BEFORE THE DIRECTOR DEPARTMENT OF CONSUMER AFFAIRS BUREAU FOR PRIVATE POSTSECONDARY EDUCATION STATE OF CALIFORNIA

In the Matter	of the	First	Amended	Accusation
Against:				

CITY BEAUTY COLLEGE 2300 Florin Road Sacramento, CA 95822 JOHN THAI TRAN, Owner

Approval to Operate No. 93832312

and

CITY BEAUTY COLLEGE NGA HUYNH, PERSON IN CONTROL TERI NGO, AKA THI NGO, PERSON IN CONTROL

6853 65TH Street, Suite C Sacramento, CA 95828

and

8587 Culpepper Drive Sacramento, CA 95828

Respondents.

Case No. 998285

OAH No. 2013071135

DECISION AND ORDER

The attached Stipulated Surrender of Interest in Approval to Operate and Order (Respondents Nga Huynh and Teri Ngo, also known as Thi Ngo, Only; Persons in Control) is hereby accepted and adopted as the Decision of the Director of the Department of Consumer Affairs in the above-entitled matter.

Thi	s Decision shall become ef	fective on _	JUL 2 4 2014 **
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DATED: _	JUN 1 7 2014		Doreather Johnson DOREATHER JOHNSON
			Deputy Director, Legal Affairs Department of Consumer Affairs

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1	Kamala D. Harris	
2	Attorney General of California KENT D. HARRIS	
	Supervising Deputy Attorney General	
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7	Attorneys for Complainant	
8	BEFORE TH	
9	DEPARTMENT OF CONSU FOR THE BUREAU FOR PRIVATE POS	TSECONDARY EDUCATION
10	STATE OF CALIF	ORNIA
11	In the Matter of the First Amended Accusation	
12	Against:	Case No. 998285
13	CITY BEAUTY COLLEGE 2300 Florin Road	OAH No. 2013071135
14	Sacramento, CA 95822	STIPULATED SURRENDER OF
1	JOHN THAI TRAN, OWNER	INTEREST IN APPROVAL TO OPERATE AND ORDER
15	Approval to Operate No. 93832312	(Respondents Nga Huynh and Teri
16	And	Ngo, also known as Thi Ngo, Only; Persons in Control)
17	CITY BEAUTY COLLEGE NGA HUYNH, PERSON IN CONTROL	
18	TERI NGO, AKA THI NGO, PERSON IN CONTROL	
19		
20	6853 65 TH Street, Suite C Sacramento, CA 95828	
21	And	
22	8587 Culpepper Drive	
23	Sacramento, CA 95828	
24	Respondents.	
25		
26	IT IS HEREBY STIPULATED AND AGRE	ED by and between the parties to this
ļ	WERE THE RESIDENCE OF THE PROPERTY OF THE PROP	
27	¹ This settlement applies to Respondents Nga F Ngo, only. The interest of John Thai Tran in the Appro	luynh and Teri Ngo, also known as Thi
28	default decision and order	svar to Operate is addressed in a separate

1. Joanne Wenzel ("Complainant") is the Chief of the Bureau for Private Postsecondary Education ("Bureau"), Department of Consumer Affairs. 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 Leslie A. Burgermyer, Deputy Attorney General.

PARTIES

- 2. Respondents Nga Huynh ("Huynh") and Teri Ngo, also known as Thi Ngo, ("Ngo"), are Persons in Control (as defined in Education Code section 94856) of City Beauty College (sometimes referred to herein as "City") and are represented in this proceeding by attorney Chet P. Templeton, Esq., whose address is 901 H Street, Suite 601, 6th Floor, Sacramento, CA 95814; telephone (916) 444-2960.
- 3. Respondent Huynh has represented to Complainant and claims that she purchased City from John Thai Tran ("Tran") in 2008. Respondent Huynh possesses a Fictitious Business Name Statement in support of the claim she was the owner of City Beauty College since 2008. For the purposes of this settlement, Respondents Huynh and Ngo are deemed to be Persons in Control who operated City Beauty College from August 5, 2008, to the present. The Bureau has no record of issuing an Approval to Operate with ownership of City by either or both Respondent Huynh and Respondent Ngo. Respondents Huynh and Ngo have represented to Complainant that Tran no longer resides in the United States and they are unable to contact him.
- 4. On or about December 10, 2004, the former Bureau for Private Postsecondary and Vocational Education ("BPPVE")² issued Approval to Operate No. 93832312 ("Approval") to City Beauty College, John Thai Tran, Owner. The Approval was in full force and effect at all times alleged in the Accusation and First Amended Accusation. The Approval expired on September 29, 2013, and was not renewed during the renewal period.

