1	KAMALA D. HARRIS	
2	Attorney General of California DIANN SOKOLOFF	
3	Supervising Deputy Attorney General CARTER OTT	
4	Deputy Attorney General State Bar No. 221660	
5	1515 Clay Street, 20th Floor P.O. Box 70550 Oakland, CA 94612-0550	
6	Telephone: (510) 622-2219 Facsimile: (510) 622-2270	
7	E-mail: Carter.Ott@doj.ca.gov Attorneys for Complainant	
8		RETHE
9	DEPARTMENT OF C	CONSUMER AFFAIRS E POSTSECONDARY EDUCATION
10		CALIFORNIA
11		
12	In the Matter of the Statement of Issues Against:	Case No. 1000952
13	AB TRUCK DRIVING SCHOOL;	
14 15	MOHAN SINGH, 50% OWNER; NANJIT SINGH, 50% OWNER	STATEMENT OF ISSUES
16	Application for Renewal of Approval to Operate an Institution Non-Accredited	
17	Respondent.	···
18	School Code 4307141	
19		l
20	Complainant alleges:	
21	PAR	TIES
22	1. Joanne Wenzel (Complainant) bring	s this Statement of Issues solely in her official
23	capacity as the Chief of the Bureau for Private P	ostsecondary Education, Department of
24	Consumer Affairs.	
25	2. On or about August 31, 2010, the Bu	reau for Private Postsecondary Education
26	("Bureau") received an Application for Renewal	of Approval to Operate an Institution Non-
27	Accredited (application number 22868) from Re	spondent AB Truck Driving School; Mohan
28	Singh, 50% Owner; and Manjit Singh, 50% Own	ner ("Respondent"). Between July 30, 2011 and 1
	In the Matter of the	STATEMENT OF ISSUES Statement of Issues Against AB Truck Driving School et al.

In the Matter of the Statement of Issues Against AB Truck Driving School et al.

March 21, 2014, the Bureau and Respondent exchanged correspondence regarding Respondent's
 application.

3 3. On or about July 23, 2015, the Bureau issued Respondent a Notice of Denial of
4 Application for Renewal of Approval to Operate. On or about August 18, 2015, the Bureau
5 received a request from Respondent for an administrative hearing regarding the denial of its
6 application.

## **JURISDICTION**

8 4. This Statement of Issues is brought before the Director of Department of Consumer
9 Affairs (Director) for the Bureau, under the authority of the following laws. All section
10 references are to the Education Code unless otherwise indicated.

 11
 5.
 California Business and Professions Code Section 118, subdivision (b) provides, in

 12
 part:

"(b) The suspension, expiration, or forfeiture by operation of law of a license issued by a
board in the department, or its suspension, forfeiture, or cancellation by order of the board or by
order of a court of law, or its surrender without the written consent of the board, shall not, during
any period in which it may be renewed, restored, reissued, or reinstated, deprive the board of its
authority to institute or continue a disciplinary proceeding against the licensee upon any ground
provided by law or to enter an order suspending or revoking the license or otherwise taking
disciplinary action against the licensee on any such ground.

· 20

7

6. Section 94886 provides:

"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."

25

7. Section 94887 provides:

26 "An approval to operate shall be granted only after an applicant has presented sufficient
27 evidence to the bureau, and the bureau has independently verified the information provided by the
28 applicant through site visits or other methods deemed appropriate by the bureau, that the

1	applicant has the capacity to satisfy the minimum operating standards. The bureau shall deny an
2	application for an approval to operate if the application does not satisfy those standards."
3	8. Section 94891 provides, in part:
4	"(b) To be granted a renewal of an approval to operate, the institution shall demonstrate its
5	continued capacity to meet the minimum operating standards."
6	STATUTORY AND REGULATORY PROVISIONS <sup>1</sup>
7	9. Section 94902 provides, in part:
8	
9	"(b) An enrollment agreement is not enforceable unless all of the following requirements
10	are met:
11	••••
12	"(3) Prior to the execution of the enrollment agreement, the student and the institution have
13	signed and dated the information required to be disclosed in the Student Performance Fact Sheet
14	pursuant to subdivisions (a) to (d), inclusive, of Section 94910. Each of these items in the Student
15	Performance Fact Sheet shall include a line for the student to initial and shall be initialed and
16	dated by the student.
17	"
18	10. Section 94906 provides, in part:
19	· · · ·
20	"(b) If the recruitment leading to enrollment was conducted in a language other than
21	English, the enrollment agreement, disclosures, and statements shall be in that language."
22	////
23	
24	
25	
26	
27	<sup>1</sup> The California Private Postsecondary Education Act of 2009 was recently amended, effective January 1, 2015. <i>See</i> Senate Bill No. 1247. This Statement of Issues is based on the pre-
28	amendment version of the Act.
	3 Statement of Issues
l	In the Matter of the Statement of Issues Against AB Truck Driving School et al.

