



**STATE OF MISSISSIPPI**  
**OFFICE OF THE STATE AUDITOR**  
**SHAD WHITE**  
**STATE AUDITOR**

October 18, 2021

Jennifer Schock

Dear Mrs. Schock;

After thorough investigation, I am required by Miss. Code Ann. § 7-7-211 (1972), to demand from you and your company, payment in the amount \$864,918.72, to the Office of the State Auditor for the use and benefit of the Mississippi Community College Board, within thirty (30) days of this date.

This sum represents Workforce Enhancement Training Program funds fraudulently obtained by you, Chapter 3 Inc., through reimbursement of salaries of fraudulent training submissions from Itawamba Community College. This loss occurred between December 2017 and February 2019. This sum also represents interest and cost of recovery. An itemized statement indicating the amount of this demand is enclosed.

Please refer to case number 29-19-94 78 when corresponding with this office concerning this case. Make reimbursement payable to "State Department of Audit Exception Clearing Account" and remit to Sarah Smith, to the address listed below.

Mrs. Jennifer Schock  
October 18, 2021  
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If you refuse, neglect or otherwise fail to pay the demand within the allotted thirty (30) days, I have the authority and duty to institute suit pursuant to Miss. Code Ann. § 7-7-211 (1972), and the Attorney General of Mississippi shall file a civil lawsuit in the proper court. Please be aware that after thirty (30) days interest will again begin accruing at one percent (1%) per month until the demand is paid in full.

Sincerely,

A handwritten signature in black ink, appearing to read "Shad White", enclosed within a large, loopy oval shape.

Shad White  
State Auditor

SW/sss  
Enclosure

SCHEDULE OF EXCEPTION

**Jennifer Schock**

Owner of Chapter 3 Inc.

October 18, 2021

<b>ITEM</b>	<b>AMOUNT</b>
<b>PRINCIPAL</b>	<b>\$ 680,515.50</b>
<b>INTEREST</b>	
Interest is calculated at one percent (1%) per month from the date of loss.	<b>\$ 159,592.64</b>
<b>COST OF RECOVERY</b>	
Cost is assessed on an hourly basis from each staff member	<b>\$ 24,728.08</b>
<b>COST OF SUBPOENAS</b>	
Cost of records from issuance of subpoenas	<b>\$ <u>82.50</u></b>
<b>TOTAL</b>	<b><u>\$ 864,918.72</u></b>