



SETTLEMENT OF CITATION ORDER

Citation Issued To: Karoli Professional Beauty (formerly Karoli Make-Up School) 22 W 35 th St. Suite 201 National City, CA 91950 Institution Code: Unapproved	Citation Number: 24250205
	Total Fine Amount: \$15,000.00
	Order of Abatement Included: Yes

Elizabeth Elias issues this modified citation in her official capacity as Deputy Bureau Chief of Enforcement at the Bureau for Private Postsecondary Education, California Department of Consumer Affairs (hereinafter referred to as the "Bureau").

LICENSING HISTORY

1. On or about December 18, 2024, the Bureau determined that Karoli Professional Beauty (formerly Karoli Make-Up School) hereinafter referred to as the "Institution" is not approved by the Bureau to operate a private postsecondary institution.

DISCIPLINE HISTORY

2. The Institution has no prior discipline history.

CITATION JURISDICTION

3. This administrative citation is issued to the Institution pursuant to California Education Code (CEC) section 94936; and Title 5 of the California Code of Regulations (5 CCR) section 75020 et seq. for the violation(s) described below.

CITATION HISTORY

4. On or about February 5, 2025, the Bureau issued Citation No. 24250205. On or about February 20, 2025, the Bureau received an appeal with a request for an administrative hearing. The Institution requested settlement options in lieu of the administrative hearing. As settlement of the Citation No.

Citation Number: 24250205
Institution: Karoli Professional Beauty
Institution Code: Unapproved

24250205, the Institution agrees to withdraw its request for an Administrative Hearing and agrees to a Settlement of Citation No. 24250205 as follows:

**CAUSE FOR CITATION &
MODIFIED ASSESMENT OF FINE AND/OR ORDER OF ABATEMENT**

5. The Institution is in violation of the following Bureau laws and regulations:

Violation #1:

CEC section 94886 – Approval to Operate Required

Cause for Citation: On or about December 18, 2024, the Bureau completed an investigation based on a complaint the Bureau received against the Institution.

On July 24, 2023, the Institution was granted a verification of exemption by the Bureau under CEC section 94874(f). A Bureau investigation found that the Institution is operating outside of their exemption in a manner requiring Bureau approval by charging students total charges over \$2,500.00.

Bureau investigators reviewed documents, statements, websites, and advertising to substantiate the allegation(s).

Administrative Fine: Pursuant to 5 CCR section 75020 (b), the Institution is issued a fine of \$50,000.00.

Administrative Fine: Pursuant to the Settlement of Citation No. 24250205, the administrative fine is modified from \$50,000.00 to \$15,000.00 with a thirty-six-month repayment term.

Order of Abatement Pursuant to 5 CCR section 75020 the Bureau issues the following order of abatement:

The Bureau orders the Institution cease to operate as a private postsecondary educational institution, unless the institution qualifies for an exemption under CEC section 94874, or until such time an approval to operate is obtained from the Bureau.

Pursuant to Business and Professions Code (BPC) section 149, the Institution shall cease unlawful advertising and shall notify the telephone company

furnishing services to disconnect the telephone numbers contained in any unlawful advertising.

- The Institution shall discontinue recruiting and/or enrolling students and cease all instructional services and advertising in any form or type of media, including: <https://karolimakeupschool.com/>, and any other websites not identified here that are associated with the Institution.
- The Institution shall disconnect all telephone service numbers including, but not limited to: (619) 900-7473.

The Institution shall submit a statement of attestation they have corrected all violations and have complied with the order of abatement. The statement of attestation shall be dated and signed by an authorized representative of the Institution.

Further, pursuant to CEC 94917 – Enforceability of Loans:

A note, instrument, or other evidence of indebtedness relating to payment for an educational program is void and not enforceable unless, at the time of execution of the note, instrument, or other evidence of indebtedness, the institution held an approval to operate or valid out-of-state registration with the bureau.

Therefore, the Institution shall not enforce any loans pursuant to CEC 94917.

