RESOLUTION
AUTHORIZING PAYMENT TO THE U.S. DEPARTMENT OF EDUCATION
REVISED FINAL PROGRAM REVIEW DETERMINATION
KENNEDY-KING COLLEGE
OFFICE OF THE GENERAL COUNSEL

WHEREAS, the U.S. Department of Education (the Department) has promulgated regulations governing institutions, such as Kennedy-King College, that participate in the various student financial assistance programs authorized under Title IV of the Higher Education Act of 1965 and, 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 reporting errors regarding the disbursement of student financial aid;

WHEREAS, upon being informed by the Department of its findings on July 16, 2010, City Colleges of Chicago immediately launched its own audit, took disciplinary action and made personnel changes, corrected the errors and put in place new procedures to help guard against such errors;

WHEREAS, these actions helped decrease City Colleges of Chicago’s financial exposure;

WHEREAS, in order to bring the Department’s revised final program review determination to a conclusion, the General Counsel has advised the Chancellor and the Board that the District should make a final payment to the Department in the amount of $4,000,000;

NOW THEREFORE BE IT RESOLVED, that the Board of Trustees of Community College District No. 508, County of Cook and State of Illinois, hereby authorizes the General Counsel to conclude the revised final program review determination with the United States Department of Education by making a final payment in the amount of $4,000,000. The Board further authorizes the Chair to execute the final agreement and the General Counsel to take all actions necessary to implement its terms.