

Business, Consumer Services and Housing Agency– Governor Gavin Newsom

Bureau for Private Postsecondary Education 1747 N. Market Blvd. Ste 225 Sacramento, CA 95834 P.O. Box 980818, West Sacramento, CA 95798-0818 P (916) 574-8900 F (916) 263-1897 www.bppe.ca.gov



APPEAL OF CITATION INFORMAL CONFERENCE DECISION: CITATION MODIFIED

November 23, 2020

John Chandler, Owner Scalp Co. Academy 717 K St. Sacramento, CA 95814

Date of Issuance	Citation Number	Institution Code
November 23, 2020	2021079	Unapproved

On November 5, 2020, an informal telephone conference was held in the matter of Citation: Assessment of Fine and Order of Abatement No. 2021079 (Citation) against John Chandler, Owner of Scalp Co. Academy (Institution). In attendance were Beth Danielson, Enforcement Chief, and John Chandler, Owner, and Britteni Chandler, Owner.

Pursuant to Business and Professions Code, section 148; California Education Code (CEC), section 94944; and Title 5 of California Code of Regulations (5, CCR), section 75020 and section 75040, the Bureau for Private Postsecondary Education (Bureau) renders the following decision relative to your appeal of the Citation No. 2021079.

It is the decision of the Enforcement Chief that on November 13, 2020, Citation No. 2021079 is <u>modified</u> and makes the following change(s):

VIOLATION CODE SECTIONS

#	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 9, 2020, the Bureau received a tip alleging that the Institution was operating without Bureau approval while charging over \$2,500.00 for a permanent make-up training course.

On April 6, 2020, the Institution Owner confirmed that the permanent make-up training course cost between \$3,800.00 to \$4,800.00.

On April 8, 2020, the Intuition Owner informed the Bureau that all courses have been postponed until further notice.

On April 16, 2020, the Institution lowered the cost of the permanent make-up training course to \$2,500.00.

On May 5, 2020, the Institution provided the Bureau an updated enrollment agreement which stated the course cost a total of \$2,500.00.

As of September 10, 2020, the Institution continues to operate as an unapproved private postsecondary education institution.

Order of Abatement:

The Bureau orders that the Institution cease to operate as a private postsecondary educational institution, unless the Institution qualifies for an exemption under CEC section 94874. The Institution must discontinue recruiting or enrolling students and cease all instructional services and advertising in any form or type of media, including https://www.gotscalp.com, 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, (916) 793-5404, 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.

<u>Reason for modification</u>: New substantive facts were presented at the conference. The Order of Abatement has been satisfied.

Assessment of Fine

The fine for this violation is \$25,00.00

The administrative fine for this violation has been modified from \$25,000.00 to \$5,000.00.TOTAL MODIFIED ADMINISTRATIVE FINE DUE: \$5,000.00\$5,000.00\$5,000.00

Page 2 of 3 Citation No. 2021079 – MODIFIED John Chandler, Owner of Scalp Co. Academy Institution code: Unapproved

PENALTY – ASSESSMENT OF A FINE

Payment of the administrative fine is due within <u>30 days</u> from the date of this decision. Please complete the <u>Payment of Fine</u> form. Payment must be made to the Bureau by check, or money order. Please include the citation number on the payment of the fine assessment. Payment of the administrative fine shall not constitute an admission of the violation(s) charged and shall be represented as satisfactory resolution of the matter for purposes of public disclosure. Payments may be mailed to:

> Nicole Mitchell, Discipline Citation Program Bureau for Private Postsecondary Education 1747 N. Market Blvd., Suite 225 Sacramento, CA 95834

APPEAL OF CITATION

You *do not* have the right to request another Informal Conference to appeal this modified Citation. If you did not initially request an Administrative Hearing within 30 days from when the original citation was issued, you can no longer request one.

EFFECTIVE DATE OF CITATION AND FINE ASSESSMENT

This modified Citation is effective on **November 23, 2020.** The payment is due by **December 23, 2020.**

Failure to pay the administrative fine within the time allowed is grounds for denial of an application for an approval to operate or discipline. The Bureau will promptly take all appropriate action to enforce the Modified 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 decision or desire further information, please contact Nicole Mitchell, Citation Analyst, at (916) 574-8995 or at Nicole.Mitchell@dca.ca.gov.

"Original Signature on File"

"11/23/2020"

Christina Villanueva Discipline Manager Date

Enclosures

- Payment of Fine Waiver of Appeal Rights
- > Declaration of Service by Certified and First-Class Mail

Page 3 of 3 Citation No. 2021079 – MODIFIED John Chandler, Owner of Scalp Co. Academy Institution code: Unapproved