In the Matter of the Accusation Against:

NORTHERN CALIFORNIA INSTITUTE OF COSMETOLOGY
601 East 14th St.
San Leandro, CA 94577

Accredited Institution Approval to Operate
No. 0107101

Respondent.

IT IS HEREBY STIPULATED AND AGREED by and between the parties to the above-entitled proceedings that the following matters are true:

PARTIES

1. Joanne Wenzel ("Complainant") is the Chief of the Bureau for Private Postsecondary Education. She brought this action solely in her official capacity and is represented in this matter by Kamala D. Harris, Attorney General of the State of California, by Carter Ott, Deputy Attorney General.

2. Respondent Northern California Institute of Cosmetology ("Respondent") is representing itself in this proceeding and has chosen not to exercise its right to be represented by counsel.
3. On or about February 25, 2003, the Bureau for Private Postsecondary Education granted Accredited Institution Approval to Operate Number O107101 to Respondent. Respondent is jointly and equally owned by two shareholders: Rodrigo Solis and Rosalinda Solis. The Accredited Institution Approval to Operate will expire on September 30, 2017. Pursuant to Respondent's Accredited Institution Approval to Operate, Respondent is permitted to offer the following programs: Barbering, Cosmetology, Nail Care, and Skin Care.

JURISDICTION

4. Accusation No. 999780 was filed before the Director of the Department of Consumer Affairs ("Director"), for the Bureau for Private Postsecondary Education ("Bureau"), and is currently pending against Respondent. The Accusation and all other statutorily required documents were properly served on Respondent on April 21, 2016. A copy of Accusation No. 999780 is attached as Exhibit A and incorporated by reference.

ADVISEMENT AND WAIVERS

5. Respondent has carefully read, and understands the charges and allegations in Accusation No. 999780. Respondent also has carefully read, and understands the effects of this Stipulated Surrender of Approval to Operate and Order.

6. Respondent is fully aware of its legal rights in this matter, including the right to a hearing on the charges and allegations in the Accusation; the right to be represented by counsel, at its own expense; the right to confront and cross-examine the witnesses against him; the right to present evidence and to testify on its own behalf; the right to the issuance of subpoenas to compel the attendance of witnesses and the production of documents; the right to reconsideration and court review of an adverse decision; and all other rights accorded by the California Administrative Procedure Act and other applicable laws.

7. Respondent voluntarily, knowingly, and intelligently waives and gives up each and every right set forth above.

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CULPABILITY

8. Respondent understands that the charges and allegations in Accusation No. 999780, if
proven at hearing, constitute cause for imposing discipline upon Accredited Institution Approval
to Operate Number 0107101. For the purpose of resolving Accusation No. 999780 without the
expense and uncertainty of further proceedings, Respondent agrees that, at a hearing,
Complainant could establish a factual basis for the charges in Accusation No. 999780 and that
those charges constitute cause for discipline. Respondent gives up his right to contest that cause
for discipline exists based on those charges.

9. Respondent understands that by signing this stipulation it enables the Director to issue
an order accepting the surrender of Respondent's Accredited Institution Approval to Operate
Number 0107101 without further process.

CONTINGENCY

10. This stipulation shall be subject to approval by the Director or the Director's
designee. Respondent understands and agrees that counsel for Complainant and the staff of the
Bureau for Private Postsecondary Education may communicate directly with the Director and
staff regarding this stipulation and surrender, without notice to or participation by Respondent.
By signing the stipulation, Respondent understands and agrees that it may not withdraw its
agreement or seek to rescind the stipulation prior to the time the Director considers and acts upon
it. If the Director fails to adopt this stipulation as the Decision and Order, the Stipulated
Surrender and Disciplinary Order shall be of no force or effect, except for this paragraph, it shall
be inadmissible in any legal action between the parties, and the Director shall not be disqualified
from further action by having considered this matter.

11. The parties understand and agree that Portable Document Format ("PDF") and
facsimile copies of this Stipulated Surrender of Approval to Operate and Order, including PDF
and facsimile signatures thereto, shall have the same force and effect as the originals.

12. This Stipulated Surrender of Approval to Operate and Order is intended by the parties
to be an integrated writing representing the complete, final, and exclusive embodiment of their
agreement. It supersedes any and all prior or contemporaneous agreements, understandings,
discussions, negotiations, and commitments (written or oral). This Stipulated Surrender of
Approval to Operate and Order may not be altered, amended, modified, supplemented, or
otherwise changed except by a writing executed by an authorized representative of each of the
parties.

13. In consideration of the foregoing admissions and stipulations, the parties agree that
the Director may, without further notice or formal proceeding, issue and enter the following
Order:

ORDER

IT IS HEREBY ORDERED that Accredited Institution Approval to Operate Number
0107101, issued to Respondent Northern California Institute of Cosmetology is surrendered and
accepted by the Director of the Department of Consumer Affairs.

1. The surrender of Respondent’s Accredited Institution Approval to Operate and the
acceptance of the surrendered approval by the Bureau shall constitute the imposition of discipline
against Respondent. This stipulation constitutes a record of the discipline and shall become a part
of Respondent’s license history with the Bureau for Private Postsecondary Education.

2. Respondent shall lose all rights and privileges as a private post-secondary education
institution in California as of the effective date of the Director’s Decision and Order.

