

DEPARTMENT OF CONSUMER AFFARS - BUREAU FOR PRIVATE POSISECOMARY EDUCATION 2535 Capitol Oaks Drive, Suite 460, Sacramento, CA 95833
P.O. Box 980818, West Sacramento, CA 95798-0818
P (916) 431-6959 | Toll-Free (888) 370-7589 | www.bppe.ca.gov



# APPEAL OF CITATION INFORMAL CONFERENCE DECISION: CITATION AFFIRMED

July 15, 2019

Fred Stitt, Owner San Francisco Institute of Architecture 3075 Adeline St Berkeley, CA 94703

Date of Issuance	Citation Number	Institution Code
July 15, 2019	1819122	Unapproved

On April 24, 2019, an informal telephone conference was held in the matter of Citation: Assessment of Fine and Order of Abatement No. 1819122 (Citation) against Fred Stitt, Owner of San Francisco Institute of Architecture (Institution). In attendance were Marina O'Connor, Licensing Chief and Fred Stitt, Owner.

Pursuant to Business and Professions Code, §148; California Education Code (CEC), section 94944; and Title 5 of California Code of Regulations (5, CCR), section 75020 and section 75040, the Bureau for Private Postsecondary Education (Bureau) renders the following decision relative to your appeal of the Citation No. 1819122.

It is the decision of the Enforcement Chief that on July 12, Citation No. 1819122 is affirmed for the following reason(s):

No new substantive facts were presented at the conference.

#### **VIOLATION CODE SECTIONS**

# Below you will find the California Education Code (CEC) and/or Title 5 of the California Code of Regulations (5, CCR code) section(s) of law you are charged with violating.

#### 1. Violation:

## CEC Section 94886. Approval to Operate Required

"Except as exempted in Article 4 (commencing with Section 94874) or in compliance with the transition provisions in Article 2 (commencing with Section 94802), a person shall not open, conduct, or do business as a private postsecondary educational institution in this state without obtaining an approval to operate under this chapter."

# CEC Section 94817.5. Approved to Operate or Approved

"Approved to operate" or "approved" means that an institution has received authorization pursuant to this chapter to offer to the public and to provide postsecondary educational programs."

## CEC Section 94868. To Offer to the Public

"To offer to the public" means to advertise, publicize, solicit, or recruit."

### CEC Section 94869. To Operate

"To operate" means to establish, keep, or maintain any facility or location in this state where, or from

which, or through which, postsecondary educational programs are provided."

## CEC 94857. Postsecondary Education

"Postsecondary education" means a formal institutional educational program whose curriculum is designed primarily for students who have completed or terminated their secondary education or are beyond the compulsory age of secondary education, including programs whose purpose is academic, vocational, or continuing professional education.

## CEC 94858. Private Postsecondary Educational Institution

"Private postsecondary educational institution" means a private entity with a physical presence in this state that offers postsecondary education to the public for an institutional charge.

On May 12, 2017, during the investigation, Bureau staff discovered that the Institution is in operation through its website <a href="https://www.sfia.net">www.sfia.net</a>.

Bureau staff searched the Institution's website and discovered the following online distance learning programs being offered: Green MBA: Master of Business Administration in Sustainability \$4,800. Master of Science in Green Building \$4,800. Master of Project Management \$3,600. Master of Architecture \$2,800-\$12,950. Master of Ecological Design \$2,400-\$7,500. Bachelor of Science in Architecture \$4,200. Bachelor of Science in Ecological Design \$3,600. Associate of Arts in Architecture \$4,200. Associate of Arts in Ecological Design \$3,600.

Based on the Bureau's investigation, the Institution is conducting business as a private postsecondary educational institution. The Institution has a California presence as on the Institution's website, the listed address is PO Box 2590, Alameda, California 94501 and a local phone number of (510) 523-5174. The Institution advertises programs costing \$2400-\$12,950. The Institution falls under the definition of a private postsecondary educational institution under CEC section 94858. As of February 20. 2019, the Institution continues to operate as a private postsecondary educational institution without Bureau approval.

#### Order of Abatement:

The Bureau orders that the Institution cease to operate as a private postsecondary educational institution, unless the Institution qualifies for an exemption under CEC section94874. The Institution must discontinue recruiting or enrolling students and cease all instructional services and advertising in any form or type of media, including the www.SFIA.net and any other websites not identified here that are associated with the Institution, until such time as an approval to operate is obtained from the Bureau. The Institution must disconnect all telephone service numbers including but not limited to (800) 634-7779 and (510) 523-5174 that are associated with the Institution until such time as an approval to operate is obtained from the Bureau. To comply with the Order of Abatement the Institution must submit a school closure plan to the Bureau pursuant to California Education Code section 94926. The institution must provide a roster of each student currently enrolled at the Institution. The roster must include the names of the students, their contact information (including phone number, email address, and physical address), the programs in which they are enrolled, the amount paid for the programs.

#### **Assessment of Fine**

The fine for this violation is \$100,000.00

TOTAL ADMINISTRATIVE FINE DUE: \$100,000.00

#### ORDER OF ABATEMENT

The Bureau orders that you comply with the orders described in the 'Violation Code Sections' of this document and submit evidence of compliance within <u>30 days</u> from the date of this decision.

#### **PENALTY - ASSESSMENT OF A FINE**

Payment of the administrative fine is due within 30 days from the date of this decision. Please complete the Payment of Fine form. Payment must be made to the Bureau by check, or money order. Please include the citation number on the payment of the fine assessment. Payment of the administrative fine shall not constitute an admission of the violation(s) charged and shall be represented as satisfactory resolution of the matter for purposes of public disclosure. Payments may be mailed to:

Cheryl Lardizabal, Discipline Citation Program
Bureau for Private Postsecondary Education
2535 Capitol Oaks Drive, Suite 400
Sacramento, CA 95833

#### **APPEAL OF CITATION**

You *do not* have the right to request another Informal Conference to appeal this affirmed Citation. You *do*, however, have the right to appeal this affirmed Citation through an Administrative Hearing. A hearing before an Administrative Law Judge will be scheduled and you will be notified of the hearing date. The hearing will be held pursuant to Chapter 5 (commencing with section 11500) of Part 1 of Division 3 of Title 2 of the Government Code.

If you do not wish to appeal this affirmed Citation you must withdraw your initial request for an Administrative Hearing, if one was made. Please complete and mail the enclosed <u>Withdrawal – Request for Administrative Hearing</u> within <u>30 Days</u> of the date of this decision.

#### EFFECTIVE DATE OF CITATION AND FINE ASSESSMENT

This affirmed Citation is effective on **July 15**, **2019**. The order of abatement and payment are due by **August 14**, **2019**.

Failure to abate the violation or to pay the administrative fine within the time allowed is grounds for denial of an application for an approval to operate or discipline. The Bureau will promptly take all appropriate action to enforce the Affirmed Citation and recover the civil penalties prescribed therein or found to be due after a hearing.

#### **CONTACT INFORMATION**

If you have any questions regarding this decision or desire further information, please contact Cheryl Lardizabal, Discipline Analyst, at (916) 621-2591 or at <a href="mailto:Cheryl.Lardizabal@dca.ca.gov">Cheryl.Lardizabal@dca.ca.gov</a>.



Christina Villanueva Discipline Manager

## Enclosures

- Payment of Fine Waiver of Appeal Rights
   Withdrawal- Request for Administrative Hearing
   Declaration of Service by Certified and First-Class Mail