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ABSTRACT

Definitions of proprietary institutions by various states, the degree-granting powers of these institutions, and the authority of state agencies to approve degree programs and to license them were investigated. Forty-three states and Puerto Rico responded to the survey (nonresponding states were Delaware, Maryland, New Hampshire, North Dakota, Vermont, Wisconsin, and Wyoming). In general, it was found that states define proprietary institutions as private educational institutions organized "for profit." In most States, "for-profit" institutions are eligible to confer degrees. Few of the total number of aligible schools in a state, however, actually confer degrees. State Higher Education Executive Officers agencies usually are responsible for granting the authority to confer degrees, and are are also responsible for administering state laws, regulations, and standards respective to the nonpublic "nonprofit" postsecondary institutions. The State Departments of Education usually have responsibility for licensing these institutions. State licensing and/or degree-authorizing agencies for each state are identified. In addition, state definitions of proprietary institutions and state statutes and rules are included, and survey respondents are listed. A questionnaire is appended. (SW)

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State Oversight of Degree Granting Authority in Proprietary Institutions

Report of a SHEEO Survey

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January 1984

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State Oversight of Degree Granting Authority in Proprietary Institutions: Report of a SHEEO Survey

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Foreword

American higher education, long known for its diversity, has a new and growing sector--proprietary institutions. Operating for profit and awarding traditional academic credit and degrees, these institutions are rapidly expanding their offerings from business and commercial fields into such popular programs as engineering technology and computer science.

Their success is apparent in the market place. The survey which follows reports that there are more than 700 degree granting institutions in just the 29 states who responded to this inquiry.

Most degree granting proprietary institutions obtain their accreditation from either the National Association of Trade and Technical Schools (NATTS) or the American Association of Independent Colleges and Schools (AICS). In addition, the regional accrediting associations now accept proprietaries on the same basis as nonprofit and public institutions. (In 1979 the federal government threatened to suspend the Southern Association of Colleges and Schools as an authorized accrediting body because of its alleged discriminatory treatment of Sullivan Junior College, a proprietary institution in Kentucky).

Proprietary institutions provide special challenges to state regulatory agencies because they can represent both the best and worst practices in postsecondary education. State agencies, on the one hand, must develop oversight policies that will protect students from fraud and the consequences of irresponsible financial management while also protecting the integrity of academic credit. At the same time they must not be so exclusionary in their policies as to deny students access to programs which can rank among the most effective and efficient in the country.

Unfortunately, public policy in many states has not kept pace with the development of the proprietary sector. State oversight is often fragmented and state definitions and distinction are sometimes unclear and inappropriate. A few states prohibit outright the granting of degrees in proprietary institutions. The report which follows raises important questions about these issues and the need to include this growing sector in a comprehensive approach to statewide coordination and planning.

We welcome your comments and reactions to this report and will look to other ways that the SHEEO staff can address this issue.

James R. Mingle Executive Secretary



V

State Oversight of Degree Granting

Authority in Proprietary Institutions:

Report of a SHEEO Survey

I. <u>Introduction</u>

In October, 1983, Dr. Eleanor McMahon, Commissioner of Higher Education in Rhode Island, requested that the State Higher Education Executive Officers (SHEEO) complete a survey for her on the degree granting authority of proprietary institutions. Rhode Island standards for the granting of degrees specifically exclude proprietary institutions and Dr. McMahon wanted to know if this was typical in other states. survey, developed and distributed by the Rhode Island Office of Higher Education, requested information on how states define proprietary institutions; whether or not these institutions could confer degrees; the extent of state laws and regulations pertaining to their degree granting powers; what state agencies have the authority to approve degree programs offered by these schools, and to license them; and what standards states use to evaluate a proprietary institution when granting it approval to confer degrees. In addition, information was requested about any litigation resulting from state actions to preclude proprietaries from granting degrees.

The persons who completed this survey and attached copies of state laws, rules, regulations and other related material are listed in Appendix 3; the attached material is listed in Appendix 4.