3. If Respondent ever files an application for approval to operate or a petition for
reinstatement in the State of California, the Bureau shall treat it as a petition for reinstatement.
Respondent must comply with all the laws, regulations and procedures for reinstatement of a
revoked approval to operate in effect at the time the petition is filed, and all of the charges and
allegations contained in Accusation No. 999780 shall be deemed to be true, correct and admitted
by Respondent when the Director determines whether to grant or deny the petition.

4. Respondent shall pay the agency its costs of investigation and enforcement pursuant
to California Education Code section 94937 and Business and Professions Code section 125.3 in
the amount of $5,657.50 prior to issuance of a new or reinstated approval to operate.

5. If Respondent should ever apply or reapply for a new approval to operate or
certification, or petition for reinstatement of an approval to operate, all of the charges and
allegations contained in Accusation No. 999780 shall be deemed to be true, correct, and admitted by Respondent and/or any of Respondents’ officers and/or agents for the purpose of any Statement of Issues or any other proceeding seeking to deny or restrict approval to operate.

6. Respondent hereby understands that, because it is approved by means of accreditation, the Bureau cannot approve any change of ownership until Respondent’s accrediting entity certifies that that change was completed in accordance with the accreditor’s standards. (Cal. Code Regs., title 5, § 71640, subd. (e)).

7. Within 30 days of the effective date of the Decision and Order, Respondent shall provide to the Bureau its School Closure Plan, inclusive of the names, addresses, phone numbers, email addresses, programs of study and the amount of tuition collected from students who were enrolled at Respondent’s institution at any time between 120 days prior to the Bureau’s issuance of its Emergency Decision against Respondent (on April 13, 2016) until the effective date of the closure of Respondent’s institution.

8. Respondent shall provide official Northern California Institute of Cosmetology transcripts to all students that attended Respondent’s institution and/or completed their education at Northern California Institute of Cosmetology at any time between 120 days prior to the Bureau’s issuance of its Emergency Decision against Respondent (on April 13, 2016) until the effective date of the closure of Respondent’s institution. Respondent shall provide proof to the Bureau that Respondent has provided transcripts to students.

9. Within 30 days of the effective date of the Decision and Order, Respondent shall provide to the Bureau a list of all students who have been provided official transcripts, including their contact information and the date the transcript was provided to the students.

10. Respondent shall provide to the Bureau proof of refunds made to those students enrolled at Respondent’s institution that were unable to complete their education due to Respondent’s closure.

11. Respondent shall provide the Bureau a list of all students to whom a refund was provided including a list of student names, current contact information, the amount of the refund,
1. The student was provided the refund and copies of cancelled checks within 30 days after the
effective date of the Decision and Order.

12. Acceptance of the stipulated surrender of approval to operate in no way precludes the
filing of civil claims against Respondents by individuals arising from the charges and allegations
in Accusation No. 999780.

13. Respondent shall comply with the California Education Code section 94927.3
including providing the Bureau with all records in a readable electronic format for all students
who attended Respondent's institution from, and including, January 1, 2010, to the date of its
closure.

14. Any failure to comply with these terms shall nullify this stipulation, and the Bureau
may continue to prosecute any disciplinary action against Accredited Institution Approval to
Operate Number 0107101, including the causes for discipline alleged in Accusation No. 999780.

ACCEPTANCE

I have carefully read the Stipulated Surrender of Approval to Operate and Order. I
understand the stipulation and the effect it will have on my Accredited Institution Approval to
Operate. I enter into this Stipulated Surrender of Approval to Operate and Order voluntarily,
knowingly, and intelligently, and agree to be bound by the Decision and Order of the Director of
the Department of Consumer Affairs.

DATED: 9/28/16

Rodrigo Salis, Owner and President
NORTHERN CALIFORNIA INSTITUTE OF
COSMETOLOGY

DATED: 9/28/16

Rosalinda Salis, Owner and Assistant Director
NORTHERN CALIFORNIA INSTITUTE OF
COSMETOLOGY
ENDORSEMENT

The foregoing Stipulated Surrender of Approval to Operate and Order is hereby respectfully submitted for consideration by the Director of the Department of Consumer Affairs.

Dated: 9/28/10

Respectfully submitted,

KAMALA D. HARRIS
Attorney General of California

DIANN SOKOLOFF
Supervising Deputy Attorney General

CARTER OTT
Deputy Attorney General
Attorneys for Complainant
BEFORE THE
DEPARTMENT OF CONSUMER AFFAIRS
FOR THE BUREAU FOR PRIVATE POSTSECONDARY EDUCATION
STATE OF CALIFORNIA

In the Matter of the Accusation Against:

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Accredited Institution Approval to Operate
No. 0107101

Respondent.

Case No. 999780
OAH No. 2016060417

DECISION AND ORDER

The attached Stipulated Surrender of Approval to Operate and Order is hereby adopted by the Director of the Department of Consumer Affairs and the Bureau for Private Postsecondary Education as the Decision and Order in the above entitled matter.

This Decision shall become effective on JANUARY 3, 2017.

It is so ORDERED December 7, 2016

[Signature]

DOREATHEA JOHNSON
Deputy Director
Division of Legal Affairs
Department of Consumer Affairs