

May 24, 2006

APPROVE EXERCISING THE SECOND OPTION TO RENEW THE AGREEMENTS WITH VARIOUS PRIVATE RESIDENTIAL SCHOOLS AND APPROVE PAYMENT OF ROOM AND BOARD TO THESE SCHOOLS

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Approve exercising the second option to renew the agreements with those private residential schools listed on

Exhibit "A" and approve payments of room and board to these schools at a cost not to exceed the aggregate

amount of \$8,000,000.00 over a two-year period. These payments are reimbursed through the Illinois State Board of Education. Students with severe disabilities are placed in private residential schools either by the Board directly, the Department of Children and Family Services (DCFS), the Department of Mental Health (DMH), or pursuant to court order. Written renewal agreements for these private residential schools are being negotiated. The Illinois State Board of Education (ISBE) requires private residential schools and local school districts to execute Nonpublic Facility Placement Contracts for each student being placed in a private residential school

Whenever possible, the Board has each private residential school sign a more detailed Private Residential School

AUTHORIZATION: Authorize the General Counsel to include other relevant terms and conditions in the written renewal documents. Authorize the President and Secretary to execute the renewal documents. Authorize the Chief Specialized Services Officer to (i) execute all ancillary documents required to administer or effectuate these student placements, the contract and renewal documents, and any new Private Residential School Agreements, including but not limited to the Nonpublic Facility Placement contracts required by ISBE; (ii) place students in

EXHIBIT "A"

PRIVATE RESIDENTIAL SCHOOLS

1. Alameda Association

2. Alternative Behavior Treatment Centers
3. Bancroft NeuroHealth Schools and Communities
4. Camelot Schools, LLC
5. Children's Home and Aid Society (Rice Children's Center)

Chilada Institute, Inc.