In the Matter of the Statement of Issues Against AB Truck Driving School et al.

1

11. Section 94910 provides, in part:

2 "Prior to enrollment, an institution shall provide a prospective student with a School
3 Performance Fact Sheet containing, at a minimum, the following information, as it relates to the
4 educational program:

5 "(a) Completion rates, as calculated pursuant to Article 16 (commencing with Section
6 94928).

"(b) Placement rates for each educational program, as calculated pursuant to Article 16
(commencing with Section 94928), if the educational program is designed to lead to, or the
institution makes any express or implied claim related to preparing students for, a recognized
career, occupation, vocation, job, or job title.

"(c) License examination passage rates for programs leading to employment for which
passage of a state licensing examination is required, as calculated pursuant to Article 16
(commencing with Section 94928).

14 "(d) Salary or wage information, as calculated pursuant to Article 16 (commencing with15 Section 94928).

16 ....."

12. Section 94929 provides, in part:

"(a) An institution shall annually report to the bureau, as part of the annual report, and
publish in its School Performance Fact Sheet, the completion rate for each program. Except as
provided in subdivision (b), the completion rate shall be calculated by dividing the number of
graduates by the number of students available for graduation.

22

. . . ."

23

17

13. Section 94929.5 provides, in part:

24 "(a) An institution shall annually report to the bureau, as part of the annual report, and shall
25 publish in its School Performance Fact Sheet, all of the following:

26 "(1) The job placement rate, calculated by dividing the number of graduates employed in
27 the field by the number of graduates available for employment for each program that is either (1)

designed, or advertised, to lead to a particular career, or (2) advertised or promoted with any
 claim regarding job placement.

"(2) The license examination passage rates for the immediately preceding two years for 3 programs leading to employment for which passage of a state licensing examination is required, 4 5 calculated by dividing the number of graduates who pass the examination by the number of graduates who take the licensing examination the first time that the examination is available after 6 completion of the educational program. The institution shall use state agency licensing data to 7 calculate license examination passage rates. If those data are unavailable, the institution shall 8 calculate the license examination passage rate in a manner consistent with regulations adopted by Q 10 the bureau.

"(3) Salary and wage information, consisting of the total number of graduates employed in
the field and the annual wages or salaries of those graduates stated in increments of five thousand
dollars (\$5,000).

14 ....."

15 14. California Code of Regulations, title 5, section 70000 provides, in part:

16

17 "(q) 'Mission' means an institution's stated educational reasons to exist. A mission
18 statement contains all of the following characteristics:

"(1) The mission includes the institution's broad expectations concerning the education that
students will receive, including the acquisition of the body of knowledge presented in the
educational program, the development of intellectual, analytical, and critical abilities, and the
fostering of values such as a commitment to pursue lifelong learning; and

23 "(2) The mission relates to the educational expectations of the institution's students, faculty
24 and community that the institution serves.

25 "(r) 'Objectives' are the goals and methods by which the institution fulfills its mission and
26 transforms it into measurable student learning outcomes for each educational program.

5

27

. . . . "

28 /////

1	15. California Code of Regulations, title 5, section 71475 provides, in part:
2	
3	"(e) The institution shall submit at the time it applies for renewal current financial
4	statements that meet the requirements of section 74115 as follows: (1) for an institution with
5	annual gross revenues of \$500,000 and over, statements shall be audited; (2) for an institution
6	with annual gross revenues less than \$500,000, statements shall be reviewed.
7	
8	"(n) The institution shall describe in the application, in detail its mission and objectives. If
9	there have been no substantive changes since the last submission, the institution may so state and
10	is not required to submit documentation.
11	
12	"(w)(1) The application shall contain a statement that the institution has and can maintain
13	the financial resources required pursuant to section 71745.
14	•••
15	(y)(1) For each program offered, the application shall contain a description of the facilities
16	and the equipment which is available for use by students at the main, branch, and satellite
17	locations of the institution unless there have been no substantive changes since the last
18	submission. If there have been no substantive changes made the institution may so state and is not
19	required to provide documentation.
20	(2) For facilities that are leased or rented, the application shall contain the name and
21	address of the lessor or landlord, together with a copy of any use, lease, or rental agreements for
22	the facilities unless there have been no substantive changes since the last submission. If there
23	have been no substantive changes made the institution may so state and is not required to provide
24	documentation.
25	
26	(4) The description in the application shall include specifications of significant equipment
27	that demonstrate that the equipment meets the standards prescribed by the Code and this chapter
28	and is sufficient to enable students to achieve the educational objectives of each education 6
	STATEMENT OF ISSUES In the Matter of the Statement of Issues Against AB Truck Driving School et al.

