

January 28, 2015

**AUTHORIZE SETTLEMENT OF REAL ESTATE TAX RATE OBJECTION LITIGATION
FOR TAX YEARS 2004, 2005, 2006, 2007, 2008, 2009, AND 2010**

THE GENERAL COUNSEL REPORTS THE FOLLOWING DECISION:

Authorized settlement of 2004-2010 real estate tax objections filed by tax rate objectors in the Circuit Court of Cook County, Illinois, payable over seven years by reductions in the Board's property-tax revenues in calendar year 2015 and thereafter.

DESCRIPTION: The General Counsel has determined that this settlement is in the Board's best interests.

LSC REVIEW: Local school council approval is not applicable to this report.

AFFIRMATIVE ACTION STATUS: Not applicable.

FINANCIAL: The following amounts represent the maximum estimated payout under the settlement agreement, which shall constitute a set-off against prospective tax revenues in and after 2015:

Tax Year	Estimated Maximum Payout
2004	\$455,996
2005	\$484,500
2006	\$539,842
2007	\$556,752
2008	\$585,688
2009	\$609,386
2010	\$560,468

The aggregate sum of \$3,792,633 represents the estimated offset in tax revenue proceeds.

PERSONNEL IMPLICATIONS: None

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.

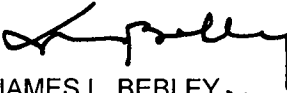
Conflicts – The agreement shall not be legally binding on the Board if entered into in violation of the provisions of 105 ILCS 5/34-21.3 which restricts the employment of, or the letting of contracts to, former Board members during the one year period following expiration or other termination of their 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 May 25, 2011 (11-0525-PO2), 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,


JAMES L. BEBLEY
General Counsel 