II. Survey Procedures

In October 1983, the survey found in Appendix 1 was distributed to 50 states, the District of Columbia and U. S. Territories. Forty-three states and Puerto Rico responded to the survey, for a response rate of 85 percent. In addition to the District of Columbia, the seven states which did not respond were Delaware, Maryland, New Hampshire, North Dakota, Vermont, Wisconsin, and Wyoming.

Readers are cautioned that when clasifying states in the tables found in Section III, staff made interpretive judgments with which some respondents might take issue. Please refer to appendices 2 and 4 for material submitted by the states on the survey form.

III. Findings

A. Proprietary School Definitions

Twelve states and Puerto Rico generally define proprietary schools as educational institutions organized "for-profit." While this was the one definition most frequently reported, twenty-two states define them differently and nine states have no statutory, regulatory or operational definition for proprietary institutions. Table 1 lists the responding states under general categories of proprietary school definitions. Since some liberty was taken in including states under one of the six categories used in Table 1, readers are referred to



Appendix 2 where the respective state definitions are reported.

B. Eligibility to Confer Degrees

Table 2 lists the 37 states and Puerto Rico that responded to the question "Can proprietary institutions in your state confer degrees?" and gave the year in which this authority began. The basis for the degree granting authority (state statute, agency regulations, or both), the number of proprietary schools in the state and the number that are conferring degrees are also reported.

Proprietary schools may grant degrees in 41 states and Puerto Rico.

Some states, however, did report conditions restricting the eligibility of their proprietary schools to confer degrees. For example, in Colorado, schools cannot confer degrees below the baccalaureate, unless they are accredited. Kansas' proprietary schools must meet the established academic standards for degree granting institutions before they are given degree granting status. The authority to grant degrees in Oklahoma must be obtained from the Regents for Higher Education. Only the legislature in Maine can grant proprietary schools the authority to confer degrees.

Michigan and Rhode Island reported that proprietary schools could not confer degrees. In Michigan the barrier preventing proprietary schools from conferring degrees is statutory; in Rhode Island it is regulatory.

Arizona, Kansas, South Dakota, Missouri and Virginia all reported that



Table 1
STATE DEFINITIONS OF PROPRIETARY INSTITUTIONS

Private Schools Offering Occupational/ Technical Courses for Fee or Tuition	Private Schools Organized "For-Profit or "Hot-for-Profit"	<u>"For-Profit"</u>	Private Higher/ Postsecondary Institutions	No <u>Definition</u>	<u>Other</u>
Connecticut 1 Idaho Indiana Kentucky Haine Oregon 3 Pennsylvania 4 South Carolina	Colorado † Georgia Louisiana Hichigan Hissouri Rhode 1sland	Illinois Kansas Hassachusetts Minnesota Mississippi Heu Jersey Neu York Horth Carolina Ohio Oklahoma Puerto Rico Virginia Washington	Arkansas Texas West Virginia	Alabama Alaska 2 Arizona California Iowa Montana New Mexico South Dakota Utah	Florida Hawaii Nebraska Nevada ' Tennessee

^{1.} Definition of private occupational schools; proprietary institutions per se are not defined.



^{2.} Alaska has no legal definition for proprietary schools, but the commonly assumed definition and usage is "for-profit."

Oregon defines vocational schools as being "proprietary vocational, technical..." but does not mention in its definition fees or tuition.

^{4.} Pennsylvania does not define proprietary institutions, but does define private trades and private business schools.

^{5.} In Oklahoma, the schools are those organized "for-profit" that do not award college credit.

