

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 TO COMPLY – CU-1923011-1118 (Ed. Code §94935 & 5, CCR §75010)

| Institution Name: | Mashdots College | Institution Telephone: | 818-548-9345 |
|-------------------|--|------------------------|--------------------------|
| Institution Code: | 1923011 | Administrator Name: | Dr. Garbis Der-Yeghiayan |
| Street Address: | 117 South Louise Street #309 Glendale, CA 91205 | Date of Inspection: | 11/20/2018 |

Nature and Facts of the Violation(s), Including a Reference to the Statute or Regulation Violated, and Manner in Which the Institution Must Correct the Violation to Achieve Compliance:

| Referenced Law | Subsection , Description, and Required Correction |
|-----------------------------------|--|
| §94909 - Minimum Requirements for | (a) Except as provided in subdivision (d), prior to |
| School Catalog. | enrollment, an institution shall provide a prospective student, either in writing or electronically, with a school |
| | catalog containing, at a minimum, all of the following: |
| | (8) A detailed description of institutional policies in the following areas: |
| | (A) Admissions policies, including the institution's policies regarding the acceptance of credits earned at other |
| | institutions or through challenge examinations and |
| | achievement tests, admissions requirements for ability- |
| | to-benefit students, and a list describing any transfer or |
| | articulation agreements between the institution and any |
| | other college or university that provides for the transfer of |
| | credits earned in the program of instruction. If the |
| | institution has not entered into an articulation or transfer |
| | agreement with any other college or university, the institution shall disclose that fact. |
| | institution shall disclose that fact. |
| | The institution's catalog states the institution admits ability- to-benefit students but fails to list the admissions requirements to take the test. The catalog fails to list the exam the institution accepts and passing scores. |
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| | To remedy the violation, the institution shall revise their catalog to include admissions requirements for ability-to- |
| | benefit students. |
| §94909 - Minimum Requirements for | (B) Cancellation, withdrawal, and refund policies, including |
| School Catalog. | an explanation that the student has the right to cancel the |
| | enrollment agreement and obtain a refund of charges paid |
| | through attendance at the first class session, or the |

Notice to Comply – CU-1923011-1118

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seventh day after enrollment, whichever is later. The text shall also include a description of the procedures that a student is required to follow to cancel the enrollment agreement or withdraw from the institution and obtain a refund consistent with the requirements of Article 13 (commencing with Section 94919).

The institution's catalog failed to include a compliant cancellation policy. The cancellation policy in the catalog states cancellation is prior to the first day of class instead of through attendance at the first-class session.

To remedy the violation, the institution shall revise their cancellation policy to meet the minimum requirements of the Education Code.

§94909 - Minimum Requirements for School Catalog.

94909 (a)(14) A description of the student's rights and responsibilities with respect to the Student Tuition Recovery Fund. This statement shall specify that it is a state requirement that a student who pays his or her tuition is required to pay a state-imposed assessment for the Student Tuition Recovery Fund.

76215. Student Tuition Recovery Fund Disclosures

(a) A qualifying institution shall include the following statement on both its enrollment agreement and school catalog:

"The State of California established the Student Tuition Recovery Fund (STRF) to relieve or mitigate economic loss suffered by a student in an educational program at a qualifying institution, who is or was a California resident while enrolled, or was enrolled in a residency program, if the student enrolled in the institution, prepaid tuition, and suffered an economic loss. Unless relieved of the obligation to do so, you must pay the state-imposed assessment for the STRF, or it must be paid on your behalf, if you are a student in an educational program, who is a California resident, or are enrolled in a residency program, and prepay all or part of your tuition.

You are not eligible for protection from the STRF and you are not required to pay the STRF assessment, if you are not a California resident, or are not enrolled in a residency program."

- (b) In addition to the statement required under subdivision (a) of this section, a qualifying institution shall include the following statement in its school catalog:
- "It is important that you keep copies of your enrollment agreement, financial aid documents, receipts, or any other information that documents the amount paid to the school. Questions regarding the STRF may be directed to the Bureau for Private Postsecondary Education, 2535 Capitol Oaks Drive, Suite 400, Sacramento, CA 95833, (916) 431-6959 or (888) 370-7589.

