

**AMEND BOARD REPORT 07-1024-EX13**  
**APPROVE THE ESTABLISHMENT OF THE HOPE CHICAGO SCHOOL AND ENTERING INTO A**  
**SCHOOL MANAGEMENT AND PERFORMANCE AGREEMENT WITH THE HOPE SCHOOL**  
**INSTITUTE, AN ILLINOIS NOT-FOR-PROFIT CORPORATION**  
**AND**  
**APPROVE ENTERING INTO A PROFESSIONAL SERVICES AGREEMENT WITH THE HOPE**  
**SCHOOL FOR A LOW INCIDENCE PILOT PROGRAM**

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

Approve the establishment of the Hope Chicago School at a location to be determined, and approve entering into a School Management and Performance Agreement with ~~T~~the Hope School Institute, Inc., an Illinois not-for-profit corporation, for the operation of the Hope Chicago School. This approval is contingent upon Board designation of a school site and the school operator meeting certain benchmarks established by the Office of New Schools as detailed below, any required public hearings and Board approval of the location of the new school. A School Management and Performance Agreement will be negotiated. The authority granted herein shall automatically rescind in the event a written School Management and Performance Agreement is not executed by the Board and The Hope School Institute, Inc. within the time specified in an amended Board Report approving the location of the school. Information pertinent to this matter is stated below.

This July 2008 amendment is to approve the establishment of a low incidence pilot program by The Hope School at Chicago Vocational Career Academy (CVCA) for the 2008-2009 school year to serve students with moderate cognitive impairments or autism. A Professional Services Agreement for this pilot program is currently being negotiated. No services shall be provided and no payment shall be made to The Hope School related to the low incidence pilot program prior to execution of the Professional Services Agreement.

**SCHOOL OPERATOR:** ~~The Hope School Institute, Inc.~~  
d/b/a The Hope Institute for Children and Families  
 15 East Hazel Dell Lane  
 Springfield, Illinois 62712  
 Phone: (312) 351-3399 (217) 306-5403  
 Contact Person: Lori R. Vallelunga, Ph.D., Senior Vice President of Strategic Development

**OVERSIGHT:** Office of New Schools  
 125 S. Clark, 5<sup>th</sup> Floor  
 Chicago, IL 60603  
 773-553-1530  
 Contact Person: Josh Edelman, Executive Officer

Office of Specialized Services  
125 S. Clark, 8th Floor  
Chicago, IL 60603  
773-553-1804  
Contact Person: Deborah Duskey, Acting (Interim) Chief Specialized Services Officer

**CONTRACT SCHOOL DESCRIPTION:**

School Designation: Pursuant to the Board's Renaissance Schools Policy, 07-0627-PO4, as amended ("Renaissance Policy"), and contingent upon subsequent Board approval as detailed below, the Hope Chicago School is scheduled to open in the fall of 2009 as a Contract School as described in the

Renaissance Policy. The Board hereby designates the Hope Chicago School as an alternative School pursuant to 105 ILCS 5/34-2.4b. The pilot program is not subject to this provision.

Public Hearing: A public hearing on the opening of the Hope Chicago School as a Renaissance Contract School was held on October 10, 2007 at Best Practices High School, 2040 W Adams, Chicago, IL 60612 in accordance with the Renaissance Policy. The hearing was recorded. A summary report of the hearing is available for review. The pilot program is not subject to this provision.

Request for Proposals: In April 2007, the Office of New Schools issued a Request for Proposals to solicit responses from parties interested in starting schools under the Renaissance 2010 Initiative. Proposals to operate either a charter, contract or performance school were submitted by interested parties to the Board on August 6, 2007. Proposals were evaluated pursuant to the standards set forth in the Renaissance Policy. Proposals were reviewed by the Office of New Schools and a Comprehensive Evaluation Team and recommendations were submitted to the Chief Executive Officer based upon those reviews and evaluations. The pilot program is not subject to this provision.

Enrollment: The Hope Chicago School will enroll students through a lottery with preference given to community residents. The Hope Chicago School will enroll approximately 240 students in grades K through 3 for the 2009-10 school year. In subsequent years the school may serve up to 500 students in grades K through 5. The pilot program is not subject to this provision. The Office of Specialized Services will determine which students with disabilities will be placed in the pilot program.

Attendance Boundaries: The Department of School Planning is directed to work with the Office of New Schools, the Hope Chicago School and the community to develop an attendance boundary plan for submission to the Board for approval. The pilot program is not subject to this provision. The pilot program will serve students enrolled at CVCA.

Curriculum: The Hope Chicago School aims to provide a K-5 inclusion demonstration school that is a model of inclusive education. The Hope Chicago School aims to include a cluster program designed to serve the needs of students with autism. The Hope Chicago School also aims to utilize the Learning for Success Model which includes: 1) comprehensive understanding of the student and existing barriers to learning, 2) evidence-based assessment and data-driven intervention, 3) clear educational goals, 4) research informing action, and 5) professional development, training and resources to ensure that educators have the capacity to provide an educational experience that results in the maximum benefits of all students. The pilot program is not subject to this provision. The students placed in the low incidence pilot program will follow CVCA's general education curriculum as modified pursuant to their Individualized Education Programs. The school shall comply with all least restrictive environment mandates.

Advisory Body: A school advisory body will be established in a timely manner pursuant to 105 ILCS 5/34-2.4b and the Board's Renaissance School Policy in the following manner: the CEO or his designee, in consultation with ~~The Hope School Institute, Inc.~~ shall develop the composition and duties of the advisory body for approval by the Board. Such requirements shall be included in the agreement with ~~The Hope School Institute, Inc.~~ The members of the advisory body will be appointed by the Board upon the recommendation of the CEO or his designee. The pilot program is not subject to this provision.