STATEMENT OF ISSUES In the Matter of the Statement of Issues Against AB Truck Driving School et al.

1	program unless there have been no substantive changes since the last submission. If there have
2	been no substantive changes made the institution may so state and is not required to provide
3	documentation.
4	
5	(bb) The application shall include a copy of the institution's catalog, in published or
6	proposed-to-be-published form. The catalog shall meet the requirements of the Act and of section
7	71810.
8	· · · · · ·
9	16. California Code of Regulations, title 5, section 71710 provides, in part:
10	"In order to meet its mission and objectives, the educational program defined in section
11	94837 of the Code shall be comprised of a curriculum that includes:
12	"(a) those subject areas that are necessary for a student to achieve the educational
13	objectives of the educational program in which the student is enrolled;
14	
15	17. California Code of Regulations, title 5, section 71735 provides, in part:
16	"(a) An institution shall have sufficient facilities and necessary equipment to support the
17	achievement of the educational objectives of all of the courses and educational programs in which
18	students are enrolled. If an institution represents that the educational service will fit or prepare a
19	student for employment in a particular occupation or as described in particular job titles, either of
20	the following conditions shall be met:
21	"(1) The equipment used for instruction or provided to the student shall be comparable in
22	model type or features to equipment generally used in those occupations or job titles at the time
23	the instruction is offered.
24	"(2) The institution shall establish that the equipment used for instruction or provided to a
25	student is not obsolete and is sufficient for instructional purposes to reasonably assure that a
26	student acquires the necessary level of education, training, skill, and experience to obtain
27	employment in the field of training and to perform the tasks associated with the occupation or job
28	title to which the educational program was represented to lead.
	7 Statement of Issues
	In the Matter of the Statement of Issues Against AB Truck Driving School et al.

.

1	99 • • • •
2	18. California Code of Regulations, title 5, section 71745 provides, in part:
3	"(a) The institution shall document that it has at all times sufficient assets and financial
4	resources to do all of the following:
5	"(1) Provide all of the educational programs that the institution represented it would
6	provide.
7	"(2) Ensure that all students admitted to its educational programs have a reasonable
8	opportunity to complete the programs and obtain their degrees or diplomas.
9	"(3) Maintain the minimum standards required by the Act and this chapter.
10	"(4) Pay timely refunds as required by Article 13 of the Act.
11	"(5) Pay all operating expenses due within 30 days.
12	"(6) Maintain a ratio of current assets to current liabilities of 1.25 to 1.00 or greater at the
13	end of the most recent fiscal year when using generally accepted accounting principles, or for an
14	institution participating in Title IV of the federal Higher Education Act of 1965, meet the
15	composite score requirements of the U.S. Department of Education. For the purposes of this
16	section, current assets does not include: intangible assets, including goodwill, going concern
17	value, organization expense, startup costs, long-term prepayment of deferred charges, and non-
18	returnable deposits, or state or federal grant or loan funds that are not the property of the
19	institution but are held for future disbursement for the benefit of students. Unearned tuition shall
20	be accounted for in accordance with general accepted accounting principles.
21	»» ••••
22	19. California Code of Regulations, title 5, section 71810 provides, in part:
23	••••
24	(b) The catalog shall contain the information prescribed by Section 94909 of the Code and
25	all of the following:
26	•••
27	(2) A statement of the institution's missions and purposes and the objectives underlying
28	each of its educational programs;
	8
	STATEMENT OF ISSUES In the Matter of the Statement of Issues Against AB Truck Driving School et al.

(4) Language proficiency information, including: (A) the level of English language
proficiency required of students and the kind of documentation of proficiency, such as the Test of
English as a Foreign Language (TOEFL), that will be accepted; and (B) whether English
language services, including instruction such as ESL, are provided and, if so, the nature of the
service and its cost;

....,

. . .

20. California Code of Regulations, title 5, section 71865 provides, in part:

9 "(a) A Master's degree may only be awarded to a student who demonstrates at least the
10 achievement of learning in a designated major field that is equivalent in depth to that normally
11 acquired in a minimum of 30 semester credits or its equivalent or one year of study beyond the
12 Bachelor's degree.

13

14

1

7

8

21. California Code of Regulations, title 5, section 74112 provides, in part:

15

"(d) Completion Rates. Reporting of completion rates for an institution's Annual Report 16 and Performance Fact Sheet shall include, for each educational program, the number of students 17who began program as defined in subdivision (b), the number of students available for 18 graduation, number of graduates, and completion rate(s). An optional column may be added to 19 20 include completion rate data for students completing within 101-150% of the published program length. For an institution reporting completion data pursuant to section 94929(b) of the Code, 21 completion data shall be separately reported for each program. The Performance Fact Sheet shall 22disclose, if true, that the completion data is being reported for students completing within 150% 23 of the published program length, and that data is not being separately reported for students 2425 completing the program within 100% of the published program length.