Table 2

STATES INDICATING THAT PROPRIETARY SCHOOLS ARE ELIGIBLE TO CONFER DEGREES; YEAR AUTHORITY ESTABLISHED; BASIS FOR ELIGIBILITY; NUMBER OF PROPRIETARY SCHOOLS; AND THE NUMBER CONFERRING DEGREES

Where Proprietary Schools May <u>Confer Decrees</u>	Year Authority Established	Basis for Eligibility	Total Humber of Proprietary Schools	No. of Proprietary Schools Conferring Degrees
Alabama	HR	HR	180	HR .
Alaska	1976	Regulations	188	1
Arizona	HA	HA	HR	NR
Arkansas	1975	Statute '	HR	· NR
California	1935	Statute	2,364	377
Colorado	1981	Both	125	18
Connecticut	1974	Statute	60	ž
Florida	1971	Both	295	· 23
Georgia	1978	Statute	360	10
Idaho	1963	Statute	HR	NR
Illinois	1961	Both	540	14
Indiana	1972	Both	94	23
Kansas	HR	Statute	50	Õ
Kentucky	1976	Statute	70	70
Louisiana	1976	Statute	HR	HR
Naine	HR	Statute	35	4
Massachusetts	HR	Regulations	178+	i
Hinnesota	1969	Statute	50-100	5
Mississippi	HR	Both	60	Ž
Missouri	1903	HR	400 Est.	40
Montana	HR	Statute	HR	0
Hebraska	1977	Statute	64	2
Hevada	1975	Both	HR	HR
Hew Jersey	1972	Both	HR	1
Heu York	1971	Regulations	400	28
Horth Carolina	1970	Regulations	20	11
Ohio	1976	Regulations	324	45
Oklahoma	HR	Statute	200	1
Oregon	1937	Statute	150	2
Pennsylvania	1970	Regulations	3,300	HR
Puerto Rico	1976	Regulations	8	8
South Carolina	1924	Statute	69	6
South Daketa	HR	Statute	HR	HR
Tennessee	HR	HR	HR	NR
Texas	1975	Statute	HR	2
Virginia	HR	HR	100	1
Vashington	HR	HR	18	1
West Virginia	1982	Both	60	8

MA: Not applicable as no statutes or regulations exist

MR: Not reported



there were no statutes addressing the subject of proprietary schools conferring degrees. New Jersey also is without statute, but in 1972 adopted regulations delineating the conditions for proprietary schools to become licensed. Hawaii and Iowa reported that the only statutes regarding proprietary schools dealt with truth in advertising, requirements for proper incorporation and general consumer fraud legislation.

C. Agencies Responsible for Authorizing the Granting of Degrees and Licensure

In twenty-four states, the SHEEO agency is responsible for granting proprietary schools the authority to confer degrees. Most states reported that this responsibility fell under their general statutory provisions to review and approve degrees and degree programs for higher and postsecondary education, or, in the case of a state like Missouri, in their responsibility to authorize institutions to operate. state SHEEO agencies (Alaska, Arkansas, Florida, Missouri, New Jersey, New York, Pennsylvania, Tennessee, and Texas), and Puerto Rico also have licensure and certification authority for those proprietary schools offering degrees. The Rhode Island SHEEO agency has licensure and certification authority for proprietary schools, but the state regulations preclude these schools from granting degrees. In Colorado, the Commission on Higher Education has responsibility for authorizing Private Occupation Schools to grant degrees; however, the Commission delegates this function to the State Board for Community Colleges and Occupational Education. Indiana, Kentucky, Mississippi and Ohio have



special Boards and/or Commissions that authorize the operations of proprietary schools and generally regulate their activities.

Table 3 lists those state agencies that have responsibility for licensing, authorizing and/or certifying the degree granting powers of proprietary schools. While the SHEEO agencies in general authorize and approve the degree programs offered by proprietary schools, the licensing function is vested most often in State Departments of Education and the professional licensing boards. In some instances, the licensing boards are part of the State Departments of Education (e.g. Florida); in others the licensing boards are separate state agencies (e.g. Georgia). In Kentucky, the State Board for Proprietary Education is responsible for authorizing the granting of degrees by proprietary schools and licensing them.

D. Degrees Proprietary Institutions Confer

Eighteen states, listed in Table 4, reported that proprietary schools were eligible to confer any degree (from the associate to doctorate); however, to do so, the institution must obtain approval from the state agency responsible for approving degrees and degree programs — generally the SHEEO agency. As noted earlier, only two states, Michigan and Rhode Island, reported that proprietary institutions were excluded from eligibility to confer degrees.

