

AMEND BOARD REPORT 10-0526-EX11
**AUTHORIZE PAYMENT OF STARTUP FUNDS TO AND APPROVE ENTERING INTO
DISBURSEMENT AND USE OF STARTUP FUNDS AGREEMENTS
WITH VARIOUS CHARTER 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 schools at a total aggregate cost not to exceed ~~\$3,835,835.00~~ 4,509,137. Written agreements for each Charter School are currently being negotiated. No payment shall be made to any Charter School prior to the execution of such Charter School's written agreement. The authority granted herein shall automatically rescind as to each Charter School in the event such Charter School's written agreement is not executed within 90 days of the date of this Board Report. Information pertinent to these agreements is stated below.

This July 2010 amendment is necessary to authorize the payment of startup funds and approve entering into disbursement and use of startup funds agreements for two (2) additional charter schools with Prologue, Inc and Youth Connection Charter School. Written agreements for each Charter School are currently being negotiated. No payment shall be made to any Charter School prior to the execution of such Charter School's written agreement. The authority granted herein shall automatically rescind as to each Charter School in the event such Charter School's written agreement is not executed within 90 days of the date of this Board Report. Information pertinent to these agreements is stated below.

CHARTER SCHOOLS:

- | | |
|--|---|
| <p>1. LEARN Charter School
1132 S. Homan Avenue
Chicago, IL 60624
Phone: 773-826-6330
Contact Person: Courtney Francis
Disbursement Amount: \$455,608.00</p> | <p>2. Chicago Charter School Foundation
228 S. Wabash, Suite 500
Chicago, IL 60604
Phone: 312-651-5000
Contact Person: Dr. Elizabeth Purvis,
Director
Disbursement Amount: \$917,239.00</p> |
| <p>3. Noble Network of Charter Schools
1010 N. Noble Street
Chicago, IL 60622
Phone: 773-862-1449
Contact Person: Michael Milkie,
Superintendent
Disbursement Amount: \$548,943.00</p> | <p>4. Urban Prep Academies Inc
420 N. Wabash, Suite 203
Chicago, IL 60611
Phone: 312-276-0259
Contact Person: Tim King, CEO
Disbursement Amount: \$522,187 00</p> |
| <p>5. Institute for Latino Progress, Inc.
2570 S. Blue Island Avenue
Chicago, IL 60608
Phone: 773-890-0055
Contact Person, Juan Salgado, President
and Chief Executive Officer
Disbursement Amount: \$555,615.00</p> | <p>6. UNO Charter School Network
954 W. Washington Boulevard
Chicago, IL 60607
Phone: (312) 432-6301
Contact Person, Juan Rangel, President
Disbursement Amount: \$836,243.00</p> |

7. Prologue, Inc.
1135 N. Cleaver St.
Chicago, Illinois 60622
Phone: 773-297-1215
Contact Person, Nancy Jackson
Disbursement Amount: \$336,651.00

8. Youth Connection Charter School
10 W. 35th Street
Chicago, Illinois 60616
Phone: 312-328-0799
Contact Person: Sheila Venson, Executive
Director
Disbursement Amount: \$336,651.00

OVERSIGHT: Office of New Schools
125 South Clark Street, 5th Floor
Chicago, Illinois 60603
~~Jaime Guzman, Acting~~ J. Terence Patterson, Interim 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 Charter Schools and new campuses of Charter Schools opening in Fall 2010

OUTCOMES: Disbursement of funds will result in the complete preparation of classrooms and facilities for the start of the 2010 – 2011 school year.

COMPENSATION: Each Charter School shall receive the disbursement amount indicated above. The total amount to be paid to the Charter Schools shall not exceed the sum of ~~\$3,835,835.00~~ \$4,509,137.00.

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: ~~\$3,835,835.00~~ Fiscal Year: 2010
\$4,509,137.00
Budget Classification: 12670-115-54105-009541-005058 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 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 for Consideration:



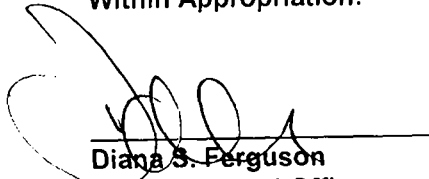
J. Terence Patterson
Interim Executive Officer, Office of New Schools

Respectfully submitted:



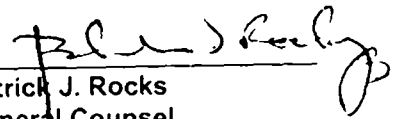
Ron Huberman
Chief Executive Officer

Within Appropriation:



Diana S. Ferguson
Chief Financial Officer

Approved as to legal form: 



Patrick J. Rocks
General Counsel