## APPROVE RENEWAL LEASE AGREEMENT WITH ACADEMY FOR GLOBAL CITIZENSHIP CHARTER SCHOOL FOR THE HEARST ANNEX SCHOOL BUILDING, 4941 W. $46^{TH}$ STREET

## THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Approve entering into a renewal lease agreement with the **Academy for Global Citizenship Charter School** for the Hearst Annex School Building located at 4941 W. 46<sup>th</sup> Street, Chicago, Illinois for use as a charter school. A written renewal lease agreement is currently being negotiated. The authority granted herein shall automatically rescind in the event a written renewal lease agreement is not executed within 90 days of the date of this Board Report.

**TENANT:** Academy for Global Citizenship Charter School

4647 W. 47<sup>th</sup> Street Chicago, Illinois 60632

Contact: Sarah Elizabeth Ippel, Founder and Executive Director Phone: (773) 582-1100 / sarahelizabeth@agcchicago.org

LANDLORD: Board of Education of the City of Chicago

**PREMISES:** Tenant shall use the Hearst Elementary annex building, located at 4941 W. 46<sup>th</sup> Street, as set forth in the renewal lease agreement, unless otherwise permitted by Landlord. Tenant shall be the sole occupant of the annex building but shall share the school campus with Hearst Elementary, which shall be the sole occupant of the main building located at 4640 South Lamon Avenue, unless otherwise permitted by Landlord. The renewal of Tenant's current Charter School Agreement is scheduled to be authorized by the Board on the date hereof.

**USE:** Tenant shall use the Premises to operate a charter school and related educational and community programs and for no other purpose.

**ORIGINAL LEASE AGREEMENT:** The original lease agreement (authorized by Board Report 11-0525-OP1) was for a term commencing July 27, 2011 and ending on June 30, 2013. The original lease agreement was amended and extended by agreement (authorized by Board Report 11-1214-OP2) for a term commencing on January 1, 2012 and ending on June 30, 2015. The lease was subsequently renewed (authorized by Board Report 15-0527-OP2) for a term commencing on July 1, 2015, and ends on June 30, 2020.

**RENEWAL TERM:** The term of the renewal lease agreement shall be six (6) years, commencing on July 1, 2020, and ending on June 30, 2026. If Tenant's Charter School Agreement is terminated, the renewal lease agreement shall also terminate. As referenced in Board Report 20-0122-EX2 (as may be amended), Tenant has requested relocation to an independent site. Tenant (charter operator) shall submit written communication to the CEO or her designee on the exact address of the relocation site no later than six (6) months prior to the proposed effective date of relocation. Board approval of the relocation site is contingent upon the subsequent approval of the facility by the CPS Facilities Department which shall include, without limitation, the receipt of all necessary zoning permit, certificate of occupancy, and health and safety approvals for that site.

**RENT:** One dollar (\$1.00) per year.

**OPERATING AND UTILITIES EXPENSES:** Tenant shall procure all operating services from Landlord, unless otherwise permitted by Landlord. Tenant shall reimburse Landlord for operating services provided by Landlord at Landlord's then-current rates and costs and in accordance with Landlord's then-current procedures. The charter shall be assessed to reflect this option.

**AUTHORIZATION:** Authorize the General Counsel to include other relevant terms and conditions in the written renewal lease agreement. Authorize the President and Secretary to execute the renewal lease agreement. Authorize the Chief Operations Officer to execute any and all ancillary documents related to the renewal lease agreement.

## 20-0122-OP1

AFFIRMATIVE ACTION: Exempt.

LSC REVIEW: Local School Council approval is not applicable to this report.

**FINANCIAL:** Rent payable to the 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 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 for Consideration:** 

Arnaldo Rivera

**Chief Operations Officer** 

Approved:

√anice K. Vackson

Chief Executive Office

Approved as to legal form:

Joseph T. Moriarty

General Commsel