

 DUBINESS. CONSUMER SERVICES AND HOUSING AGENCY
 GAVIN NEWSOM, GOVERNOR

 DEPART(
 OF CONSUMER AFFAIRS
 BUREAU FOR PRIVATE POSTSECO(
 / EDUCATION

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CITATION: ASSESSMENT OF FINE AND ORDER OF ABATEMENT

To: Eric Jacobs, Owner Contractors State License Center 3014 West Burbank Blvd. Burbank, California 91505

INSTITUTION CODE: Unapproved CITATION NUMBER: 1819105 CITATION ISSUANCE/SERVICE DATE: February 4, 2019 DUE DATE: March 6, 2019 FINE AMOUNT: \$ 100,000.00 ORDER OF ABATEMENT INCLUDED: Yes

Christina Villanueva issues this Citation: Assessment of Fine and Order of Abatement (Citation) in her official capacity as Discipline Manager for the Bureau for Private Postsecondary Education (Bureau) of the California Department of Consumer Affairs.

CITATION

A Citation is hereby issued to Eric Jacobs, Owner of Contractors State License Center (Institution) located at 3014 West Burbank Blvd., Burbank, California 91505 pursuant to Business and Professions Code section 125.9 and 149; California Education Code (CEC) section 94944; and Title 5 of the California Code of Regulations (5, CCR) section 75020 for the violation(s) described below.

BACKGROUND

On March 5, 2018, during the investigation of a complaint, Bureau staff discovered the Institution has been operating without Bureau approval.

On March 8, 2018, Bureau staff searched the Institution's website and discovered a 2018-2019 school catalog. The catalog advertised a standard inspection program for \$4,855.00 and a special inspector program for \$6,060.00.

On July 31, 2018, Bureau staff searched the Bureau's licensing file for the approved school code and discovered escrow documents from 2006 representing the purchase of the Institution. The buyers are listed as Eric Jacobs and Linda Jacobs.

On August 1, 2018, Bureau staff continued to search the licensing file for the approved school code and discovered letters from the Bureau's Compliance Unit dated September 27, 2011 and February 14, 2012, that were addressed to the Owner and the Institution at 3014 West Burbank Blvd, Burbank, California 91505On February 22, 2012 a Notice to Comply was signed by Bureau staff and the Owner.

On August 8, 2018, Bureau staff contacted the Owner and explained the licensing history with the

Page 1 of 4 Citation: Assessment of Fine and Order of Abatement Eric Jacobs, Owner of Contractors State License Center Institution Code: Unapproved Institution. Bureau staff explained to the Owner that at the time of his purchase of the school in 2006, he was required to apply for an Approval to Operate as he was offering courses over \$2500.00.

On August 10, 2018, Bureau staff mailed the Owner an Application for an Approval to Operate and advised him that the application would be expedited once received with the \$5,000.00 application fee.

On October 10, 2018, Bureau staff visited the Institution at 3014 West Burbank Blvd., Burbank, California 91505. Bureau staff confirmed the Institution is in operation and advertisements of the Institution operating as a school.

VIOLATION(S)

#	Below you will find the California Education Code (CEC) and/or Title 5 of the California Code of Regulations (5, CCR code) section(s) of law you are charged with violating.
1.	Violation: CEC Section 94886. Approval to Operate Required "Except as exempted in Article 4 (commencing with Section 94874) or in compliance with the transition provisions in Article 2 (commencing with Section 94802), a person shall not open, conduct, or do business as a private postsecondary educational institution in this state without obtaining an approval to operate under this chapter."
	CEC Section 94817.5. Approved to Operate or Approved "Approved to operate" or "approved" means that an institution has received authorization pursuant to this chapter to offer to the public and to provide postsecondary educational programs."
	CEC Section 94868. To Offer to the Public "To offer to the public" means to advertise, publicize, solicit, or recruit."
	CEC Section 94869. To Operate "To operate" means to establish, keep, or maintain any facility or location in this state where, or from which, or through which, postsecondary educational programs are provided."
	On March 8, 2018, during the investigation, Bureau staff discovered a school 2018-2019 catalog on the website under <u>www.californiacontractorslicensing.org</u> , The catalog advertised a standard inspection program for \$4,855.00 and a special inspector program for \$6,060.00.
	On October 10, 2018, during a field investigation, Bureau staff discovered that the Institution had advertisements of classes and had a classroom on the premises.
	The Institution advertises on its website, <u>www.californiacontractorslicensing.org</u> , on yelp at <u>https://www.yelp.com/biz/contractors-state-license-center-burbank</u> , and on <u>http://contractorslicense.la/</u> , all with the address of 3014 West Burbank Blvd., Burbank, California 91505.
	Based on the Bureau's investigation, the Institution is conducting business as a private postsecondary educational institution at 3014 West Burbank Blvd., Burbank, California 91505, and is
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Order of Abatement:

