

AMEND BOARD REPORT 04-0428-EX4
AMEND BOARD REPORT 01-1219-EX2

**APPROVE THE RENEWAL OF THE CHARTER SCHOOL AGREEMENT WITH
CHICAGO CHARTER SCHOOL FOUNDATION (CHICAGO INTERNATIONAL CHARTER SCHOOL)**

THE CHIEF EXECUTIVE OFFICER RECOMMENDS THE FOLLOWING DECISION:

Approve the renewal of the Charter School Agreement with Chicago Charter School Foundation (CCSF) for an additional 5-year period. A new Charter School Agreement applicable to this renewal term is currently being negotiated. The authority granted herein shall automatically rescind in the event a written Charter School Agreement is not executed by the Board and the CCSF governing board within 120 days of the date of this Report. The renewal agreement authorized herein will only take effect upon certification by the Illinois State Board of Education. Information pertinent to this renewal is stated below.

This Board Report is necessary to amend the Chicago Charter School Foundation's Charter School Agreement to (a) permit the school to add a Pre-K program and (b) authorize the funding of the Pre-K program. A written amendment to the Charter School Agreement is required. The authority granted herein shall automatically rescind in the event a written amendment is not executed by the Board and the CCSF governing board within 120 days of the date of this Report. The amended agreement authorized herein will only take effect upon certification by the Illinois State Board of Education.

This second Board Report is necessary to further amend the Chicago Charter School Foundation's Charter School Agreement to a) increase the enrollment cap and b) permit the school to add an additional campus. A written amendment to the Charter School Agreement is required. The authority granted herein shall automatically rescind in the event a written amendment is not executed by the Board and the CCSF governing board within 120 days of the date of this Report. The amended agreement authorized herein will only take effect upon certification by the Illinois State Board of Education.

CHARTER SCHOOL: Chicago Charter School Foundation
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Chicago, Illinois 60604
Phone: (312) 455-7894
Contact Person: Dr. Elizabeth Delaney, Director

OVERSIGHT: Charter Schools Office
125 S. Clark, 5th Floor
Chicago, IL 60603
773-553-1535
Contact Person: Genita C. Robinson, Director

ORIGINAL AGREEMENT: The original Charter School Agreement (authorized by Board Report 97-0122-EX4) is for a term commencing July 1, 1997 and ending June 30, 2002 and authorized CCSF to operate three campuses with a total enrollment of 5,560. The agreement incorporates an accountability plan whereby the school is evaluated by the Board each year based on numerous factors related to its academic, financial and operational performance. The agreement was amended on April 2, 2001 (authorized by Board Report 00-0223-Ex3) to approve the establishment of a fourth campus, a reduction in the total maximum enrollment to 5,000 students and the use of two comprehensive school management companies, American Quality Schools (AQS) and Edison Schools Inc. (Edison). CCSF operates all campuses under the name of "Chicago International Charter School" with a current enrollment of approximately 2350 students. The following three campuses are currently managed by AQS: St. Edmund's campus (grades K-5) 6501 S. Michigan, Bucktown campus (grades K-8) 2235 N. Hamilton, and Prairie campus (grades K-8) 11530 S. Prairie Ave. CCSF's Longwood campus (grades K-12) 1309 W. 95th Street, is managed by Edison.

CHARTER RENEWAL PROPOSAL: CCSF submitted a renewal proposal on October 15, 2001 to continue the operation of the 4-campus Chicago International Charter School under a unified mission, using AQS and Edison to provide comprehensive school management. CCSF's proposal also requests

approval to open three (3) additional campuses for the 2002-2003 school year, of which, two campuses would be managed by Edison and one campus would be managed by AQS. CCSF has since modified its renewal proposal to include commitments to operate all seven (7) campuses as one unified school through the use of uniform assessment plans and performance standards, curriculum and school calendar alignment, as well as standard governance, operational, employment, educational and admissions policies. CCSF's modifications to its renewal proposal also apply to CCSF's previous proposal to utilize two comprehensive school management companies, and therefore all such modifications will also be incorporated into CCSF's current Charter School Agreement. The Chicago Charter School Foundation submitted a Material Modifications proposal on February 17, 2004, to request an amendment to their Charter School Agreement that would allow for the addition of Pre-K and the Board agrees to the addition of the Pre-K program. The Chicago Charter School Foundation submitted a Renaissance 2010 proposal on November 22, 2004, to request a new elementary school campus at 7850 S. Chappel Avenue and increase their enrollment cap by 426 students. The campus will open in the fall of 2005 with 278 students in grades K - 4. In successive years, the school will serve up to 426 students in grades K - 8. A public hearing, as required by statute, was held on January 6th, 2005 and an additional public hearing was held at the South Shore Library on January 19th, 2005.

CHARTER EVALUATION: The Charter Schools Office Review Committee ("Committee") has reviewed and evaluated CCSF's renewal proposal as well as the school's past academic, financial and operational performance. During the last school year, Chicago International has met the academic, financial and operational accountability requirements that are measured by the Board under the original agreement. The Committee has determined, based on these accountability criteria, that Chicago International Charter School is making reasonable progress towards achievement of the academic standards identified in its charter agreement and should be authorized to continue operating as a charter school.

RENEWAL TERM: The term of CCSF's charter is being extended for five (5) years commencing July 1, 2002 and ending June 30, 2007. CCSF shall be authorized during the renewal term to operate a 7-campus charter school with a total maximum enrollment of 5,000 students. CCSF shall be authorized to operate its 7-campus charter school in accordance with CCSF's revised renewal proposal with Edison managing three campuses and AQS managing four campuses. Any changes in the total maximum enrollment, the number or location of campuses or comprehensive school management companies or their campus management assignments requires prior Board approval.

AUTHORIZATION: Authorize the General Counsel to include relevant terms and conditions in the written Charter School Agreement which shall reflect resolution of any and all outstanding issues between the Board and the governing body of the charter school including, but not limited to: site locations, additional campuses, enrollment, funding, educational program, comprehensive school management companies, campus President to execute the Charter School Agreement. Authorize the Director of Charter Schools to issue a letter notifying the Illinois State Board Of Education of the action(s) approved hereunder and to submit the approved proposal and signed Charter School Agreement to the Illinois State Board of Education for certification. Authorize the General Counsel to further negotiate and execute any amendments to each Agreement as required by the Illinois State Board of Education.

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

AFFIRMATIVE ACTION: Not applicable.

FINANCIAL: The financial implications will be addressed during the development of the 2002-2003 fiscal year budget. Since the School Code of Illinois prohibits the incurring of any liability unless an appropriation has been previously made, expenditures beyond FY02 are deemed to be contingent liabilities only, subject to appropriation in subsequent fiscal year budgets. The cost of 40 Pre-K students in 2004-05 will be approximately \$120,000. The cost of 278 students in 2005-06 will be approximately \$1,684,680. These budget figures are based on the revised per pupil funding amounts released on November 10, 2004.

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 July 26, 1995 (95-0726-EX3), as amended from time to time, shall be incorporated into and made a part of the agreement.

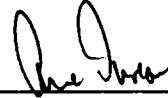
Ethics – The Board's Ethics Code adopted September 27, 1995 (95-0927-RU3), as amended from time to time, shall be incorporated into and made a part of the agreement.

Approved:

Respectfully submitted:



Barbara J. Eason-Watkins
Chief Education Officer



Arne Duncan
Chief Executive Officer

Within Appropriation:



John Maiorca
Chief Financial Officer

Approved as to Legal Form: 



Ruth Moscovitch
General Counsel