Order of Abatement: Modified. Pursuant to Settlement of Citation No. 24250205, The Bureau orders the Institution cease to operate as a private postsecondary educational institution, unless the institution qualifies for an exemption under California Education Code (CEC) section 94874, or until such time an approval to operate is obtained from the Bureau.

Pursuant to Business and Professions Code (BPC) section 149, the Institution shall cease unlawful advertising and shall notify the telephone company furnishing services to disconnect the telephone numbers contained in any unlawful advertising with respect to the offering or performance of service that would require an approval to operate from the Bureau.

Further, the Institution shall submit a statement of attestation confirming that it has ceased to operate, or, alternatively, provide an explanation of how it will meet and continue to operate under an exemption pursuant to CEC section 94874. The attestation shall further include: (1) a statement that the Institution will not use its website or telephone number to advertise, represent, or offer

services in a manner requiring Bureau approval to operate, in accordance with Business and Professions Code section 149; and (2) a statement acknowledging that, pursuant to CEC section 94917, any note, instrument, or other evidence of indebtedness related to payment for an educational program is void and unenforceable unless, at the time of execution, the Institution held a valid approval to operate or out-of-state registration with the Bureau, and that the Institution will not enforce any loans prohibited under CEC section 94917.

COMPLIANCE WITH ORDER OF ABATEMENT

6. In accordance with the provisions of CEC section 94936 and 5 CCR sections 75020 and 75040, the Bureau issues the order(s) of abatement described above. Evidence of compliance with the order of abatement and acceptance of the attached payment plan agreement must be submitted to the Bureau within 30 days from the date of issuance of this modified citation. Evidence of compliance with the order of abatement may sent by mail or email to:
- Mail: Bureau for Private Postsecondary Education
Attn: Discipline Unit – Nicole Pedersen
1747 North Market, Blvd., Suite 225
Sacramento, CA 95834
 - Email: bppe.discipline@dca.ca.gov
 - In the subject line, please include the Institution name and citation number.

COMPLIANCE WITH ASSESSMENT OF FINE

7. In accordance with the provisions of CEC section 94936, and 5 CCR section 75020 et seq., the Bureau hereby orders this assessment of fines in the total amount of \$15,000.00 for the violations described above. Payment of the fines must be made to the Bureau within the duration of the agreed upon payment plan.

Payment(s) must be sent to the Bureau by mail at:

- Bureau for Private Postsecondary Education
Attn: Discipline Unit – Nicole Pedersen
1747 North Market, Blvd., Suite 225
Sacramento, CA 95834

NOTICE OF APPEAL RIGHTS

8. The Institution forfeits their right to appeal by withdrawing their appeal for an administrative hearing.

COMPLIANCE WITH FINE AND/OR ORDER OR ABATEMENT DISCLOSURE

9. Pursuant to 5 CCR section 75050, payment of the fine and/or compliance with any order of abatement does not constitute an admission of the violation charged and shall be represented as satisfactory resolution of the matter for the purposes of public disclosure.

Pursuant to 5 CCR section 75050, failure to comply with this citation order, its order of abatement, and/or administrative fine by the required due date is grounds for denial or discipline of an approval to operate. Where a citation is not contested and fine is not paid, the full amount of the assessed fine shall be added to the fee for renewal of the approval to operate. An approval to operate shall not be renewed without payment of the renewal fee and fine. The Bureau may also enforce the administrative fine as if it were a money judgment pursuant to CEC section 94936.

BUREAU CONTACT INFORMATION

10. If you have any questions regarding this Citation, please contact Nicole Pedersen, Citation Analyst by email at Nicole.Pedersen@dca.ca.gov or by phone at (916) 232-0510.

"Original Signature on File"

9/18/2025

Elizabeth Elias
Deputy Bureau Chief of Enforcement

Citation Date of Issuance

Enclosures:

- Payment Plan Acknowledgement
- Declaration of Service by Certified and First-Class Mail