

1 KAMALA D. HARRIS
Attorney General of California
2 MARC D. GREENBAUM
Supervising Deputy Attorney General
3 GILLIAN E. FRIEDMAN
Deputy Attorney General
4 State Bar No. 169207
300 So. Spring Street, Suite 1702
5 Los Angeles, CA 90013
Telephone: (213) 897-2564
6 Facsimile: (213) 897-2804
Attorneys for Complainant

7
8 **BEFORE THE**
9 **DEPARTMENT OF CONSUMER AFFAIRS**
10 **FOR THE BUREAU FOR PRIVATE POSTSECONDARY EDUCATION**
11 **STATE OF CALIFORNIA**

11 In the Matter of the Statement of Issues
12 Against:

Case No. 1001520

13 **DOABA TRUCKING SCHOOL,**
14 **RASHPAL SINGH DHINDSA, OWNER,**

STATEMENT OF ISSUES

15 **Renewal of Approval to Operate and Offer**
16 **Educational Programs for Non-Accredited**
17 **Institutions Applicant**

18 **School Code: 3303611**

Respondent.

19
20 Complainant alleges:

21 **PARTIES**

22 1. Joanne Wenzel (Complainant) brings this Statement of Issues solely in her official
23 capacity as the Chief of the Bureau for Private Postsecondary Education, Department of
24 Consumer Affairs.

25 2. On or about August 22, 2011, the Bureau for Private Postsecondary Education
26 received an application for Renewal of Approval to Operate and Offer Educational Programs for
27 Non-Accredited Institutions from Rashpal Singh Dhindsa, Owner, Doaba Trucking School
28 (Respondent). Rashpal Singh Dhindsa certified under penalty of perjury to the truthfulness of all

1 statements, answers, and representations in the application. The Bureau denied the application on
2 February 16, 2016. On March 22, 2016, the Bureau issued an Amended Notice of Denial of
3 Application for Renewal of Approval to Operate.

4 **JURISDICTION**

5 3. This Statement of Issues is brought before the Director of the Department of
6 Consumer Affairs (Director) for the Bureau for Private Postsecondary Education, under the
7 authority of the following laws. All section references are to the Education Code unless
8 otherwise indicated.

9 **JURISDICTION**

10 4. This Statement of Issues is brought before the Director of the Department of
11 Consumer Affairs (Director) for the Bureau.

12 5. Education Code Section 94891 states in pertinent part:

13 ...

14 (b) To be granted a renewal of an approval to operate, the institution shall demonstrate its
15 continued capacity to meet the minimum operating standards.

16

17 6. Education Code Section 94887 states:

18 An approval to operate shall be granted only after an applicant has presented sufficient
19 evidence to the bureau, and the bureau has independently verified the information provided by the
20 applicant through site visits or other methods deemed appropriate by the bureau, that the applicant
21 has the capacity to satisfy the minimum operating standards. The bureau shall deny an application
22 for an approval to operate if the application does not satisfy those standards.

23 **STATUTORY PROVISIONS**

24 7. Business and Professions Code of 22 defines the term "board" to include "bureau."

25 8. Education Code section 94885¹ states:

26 ///

27 _____
28 ¹ California Private Postsecondary Education Act of 2009, Ed. Code §§ 94800 et seq.

1 (a) The bureau shall adopt by regulation minimum operating standards for an institution
2 that shall reasonably ensure that all of the following occur:

3 (1) The content of each educational program can achieve its stated objective.

4 (2) The institution maintains specific written standards for student admissions for each
5 educational program and those standards are related to the particular educational program.

6 (3) The facilities, instructional equipment, and materials are sufficient to enable students to
7 achieve the educational program's goals.

8 (4) The institution maintains a withdrawal policy and provides refunds.

9 (5) The directors, administrators, and faculty are properly qualified.

10 (6) The institution is financially sound and capable of fulfilling its commitments to
11 students.

12 (7) That, upon satisfactory completion of an educational program, the institution gives
13 students a document signifying the degree or diploma awarded.

14 (8) Adequate records and standard transcripts are maintained and are available to students.

15 (9) The institution is maintained and operated in compliance with this chapter and all other
16 applicable ordinances and laws.

17 (b) Except as provided in Section 94855.1, an institution offering a degree must satisfy one
18 of the following requirements:

19 (i) Accreditation by an accrediting agency recognized by the United States Department of
20 Education, with the scope of that accreditation covering the offering of at least one degree
21 program by the institution.

22 (ii) An accreditation plan, approved by the bureau, for the institution to become fully
23 accredited within five years of the bureau's issuance of a provisional approval to operate to the
24 institution. The provisional approval to operate to an unaccredited degree-offering institution
25 shall be in compliance with Section 94885.5.

