

Business, Consumer Services and Housing Agency– Governor Gavin Newsom

Bureau for Private Postsecondary Education 1747 N. Market Blvd. Ste 225 Sacramento, CA 95834 P.O. Box 980818, West Sacramento, CA 95798-0818 P (916) 574-8900 F (916) 263-1897 www.bppe.ca.gov



APPEAL OF CITATION INFORMAL CONFERENCE DECISION: CITATION AFFIRMED

August 13, 2021

Partone, Inc., Owner Fredrick & Charles Beauty College 831 F. Street Eureka, CA 95501

Date of Issuance	Citation Number	Institution Code
August 13, 2021	2021259	1200011

On July 14, 2021, an informal telephone conference was held in the matter of Citation: Order of Abatement No. 2021259 (Citation) against Partone, Inc., Owner of Fredrick & Charles Beauty College (Institution). In attendance were Beth Scott, Enforcement Chief, and Jeanie Scott, Owner.

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. 2021259.

It is the decision of the Enforcement Chief that on July 28, 2021, Citation No. 2021259 is <u>affirmed</u> for the following reason(s):

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.	<u>Violation:</u>
	CEC Section 94885(a)(6) and (9)- Minimum Operating Standards
	"(a) The bureau shall adopt by regulation minimum operating standards for an institution that shall reasonably ensure that all of the following occur: []
	 (6) The institution is financially sound and capable of fulfilling its commitments to students. [] (9) The institution is maintained and operated in compliance with this chapter and all other applicable ordinances and laws."
	5, CCR Section 71745(a)(6)- Financial Resources.
	"(a) The institution shall document that it has at all times sufficient assets and financial resources to do all of the following: []
	(6) Maintain a ratio of current assets to current liabilities of 1.25 to 1.00 or greater at the end of the

Page 1 of 3 Citation No. 2021259 – AFFIRMED Partone, Inc., Owner of Fredrick & Charles Beauty College Institution code: 1200011 most recent fiscal year when using generally accepted accounting principles, or for an institution participating in Title IV of the federal Higher Education Act of 1965, meet the composite score requirements of the U.S. Department of Education. For the purposes of this section, current assets does not include: intangible assets, including goodwill, going concern value, organization expense, startup costs, long-term prepayment of deferred charges, and non-returnable deposits, or state or federal grant or loan funds that are not the property of the institution but are held for future disbursement for the benefit of students. Unearned tuition shall be accounted for in accordance with general accepted accounting principles."

For the reasons stated above, the institution is in violation of these sections of law.

Order of Abatement:

The Bureau orders the institution to:

- 1. Submit a detailed plan to address its financial shortfalls and to meet the composite score of 1.5 to 3, and any other requirements set forth by the U.S. Department of Education.
- 2. In addition, please provide an explanation of all measures to be taken by the Institution to ensure it meets future financial responsibilities.
- 3. Please provide the Bureau with, in electronic format:
 - a) a roster of all currently enrolled students that includes the student (1) names, (2) addresses, (3) telephone numbers, (4) email addresses, (5) program in which they are enrolled, (6) date of enrollment, (7) total cost of the program and (8) the total amount the student has paid.

On June 15, 2021 the Bureau received the Order of Abatement. The Order of Abatement has been satisfied.

Assessment of Fine

The fine for this violation is <u>\$00.00</u>

TOTAL AFFIRMED ADMINISTRATIVE FINE DUE: \$00.00

APPEAL OF CITATION

You *do not* have the right to request another Informal Conference to appeal this affirmed 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 affirmed Citation is effective on August 13, 2021

CONTACT INFORMATION

If you have any questions regarding this decision or desire further information, please contact Gabriella Perez, Citation Analyst, at (916) 574-8969 or at Gabriella.Perez@dca.ca.gov.

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"8/13/2021"

Christina Villanueva Discipline Manager

Date

Enclosures

> Declaration of Service by Certified and First-Class Mail

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