

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

March 17, 2020

NKT Inc., Owner Santa Clara Beauty College 2630 El Camino Real Santa Clara, CA 95051

| Date of Issuance | Citation Number | Institution Code |
|------------------|-----------------|------------------|
| March 17, 2020 | 1920174 | 4305001 |

On March 6, 2020, an informal telephone conference was held in the matter of Citation: Assessment of Fine and Order of Abatement No. 1920174 (Citation) against NKT Inc., Owner of Santa Clara Beauty College (Institution). In attendance were Beth Danielson, Enforcement Chief, Ebony Santee, Licensing Chief, Nancy Hanh Nguyen, Owner, and Serena Vasques, Manager.

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. 1920174.

It is the decision of the Enforcement Chief that on March 6, 2020, Citation No. 1920174 is <u>affirmed</u> 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: |
| | 5, CCR Section 74110 (a-d) – Annual Report |
| | <i>"(a) The annual report required by section 94934 of the Code shall include the information required by</i> |
| | section 94929.5 and 94934 for all educational programs offered in the prior calendar year. (b) In |
| | addition to the information required by section 94934 and this section provided under penalty of |
| | perjury, the institution shall have annual financial statements prepared for the institution's prior fiscal |
| | year and signed under penalty of perjury and shall submit a hard copy under separate cover of such |
| | statements in conjunction with its annual report. The form, content and mode of preparation of |
| | financial statements shall comply with Section 74115 of this Division. The Bureau may request that the |
| | institution immediately make available for inspection to a representative of the Bureau, these financial |
| | statements at the offices of the institution. (c) An institution shall file its annual report by December |
| | 1st. The Bureau may extend the period for filing if the institution demonstrates evidence of substantial |

need but in no case longer than 60 days. The institution shall not change the date of its filing its annual report because of a change in the fiscal year without the Bureau's approval. (d) The annual report shall be electronically filed by submitting the information required by section 94934 of the Code and this section via the online form provided on the Bureau's website, electronically attaching, as directed, the School Performance Fact Sheet, the enrollment agreement, and the school catalog".

CEC Section 94934(a)(1-9) - Annual Report

"(a) As part of the compliance program, an institution shall submit an annual report to the bureau, under penalty of perjury, signed by a responsible corporate officer, by July 1 of each year, or another date designated by the bureau, and it shall include the following information for educational programs offered in the reporting period:

(1) The total number of students enrolled by level of degree or for a diploma.

(2) The number of degrees, by level, and diplomas awarded.

(3) The degree levels and diplomas offered.

(4) The Student Performance Fact Sheet, as required pursuant to Section 94910.

(5) The school catalog, as required pursuant to Section 94909.

(6) The total charges for each educational program by period of attendance.

(7) A statement indicating whether the institution is, or is not, current in remitting Student Tuition Recovery Fund assessments.

(8) A statement indicating whether an accrediting agency has taken any final disciplinary action against the institution.

(9) Additional information deemed by the bureau to be reasonably required to ascertain compliance with this chapter".

As of January 2, 2020, the Bureau has not received an annual report for the year 2017 from the Institution.

Order of Abatement:

The Bureau orders the Institution to submit its annual report in accordance with 5, CCR section 74110 (a-d) and CEC section 94934(a)(1-9). The Institution shall submit the following:

2017 Annual Report

- Complete and submit the 2017 Annual Report via the Bureau's Online Annual Report Submission Portal website at https://bppe.ca.gov/annual-report/.
- A hard copy of the financial statements for year-end 2017 must be submitted via regular mail to the Bureau for Private Postsecondary Education, P.O. Box 980818, West Sacramento, CA 95833.

Assessment of Fine

The fine for this violation is <u>\$5,000.00</u>

TOTAL MODIFIED ADMINISTRATIVE FINE DUE: \$5,000.00

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 <u>30 days</u> from the date of this decision. Please complete the <u>Payment of Fine</u> 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:

> Gabriella Perez, 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 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. 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 **March 17, 2020.** The order of abatement and payment are due by **April 16, 2020**.

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 Gabriella Perez, Citation Analyst, at (916) 574-8969 or at Gabriella.Perez@dca.ca.gov.

Date

"Original Signature on File"

"3/17/2020"

Christina Villanueva Discipline Manager

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Enclosures

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

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