26 "Completion rates shall be included in the Performance Fact Sheet in a format substantially
27 similar to the chart below, including the footnoted information below (dates, numbers, and other
28 data shown are for example only):

"Name of	Educational Progra	am (Program Length	1)	
Calendar Year	Number of Students Who Began Program(1)	Students Available for Graduation(2)	Graduates(3)	Completion Rate(4)
20XX	100	98	70	71%
20XY	80	80	55	69%
"Students (	Completing After Pu	ublished Program Le	ngth - 150% Compl	etion Rate
"Name of	Educational Progra	m (Program Length)	)	
Calendar Year	Number of Students Who Began Program(1)	Students Available for Graduation(2)	150% Graduates(5)	150% Completion Rate(6)
20XX	100	98	25	26%
20XY	80	80	23	29%
"1 'Numl	per of Students Who	Began Program' is	the number of stude	nts who began th
program who are	scheduled to compl	lete the program witl	hin the reporting cal	lendar year.
"2 'Stude	nts available for gra	duation' is the numb	per of students who	began program
minus the numbe	er of 'Students unava	ailable for graduation	1,' which means tho	se students who
died, been incarc	erated, or called to a	active military duty.		
"3 'Gradu	uates' is the number	of students who con	npleted the program	within 100% of
published progra	m length.			
"4 'Comp	pletion Rate' is the n	umber of Graduates	divided by the Nun	nber of Students
Available for Gra	aduation.			
"5 <b>'</b> 150%	Graduates' is the n	umber of students w	ho completed the pr	ogram within 10
1.500 6.1 11	lished program leng	th.		
150% of the publ	Completion Rate' i	s the number of stud	lents who completed	d the program in
-		(A07 of the multiplication	nrogram length div	vided by the Num
<b>"6</b> '150%	r year within 101-15	0% of the published	program tongen er	
"6 '150% reported calendar		i in the published pro		

## In the Matter of the Statement of Issues Against AB Truck Driving School et al.

"(e) Placement Rates,

1

"(1) Any placement data required by sections 94910(b) and 94929.5(a) of the Code shall 2 3 be reported for the number of students who began the program as defined in subdivision (b) for each reported calendar year. 4

"(2) Placement is measured six months from the graduation date of each student. 5 Reporting of placement rates shall include for each educational program: the number of students 6 who began the program, the number of graduates as defined in subdivision (b), graduates 7 available for employment, graduates employed in the field and placement rate(s). 8

"(3) Placement rate shall be calculated as follows: the number of graduates employed in 9 the field as defined in subsection 74112(b)(3) divided by the number of graduates available for 10 11 employment as defined in section 94928(d) of the Code.

"(4) Graduates employed in the field shall be reported for those graduates employed in the 12 13 field in a single position that averages under 32 hours per week and those employed in the field in a single position that averages at least 32 hours per week. 14

"References to the Code are to the California Education Code where the California Private 15 Postsecondary Education Act of 2009 is located. 16

17 "Placement rates shall be included in the Performance Fact Sheet in a format substantially similar to the chart below, including the footnoted information below (dates, numbers, and other 18 data shown are for example only): 19

"Placement Rates (includes data for the two calendar years prior to reporting) 20

21

"Name of Educational Program (Program Length)

- <del>-</del> -								_
22	Calend ar Year	Number of Students	Number of Graduates(	Graduates Available for	Graduat es	Placeme nt Rate	Graduat es	Graduat es
23		Who Began	2)	Employment( 3)	Employe d in the	% Employe	Employe d in the	Employe d in the
24		Program( 1)			Field(4)	d in the Field(5)	Field an average	Field at least 32
25		r					of less than 32	hours per week
26							hours per week	
27	20XX	100	70	70	55	79%	5	50
28	2077	100	70	70	55	1970	5	50
				11				
		, ,,,,,,,,,	T .1	I.F. a Cale . Car	с. с. <u>х</u> .	4 4 D		NT OF ISSUES
			In th	e Matter of the Stat	tement of Issue	es Against AB	Truck Driving	Scho

In the Matter of the Statement of Issues Against AB Truck Driving School et al.

								•
1	20XY	80	55	55	20	36%	9	11
		h			······			

2 "1 'Number of Students Who Began Program' means the number of students who began the
3 program who are scheduled to complete the program within the reporting calendar year.

4

5

"2 'Number of Graduates' is the number of students who have completed the program within 100% of the published program length.

