Authorize the President and the Secretary to execute any required grant acceptance agreement for the above-referenced grant award. Authorize the General Counsel to enter into any required Disbursement Agreements with charter schools and/or private schools or any other types of documents necessary to disburse any portion of these grant proceeds to charter schools or private schools.

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

AFFIRMATIVE ACTION: Not applicable.

FINANCIAL: Notice of this grant award was received during the month of February 2002.

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 restrict the employment of, or the letting of contracts to, former Board members during the one-year period following expiration or other termination of their term of office.

Indebtedness: The Board's Indebtedness Policy adopted July 26, 1995 (95-0726-EX3), as amended from time to time, shall be incorporated into and made a part of this agreement.

Ethics: The Board's Ethics Code adopted September 27, 1995 (95-0927-RU3), 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 for Consideration:


TIMOTHY MARTIN
Chief Operating Officer

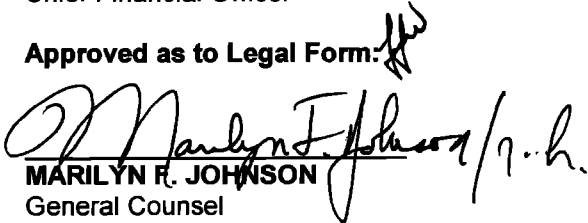
Approved:


ARNE DUNCAN
Chief Executive Officer

Within Appropriation:


KENNETH C. GOTSCH
Chief Financial Officer

Approved as to Legal Form:


MARILYN R. JOHNSON
General Counsel