

Bureau for Private Postsecondary Education

2535 Capitol Oaks Drive, Suite 400, Sacramento, CA 95833 P.O. Box 980818, West Sacramento, CA 95798-0818 P (916) 431-6959 F (916) 263-1897 www.bppe.ca.gov



# NOTICE OF EMERGENCY DECISION

April 17, 2015

Mr. Jack Massimino
Chairman and CEO
Corinthian Colleges Inc.
6 Hutton Centre Drive Suite 400
Santa Ana, CA 92707

Mr. Tony Guida Duane Morris LLP 750 B Street Suite 2900 San Diego, CA 92101

Pursuant to California Code of Regulations, Title 5, section 75150, subdivision (d) and Government Code section 11460.40, the Bureau for Private Postsecondary Education (Bureau) hereby notifies Corinthian Colleges, Inc. and any of its subsidiaries that operate Everest College and WyoTech locations in California (Institution), and Jack Massimino, Chairman and CEO of Corinthian Schools, Inc., that upon close of business on April 23, 2015, the attached Emergency Decision will become effective. The Emergency Decision will order the Institution to <a href="CEASEENROLLMENT OF ANY NEW STUDENTS IN ALL PROGRAMS">CEASE ENROLLMENT OF ANY NEW STUDENTS IN ALL PROGRAMS</a> at all of the following locations:

#### **Everest College:**

- School Code: 1904591
   18040 Sherman Way, Suite 400

   Reseda, CA 91335
- School Code: 3601871 1460 S. Millikin Avenue Ontario, CA 91761
- School Code: 1924201
   1231 Cabrillo Avenue, Suite 201
   Torrance, CA 90501

Page 1
Notice of Emergency Decision
Corinthian Colleges Inc.
Everest College and WyoTech

# Everest College (cont'd):

- School Code: 1913561
   12801 Crossroads Parkway South City of Industry, CA 91746
- School Code: 3000221
  511 N. Brookhurst Street, Ste. 300
  Anaheim, CA 92801
- School Code: 1900741
   1045 W. Redondo Beach Blvd., #275
   Gardena, CA 90247-7105
- School Code: 1900731
   2215 W. Mission Road
   Alhambra, CA 91803
- School Code: 3600141
   217 E. Club Center Drive, #A
   San Bernardino, CA 92408
- School Code: 1917331
   3000 S. Robertson Blvd., Suite 300
   Los Angeles, CA 90034
- School Code: 3303781
   1819 South Excise Avenue
   Ontario, CA 91761-8525
- School Code: 98946206
   500 Santa Ana Blvd.
   Santa Ana, CA 92701

# WyoTech:

- School Code: 0102871
   200 Whitney Pl.
   Fremont, CA 94539
- School Code: 1904031 2161 Technology Place Long Beach, CA 90810

Page 2
Notice of Emergency Decision
Corinthian Colleges Inc.
Everest College and WyoTech

You have the right to be heard before the Director of the Department of Consumer Affairs, or his designee, regarding the allegations in the Emergency Decision prior to the effective date of the Emergency Decision. If you would like to be heard before the Director, please submit a request by fax to Yvette Johnson, Enforcement Manager, Bureau for Private Postsecondary Education, 2535 Capitol Oaks Drive, Suite 400, Sacramento, CA 95833, (916) 263-1895 (fax). Alternatively, you may request a hearing before the Director, or his designee, by telephoning Yvette Johnson at (916) 431-6915. Unless the Bureau receives your request by **5:00 p.m.** on **April 21, 2015** you will be deemed to have waived your right to be heard before the Director, or his designee.

If requested, the hearing before the Director of the Department of Consumer Affairs, or his designee, will be held on **April 22, 2015** at **12:00 p.m.** at the Department of Consumer Affairs Executive Office, located at 1625 North Market Blvd., Suite S-308, Sacramento, CA 95834.

Within 10 days after issuance of the Emergency Decision, the Bureau will file an Accusation on the charges and allegations set forth in the Emergency Decision. The adjudicative proceedings shall be conducted in accordance with Article 10 (commencing with Section 11445.10) of Chapter 4.5 or Chapter 5 (commencing with Section 11500) of Part 1 of Division 3 of Title 2 of the Government Code, as requested by you.

Upon issuance of the Emergency Decision, you have the right under Government Code section 11460.80 to obtain judicial review of the Decision.

The Emergency Decision shall remain in effect until such time as the Accusation has been fully adjudicated or upon issuance of the final decision following judicial review.