6 "3 'Graduates available for employment' means the number of graduates minus the number
7 of graduates unavailable for employment. 'Graduates unavailable for employment' means
8 graduates who, after graduation, die, become incarcerated, are called to active military duty, are
9 international students that leave the United States or do not have a visa allowing employment in
10 the United States, or are continuing their education in an accredited or bureau-approved
11 postsecondary institution.

"4 'Graduates employed in the field' means graduates who report that they are gainfully
employed within six months of graduation in a position for which the skills obtained through the
education and training provided by the institution are required or provided a significant advantage
to the graduate in obtaining the position.

16 "5 Placement Rate is calculated by dividing the number of graduates gainfully employed in
17 the field by the number of graduates available for employment."

18 "(f) License Examination Passage Rates. If license examination passage rates are not 19 available from the appropriate state agency, an institution shall collect the information directly 20from its graduates. If an institution demonstrates that, after reasonable efforts, it is unable to obtain the examination passage information from its graduates, the institution shall report the 21 22 number of students it could not contact and note in a font the same size as the majority of the data 23 on the Performance Fact Sheet, 'License examination passage data is not available from the state 24 agency administering the examination. We were unable to collect data from [enter the number] 25 graduates.'

"Reporting of license examination passage rates for the Annual Report and the Performance
Fact Sheet shall include, for each educational program: the number of students completing the
program within 150% of published program length in the reported year, the number of

documented graduates who passed the first examination, number of documented graduates who 1 failed the first examination, the number of graduates for whom data is not available. An optional 2 column may be added to separately report licensing examination data for students who take and 3 pass the exam after failing initially. The Annual Report shall also include a description of the 4 processes for attempting to contact those students. 5

"For licensing examinations that are not continuously administered, license examination 6 passage rates shall be included in the Performance Fact Sheet in a format substantially similar to the chart below, including the footnoted information below (dates, numbers, and other data 8 9 shown are for example only):

10

11

7

"Examination Passage Rates (includes data for the two calendar years prior to reporting) "Name of Educational Program (Program Length)

				<u> </u>	
12	Number of Students Taking	Exam Date(2)	Number Who Passed Exam	Number Who Failed Exam	Passage Rate(3)
13	Exam(1)				
14	80	2/1/20XX	40	40	50%
15	100	6/1/20XX	75	25	75%
16	82	10/1/20XX	68	14	76%
17	80	2/1/20XY	40	40	50%
18	100	6/1/20XY	70	30	70%
19	92	10/1/20XY	62	30	67%

20

21

"License examination passage data is not available from the state agency administering the examination. We were unable to collect data from 32 graduates.

22

"1 Number of Students Taking Exam is the number of students who completed the program 23 within 150% of published program length and for whom the reported exam is the first exam that 24 was available after their completion of the program.

25 "2 Exam Date is the date for the first available exam after the students completed the 26program.

27"3 Passage Rate is calculated by dividing the number of students who pass the exam by the 28 number of graduates who take the reported licensing exam.

1 "For licensing examinations that are continuously administered, license examination passage rates shall be included in the Performance Fact Sheet in a format substantially similar to 2 the chart below, including the footnoted information below (dates, numbers, and other data 3 shown are for example only): 4

"Examination Passage Rates (includes data for the two calendar years prior to reporting) zth)

"Name	of	'Educat	ional	Program	(Program	Leng
-------	----	---------	-------	---------	----------	------

		<u> </u>	·	
Calendar Year	Number of Students Taking Exam(1)	Number Who Passed First Exam Taken(2)	Number Who Failed First Exam Taken(3)	Passage Rate(3)
20XX	80	40	40	50%
20XY	100	75	25	75%
	20XX	Students Taking Exam(1)20XX80	Students Taking Exam(1)Passed First Exam Taken(2)20XX8040	Students Ťaking Exam(1)Passed First Exam Taken(2)Failed First Exam Taken(3)20XX804040

11 "License examination passage data is not available from the state agency administering the 12 examination. We were unable to collect data from 10 graduates.

13 "1 Number of Students Taking Exam is the number of students who completed the program 14 within 150% of the published program length and who took the exam in the reported calendar 15 year for the first time.

16 "2 Number Who Passed First Exam Taken is the number of students who took and passed 17 the licensing exam in the reported calendar year on the first attempt.

18 "3 Passage Rate is calculated by dividing the number of graduates who pass the exam the 19 first time that they take it by the number of graduates who took the licensing exam for the first 20time after completion of the program."

21 "(g) Salary and Wage Information.

"All Salary and Wage Information shall be reported to the Bureau pursuant to section

23 94929.5(c) of the Code and, if required by section 94910(d) of the Code, shall be included in the

24 Performance Fact Sheet, for each educational program, in a format substantially similar to the

25chart below, including the footnoted information (dates, numbers, salaries, and other data shown

26 are for example only).

