

Arizona State Board for Charter Schools

1700 W. Washington St., Room 164, Phoenix, AZ 85007

(602) 364-3080 Fax (602) 364-3089

www.asbcs.az.gov

RECEIVED

MAR 15 2010

PROCUREMENT LAWS EXCEPTION AMENDMENT REQUEST

(Charter Holder Name) AZ Compass Schools, Inc. (CTDS) 07-85-42-000

(Charter Holder Mailing Address) 550 W. Warner Road

(City, State) Chandler, AZ (Zip) 85225

(Charter Representative's Name) Ronda Owens

(Phone Number) (480) 287-5588 (Fax Number) (480) 287-5581

Failure to submit all required documentation will result in the Amendment Request being returned without being processed. Faxed copies will not be accepted. Please send originals.

- ✦ Exception to the Procurement Laws – (This exception will not be granted to State Board of Education sponsored charter schools)

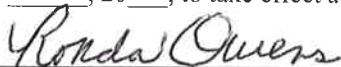
Included are the following:

- Board minutes approving the change (If the body is subject to Open Meeting Law, minutes must comply with ARS §38-431.01)
- Complete policy for procuring goods and services (sample policy available on the ASBCS website)

PLEASE NOTE: Charter operators granted an exception to local and state procurement regulations under A.R.S. §15-183(E)(6) are still required to satisfy the federal procurement requirements as a condition to the receipt of certain federal funds.

The Arizona State Board for Charter Schools and AZ Compass Schools, Inc. (Charter Holder), herein agree to amend the terms of the charter contract as follows:

In witness whereof, Charter Holder has signed this contract amendment as of this 11th day of March, 2010, and the State Board for Charter Schools has signed this contract amendment as of this ____ day of ____, 20__, to take effect at such time as it is signed by both parties.



Charter Representative Signature

Representative Signature for the Arizona State Board for Charter Schools

Arizona State Board for Charter Schools

1700 W. Washington St., Room 164, Phoenix, AZ 85007

(602) 364-3080 Fax (602) 364-3089

www.asbcs.az.gov

RECEIVED

MAR 15 2010

USFRCS EXCEPTION AMENDMENT REQUEST

(Charter Holder Name) AZ Compass Schools, Inc. (CTDS) 07-85-42-000

(Charter Holder Mailing Address) 550 W. Warner Road

(City, State) Chandler, AZ (Zip) 85225

(Charter Representative's Name) Ronda Owens

(Phone Number) (480) 285-5588 (Fax Number) (480) 287-5581

Failure to submit all required documentation will result in the Amendment Request being returned without being processed. Faxed copies will not be accepted. Please send originals.

- * Exception to the USFRCS – (This exception will not be granted to State Board of Education sponsored charter schools)

Included are the following:

- Board minutes approving the change (If the body is subject to Open Meeting Law, minutes must comply with ARS §38-431.01)
- Complete policy for accounting (sample policy available on the ASBCS website)

All exceptions to the USFRCS will include:

- Charter Holder must utilize Generally Accepted Accounting Principles
- The Charter Holder is **NOT** exempt from filing the Annual Financial Report, the school report card data, annual auditing requirements, or any financial report request from the Arizona State Board for Charter Schools, the Auditor General, and the Arizona Department of Education
- The Charter Holder is responsible for any “cross-walks” necessary to complete reporting requirements

The Arizona State Board for Charter Schools and AZ Compass Schools, Inc. Charter Holder), herein agree to amend the terms of the charter contract as follows:

In witness whereof, Charter Holder has signed this contract amendment as of this 11th day of March, 2010, and the State Board for Charter Schools has signed this contract amendment as of this ____ day of _____, 20____, to take effect at such time as it is signed by both parties.



Charter Representative Signature

Representative Signature for the Arizona State Board for Charter Schools

AZ Compass Schools, Inc. Procurement Policy

AZ Compass Schools, Inc. will follow accounting policies and procedures that comply with generally accepted accounting principles (GAAP). Any procurement of goods and services shall be made by the procurement officer/authorized agent, in the best interest of the school, upon considering the totality of the circumstances surrounding the procurement, which may include but not be limited to, price, quality, availability, timelines, reputation and prior dealings.

AZ Compass Schools, Inc. shall not purchase any goods or services from any member of the governing board, an immediate family member of any member of the governing board nor from any entity in which any member of the governing board or an immediate family member of a governing board member may benefit from such a procurement, unless authorized by the governing board after a full disclosure of the potential benefits, and after the consideration set forth in paragraph 1 above.

AZ Compass Schools, Inc. understands that the policy cited above applies to purchases made using non-federal funds. As a condition of the receipt of certain federal funds, federal procurement requirements still apply.



AZ Compass Schools, Inc.

*AZ Compass Prep School
550 W. Warner Road
Chandler, AZ 85225*

To: Arizona State Board for Charter Schools
From: Ronda Owens
Date: 3/11/2010
Re: Exception to the USFRCS

AZ Compass Schools, Inc. will follow accounting policies and procedures that comply with generally accepted accounting principles (GAAP). This includes using an accounting system that provides for the proper recording and reporting of financial data and following standard internal control procedures. The school will utilize a chart of accounts that has been developed to align with the chart of accounts found in the Uniform System of Financial Records for Charter Schools (USFRCS) for the purposes of complying with budgeting and annual financial reporting. Revisions will be made periodically for changes in laws, regulations and accounting pronouncements that cover charter school accounting, financial reporting and compliance with state and federal laws.

NOTICE OF PUBLIC MEETING

March 22, 2010
AZ Compass Prep School

Present: Brian Shipman, President
Ronda Owens, Molly Ryan, Ted Chiarello, Swen Anderson,
Absent: TJ Johnson
Quorum Established

Public:
Carl Hill, Zyzick Owens, Kellyn Wines, Deborah Lewis

Meeting opened at 10:05 AM

Open Call to the Public.

Due to members retiring, the current School Board Members have decided that Mr. Carl Hill, Mr. Zyzick Owens, Ms. Deborah Lewis and Ms. Kellyn Wines will be asked to the Board of Trustees for AZ Compass Prep School. All resumes were distributed and fingerprint cards or history have been completed. Mr. Shipman asked for approval of the changes for the governing body. The Board was all in consensus. The new School Board of Trustees takes effect immediately.

Mr. Shipman asked for resignations from TJ Johnson, Ted Chiarello and Ronda Owens, from the School Board of Trustees and thanked them all for all their two years of dedication to the School.

Ms. Owens will be an Ex-officio Board Member due to her Principal ship with the school. No School Board of Trustees Member has received nor will receive any payment, benefit, or consideration to be on the Board of Trustees for AZ Compass Prep School. Board members are eligible for Professional Development and payment for travel if traveling more than 50 miles for the Professional Development Conference.

Ms. Wines explained the USFRCS and procurement policies for the School Board. The School Board was asked to re-discuss and come to consensus regarding the USFRCS and procurement policy for the Charter Board. The School Board unanimously approved exemption from USFRCS and procurement. Mr. Shipman will follow up with the Charter Board regarding the rest of this procedure.

Mr. Shipman asked for anymore comments.

Meeting closed at 10:50 AM.