

ITT EDUCATIONAL SERVICES INC  
 Form 3  
 November 24, 2014

**FORM 3 UNITED STATES SECURITIES AND EXCHANGE COMMISSION**  
**Washington, D.C. 20549**

OMB APPROVAL

OMB Number: 3235-0104  
 Expires: January 31, 2015  
 Estimated average burden hours per response... 0.5

**INITIAL STATEMENT OF BENEFICIAL OWNERSHIP OF SECURITIES**

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934,  
 Section 17(a) of the Public Utility Holding Company Act of 1935 or Section  
 30(h) of the Investment Company Act of 1940

(Print or Type Responses)

|  |  |  |   |  |   |
|--|--|--|---|--|---|
| 1. Name and Address of Reporting Person *<br>Â KNOWLTON ANGELA K<br>(Last) (First) (Middle)<br><br>C/O ITT EDUCATIONAL SERVICES, INC., Â 13000 NORTH MERIDIAN STREET<br>(Street)<br><br>CARMEL, Â IN Â 46032<br>(City) (State) (Zip) | 2. Date of Event Requiring Statement<br>(Month/Day/Year)<br>11/14/2014 | 3. Issuer Name <b>and</b> Ticker or Trading Symbol<br>ITT EDUCATIONAL SERVICES INC [ESI] | 4. Relationship of Reporting Person(s) to Issuer<br><br>(Check all applicable)<br><br><input type="checkbox"/> Director <input type="checkbox"/> 10% Owner<br><input checked="" type="checkbox"/> Officer <input type="checkbox"/> Other<br>(give title below) (specify below)<br>SVP, Controller & Treasurer | 5. If Amendment, Date Original Filed(Month/Day/Year) | 6. Individual or Joint/Group Filing(Check Applicable Line)<br><input checked="" type="checkbox"/> Form filed by One Reporting Person<br><input type="checkbox"/> Form filed by More than One Reporting Person |
|--|--|--|---|--|---|

**Table I - Non-Derivative Securities Beneficially Owned**

| 1. Title of Security<br>(Instr. 4) | 2. Amount of Securities Beneficially Owned<br>(Instr. 4) | 3. Ownership Form:<br>Direct (D)<br>or Indirect (I)<br>(Instr. 5) | 4. Nature of Indirect Beneficial Ownership<br>(Instr. 5) |
|------------------------------------|--|---|--|
| Common Stock                       | 9,961 <sup>(1)</sup>                                     | D   | Â  |

Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.

SEC 1473 (7-02)

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**Table II - Derivative Securities Beneficially Owned (e.g., puts, calls, warrants, options, convertible securities)**

| 1. Title of Derivative Security<br>(Instr. 4) | 2. Date Exercisable and Expiration Date<br>(Month/Day/Year) | 3. Title and Amount of Securities Underlying Derivative Security<br>(Instr. 4) | 4. Conversion or Exercise Price of Derivative | 5. Ownership Form of Derivative Security: | 6. Nature of Indirect Beneficial Ownership<br>(Instr. 5) |
|---|---|--|---|---|--|
|---|---|--|---|---|--|

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|   | Date Exercisable | Expiration Date | Title        | Amount or Number of Shares | Security  | Direct (D) or Indirect (I) (Instr. 5) |   |
|---|------------------|-----------------|--------------|----------------------------|-----------|---------------------------------------|---|
| Employee Stock Option (Right to Buy) <sup>(2)</sup> | Â <sup>(3)</sup> | 01/27/2017      | Common Stock | 8,000                      | \$ 113.41 | D                                     | Â |
| Employee Stock Option (Right to Buy) <sup>(2)</sup> | Â <sup>(4)</sup> | 02/13/2019      | Common Stock | 4,000                      | \$ 75.16  | D                                     | Â |
| Employee Stock Option (Right to Buy) <sup>(2)</sup> | Â <sup>(5)</sup> | 05/09/2020      | Common Stock | 4,500                      | \$ 19.31  | D                                     | Â |
| Employee Stock Option (Right to Buy) <sup>(2)</sup> | Â <sup>(6)</sup> | 02/04/2021      | Common Stock | 4,500                      | \$ 27.94  | D                                     | Â |

## Reporting Owners

| Reporting Owner Name / Address   | Relationships |           |                               |       |
|--|---------------|-----------|-------------------------------|-------|
|  | Director      | 10% Owner | Officer                       | Other |
| KNOWLTON ANGELA K<br>C/O ITT EDUCATIONAL SERVICES, INC.<br>13000 NORTH MERIDIAN STREET<br>CARMEL, IN 46032 | Â             | Â         | Â SVP, Controller & Treasurer | Â     |

## Signatures

Ryan L. Roney, Attorney-In-Fact for Angela K. Knowlton

11/24/2014

\_\_Signature of Reporting Person

Date

## Explanation of Responses:

\* If the form is filed by more than one reporting person, see Instruction 5(b)(v).

\*\* Intentional misstatements or omissions of facts constitute Federal Criminal Violations. See 18 U.S.C. 1001 and 15 U.S.C. 78ff(a).

- Consists of: (a) 4,796 shares of the Company's common stock; (b) 1,325 restricted stock units ("RSUs") awarded under the ITT Educational Services, Inc. Amended and Restated 2006 Equity Compensation Plan (the "2006 Plan"), a Rule 16b-3 plan, on February 13, 2012 that will settle 100% on February 13, 2015 in the form of one share of the Company's common stock for each RSU settled; (c) 465 RSUs awarded under the 2006 Plan on February 13, 2012 that will settle 100% on February 13, 2015 in the form of one share of the Company's common stock for each RSU settled; (d) 1,350 RSUs awarded under the 2006 Plan on May 9, 2013 that will settle in two equal installments on May 9, 2015 and 2016 in the form of one share of the Company's common stock for each RSU settled; and (e) 2,025 RSUs awarded under the 2006 Plan on February 4, 2014 that will settle in three equal instalments on February 4, 2015, 2016 and 2017 in the form of one share of the Company's common stock for each RSU settled.
- (1) RSUs awarded under the 2006 Plan on February 13, 2012 that will settle 100% on February 13, 2015 in the form of one share of the Company's common stock for each RSU settled;
  - (2) Option awarded under the 2006 Plan.
  - (3) The option is fully vested.
  - (4) 2,666 of the shares underlying the option are fully vested; the remaining 1,334 shares will vest on February 13, 2015.
  - (5) 1,500 of the shares underlying the option are fully vested; the remaining 3,000 shares will vest in two equal installments on May 9, 2015 and May 9, 2016.
  - (6) The option vests in three equal installments on February 4, 2015, 2016 and 2017.

Â

### Remarks:

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Power of Attorney is attached hereto as exhibit 24.

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, *See* Instruction 6 for procedure. Potential persons who are to respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB number.