5

6

22

27 "Salary and Wage Information (includes data for the two calendar years prior to reporting) 28/////

STATEMENT OF ISSUES In the Matter of the Statement of Issues Against AB Truck Driving School et al.

				ary and Wag in the Field(3		by Graduate	25
Calenda r Year	Graduates Available for Employment( 1)	Graduate s Employe d in the Field(2)	\$15,000.0 0 - \$20,000.0 0	\$20,001.0 0 - \$25,000.0 0	\$25,001.0 0 - \$30,000.0 0	\$30,001.0 0 - \$35,000.0 0	Students Not Reportin g Salary
20XX	100	70	5	40	6	3	16
20XY	80	55	5	7	3	5	35
	1 (Creadwatan arra	ilahla fan an				· · · · · · · · ·	
	1 'Graduates ava				_		
	s who, after grad						
	onal students that					-	•
	ed States, or are o						
	ndary institution	_				aa approred	F
-							
			e field' mean	s graduates v	who are gain	fully employ	ed withir
				_	_	fully employ	
six mont	hs of graduation	in a position	for which th	he skills obta	ined through	n the education	on and
six mont training ;	hs of graduation	in a position nstitution ar	for which th	he skills obta	ined through	n the education	on and
six mont training ; graduate	hs of graduation provided by the i	in a position nstitution ar position.	for which the required or	he skills obta	ined through	n the education	on and
six mont training ; graduate	hs of graduation provided by the i in obtaining the	in a position nstitution ar position.	for which the required or	he skills obta	ined through	n the education	on and
six mont training ; graduate	hs of graduation provided by the i in obtaining the 3 Salary is as rep "	in a position nstitution ar position. ported by the	i for which th e required or student. No	he skills obta	ined through significant ac es reported sa	n the education dvantage to t alary.	on and
six mont training ; graduate	hs of graduation provided by the i in obtaining the 3 Salary is as rep " <u>F1</u>	in a position nstitution ar position. ported by the <u>RST CAUSI</u>	i for which th e required or student. No <u>E FOR DEN</u> Mission and	he skills obta provided a s t all graduate IAL OF API	ined through significant ac es reported sa PLICATION	n the education dvantage to t alary.	on and
six mont training ; graduate	hs of graduation provided by the i in obtaining the 3 Salary is as rep " <u>F1</u> (Cal. Cod	in a position nstitution ar position. ported by the <u>RST CAUS</u> (1 e Regs., title	for which the required of student. No <u>E FOR DEN</u> Mission and 5, §§ 70000	he skills obta provided a s t all graduate <u>IAL OF API</u> Objectives) ), subd. (r) an	ined through significant ac es reported sa <u>PLICATION</u> nd 71475, su	n the educatio dvantage to t alary. [ [bd. (n)]	on and he
six mont training ; graduate "	hs of graduation provided by the i in obtaining the 3 Salary is as rep " <u>F1</u> (Cal. Cod	in a position nstitution ar position. ported by the <u>RST CAUS</u> ( e Regs., title application	for which the required of student. No E FOR DEN Mission and 5, §§ 70000 is subject to	he skills obta provided a s t all graduate <u>IAL OF API</u> Objectives) ), subd. (r) an denial becau	ined through significant ac es reported sa <u>PLICATION</u> nd 71475, su use the objec	n the education dvantage to t alary. [ [ ] bd. (n)) etives stated i	on and he in the
six mont training graduate " 22 applicati	hs of graduation provided by the i in obtaining the 3 Salary is as rep " <u>FI</u> (Cal. Cod . Respondent's	in a position nstitution ar position. oorted by the <u>RST CAUS</u> (1) e Regs., title application he definition	for which the required of student. No E FOR DEN Mission and 5, §§ 70000 is subject to s set forth in	he skills obta provided a s t all graduate <u>IAL OF API</u> Objectives) ), subd. (r) an denial becau California C	ined through significant ac es reported sa <u>PLICATION</u> nd 71475, su use the object Code of Regu	n the education dvantage to t alary. [ bd. (n)) etives stated in alations, title	on and he n the 5, section
six mont training ; graduate " 22 applicati 70000, s	hs of graduation provided by the i in obtaining the 3 Salary is as rep " <u>FI</u> (Cal. Cod . Respondent's on do not meet th	in a position nstitution ar position. ported by the (1) RST CAUSI (2) RST CAUSI (2) REALS (2) RE	for which the required of student. Notest the student of the stude	he skills obta provided a s t all graduate <u>IAL OF API</u> Objectives) ), subd. (r) an denial becau California C §§ 70000, su	ined through significant ac es reported sa <u>PLICATION</u> and 71475, su use the objec Code of Regu bd. (r) and 7	n the education dvantage to t alary. [ bd. (n)) etives stated i ilations, title 1475, subd. (	on and he 5, section (n)). In
six mont training ; graduate " 22 applicati 70000, s particula	hs of graduation provided by the i in obtaining the 3 Salary is as rep " <u>FI</u> (Cal. Cod . Respondent's on do not meet th ubdivision (r). ((	in a position nstitution ar position. ported by the <u>RST CAUSi</u> (1) RET CAUSI (2) RET	for which the required of student. No EFOR DEN Mission and 5, §§ 70000 is subject to s set forth in egs., title 5, § de the goals	he skills obta provided a s t all graduate <u>IAL OF API</u> Objectives) ), subd. (r) an denial becau California C §§ 70000, su and methods	ined through significant ac es reported sa <u>PLICATION</u> and 71475, su use the object Code of Regu bd. (r) and 7	n the education dvantage to t alary. [ bd. (n)) etives stated i ilations, title 1475, subd. ( cespondent's	on and he 5, section (n)). In institution

