#### Introduction

Artificial Intelligence (AI) in education has revolutionized assessment practices by offering **faster grading, real-time feedback, and scalable evaluation methods**. However, despite these benefits, AI grading raises concerns regarding **fairness, bias, and accuracy**, particularly in subjective assessments such as essays and creative writing.

This case study explores a real-world scenario in which an institution adopted **Al-based grading** to improve efficiency, only to face **unexpected challenges in fairness and equity**. Learners will analyze the case, identify key issues, and propose potential solutions.

### **Case Background**

#### **Institutional Context**

Ridgewood University, a mid-sized institution with **over 15,000 students**, faced increasing challenges in handling **large-scale assessments**. Professors struggled with **delayed grading**, particularly for writing-intensive courses, where manual grading of essays took **weeks to complete**.

In response, the university implemented **AI-powered grading software**—EduGrade AI—to handle **short-answer and essay assessments**. The tool was designed to:

- Reduce grading time from weeks to days.
- Provide instant, personalized feedback for students.
- **Ensure consistency** in grading across large classes.

After its implementation, grading time dropped by 65%, and students received feedback within minutes instead of weeks. Faculty workload also decreased, allowing educators to focus more on student engagement rather than administrative grading tasks.

However, within a few months, concerns about fairness emerged.

### The AI Grading Controversy

#### **Issue 1: Bias Against Non-Traditional Writing Styles**

Students from diverse linguistic backgrounds reported lower-than-expected grades on Al-graded essays.

- Some **ESL** (English as a Second Language) students found their work penalized for **minor** grammatical deviations, even though their arguments were strong.
- Creative writing students noted that AI favored formulaic responses over innovative or unconventional styles.
- The system prioritized structure over originality, leading to higher scores for well-organized but generic essays while penalizing deep, critical analysis that deviated from traditional formats.

Thought Question: Should AI grading prioritize structure and mechanics over originality and depth?

#### **Issue 2: Misinterpretation of Nuanced Responses**

EduGrade AI was programmed using machine learning models trained on thousands of past essays. However, some student responses were misinterpreted by the system:

- A philosophy student submitted a satirical essay critiquing AI grading, using irony and humor.
  The AI flagged the response as off-topic and assigned a failing grade.
- A sociology student included culturally specific examples that were not recognized by the AI, leading to points being deducted for "irrelevance."
- Al struggled with complex rhetorical structures, often marking long, nuanced responses as unclear, favoring simpler, more direct writing.

Thought Question: How can AI grading systems be improved to better understand complex, nuanced, or culturally diverse responses?

### Issue 3: Lack of Transparency in AI Decision-Making

One of the major complaints from students and faculty was that **AI did not provide clear reasoning for its scores**.

- Unlike human graders who provide justifications and explanations, EduGrade AI simply displayed a numerical score with pre-written feedback.
- Some students who challenged their grades found that even when their essays were resubmitted without changes, AI sometimes produced different scores.
- Faculty had limited ability to **override AI-generated grades**, leading to frustration when they believed AI **misjudged** a student's work.

Thought Question: Should institutions allow faculty to override Al-generated grades? If so, under what conditions?

## Institution's Response

After an internal review, Ridgewood University **re-evaluated its AI grading system** and made several modifications:

Whybrid Grading Model: All now serves as a first-pass evaluator, but faculty review essays flagged as high-risk (e.g., low scores, unconventional writing styles).

Bias Reduction Training: The Al model was updated with more diverse training data, including ESL writing samples and non-Western rhetorical styles.

Student Appeals System: Students can request human review if they believe AI misjudged their work

While these changes **addressed some concerns**, faculty still debate the **extent to which AI should be relied upon** in high-stakes assessments.

## **Case Study Reflection & Analysis**

# **Discussion Prompts:**

- 1. Al grading improves efficiency, but does it come at the cost of fairness? How can this balance be achieved?
- 2. What safeguards should be in place to prevent bias in AI-based grading systems?
- 3. Should AI only be used for formative feedback rather than summative assessments? Why or why not?
- 4. What role should **human educators** play in Al-powered assessment systems?

### Instructions

- Write a 250-word essay answering ALL of the questions in the discussion prompts and post in the forum
- Regular forum posting methods apply