² On July 1, 2007 the former Bureau for Private Postsecondary and Vocational Education was abolished by expiration of its statutory authorization. On October 11, 2009, the California Private Postsecondary Education Act of 2009 ("Act") was signed into law. (Educ. Code, §§94800, et seq.) The Act became operative on January 1, 2010, and established the Bureau for Private Postsecondary Education.

5. Respondents Huynh and Ngo have requested and agreed to relinquish and surrender any and all right, title, claim, interest or ownership, if any, they may or do have in the Approval.

JURISDICTION

- 6. Accusation No. 998285 was filed before the Director of the Department of Consumer Affairs ("Director"), for the Bureau. The Accusation and all other statutorily required documents were properly served on Respondents City Beauty College and John Thai Tran, Owner, on June 3, 2013. Respondent Nga Huynh timely filed a Notice of Defense contesting the Accusation.
- 7. On or about April 4, 2014, First Amended Accusation No. 998285 was filed and included Respondents City, Tran, Huynh, and Ngo. The First Amended Accusation and all statutorily required documents were served on Respondents City, Tran, Huynh and Ngo on April 7, 2014, and April 9, 2014. The First Amended Accusation supersedes the original Accusation in all respects. A copy of First Amended Accusation No. 998285 is attached as Exhibit A, and incorporated herein.

ADVISEMENT AND WAIVERS

- 8. Respondents Huynh and Ngo have carefully read, fully discussed with counsel, and understand the charges and allegations in First Amended Accusation No. 998285. Respondents also have carefully read, fully discussed with counsel, and understand the effects of this Stipulated Surrender of Interest in Approval to Operate and Order.
- 9. Respondents Huynh and Ngo are fully aware of their legal rights in this matter, including the right to a hearing on the charges and allegations in the First Amended Accusation; the right to be represented by counsel, at their own expense; the right to confront and cross-examine the witnesses against them; the right to present evidence and to testify on their 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.
- 10. Respondents Huynh and Ngo voluntarily, knowingly, and intelligently waive and give up each and every right set forth above.

CULPABILITY

- 11. Respondents Huynh and Ngo admit the truth of each and every charge and allegation in First Amended Accusation No. 998285, agree that cause exists for discipline, and hereby relinquish and surrender any and all right, title, claim, interest or ownership, if any, that Respondents Huynh and/or Ngo possess, may possess or be entitled to now, or in the future, in Approval to Operate No. 93832312, and submit this Stipulated Surrender of Interest in Approval to Operate and Order to the Director for her formal acceptance.
- 12. Respondents Huynh and Ngo understand that by signing this stipulation, they enable the Director to issue her order accepting the complete and full surrender of any and all right, title, claim, interest or ownership, if any, in Approval to Operate No. 93832312 without further process.

RESERVATION

13. The admissions by Respondents Huynh and Ngo, and each of them, herein are only for the purposes of this proceeding, or any other proceedings in which the Director of the Department of Consumer Affairs and/or the Bureau for Private Postsecondary Education, or other professional licensing agency is involved, and shall not be admissible in any other criminal or civil proceeding except that an action may be brought against Respondents Huynh and/or Ngo, for breach or enforcement of this stipulation, in whole or in part.

CONTINGENCY

14. This stipulation shall be subject to approval by the Director or the Director's designee. Respondents Huynh and Ngo and their attorney of record understand and agree 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 of interest in approval to operate, without notice to or participation by Respondents Huynh and/or Ngo and/or their attorney. By signing the stipulation, Respondents Huynh and Ngo understand and agree that they may not withdraw their 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, then the Stipulated Surrender of Interest in Approval to Operate 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.

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

CONSIDERATION

17. In consideration of the foregoing admissions and stipulations and the forbearance of Complainant in bringing an enforcement action against Respondents Huynh and Ngo for unlicensed activity and imposing a monetary penalty, the parties agree that the Director may, without further notice or formal proceeding, issue and enter the following Order:

<u>ORDER</u>

IT IS ORDERED that any and all right, title, claim, interest, or ownership interest, if any, possessed by Respondents Nga Huynh ("Huynh") or Teri Ngo, also known as Thi Ngo, ("Ngo"), Persons in Control, or which they may be entitled to now, or in the future, in Approval to Operate No. 93832312 issued to City Beauty College is relinquished and surrendered by Respondents Huynh and Ngo, and accepted by the Director of the Department of Consumer Affairs ("Director").