1 2	SECOND CAUSE FOR DENIAL OF APPLICATION (Exemplars of Student Agreements) (Educ. Code § 94906, subd. (b))
3	23. Respondent's application is subject to denial because Respondent's proposed student
4	agreement does not comply with the law. (Educ. Code § 94906, subd. (b)). In particular,
5	recruitment and advertising is conducted in a language other than English, but Respondent does
6	not offer the student enrollment agreement, statements, and disclosures, including the catalog, in
7	that language.
8	THIRD CAUSE FOR DENIAL OF APPLICATION
9	(Financial Resources and Statements) (Cal. Code Regs., title 5, §§ 71475, subds. (e) and (w), and 71745, subd. (a))
10	24. Respondent's application is subject to denial because Respondent offered financial
11	statements that do not demonstrate that it is able to meet the requirements of California Code of
12	Regulations, title 5, section 71745. (Cal. Code Regs., title 5, §§ 71475, subds. (e) and (w), and
13	71745, subd. (a)). In particular, Respondent's financial statements demonstrate that Respondent
14	cannot pay all operating expenses due within 30 days, nor maintain a ratio of current assets to
15	current liabilities of 1.25 to 1.00 or greater at the end of the most recent fiscal year when using
16	generally accepted accounting principles, as required by California Code of Regulations, title 5,
17	section 71745, subdivisions (a)(5) and (a)(6).
18	FOURTH CAUSE FOR DENIAL OF ADDI ICATION
19	FOURTH CAUSE FOR DENIAL OF APPLICATION (Facilities and Equipment) (Cal. Cada Bagg, title 5, 88, 71475, subda (c)(1), (c)(2) and (c)(4), and
20	(Cal. Code Regs., title 5, §§ 71475, subds. $(y)(1)$ , $(y)(2)$ and $(y)(4)$ ; and 71735, subds. $(a)(1)$ and $(a)(2)$ )
21	25. Respondent's application is subject to denial because Respondent lacks the facilities
22	and equipment required by law. (Cal. Code Regs., title 5, §§ 71475, subds. (y)(1), (y)(2) and
23	(y)(4); and 71735, subds. (a)(1) and (a)(2)). In particular:
24	a. The list of materials for instruction maintained by Respondent does not include
25	all materials identified in the educational programs curriculums. As a result, the Bureau is not
26	able to determine whether Respondent complies with California Code of Regulations, title 5,
27	sections 71475, subdivision $(y)(1)$ and 71735, subdivisions $(a)(1)$ and $(a)(2)$ .
28	
Į	16 Statement of Issues
	In the Matter of the Statement of Issues Against AB Truck Driving School et al.

In the Matter of the Statement of Issues Against AB Truck Driving School et al.

