MEMORANDUM

TO : Kathleen Tighe, Inspector General
    Office of the Inspector General

FROM : Tim Soltis
        Deputy Chief Financial Officer, Delegated to Perform the Functions
        and Duties of the Chief Financial Officer

SUBJECT : Report on High-Dollar Overpayments for the Quarter Ended September 30, 2016

The purpose of this memorandum is to comply with the high-dollar overpayment reporting
requirements addressed in the Office of Management and Budget (OMB) implementation
guidance M-15-02, dated October 20, 2014, relative to Executive Order 13520. The OMB
implementation guidance requires agency heads to submit quarterly reports on high-dollar
overpayments for programs susceptible to significant improper payments.

The U.S. Department of Education has two programs identified as susceptible to significant
improper payments: Pell Grants and Direct Loans. During the reporting period covering July 1,
2016, through September 30, 2016, the Department identified no high dollar overpayments in the
Pell and Direct Loan programs.

The Department is committed to ensuring the integrity of its programs and is focused on
identifying and managing the risk of improper payments with adequate control activities. The
Department will continue to work closely with the Office of the Inspector General and OMB to
explore additional opportunities for identifying and reducing potential improper payments.

If you have any questions, please contact Phillip Juengst at (202) 245-8030.

cc:  Mr. David Mader, Controller
     Office of Federal Financial Management
     Office of Management and Budget
U.S. Department of Education
High-Dollar Overpayments
July 1, 2016 to September 30, 2016

<table>
<thead>
<tr>
<th>Date</th>
<th>Amount</th>
<th>Payment Type (Individual/Entity)</th>
<th>Location</th>
<th>Cognizant Program</th>
<th>Recovery Action(s) Taken/Planned</th>
<th>Future Preventive Action(s)</th>
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