1. The surrender of any and all right, title, claim, interest and/or ownership, if any, in Approval to Operate No. 93832312 by Respondents Huynh and Ngo and the acceptance of the

surrendered rights, if any, in the Approval by the Bureau shall constitute the imposition of discipline against Respondents Huynh and Ngo. This stipulation constitutes a record of the discipline and shall become a part of the license and/or approval to operate history of City Beauty College, Nga Huynh, and Teri Ngo, also known as Thi Ngo, with the Bureau for Private Postsecondary Education ("Bureau").

- 2. Respondents Huynh and Ngo shall lose any and all rights and privileges, if any, and all right, title, claim, interest, and/or ownership which they may or do have in Approval to Operate No. 93832312 on the effective date of the Director's Decision and Order.
- 3. For a period of three (3) years after the effective date of the Director's Decision and Order in First Amended Accusation Case No. 998285, Respondents Huynh and Ngo shall not submit to the Bureau, the Director, or successors, any application of any type, name or title, whatsoever, to obtain a license, certificate, registration, approval, institution code number, or any type of authorization whatsoever, to operate a private post-secondary education institution under the jurisdiction of the Bureau of Private Postsecondary Education, Director, or successors.

 During the three (3) year period, Respondents Huynh and Ngo are barred from and shall not have any financial interest, decision making authority, management decisions, participation in the operation, administration, and setting of the curriculum, for any institution under the jurisdiction and/or authority of the Bureau, Director, or successors.
- 4. If, after the three (3) year period expires, Respondents Huynh and/or Ngo should ever apply for a new license, certificate, registration, approval, institution code number, or any type of authorization whatsoever, with the Bureau or for a related endorsement with the Board of Barbering and Cosmetology in the State of California, then the Bureau shall treat it as a new application for licensure. Respondents Huynh and/or Ngo shall comply with all laws, regulations, and procedures for licensure in effect at the time the application is filed. All charges and allegations contained in First Amended Accusation No. 998285 shall be deemed to be true, correct, proven and admitted by Respondents Huynh and/or Ngo for the purpose of any Statement of Issues or any other proceeding seeking to deny or restrict licensure.

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- 5. Respondents Huynh and Ngo admit that they failed to submit Annual Fees to the Bureau by October 1, 2012, and October 1, 2013. For purposes of settlement, the parties agree that the total amount of delinquent Annual Fees is \$2,131.26. Respondents Huynh and Ngo are jointly and severally liable for payment of the delinquent Annual Fees to the Bureau prior to issuance of any approval for a new license, certificate, registration, approval, institution code number, or any type of authorization whatsoever, by the Bureau, Director, or successor.
- 6. Respondents Huynh and Ngo admit that they failed to submit to the Bureau, the assessment collected from students for the Student Tuition Recovery Fund ("STRF") for the second, third, and fourth quarters in 2012, and for all quarters in 2013. For purposes of settlement, the parties agree that the total amount of delinquent STRF assessments is \$763.86. Respondents are jointly and severally liable for payment of the full amount of the delinquent STRF assessments to the Bureau prior to issuance of a new license, certificate, registration, approval, institution code number, or any type of authorization whatsoever, by the Bureau, Director, or successor.
- 7. Respondents Huynh and/or Ngo shall pay the Bureau its costs of investigation and enforcement in the amount of \$ 19,252.50 prior to issuance of a new license, certificate, registration, approval, institution code number, or any type of authorization whatsoever, by the Bureau, Director, or successor. Respondents are jointly and severally liable for the aforementioned costs of investigation and enforcement.

ACCEPTANCE

I have carefully read the above Stipulated Surrender of Interest in Approval to Operate and Order and have fully discussed it with my attorney, Chet P. Templeton, Esq. I understand the stipulation and the effect it will have on any right, title, claim, interest or ownership, if any, in Approval to Operate No. 93832312. I enter into this Stipulated Surrender of Interest in Approval ///

1	to Operate and Order voluntarily, knowingly, an	d intelligently, and agree to be bound by the		
2	Decision and Order of the Director of the Department of Consumer Affairs.			
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9	C	CONTROL, CITY BEAUTY COLLEGE		
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11 12	I have read and fully discussed with Response	ondents Nga Huynh, Person in Control, and Teri		
13	The state of the s			
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14	and other matters contained in this Stipulated St	urrender of interest in Approval to Uperate and		
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15	Order. I approve its form and content.	currender of Interest in Approval to Operate and		
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ENDORSEMENT The foregoing Stipulated Surrender of Interest in Approval to Operate and Order is hereby respectfully submitted for consideration by the Director of the Department of Consumer Affairs. 5-19-2014 DATED: Respectfully submitted, KAMALA D. HARRIS Attorney General of California KENT D. HARRIS Supervising Deputy Attorney General LESLIE A. BURGERMYER Deputy Attorney General Attorneys for Complainant SA2012108091 / 11344079.docx