b. 1 Respondent provided a letter purporting to confirm the rental agreement for the use of a property, but that letter is not a copy of the agreement and does not describe the terms of 2 the agreement. (Cal. Code Regs., title 5, § 71475, subd. (y)(2)). 3 c. Respondent did not indicate whether significant equipment was owned, leased, 4 rented, or licensed for short or long-term use or owned by another and loaned to be used without 5 charge. (Cal. Code Regs., title 5,  $\S$  71475, subd. (y)(4)). 6 7 FIFTH CAUSE FOR DENIAL OF APPLICATION (Catalog) (Educ. Code §§ 94902, subd. (b)(3); 94910, subds. (a), (b), (c), and (d); 94929, subd. (a); and 94929.5(a)(1), (a)(2), and (a)(3); and Cal. Code Regs., title 5, §§ 70000, subd. (q); 71475, subd. 8 9 (bb); 71810, subds. (b)(2) and (b)(4); 74112, subds. (d), (e), (f), and (g)) 26. Respondent's application is subject to denial because Respondent's proposed catalog 10 11 does not comply with the law. (Educ. Code §§ 94902, subd. (b)(3); 94910, subds. (a), (b), (c), and (d); 94929, subd. (a); and 94929.5(a)(1), (a)(2), and (a)(3); and Cal. Code Regs., title 5, §§ 12 70000, subd. (q); 71475, subd. (bb); 71810, subds. (b)(2) and (b)(4); 74112, subds. (d), (e), (f), 13 14 and (g)). In particular: 15 a. Respondent's proposed catalog does not indicate the language proficiency information, including the level of English language proficiency required and the type of 16 17 documentation accepted. (Cal. Code Regs., title 5, §§ 71475, subd. (bb), and 71810, subd. (b)(4)). 18 19 b. The mission and objectives stated in Respondent's proposed catalog do not 20meet the definitions set forth in California Code of Regulations, title 5, section 70000, 21 subdivision (r). Furthermore, the objectives do not provide the goals and methods by which 22 Respondent's institution will fulfill its mission and transform it into measurable student learning outcomes for each educational program. (Cal. Code Regs., title 5, §§ 70000, subd. (q) and 71810, 23 subd. (b)(2)). 24 Respondent's Performance Fact Sheet for calendar years 2011 and 2012 does 25c. not include completion rates for the Comprehensive Class A License Training Program. No 26students were enrolled in either year, and Respondent indicated "N/A" for completion rates in 27 2817 STATEMENT OF ISSUES

(	
1	both years. (Educ. Code §§ 94910, subd. (a) and 94929, subd. (a); and Cal. Code Regs., title 5, §
2	74112, subd. (d)).
3	d. Respondent's Performance Fact Sheet for calendar years 2011 and 2012 does
4	not include placement rates for the Comprehensive Class A License Training Program. No
5	students were enrolled in either year, and Respondent indicated "N/A" for completion rates in
6	both years. (Educ. Code §§ 94910, subd. (b) and 94929.5, subd. (a)(1); and Cal. Code Regs., title
7	5, § 74112, subd. (e)).
8	e. Respondent's Performance Fact Sheet for calendar years 2011 and 2012 does
9	not report the average hours graduates worked in the field for any program. Rather, Respondent
10	indicated "Not Reported." (Cal. Code Regs., title 5, § 74112, subd. (d)).
11	f. Respondent's Performance Fact Sheet for calendar years 2011 and 2012 does
12	not report license examination passage rates for any program. (Educ. Code §§ 94910, subd. (c)
13	and 94929.5, subd. (a)(2); and Cal. Code Regs., title 5, § 74112, subd. (f)).
14	g. Respondent's Performance Fact Sheet for calendar years 2011 and 2012 does
15	not include a salary and wage data for the Comprehensive Class A License Training Program.
16	No students were enrolled in either year, and Respondent indicated "N/A" for all wage data in
17	both years. (Educ. Code §§ 94910, subd. (d) and 94929.5, subd. (a)(3); and Cal. Code Regs., title
18	5, § 74112, subd. (g)).
19	h. Respondent's Performance Fact Sheet for calendar years 2011 and 2012 does
20	not include a line for the student to initial the information required pursuant to Education Code
21	section 94910, subdivisions (a) and (d). (Educ. Code § 94902, subd. (b)(3)).
22	SIXTH CAUSE FOR DENIAL OF APPLICATION
23	(Declaration Under Penalty of Perjury) (Cal. Code Regs., title 5, §§ 71865, subd. (a) and 71710, subd. (a))
24	27. Respondent's application is subject to denial because it is not complete as
25	Respondent submitted it without original signatures from both owners. (Cal. Code Regs., title 5,
26	§§ 71865, subd. (a) and 71710, subd. (a)).
27	////
28	////
	18 STEATED UNIT OF LOCUTE
	STATEMENT OF ISSUES In the Matter of the Statement of Issues Against AB Truck Driving School et al.

STATEMENT OF ISSUES In the Matter of the Statement of Issues Against AB Truck Driving School et al.

1	PRAYER
2	WHEREFORE, Complainant requests that a hearing be held on the matters herein alleged,
3	and that following the hearing, the Director of the Department of Consumer Affairs issue a
4	decision:
5	1. Denying Respondent's Application for Renewal of Approval to Operate an Institution
6	Non-Accredited; and
7	2. Taking such other and further action as deemed necessary and proper.
8	
9	DATED: 11 16 16
10	JOANNE WENZEL
11	Bureau for Private Postsecondary Education Department of Consumer Affairs
12	State of California Complainant
13	
14	SF2015900709
15	
16	
17	
18	· · · · · · · · · · · · · · · · · · ·
19	
20	
21	
22	
23	
24	
25	
26	
27	
28	
	19 Statement of Issues