To be eligible for STRF, you must be a California resident or are enrolled in a residency program, prepaid tuition, paid or deemed to have paid the STRF assessment, and suffered an economic loss as a result of any of the following:

- 1. The institution, a location of the institution, or an educational program offered by the institution was closed or discontinued, and you did not choose to participate in a teach-out plan approved by the Bureau or did not complete a chosen teach-out plan approved by the Bureau.
- 2. You were enrolled at an institution or a location of the institution within the 120 day period before the closure of the institution or location of the institution, or were enrolled in an educational program within the 120 day period before the program was discontinued.
- 3. You were enrolled at an institution or a location of the institution more than 120 days before the closure of the institution or location of the institution, in an educational program offered by the institution as to which the Bureau determined there was a significant decline in the quality or value of the program more than 120 days before closure.
- 4. The institution has been ordered to pay a refund by the Bureau but has failed to do so.
- 5. The institution has failed to pay or reimburse loan proceeds under a federal student loan program as required by law, or has failed to pay or reimburse proceeds received by the institution in excess of tuition and other costs.
- 6. You have been awarded restitution, a refund, or other monetary award by an arbitrator or court, based on a violation of this chapter by an institution or representative of an institution, but have been unable to collect the award from the institution.
- 7. You sought legal counsel that resulted in the cancellation of one or more of your student loans and have an invoice for services rendered and evidence of the cancellation of the student loan or loans.

Notice to Comply – CU-1923011-1118 Inspector's Initial: Administrator's Initial: To qualify for STRF reimbursement, the application must be received within four (4) years from the date of the action or event that made the student eligible for recovery from STRF.

A student whose loan is revived by a loan holder or debt collector after a period of noncollection may, at any time, file a written application for recovery from STRF for the debt that would have otherwise been eligible for recovery. If it has been more than four (4) years since the action or event that made the student eligible, the student must have filed a written application for recovery within the original four (4) year period, unless the period has been extended by another act of law.

However, no claim can be paid to any student without a social security number or a taxpayer identification number."

The institution's catalog failed to include a current STRF policy. The institution's STRF policy is outdated as of 8/10/2017.

To remedy the violation, the institution shall replace their current STRF language with the language shown above.

§94909 - Minimum Requirements for School Catalog.

"NOTICE CONCERNING TRANSFERABILITY OF CREDITS AND CREDENTIALS EARNED AT OUR INSTITUTION The transferability of credits you earn at (name of institution) is at the complete discretion of an institution to which you may seek to transfer. Acceptance of the (degree, diploma, or certificate) you earn in (name of educational program) is also at the complete discretion of the institution to which you may seek to transfer. If the (credits or degree. diploma, or certificate) that you earn at this institution are not accepted at the institution to which you seek to transfer. you may be required to repeat some or all of your coursework at that institution. For this reason you should make certain that your attendance at this institution will meet your educational goals. This may include contacting an institution to which you may seek to transfer after attending (name of institution) to determine if your (credits or degree, diploma, or certificate) will transfer."

The institution's catalog failed to include the above disclosure verbatim. The language in parenthesis must appear as shown above.

Notice to Comply – CU-1923011-1118

Inspector's Initial: Administrator's Initial!

| | To remedy the violation, the institution shall revise their catalog to include the disclosure statement listed above verbatim. |
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| §94897 - Prohibited Business Practices. | (l) Use the terms "approval," "approved," "approval to operate," or "approved to operate" without stating clearly and conspicuously that approval to operate means compliance with state standards as set forth in this chapter. If the bureau has granted an institution approval to operate, the institution may indicate that the institution is "licensed" or "licensed to operate," but may not state or imply either of the following: (2) The approval to operate indicates that the institution exceeds minimum state standards as set forth in this chapter. |
| | The institution's catalog and website failed to include a complete approval statement. The institution's catalog and website state approval without stating clearly and conspicuously that approval to operate means compliance with state standards. |
| | To remedy the violation, the institution shall replace the language in their catalog and on their website with something similar to the following: |
| | This institution is a private institution approved to operate by the California Bureau for Private Postsecondary Education. Approval to operate means the institution is compliant with the minimum standards contained in the California Private Postsecondary Education Act of 2009 (as amended) and Division 7.5 of Title 5 of the California Code of Regulations. |
| §71810 - Catalog. | (b) The catalog shall contain the information prescribed by Section 94909 of the Code and all of the following: (10) A description of library and other learning resources and the procedures for student access to those resources. |
| | The school catalog failed to include a procedure for students to access library resources. |
| | To remedy the violation, the institution shall include information on how students can access the library and other learning resources. |
| §71810 - Catalog. | (14) Policies on student rights, including the procedure for addressing student grievances; |
| | The catalog failed to include a grievance procedure. The catalog references appealing a decision made by the |

