Honorable Suellen K. Reed Superintendent of Public Instruction State Department of Education State House, Room 229 200 West Washington Street Indianapolis, Indiana 46204-2798

Dear Superintendent Reed:

I am writing in response to your agency's request, on behalf of three Indiana school districts, for a flexibility agreement allowing those districts to provide supplemental educational services (SES) under Title I of the Elementary and Secondary Education Act (ESEA), as amended by the No Child Left Behind Act of 2001 (NCLB), to students attending Title I schools in the first year of school improvement. As you know, Indiana received approval for a flexibility agreement to participate in this pilot during the 2006-07 school year, and I am granting, under section 9401 of the ESEA, your request for continued participation in the 2007-08 school year.

You have requested that three school districts within Indiana be allowed to offer SES to eligible students in Title I schools in the first year of school improvement under NCLB: MSD of Decatur Township, Monroe County Community School Corporation, and Blackford County Schools. These three districts would then offer SES and public school choice to eligible students enrolled in any school that moves to the second year of school improvement.

The Department has determined that Indiana meets the three principles for participation in the pilot: (1) timely notification of adequate yearly progress; (2) a state SES evaluation in progress; and (3) a state assessment system for which the Department has granted Full Approval with Recommendations. Additionally, the districts have implemented timely public school choice and SES parental notifications, and Blackford County Schools is a rural district.

This flexibility agreement permits the three districts to provide SES to eligible students in Title I schools in the first year of school improvement, thereby reversing the order outlined in sections 1116(b)(1)(E) and 1116(b)(5)(B) of the ESEA. Approval is conditioned on Indiana's fulfilling the conditions detailed in the enclosure to this letter and summarized below.

Indiana must ensure in participating districts: participation by more students in SES and public school choice, parent access to SES providers, timely parental notification, and multiple or continuous enrollment periods in the participating districts. Additionally, Indiana must supply data to the Department via the Educational Data Exchange Network (EDEN) and must submit an interim report to the Department on the implementation of this pilot project by January 1, 2008, and a final report by June 30, 2008.

In addition, as required by section 9401(b)(3)(B) of the ESEA, within 30 days of the date of this letter, each participating district must provide notice and information to the public about its participation in the pilot in the manner in which it customarily provides similar notice to the public. Each district must also submit a report under section 9401(e)(1) of the ESEA to the Indiana Department of Education at the end of the 2007-08 school year that: describes the district's provision of SES in Title I schools in the first year of school improvement; describes how those schools continued to provide Title I services to eligible students during that year; and evaluates the progress of the district and schools in increasing the quality of instruction and improving the academic achievement of students. Your agency should then submit this information to the Department as part of the June 30, 2008, final report.

This flexibility agreement applies to the provision of SES in Title I schools in the three pilot districts during the 2007-08 school year.

SES is an important component of NCLB, and we look forward to working with you to ensure that students in your districts are obtaining quality services and succeeding in the classroom.

Sincerely,

Margaret Spellings

Enclosure

cc: Lee Ann Kwiatkowski, Title I Director