The Bureau orders that the Institution cease to operate as a private postsecondary educational institution. The Institution must discontinue recruiting or enrolling students and cease all instructional services and advertising in any form or type of media, including the <u>www.californiacontractorslicensing.org</u> and <u>http://contractorslicense.la/</u> and any other websites not identified here that are associated with the Institution, until such time as an approval to operate is obtained from the Bureau. The Institution must disconnect all telephone service numbers including but not limited to (800) 562-0008 and (818) 845-1882 that are associated with the Institution until such time as an approval to operate is obtained from the Bureau. To comply with the Order of Abatement the Institution must submit a school closure plan to the Bureau pursuant to California Education Code section 94926. The Institution must provide a roster of each student currently enrolled at the Institution. The roster must include the names of the students, their contact information (including phone number, email address, and physical address), the programs in which they are enrolled, the amount paid for the programs.

Assessment of Fine

The fine for this violation is <u>\$100,000.00</u>

TOTAL ADMINISTRATIVE FINE DUE: \$100,000.00

ASSESSMENT OF A FINE

In accordance with CEC section 94944; and 5, CCR section 75020(b), the Bureau hereby orders this assessment of a fine in the amount of **\$100,000.00** for the violations described above. **Payment must be made, to the Bureau, within** <u>**30 days from the date of service of the Citation.**</u>

COMPLIANCE WITH ORDER OF ABATEMENT

In accordance with the provisions of 5, CCR section 75020 (b) the Bureau hereby issues the order(s) of abatement described above. In accordance with Business and Professions Code Section 149, the Bureau may disconnect any telephone service numbers used by an unapproved Institution. **Evidence of compliance with the order(s) of abatement must be submitted, to the Bureau, within <u>30 days</u> from the date of service of the Citation.**

APPEAL OF CITATION

You have the right to contest this Citation through an informal conference with the Bureau; and/or through an administrative hearing in accordance with Chapter 5 (Commencing with Section 11500) of Part 1 of Division 3 of Title 2 of the Government Code.

If you wish to contest this Citation, you must submit the 'Notice of Appeal of Citation – Request for Informal Conference and/or Administrative Hearing' form (enclosed) within <u>30 days</u> from the date

Page 3 of 4 Citation: Assessment of Fine and Order of Abatement Eric Jacobs, Owner of Contractors State License Center Institution Code: Unapproved of service of the Citation. If you do not request an informal conference and/or an administrative hearing within 30 days from the service of the Citation, you will not be able to request one at a later time.

Unless a written request for an informal conference and/or an administrative hearing is signed by you and delivered to the Bureau by March 6, 2019, you will be deemed to have waived or forfeited your right to appeal this matter.

EFFECTIVE DATE OF CITATION

If you do not request an informal conference and/or an administrative hearing, this Citation shall become effective on February 4, 2019. Payment of the administrative fine and evidence of compliance with the order(s) of abatement shall be due by March 6, 2019. Your payment of the administrative fine shall not constitute an admission of the violation(s) charged.

If a hearing is requested, you will not be required to comply with this Citation until 30 days after a final order is entered against you.

Payment of the administrative fine and/or written request for appeal must be mailed to:

Gurinder Sandhu, Discipline Citation Program **Bureau for Private Postsecondary Education** 2535 Capitol Oaks Drive, Suite 400 Sacramento, CA 95833

Failure for an applicant or institution to abate the violation(s) listed above or to pay the administrative fine within the time allowed may result in denial of an application for an approval or renewal to operate; disciplinary action, and/or collection action. The Bureau will promptly take all appropriate action to enforce this Citation and recover the civil penalties prescribed therein or found to be due after a hearing.

CONTACT INFORMATION

If you have any questions regarding this Citation, or desire further information, please contact Gurinder Sandhu, Citation Analyst, at 916-431-6940 or Gurinder.Sandhu@dca.ca.gov.

Christina Villanueva **Discipline Manager**

Enclosures

- Applicable Laws Violated
- Statement of Rights: Appeal Process Information Sheet
- > Notice of Appeal of Citation: Request for Informal Conference and/or Administrative Hearing
- Payment of Fine Waiver of Appeal
- Declaration of Service by Certified and First-Class Mail

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