WHEREAS, the U.S. Department of Education (the Department) has promulgated regulations governing institutions, like Kennedy-King, that participate in the various student financial assistance programs authorized under Title IV of the Higher Education Act of 1965. As a condition of participation in these programs, the institutions must comply with these regulations, which include submitting to program reviews;

WHEREAS, beginning on August 3, 2009, the Department conducted an off-site program review at Kennedy-King College and based upon this review, determined that Kennedy-King College had certain verification reporting errors regarding the disbursement of student financial aid;

WHEREAS, pursuant to federal regulations, Kennedy-King College has appealed the Department’s final program review determination issued after the program review;

WHEREAS, Kennedy-King College has asserted in its appeal that based upon a curing of administrative or recordkeeping errors and unchallenged findings, the liability determination should be no more than $222,852.38;

WHEREAS, the Department has requested that during the pendency of the appeal, Kennedy-King remit payment to the Department in the amount of $222,852.38; and

WHEREAS, the General Counsel has advised the Chancellor and the Board that payment of the undisputed amount to the Department is in the best interest of the District;

NOW THEREFORE BE IT RESOLVED, that the Board of Trustees of Community College District No. 508, Cook County, Illinois, hereby authorizes the Chairman to issue payment to the U.S. Department of Education in the amount of $222,852.38.