

BUSINESS, CONSUMER SERVICES AND HOUSING AGENCY · GAVIN NEWSOM, GOVERNOR
DEPARTMENT OF CONSUMER AFFAIRS · BUREAU FOR PRIVATE POSTSECONDARY EDUCATION
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# APPEAL OF CITATION INFORMAL CONFERENCE DECISION: CITATION MODIFIED

May 15, 2019

GrowthX Academy, LLC, Owner GrowthX Academy 44 Tehama Street San Francisco, CA 94105

Date of Issuance	Citation Number	Institution Code
May 15, 2019	1819154	Unapproved

On May 3, 2019, an informal telephone conference was held in the matter of Citation: Assessment of Fine and Order of Abatement No. 1819154 (Citation) against GrowthX Academy, LLC, Owner of GrowthX Academy. In attendance were Yvette Johnson, Administrative Chief; and Andrew Goldner, 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. 1819154.

It is the decision of the Administrative Chief that on May 6, 2019, Citation No. 1819154 is <u>modified</u> and makes the following change(s):

#### **VIOLATION CODE SECTIONS**

Regulations (5, CCR code) section(s) of law you are charged with violating.	# Below you will find the California Education Code (CEC) and/or Title 5 of the C	A STATE OF THE STA	2007 072 1110 A VOIGUILO PER LA RECENTION A VOIGUIL RECENTION A VO	resolution or re	o director de l'est		anacie tenta
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#### 1. | <u>Violation:</u>

# 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 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.

# 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."

On December 13, 2018, Bureau staff investigated the complaint to determine if the Institution was operating as private postsecondary educational institution. The Institution is listed as "GrowthX Academy, LLC.," and is advertising, Growth Marketing Customer Acquisition for \$1,999.00; UX Design Online Bootcamp for \$7,995.00; and a Sales & Business Development educational program to the public. The Institution is offering courses over \$2500.00, therefore does not meet the exemption of CEC section 94874(f).

## 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 section 94874. The Institution must discontinue recruiting or enrolling students and cease all instructional services and advertising in any form or type of media, including the <a href="https://gxacademy.com">https://gxacademy.com</a> 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 (415) 638-9161 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.

Reason for modification: New substantive facts were presented at the conference. Compliance obtained; abatement satisfied.

#### **Assessment of Fine**

The fine for this violation is \$75,000.00

The administrative fine for this violation has been modified from \$75,000.00 to \$1,000.00.

TOTAL MODIFIED ADMINISTRATIVE FINE DUE: \$1,000.00

## 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:

Ray Delaney, 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 modified Citation. If you did not initially request an Administrative Hearing within 30 days from when the original citation was issued, you can no longer request one.

#### EFFECTIVE DATE OF CITATION AND FINE ASSESSMENT

This modified Citation is effective on May 15, 2019. The payment is due by June 14, 2019.

Failure 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 modified Citation and recover the civil penalties prescribed therein or found to be due after a hearing.

#### CONTACT INFORMATION

Should you have any questions regarding this decision or desire further information, please contact Ray Delaney, Citation Analyst, at (916) 431-6946 or at Ray Delaney@dca.ca.gov.

Christina Villanueva Discipline Manager Date

Enclosures

- > Payment of Fine Waiver of Appeal Rights
- Declaration of Service by Certified and First-Class Mail