Joanne Wenzel, Bureau Chief

Bureau for Private Postsecondary Education

Dato



Bureau for Private Postsecondary Education 2535 Capitol Oaks Drive, Suite 400, Sacramento, CA 95833 P.O. Box 980818, West Sacramento, CA 95798-0818 P (916) 431-6959 F (916) 263-1897 www.bppe.ca.gov



### **EMERGENCY DECISION**

April 17, 2015

Mr. Jack Massimino Chairman and CEO Corinthian Colleges Inc. 6 Hutton Centre Drive Suite 400 Santa Ana, CA 92707

Mr. Tony Guida Duane Morris LLP 750 B Street Suite 2900 San Diego, CA 92101

Pursuant to California Education Code section 94938, California Code of Regulations, Title 5, section 75150, and article 13 (commencing with section 11460.10) of Chapter 4.5 of Part 1 of Division 3 of Title 2 of the Government Code, the Bureau for Private Postsecondary Education (Bureau) issues the following Emergency Decision:

The Bureau hereby orders Corinthian Colleges, Inc. and any of its subsidiaries that operate Everest College and WyoTech locations in California (Institution), and Jack Massimino, Chairman and CEO of Corinthian Schools, Inc., to <u>CEASE ENROLLMENT OF ANY NEW STUDENTS IN ALL PROGRAMS</u> at all of the following locations <u>effective upon close of business April 23, 2015</u>:

## **Everest College:**

- School Code: 1904591
   18040 Sherman Way, Suite 400

   Reseda, CA 91335
- School Code: 3601871 1460 S. Millikin Avenue Ontario, CA 91761

Page 1
Emergency Decision
Corinthian Colleges Inc.
Everest College and WyoTech

- School Code: 1924201
   1231 Cabrillo Avenue, Suite 201
   Torrance, CA 90501
- School Code: 1913561
   12801 Crossroads Parkway South
   City of Industry, CA 91746
- School Code: 3000221
   511 N. Brookhurst Street, Ste. 300
   Anaheim, CA 92801
- School Code: 1900741
   1045 W. Redondo Beach Blvd., #275
   Gardena, CA 90247-7105
- School Code: 1900731
   2215 W. Mission Road Alhambra, CA 91803
- School Code: 3600141
   217 E. Club Center Drive, #A
   San Bernardino, CA 92408
- School Code: 1917331
   3000 S. Robertson Blvd., Suite 300
   Los Angeles, CA 90034
- School Code: 3303781
   1819 South Excise Avenue
   Ontario, CA 91761-8525
- School Code: 98946206
   500 Santa Ana Blvd.
   Santa Ana, CA 92701

# WyoTech:

School Code: 0102871
 200 Whitney Pl.
 Fremont, CA 94539

Page 2 Emergency Decision Corinthian Colleges Inc. Everest College and WyoTech School Code: 1904031
 2161 Technology Place
 Long Beach, CA 90810

This order is based on an immediate danger to the public health, safety, and welfare. Specifically, the Bureau has determined that:

 As set forth in the attached Declaration of Yvette Johnson, there is a substantial failure by the Institution to meet institutional minimum operating standards related to financial resources as required by the California Private Postsecondary Education Act of 2009 and the California Code of Regulations, Title 5, section 71745.

This circumstance requires immediate action by the Bureau to protect students, prevent misrepresentations to the public, and prevent the loss of public funds or monies paid by students.

You have the right to be heard before the Director of the Department of Consumer Affairs, or his designee, regarding the allegations in the Emergency Decision prior to the effective date of the Emergency Decision. If you would like to be heard before the Director, please submit a request by fax to Yvette Johnson, Enforcement Manager, Bureau for Private Postsecondary Education, 2535 Capitol Oaks Drive, Suite 400, Sacramento, CA 95833, (916) 263-1895 (fax). Alternatively, you may request a hearing before the Director, or his designee, by telephoning Yvette Johnson at (916) 431-6915. Unless the Bureau receives your request by 5:00 p.m. on April 21, 2015 you will be deemed to have waived your right to be heard before the Director, or his designee.

If requested, the hearing before the Director of the Department of Consumer Affairs, or his designee, will be held on **April 22, 2015** at **12:00 p.m.** at the Department of Consumer Affairs Executive Office, located at 1625 North Market Blvd., Suite S-308, Sacramento, CA 95834.

Within 10 days after issuance of the Emergency Decision, the Bureau will file an Accusation on the charges and allegations set forth in the Emergency Decision. The adjudicative proceedings shall be conducted in accordance with Article 10 (commencing with Section 11445.10) of Chapter 4.5 or Chapter 5 (commencing with Section 11500) of Part 1 of Division 3 of Title 2 of the Government Code, as requested by you.

Upon issuance of the Emergency Decision, you have the right under Government Code section 11460.80 to obtain judicial review of the Decision.

Page 3
Emergency Decision
Corinthian Colleges Inc.
Everest College and WyoTech

The Emergency Decision, effective upon close of business April 23, 2015, shall remain in effect until such time as the Accusation has been fully adjudicated or upon issuance of the final decision following judicial review.

Joanne Wenzel, Bureau Chief

**Bureau for Private Postsecondary Education** 

)2+0