

BOARD OF TRUSTEES OF COMMUNITY COLLEGE DISTRICT NO. 508
County of Cook and State of Illinois

RESOLUTION AUTHORIZING PAYMENT OF FEDERAL PERKINS LOAN DEBT

WHEREAS, the Department of Education (DOE) and The Federal Perkins Loan Programs, including Federal Perkins Loans, National Direct Student Loans (NDSL), and National Defense Student Loans, established in 1972, have been insoluble over the past several years.

WHEREAS the campus would like to submit a final payment to DOE and absorb all subsequent cancellation expenses.

WHEREAS, under the provisions of this program, schools that have determined to close their participation in these programs must return all funds issued under the Department of Education that funded the Perkins Loan Program; and

WHEREAS, six campus', Richard J Daley, Harold Washington, Kennedy King, Malcolm X College, Olive Harvey, and Harry S. Truman, estimated debt includes a principal plus interest, for a total liability of \$400,000; and

WHEREAS, the District's Finance Office, has reviewed and reconciled the Perkins loan subsidiary data and has submitted such estimated amount on the annual Fiscal Operations Report & Application to Participate (FISAP); and

WHEREAS, upon completion of the close-out process and the payments are made to DOE, all students' loans will be submitted to our collection agency, for further collection;

NOW, THEREFORE BE IT RESOLVED, that the Board of Trustees of Community College District No. 508, County of Cook and State of Illinois, hereby approves the close-out of these accounts, the payment to DOE, Perkins Loan Program for the amount estimated at \$400,000.

Financial: \$400,000 Education Fund 00003-Various Colleges – 00089-00000-0000000-594100

Respectfully submitted,

Wayne D. Watson
Chancellor

August 9, 2007