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8  
9 **BEFORE THE**  
**DEPARTMENT OF CONSUMER AFFAIRS**  
10 **FOR THE BUREAU FOR PRIVATE POSTSECONDARY EDUCATION**  
**STATE OF CALIFORNIA**

11  
12 In the Matter of the Statement of Issues  
Against:

Case No. 1000102

13 **ALLEN'S ACADEMY OF DOG**  
14 **GROOMING;**  
15 **CYNTHIA ALLEN, OWNER**

**STATEMENT OF ISSUES**

16 **Applicant for Renewal of Approval to**  
**Operate and Offer Educational Programs**  
17 **for a Non-Accredited Institution**

18 Respondent.

19  
20 Complainant alleges:

21 **PARTIES**

22 1. Joanne Wenzel (Complainant) brings this Statement of Issues solely in her official  
23 capacity as the Chief of the Bureau for Private Postsecondary Education, Department of  
24 Consumer Affairs.

25 2. On or about May 1, 2012, the Bureau for Private Postsecondary Education (Bureau)  
26 received an Application for Renewal of Approval to Operate and Offer Educational Programs for  
27 a Non-Accredited Institution (Application) from Allen's Academy of Dog Grooming; Cynthia  
28

1 Allen, Owner (Respondent). On or about April 30, 2012, Respondent certified under penalty of  
2 perjury to the truthfulness of all statements, answers, and representations in the application.

3 3. On or about June 29, 2012, the Bureau requested financial statements from  
4 Respondent, which were required to be provided with her Application.

5 4. On or about September 19, 2012, the Bureau received Respondent's financial  
6 documents.

7 5. On or about November 26, 2013, the Bureau received additional information from  
8 Respondent, including Respondent's financial statements.

9 6. On or about April 15, 2014, the Bureau sent a letter to Respondent, informing  
10 Respondent that the information she provided to the Bureau was insufficient.

11 7. On or about May 19, 2014, the Bureau received a letter from Respondent, including  
12 Respondent's financial statements.

13 8. On or about November 13, 2014, the Bureau denied Respondent's application.

14 9. On or about November 20, 2014, the Bureau received a letter from Respondent  
15 requesting an administrative hearing regarding the denial of her Application.

### 16 JURISDICTION

17 10. This Statement of Issues is brought before the Director of the Department of  
18 Consumer Affairs (Director) for the Bureau for Private Postsecondary Education, under the  
19 authority of the following laws. All section references are to the Education Code<sup>1</sup> unless  
20 otherwise indicated.

21 11. California Education Code section 94891 states:

22 "(a) The bureau shall, by January 1, 2011, adopt by regulation the process and procedures  
23 whereby an institution may obtain a renewal of an approval to operate.

24 (b) To be granted a renewal of an approval to operate, the institution shall demonstrate its  
25 continued capacity to meet the minimum operating standards."

26 <sup>1</sup> Effective January 1, 2015, in accordance with SB1247, the California Private  
27 Postsecondary Education Act of 2009 was updated. Because the conduct at issue in this case  
28 occurred before January 1, 2015, however, all citations are to the previous version of the  
California Private Postsecondary Education Act of 2009 that was in effect in 2014.

1 REGULATIONS

2 12. California Code of Regulations, title 5, section 71700 states that, "The Bureau may  
3 request that an institution document compliance with the standards set forth in the Act and this  
4 Division to obtain and maintain an approval to operate."

5 13. California Code of Regulations, title 5, section 71475 states, in pertinent part:

6 "...

7 "(b) An institution seeking to renew its Approval to Operate pursuant to section 94891 of  
8 the Code shall, prior to its expiration, complete and submit to the Bureau the 'Application for  
9 Renewal of Approval to Operate and Offer Educations Programs for Non-Accredited Institutions,'  
10 Form Application 94891 (rev. 2/10).

11 "...

12 (e) The institution shall submit at the time it applies for renewal current financial  
13 statements that meet the requirements of section 74115 as follows: (1) for an institution with  
14 annual gross revenues of \$500,000 and over, statements shall be audited; (2) for an institution  
15 with annual gross revenues less than \$500,000, statements shall be reviewed.

16 "...

17 (kk) An incomplete application filed under this section will render the institution  
18 ineligible for renewal."

19 CAUSE FOR DENIAL OF APPLICATION

20 **(Failure to Provide Financial Statements Reviewed by CPA)**

21 14. Respondent's application is subject to denial under California Code of Regulations,  
22 title 5, sections 71700 and 71475, subdivision (e), in that in support of her Application,  
23 Respondent failed to provide financial statements that were reviewed by a CPA. The  
24 circumstances are as follows:

25 a. In Respondent's Application, as well as Respondent's September 19, 2012,  
26 November 26, 2013, and May 19, 2014 letters to the Bureau, Respondent provided financial  
27 statements that were not reviewed by a CPA.

28 ///

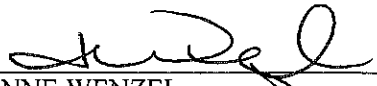
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**PRAYER**

WHEREFORE, Complainant requests that a hearing be held on the matters herein alleged, and that following the hearing, the Director of the Department of Consumer Affairs issue a decision:

1. Denying the application of Cynthia Allen, Owner, Allen's Academy of Dog Grooming for renewal of approval to operate and offer educational programs for a non-accredited institution; and,
2. Taking such other and further action as deemed necessary and proper.

DATED: 3/11/13

  
\_\_\_\_\_  
JOANNE WENZEL  
Chief  
Bureau for Private Postsecondary Education  
Department of Consumer Affairs  
State of California  
*Complainant*

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