School Management Description: At a minimum, the School Management and Performance Agreement will address student academic outcomes and financial and management practices of the school and shall reflect resolution of any and all outstanding issues between the Board and the school operator including, but not limited to, enrollment, funding, educational program, financial controls and practices, academic accountability and evaluations. In accordance with the Board's Renaissance Policy, contract schools may obtain request exemptions from Board Rules and Policies or alternative policies subject to and upon Board approval. The pilot program is not subject to this provision.

**LOW INCIDENCE PILOT PROGRAM:** The Board also authorizes The Hope School to provide Individualized Education Program-related services and professional development for a pilot program at CVCA in cooperation with the Office of Specialized Services for the 2008-2009 school year. This

program will function as a pilot program to assist the Board and The Hope School in the development of the Contract School scheduled to open in the fall of 2009 and to assist the Office of New Schools and the Office of Specialized Services in the evaluation of The Hope School's proposal to establish a network of satellite programs affiliated with and supported by the Hope Chicago School. The pilot program will serve approximately 35 students in the 2008-2009 school year. The Professional Services Agreement for the pilot program will include a scope of services and agreed upon performance measurements.

**CONTINGENT APPROVAL:** Approval to open the Hope Chicago School and enter into a School Management and Performance Agreement is contingent upon final review and approval of the Hope School Institute, Inc. proposal, an assessment of the District's need for this contract school based upon demographics and student demands, any required subsequent public hearings, and Board approval of the proposed school site. Final approval of the contract school application is also contingent upon The Hope School Institute, Inc. meeting benchmarks established by the Office of New Schools including, but not limited to, selection of an Education Management Organization and school principal, enrollment and recruitment procedures, and demonstration by the design team and the operator that the school will operate in compliance with the Board's obligations in the Corey H. litigation, the Individuals with Disabilities Education Act (IDEA) and all related federal and state regulations. These benchmarks will be communicated to The Hope School Institute, Inc. The Office of New Schools will oversee the enforcement of these deadlines. Failure by The Hope School Institute, Inc. to meet these deadlines on or before October 30, 2008, at the option of the Board, may result in the rescission of the authority granted herein and the denial of the approval of the contract school application. A final review of the contract school application will be conducted by the Chief Executive Officer on or before November 30, 2008. This final review will be conducted to determine compliance with the terms indicated above. The CEO's recommendation to approve the contract school application will be subject to Board approval as indicated by a subsequent amendment to this Board Report.

The Hope School will be required to operate the pilot program in compliance with the Board's obligations in the Corey H. litigation, the Individuals with Disabilities Education Act (IDEA) and all related federal and state regulations and with all applicable Board rules and policies.

**TERM:** Upon final review and approval of this contract school proposal and Board approval of the location of the school, the term of the School Management and Performance Agreement shall commence July 1, 2009 and end June 30, 2014. The Hope School Institute, Inc. and the Hope Chicago School's designation as a Renaissance Contract School will expire on June 30, 2014 unless renewed or terminated earlier by the Board.

The term of the Professional Services Agreement for the pilot program shall commence July 1, 2008 and end June 30, 2009 with two one-year options to extend.

**COMPENSATION:** The Hope School Institute, Inc. will be paid on a per-pupil basis for the operation of the Hope Chicago School.

The Hope School will be paid as specified in the Professional Services Agreement for operation of the low incidence pilot program with total compensation not to exceed \$828,424.00 for the initial term.

**AUTHORIZATION:**

For the Hope Chicago School: Authorize the General Counsel to include relevant terms and conditions, including any indemnities to be provided to the school operator, in the written School Management and Performance Agreement. Authorize the President and Secretary to execute the School Management and Performance Agreement.

For the CVCA Low Incidence Pilot Program: Authorize the General Counsel to include other relevant terms and conditions in the Professional Services Agreement. Authorize the President and Secretary to execute the Professional Services Agreement. Authorize the Chief Specialized Services Officer to execute all ancillary documents required to administer or effectuate the Professional Services Agreement.

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

**AFFIRMATIVE ACTION:** Pursuant to Section 5.2 of the Remedial Program for Minority and Women Owned Business Enterprise Participation in Goods and Services Contracts, MBE/WBE provisions do not apply to vendors who operate as Not-for-Profit organizations.

**FINANCIAL:**

For the Hope Chicago School: Using current year financial data, the general fund cost of 240 students in 2009-10 (FY10) will be approximately \$1,200,145.00. The financial implications will be addressed during the development of the FY10 budget. Since the School Code of Illinois prohibits the incurring of any liability unless an appropriation has been previously made, expenditures beyond the current FY08 are deemed to be contingent liabilities only, subject to appropriation in subsequent fiscal year budgets.

For the CVCA Pilot Program:

Charge to the Office of Specialized Services: \$828,424.00 Fiscal Year: 2009

Budget Classification: 11670-115-54125-120208-000000 \$576,000.00

Source of Funds: General Education Fund

Budget Classification: 11670-115-54125-120208-000149 \$252,424.00

Source of Funds: General Education Fund—Special Project CEO's Office

**PERSONNEL IMPLICATIONS:** As a contract school, The Hope School-Institute, Inc. will employ its own principal, teachers and staff. For the pilot program, The Hope School will employ its own teachers and paraprofessionals.

**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 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, 2006 (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.


Approved:

  
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Barbara J. Eason-Watkins  
Chief Education Officer *HJO*

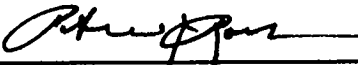
Within Appropriation:

  
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Pedro Martinez  
Chief Financial Officer

Respectfully submitted:

  
\_\_\_\_\_  
Arne Duncan  
Chief Executive Officer

Approved as to Legal Form *JK*

  
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Patrick J. Rocks  
General Counsel