Notice to Comply – CU-1923011-1118
Inspector's Initial:
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school but this does not fulfill the requirement for a grievance procedure. To remedy the violation, the institution shall provide their policy on student's rights and procedure for addressing student grievances. §94911 - Minimum Requirements for (c) In underlined capital letters on the **same page of the** Enrollment Agreement. enrollment agreement in which the student's signature is required, the total charges for the current period of attendance, the estimated total charges for the entire educational program, and the total charges the student is obligated to pay upon enrollment. The institution's enrollment agreement failed to include the student's signature on the same page as the list of charges. To remedy the violation, the institution shall revise their enrollment agreement to include the student signature on the same page as the total charges. §76215 - Student Tuition Recovery Fund (a) A qualifying institution shall include the following Disclosures. statement on both its enrollment agreement and school catalog: "The State of California established the Student Tuition Recovery Fund (STRF) to relieve or mitigate economic loss suffered by a student in an educational program at a qualifying institution, who is or was a California resident while enrolled, or was enrolled in a residency program, if the student enrolled in the institution, prepaid tuition, and suffered an economic loss. Unless relieved of the obligation to do so, you must pay the state-imposed assessment for the STRF, or it must be paid on your behalf, if you are a student in an educational program, who is a California resident, or are enrolled in a residency program, and prepay all or part of your tuition. You are not eligible for protection from the STRF and you are not required to pay the STRF assessment, if you are not a California resident, or are not enrolled in a residency program." The institution's enrollment agreement failed to include the current STRF disclosure. The institution's STRF policy is outdated as of 8/10/2017.

Notice to Comply – CU-1923011-1118

Inspector's Initial: MAdministrator's Initial:

| | To remedy the violation, the institution shall replace their current STRF language with the language shown above. |
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| §94913 – Institutional Web Site Requirements | (a) An institution that maintains an Internet Web site shall provide on that Internet Web site all of the following: The school catalog. A School Performance Fact Sheet for each educational program offered by the institution. Student brochures offered by the institution. A link to the bureau's Internet Web site. The institution's most recent annual report submitted to the bureau. |
| | The institution's website failed to include a complete annual report submitted to the bureau. The website includes the "Institution" part of the annual report but doesn't include the "Programs" section. The catalog posted is outdated as well. |
| | To remedy the violation, the institution shall provide on their internet website the most recent annual report submitted to the bureau with both parts. The institution shall also post a current catalog. |

Only minor violations are listed on a Notice to Comply.

| Inspector's Name | Michelle Loo () |
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| Inspector's Signature | The R |
| Institution Administrator | Dr. Garbis Der-Yeghiayan, President |
| Name/Title: | |
| Institution Administrator's | |
| Signature: | |
| | |

Education Code can be located at: http://www.bppe.ca.gov/lawsregs/ppe act.shtml
Code of Regulations can be located at: http://www.bppe.ca.gov/lawsregs/regs.shtml

Notice to Comply – CU-1923011-1118 Inspector's Initial:

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RETURN THIS FORM WITHIN THE SPECIFIED TIME FRAME WITH EITHER: 1) VERIFICATION OF COMPLIANCE OR 2) A NOTICE OF DISAGREEMENT

IMPORTANT COMPLIANCE NOTICE

California Education Code §94935 and California Code of Regulations §75010 provide that the Bureau for Private Postsecondary Education (Bureau) shall issue a Notice to Comply for minor violations detected during a compliance inspection by the Bureau.

By no later than <u>30 days</u> from the date of the inspection, you must either: 1) Remedy the noncompliance item(s), sign the below declaration and submit this form to the Bureau, along with documentation describing how compliance was achieved; or 2) File with the Bureau a written notice of disagreement, specifying the minor violation(s) described in the Notice to Comply with which you disagree, and appealing it by requesting an informal office conference. If a written notice of disagreement is not timely filed with the Bureau, the right to appeal is deemed to have been waived.

Failure to timely remedy the noncompliance item(s) or file a written request for an informal office conference may result in the Bureau taking administrative enforcement action.

DECLARATION

| Attached to this document is a list describing how compliance was achieved for each vio | olation and |
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| supporting documentation. I declare under penalty of perjury that all violations identified in | this Notice |
| to Comply are corrected as described in the attachment. | |
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| | |

Signature Date

Print Name and Title

THIS DECLARATION OR A NOTICE OF DISAGREEMENT MUST BE SUBMITTED TO THE BUREAU BY December 20, 2018

Notice to Comply – CU-1923011-1118

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