

State Board of Proprietary Schools
North Carolina Community Colleges System Office
Conference Room 501A, Raleigh, NC
November 3, 2017
10:00 a.m.

CALL TO ORDER

Following proper public notification, Chair Scott Aaron called the meeting of the State Board of Proprietary Schools to order at 10:00 a.m.

Members present: Scott Aaron, Kuburat Ganiyu, John Pettitt, and Ashley Wallace. Victor Riley attended telephonically.

Also present: Scott Corl, Executive Director of Office of Proprietary Schools, Rasheeda McAllister, Program Auditor for Office of Proprietary Schools.

ETHICS AWARENESS & CONFLICT OF INTEREST

Mr. Aaron reminded Board members of the ethical requirements for those who serve as public servants and requested that members identify any conflicts or potential conflicts of interest that they may have with respect to any item on the agenda. Mr. Aaron announced a potential conflict and advised the Board that he would refrain from any discussion or consideration related to the Office of Proprietary School's review of recent advertisements published by Carolina Career College or MyComputerCareer. Ms. Ganiyu announced a potential conflict and advised the Board that she would refrain from any discussion or consideration of the Lumberton campus of Chosen Healthcare Institute.

APPROVAL OF MINUTES

Mr. Aaron requested a motion for approval of the Minutes of the August 4, 2017 meeting of the State Board of Proprietary Schools. Mr. Pettitt made a motion to approve the minutes as drafted. Mr. Wallace seconded the motion and the Minutes were unanimously adopted by the Board by voice vote.

APPROVAL OF AGENDA

Mr. Aaron requested a motion for approval of the meeting Agenda. Mr. Wallace made a motion to approve the Agenda as presented. Ms. Ganiyu seconded, and the Agenda was unanimously adopted by the Board by voice vote.

DIRECTOR'S REPORT

- As of September 30, 2017, the balance of the General Education Fund was \$609,561; the balance of the Student Protection Fund was \$894,663.
- The Board was updated on the U.S. Department of Education's final audit of Brookstone College of Business (Charlotte and Greensboro).
- The Board was updated on ACICS-accredited institutions that are seeking alternative accreditation with an agency recognized by the U. S. Department of Education.
- Compliance Reports – The Board was updated on recent advertisement compliance reviews of Carolina Career College and MyComputerCareer.com.
- The Board was updated on the status of the Cyanna Edvera contract.

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- The Board was presented with a notice of sale of the Art Institute campuses in North Carolina (Charlotte, Raleigh-Durham). The new owner was presented with a 90-day license to operate.

RECOMMENDATIONS FOR INITIAL LICENSING; FINANCIAL REPORTING

Mr. Pettitt motioned to move into closed session pursuant to North Carolina General Statute §143-318.11(a)(1) to prevent the disclosure of information that is confidential or privileged pursuant to North Carolina General Statute §132-1.2(1). Mr. Wallace seconded and the motion was unanimously adopted by voice vote.

Mr. Corl presented the Board with updated information on licensed schools having a quarterly financial reporting requirement as a condition of their licensing.

After discussion and consideration, Mr. Wallace made a motion to return to open session. Mr. Pettitt seconded, and after unanimous approval, the Board reconvened to open session. The State Board of Proprietary Schools unanimously voted to recommend initial licensing of:

1. Advanced Diagnostic Institute (Calabash, NC) - Motion by Mr. Wallace; seconded by Mr. Pettitt.
2. Chosen Healthcare Institute – Lumberton (Lumberton, NC) - Motion by Mr. Wallace; seconded by Mr. Riley. Ms. Ganiyu abstained.

NEW BUSINESS

Mr. Aaron acknowledged and thanked Mr. Wallace for his dedication and service on the Board. Mr. Wallace thanked the Board members for their support and encouraged them in their continued service in the proprietary industry.

ADJOURN

There being no further business to come before the Board, Mr. Aaron requested a motion to adjourn. After properly motioned and seconded, Mr. Aaron adjourned the meeting at approximately 11:00 a.m.