

**APPROVE EXERCISING THE OPTION TO RENEW THE AGREEMENT
WITH DEVRY UNIVERSITY FOR EDUCATIONAL SERVICES**

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Approve exercising the option to renew the agreement with DeVry University to provide educational services to the Office of High School Programs at a cost for the option period not to exceed \$2,245,000. A written document exercising this option is being negotiated. No payment shall be made to DeVry University during the option period prior to the execution of the written document. The authority granted herein shall automatically rescind in the event a written document is not executed within 90 days of the date of this Board Report. The authority granted herein is contingent upon the execution of the renewal license agreement between the parties for office and classroom space to be provided by DeVry University. Information pertinent to this renewal option for educational services is stated below.

CONSULTANT: DeVry University
3300 N. Campbell Av.
Chicago, IL 60618
Contact: Dr. Gene Hallongren, President
773-697-2000
Vendor #: 45930

USER: CPS-Office of High School Programs (OHSP)
125 S. Clark Street – 12th FL
Contact: Dr. Donald Pittman, Chief Officer
773-553-2147

ORIGINAL AGREEMENT: The original Agreement (authorized by Board Report 04-0526-PR53) in the amount of \$3,479,713 is for a term commencing July 1, 2004 and ending June 30, 2006 with the Board having two (2) options to renew for periods of one (1) year each. The original agreement was awarded on a non-competitive basis due to the outstanding performance for student success in the College Excel Program, whereby incoming 11th grade students were selected to complete the last two high school years while earning an Associate's degree from DeVry University in Network Systems Administration. Thereafter, DeVry University Advantage Academy was converted from a program to a selective enrollment high school in July 2005 (authorized by Board Report 05-0727-EX16).

OPTION PERIOD: The parties are exercising both options simultaneously and the term of this agreement is being extended for a two (2) year period commencing July 1, 2006 and ending June 30, 2008.

OPTION PERIODS REMAINING: No option periods remain.

SCOPE OF SERVICES: DeVry University shall continue to provide academic and technical courses, textbooks, supplemental instructional materials and student development activities at a discounted tuition rate of 50% for up to 250 Chicago Public School juniors and seniors during the 2006-2008 school years.

DELIVERABLES: DeVry University shall continue to provide courses, books, instructional materials, supplemental technology-related services (i.e. internet usage, software and licenses), coordinate and obtain approval for recruitment activities, administer any college required placement testing at university's expense, waive all registration, application and enrollment fees, provide campus support services and provide facilities to accommodate CPS luncheon menu to all approved students at the DeVry University Advantage Academy.

OUTCOMES: The goal of the DeVry University Advantage Academy is to strive for 100% graduation by increasing the number of high school graduates, increasing the number of graduates attending post-secondary education, increase the number of students attaining a college degree and reduce the

financial barriers for public school students eager and eligible to attend college. Mid-year 2005-2006, approximately 96% of seniors have met all credit requirements for graduation from high school and will earn their dual Associates degree in Network Systems Administration from DeVry University in June 2006.

COMPENSATION: Consultant shall be paid during this option period by submitting invoices bi-annually on a per student basis at rates which apply the tuition discount and course drop discount as set out in the agreement. Total payment shall not exceed the sum of \$2,245,000 for a two year term.

AUTHORIZATION: Authorize the General Counsel to include other relevant terms and conditions in the written renewal agreement. Authorize the President and Secretary to execute the renewal agreement. Authorize Chief Education Officer to execute all ancillary documents required to administer or effectuate this renewal agreement.

AFFIRMATIVE ACTION: Pursuant to section 3.7 of the Remedial Plan for Minority and Women Business Enterprise Contract Participation (MWBE Plan) this contract is exempt from review because the vendor is a university.

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

FINANCIAL: Charge to Office of High School Programs: \$2,245,000 Fiscal Year: 2007-2008
Budget Classification: 0470-210-000-1720-5560 Source of Funds: General Fund

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 member 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.

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).

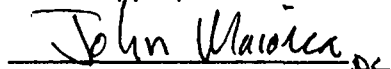
Approved for Consideration:


Heather A. Obora
Chief Purchasing Officer

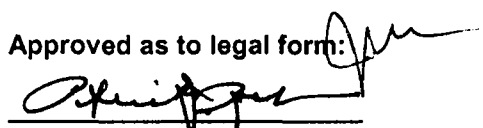
Approved:


Arne Duncan
Chief Executive Officer

Within Appropriation:


John Maiorca
Chief Financial Officer

Approved as to legal form:


Patrick J. Rocks
General Counsel