

MEMORANDUM OF UNDERSTANDING

THIS MEMORANDUM OF UNDERSTANDING, is entered into this 24th day of July, 2004, by and between the State of Illinois, acting through the Department of Human Services and hereinafter called the "State" and the CHICAGO AREA PROJECT.

WITNESSETH

WHEREAS, the State has the duty to provide for the health, safety, and welfare of its residents; and

WHEREAS, the Department of Human Services helps Illinois families achieve self-sufficiency, independence and health to the maximum extent possible and improves the quality of life of thousands of Illinois families by providing an array of comprehensive, coordinated services; and

WHEREAS, the CHICAGO AREA PROJECT is a community-based, not-for-profit organization with a distinguished history and demonstrable track record of over sixty years of work in delinquency prevention and service to disadvantaged urban neighborhoods with the mission of working toward the prevention and eradication of juvenile delinquency through the development of support of affiliated local community self-help efforts in communities where the need is the greatest; and

WHEREAS, the parties shall enter into a grant or award agreement, to be effective for fiscal year 2005 and subject to compliance with all applicable State law and necessary certifications, on the basis of the following terms, among others:

The State will agree:

1. To provide \$25,000 in State funding for two of the CHICAGO AREA PROJECT's affiliated programs:
 - Better Life for Youth, Inc., an agency that provides primary delinquency prevention services for at-risk and vulnerable youth with programs that include a number of cultural enrichment activities, structured sports and recreation, educational enhancement and college tours, mentoring and support; and
 - The James "Major" Adams Academy which is a community based voluntary organization with the mission of serving young people and their families by offering programs and services that both redirect and prevent delinquent behavior and offers programs including homework assistance, cooking and sewing instruction, life development skills workshops, team sports and organized games;

The CHICAGO AREA PROJECT will agree:

2. To meet all duties and obligations imposed by state law respecting nonfederal-aid projects;

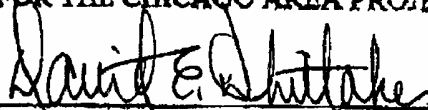
3. To promptly pay all contractors engaged on projects undertaken pursuant to this Memorandum of Understanding;
4. To assume the responsibility for its role in the efforts of the affiliated programs; and

The parties will mutually agree:

5. That, with respect to the State funding, project initiation will be the responsibility of CHICAGO AREA PROJECT and to be coordinated with the affiliated programs and the State.

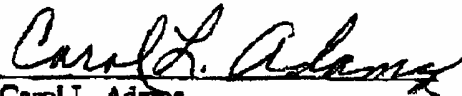
IN WITNESS WHEREOF, State and the CHICAGO AREA PROJECT have caused this Memorandum of Understanding to be executed by their authorized representatives on the 26th Day of July, 2004.

FOR THE CHICAGO AREA PROJECT:



David E. Whitaker
Executive Director
CHICAGO AREA PROJECT

FOR THE STATE:



Carol L. Adams
Secretary
Department of Human Services