APPROVE THE RENEWAL OF THE CHARTER SCHOOL AGREEMENT WITH NOBLE STREET CHARTER SCHOOL

THE CHIEF EXECUTIVE OFFICER RECOMMENDS THE FOLLOWING DECISION:

Approve the renewal of the Charter School Agreement with Noble Street Charter School 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 charter school's governing board within 120 days of the date of this Board Report. The agreement authorized herein will only take effect upon certification by the Illinois State Board of Education. Information pertinent to this renewal is stated below.

CHARTER SCHOOL: Noble Street Charter School

1010 N. Noble St. Chicago, IL 60622 Phone: (773) 862-1449

Contact Person: Mike Milkie, Head of School

OVERSIGHT: Charter Schools Office

125 S. Clark, 5th Floor Chicago, IL 60603 Phone: (773) 553-1535

Contact Person: Genita C. Robinson, Director

ORIGINAL AGREEMENT: The original Charter School Agreement (authorized by Board Report 98-0429-EX12) is for a term commencing July 2, 1998 and ending June 30, 2004, with the charter school opening in the fall of 1999. The agreement authorizes the operation of single facility Charter School located at 1010 N. Noble with current enrollment not to exceed 500 students in grades 9 through 12. 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.

CHARTER RENEWAL PROPOSAL: Noble Street Charter School submitted a renewal proposal on December 8, 2003 to continue the operation of the school under the same mission and educational programs at the same location. The proposal requests no increase in maximum student enrollment.

CHARTER EVALUATION: The Charter School's Office Review Committee ("Committee") has reviewed and evaluated Noble Street's renewal proposal as well as the school's past academic, financial and operational performance. During the last school year, Noble Street satisfied its academic accountability requirements in five of the six areas reviewed. On the PSAE, 38.5% of Noble's 11th graders met or exceeded state standards. Noble performed better than CPS neighborhood schools on 4 of the 5 student performance measures reviewed, despite a dip in PSAE scores of 6.8% from the previous year, Finally, the school has high attendance (94%) and graduation (89.9%) rates and a low mobility rate. The school is also very well managed. The committee recommends, based on these accountability measures and results, that Noble Street be authorized to continue operating as a charter school.

RENEWAL TERM: The term of Noble Street's charter status is being extended for five (5) years commencing July 1, 2004, and ending June 30, 2009.

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 location, enrollment,

funding, educational program, financial controls and practices, academic accountability and evaluations. Authorize the President and Secretary to execute the Charter School Agreement. Authorize the General Counsel to further negotiate and execute any Amendments to the Agreement required by the Illinois State Board of Education. 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.

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

FINANCIAL: The financial implications will be addressed during the development of the 2004-2005 fiscal year budget. Since the School Code of Illinois prohibits the incurring of any liability unless an appropriation has been previously made, expenditures beyond FY04 are deemed to be contingent liabilities only, subject to appropriation in subsequent fiscal year budgets. Noble Street plans to maintain a stable enrollment of 475 students throughout its renewal term. The cost of this enrollment will be approximately \$2,565,000 each year.

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:

Barbara J. Eason-Watkins Chief Education Officer Respectfully submitted:

Arne Duncan

Chief Executive Officer

Within Appropriation:

J**q**hn Maiorca

Chief Financial Officer

Approved as to Legal Form:

Ruth Moscovitch General Counsel