26 9. Section 94911 of the Education Code states in pertinent part:

27 "An enrollment agreement shall include, at a minimum, all of the following:

28

1 11. Title 5, CCR, section 71700 states:

2 “The Bureau may request that an institution document compliance with the standards set
3 forth in the Act and this Division to obtain and maintain an approval to operate.”

4 12. Title 5, CCR, section 71800 states in part:

5 “In addition to the requirements of section 94911 of the Code, an institution shall provide to
6 each student an enrollment agreement that contains at the least the following information:

7 The name and address of the institution and the addresses where instruction will be
8 provided.

9

10 “(e) Itemization of all institutional charges and fees including, as applicable:

11

12 “(2) registration fee (non-refundable);

13

14 “(11) Student Tuition Recovery Fund fee (non-refundable);

15

16 13. Title 5, CCR, section 74115 states in pertinent part:

17

18 “(d) "Current" with respect to financial statements means completed no sooner than 120
19 days prior to the time it is submitted to the Bureau, and covering no less than the most recent
20 complete fiscal year. If more than 8 months will have elapsed between the close of the most
21 recent complete fiscal year and the time it is submitted, the fiscal statements shall also cover no
22 less than five months of that current fiscal year.”

23 **FIRST CAUSE FOR DENIAL**

24 (Deficiencies Regarding Student Enrollment Agreements)

25 14. Respondent’s application is subject to denial under Education Code sections 94887,
26 in conjunction with CCR, Title 5, sections 71800 subdivision (e)(2) in that Respondent failed to
27 provide a compliant Student Enrollment Agreement in that the Tuition Form did not include a
28 numerical amount for the non-refundable registration fee.

1 **SECOND CAUSE FOR DENIAL**

2 (Deficiencies Regarding Student Enrollment Agreements)

3 15. Respondent's application is subject to denial under Education Code sections 94887,
4 in conjunction with CCR, Title 5, sections 71800 subdivision (e)(11) in that Respondent failed to
5 provide a compliant Student Enrollment Agreement in that the Tuition Form did not include a
6 numerical amount for the non-refundable Student Tuition Recovery Fund (STRF) fee.

7 **THIRD CAUSE FOR DENIAL**

8 (Deficiencies Regarding Student Enrollment Agreements)

9 16. Respondent's application is subject to denial under Education Code sections 94887,
10 and 94920 subdivision (b), (d) and (e), in that Respondent failed to provide a compliant Student
11 Enrollment Agreement in that the Tuition Form contains an invalid refund policy as follows:

12 17. The Enrollment Agreement specifies that if the student cancels during the first day,
13 the tuition will be retained by the school in an amount calculated at a rate of \$50 per hour. The
14 statute requires, however, that the institution refunds 100% of the tuition, less a reasonable
15 deposit or application fee not to exceed two hundred fifty dollars (\$250) if notice of cancellation
16 is made through attendance at the first class session, or the seventh day after enrollment
17 whichever is later.

18 18. The Enrollment Agreement further specifies that if the student withdraws from the
19 course after the first day, the students will be charged 2% of full tuition multiplied by course
20 hours. However, the statute states that the institution shall have a refund policy for students who
21 have completed 60% or less of the period of attendance and that they shall be given a pro rata
22 refund for the return of earned institutional charges if the student cancels an enrollment
23 agreement or withdraws during a period of attendance.

24 19. The Enrollment Agreement further specifies that refunds will be paid within 90 days
25 of the enrollment date. The statute provides that the institution pay or credit refunds within 45
26 days of a student's cancellation or withdrawal.

27 ///

28 ///

1 **FOURTH CAUSE FOR DENIAL**

2 (Failure to Provide Compliant Financial Resources and Statements)


3 20. Respondent's application is subject to denial under Education Code sections 94887 in
4 conjunction with CCR, title 5, sections 74115 subdivision (d), 71475 subdivision (e), and (kk) in
5 that on December 1, 2015, Respondent submitted a Profit and Loss Statement for the period
6 ending December 1, 2015. The financial report was not audited nor reviewed by a licensed
7 certified public accountant. Submission of an incomplete application renders the institution
8 ineligible for renewal.

9 **PRAYER**

10 WHEREFORE, Complainant requests that a hearing be held on the matters herein alleged,
11 and that following the hearing, the Director of the Department of Consumer Affairs issue a
12 decision:

- 13 1. Denying the application of Rashpal Singh Dhindsa, Owner, Doaba Trucking School
14 for a Renewal of Approval to Operate and Offer Educational Programs for Non-Accredited
15 Institutions; and
16 2. Taking such other and further action as deemed necessary and proper.

17
18 DATED: 9-8-14


19 JOANNE WENZEL
Chief
20 Bureau for Private Postsecondary Education
Department of Consumer Affairs
21 State of California
Complainant

22
23 LA2016601051
12381688.doc