

# Bureau for Private Postsecondary Education 1747 N. Market Blvd. Ste 225 Sacramento, CA 95834 P.O. Box 980818, West Sacramento, CA 95798-0818

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# APPEAL OF CITATION INFORMAL CONFERENCE DECISION: CITATION MODIFIED

March 24, 2021

Contractors Career Centers, Inc., Owner Contractors Career Centers, Inc., dba Contractors State License Schools 6228 Sepulveda Blvd. Van Nuys, CA 91411

Date of Issuance	Citation Number	Institution Code
March 24, 2021	2021138	31609300

On February 4, 2021, an informal telephone conference was held in the matter of Citation: Assessment of Fine and Order of Abatement No. 2021138 (Citation) against Contractors Career Centers, Inc., Owner of Contractors Career Centers, Inc., dba Contractors State License Schools (Institution). In attendance were Beth Scott, Enforcement Chief, Michael Kanotz, Department of Consumer Affairs Legal Counsel, Chas Giffen, President, Mary Casillas, Director of Sales and Operations, Chris Golda, Compliance Advisor, and Neil Klasky, General Counsel for Institution.

Pursuant to Business and Professions Code, section 125.9; California Education Code, section 94936; and Title 5 of the California Code of Regulations, section 75020 and section 75040, the Bureau for Private Postsecondary Education (Bureau) renders the following decision relative to your appeal of the Citation No. 2021138.

It is the decision of the Enforcement Chief that on March 11, 2021, Citation No. 2021138 is <u>modified</u> and makes the following change(s):

# **VIOLATION CODE SECTIONS**

Code of 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 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."

On June 23, 2020, Bureau staff notified Institution staff via email that the Institution is operating outside the parameters of their exemption and is required to cease operations until an Approval to Operate by the Bureau is obtained.

On July 6, 2020, Bureau staff received a letter from the Institution's attorney which claimed that the Institution was in compliance with the Bureau's exemption requirements, and provided a copy of the

courses the Institution offers and related fees that may be paid to other entities by students. Bureau staff reviewed the fee schedule and found that the fees and classes listed did not match what was in the Institution's catalog.

On July 28, 2020, Bureau staff reviewed the list of courses and fees provided by the Institution's attorney and found that four courses exceeded \$2,500.00 in total charges:

- VIP Combination Inspector B5 \$2,500.00
   o Additional State Licensing/Exam Fees \$438.00
- VIP Construction Safety Program \$2,475.00
  - o Additional State Licensing/Exam Fees \$830.00
- VIP Contractor Program \$2,450.00
  - o Additional State Licensing/Exam Fees \$830.00
- VIP Home/Residential Inspector Program \$2,465.00
  - o Additional State Licensing/Exam Fees \$219.00

Bureau staff determined that the Institution offers programs that exceed \$2,500.00 in total charges, which is in violation of the Institution's exemption parameters and is therefore operating unapproved.

#### **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 www.contractorexamschools.com, 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, (818) 373-5509, 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. The Order of

Abatement has been satisfied.

#### **Assessment of Fine**

The fine for this violation is \$25,000.00

The administrative fine for this violation has been modified from \$25,000.00 to \$5,000.00.

# **TOTAL MODIFIED ADMINISTRATIVE FINE DUE: \$5.000.00**

#### 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:

Nicole Mitchell, Discipline Citation Program Bureau for Private Postsecondary Education 1747 N. Market Blvd., Suite 225 Sacramento, CA 95834

#### APPEAL OF CITATION

You *do not* have the right to request another Informal Conference to appeal this modified Citation. You *do*, however, have the right to appeal this affirmed or modified 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 modified 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 modified Citation is effective on March 24, 2021. The payment is due by April 23, 2021.

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**

If you have any questions regarding this decision or desire further information, please contact Nicole Mitchell, Citation Analyst, at Nicole.Mitchell@dca.ca.gov.

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Citation No. 2021138 – MODIFIED
Contractors Career Centers, Inc., Owner of Contractors Career Centers, Inc.,
dba Contractors State License Schools
Institution code: 31609300

"Original signature on file"	"3/24/2021"
Christina Villanueva	Date
Discipline Manager	

## **Enclosures**

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