Table 4 also lists the fifteen states where eligibility to confer degrees is generally limited to associate degrees (e.g. the Associate



Table 3

STATE AGENCY RESPONSIBLE FOR AUTHORIZING DEGREE GRANTING AUTHORITY AND LICENSING IN PROPRIETARY INSTITUTIONS

	Authorized to Grant	
State	Degrees By	Licensed By
Alabama	None	State Department of Education
Alaska	*Commission on Postsecondary Education	<pre>#Commission on Postsecondary Education</pre>
Arizona	Hone	HR
Arkansas	*State Board of Regents	*State Board of Regents
California	State Department of Education	State Department of Education
Colorado	*Commission on Higher Education	State Board for Community Coileges and Occupational Education
Connecticut	*Department of Higher Education	State Department of Education
Florida	*State Department of Education	*Licensing Board of the Department
		of Education
Georgia	State Department of Education	Professional Licensing Boards
Havaii	Hone	State Department of Education
Idaho	HR	NR.
Illinois	*Board of Higher Education	Department of Education, Transportation, Secretary of State
Indiana	Commission on Postsecondary Proprietary Education	State Occupational Licensing Boards
lova	HR	HR
Kansas	*Board of Regents	State Department of Education
Kentucky	Board of Proprietary Education	Board of Proprietary Education
Louisiana	State Department of Education	State Department of Education
Maine	State Legislature	Department of Educational/Cultural Services
Massachusetts	*Board of Regents	State Department of Education
Michigan	State Department of Education	State Department of Education
Minnesota	*Higher Education Coordinating Board	State Department of Education
Mississippi	Commission on College Accreditation	◆Commission on School and College Registration
Missouri	*Coordinating Board for Higher Education	<pre>*Coordinating Board for Higher Education</pre>
Montana	*Board of Regents	State Department of Commerce
Hebraska	State Department of Education	State Department of Education
Nevada	HR	HR *
Hew Jersey	*Department of Higher Education	**Department of Education
New Mexico	HR	NR [*]
Hew York	*State Depurtment of Education	◆State Department of Education
Horth Carolina	*Board of Regents	State Department of Education
Ohio	Board of School/College Registration	Board of School/College Registration
Oklahoma	*State Regents for Higher Education	State Board of Private Schools
Oregon	*Educational Coordinating Commission	Department of Education



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Table 3

STATE AGENCY RESPONSIBLE FOR AUTHORIZING DEGREE GRANTING AUTHORITY AND LICENSING IN PROPRIETARY INSTITUTIONS

State	Authorized to Grant Degrees By	Licensed By
Pennsylvania	*State Department of Education	+State Department of Education
Puerto Rico	*Council on Higher Education	•Council on Higher Education
Rhode Island	Hone	Office of Higher Education
Scuth Carolina	*Commission on Higher Education	State Board of Education
South Dakota	Hone	Department of Education/Cultural Affairs
Tennessee	*Migher Education Commission	•Higher Education Commission
Texas-	*Coordinating Board, College and University System	••Education Agency
Utah	HR	HR
Virginia	*Council of Higher Education	State Dapartment of Education
Washington	*Council for Postsecondary Education	HR .
West Virginia	*Board of Regents	State Department of Education

^{• -} Denotes a SHEED Agency

HR - Not reported

^{++ -} Degree granting proprietary institutions in New Jersey and and Texas are licensed by SHEEO agencies

of Occupational Studies). These are considered in many states to be non-transferable. Examples of what states reported are:

<u>Arkansas</u>: Typically the State Board of Higher Education certifies covered institutions for only the A.A.S. degree. The law does not, however, specify a limitation or level.

Colorado: A.A.S.; A.S.; A.A.; (a regionally accredited, for-profit institution could offer any of these).

Florida: A.A.S.; A.S.; A.A.; specialized Associate of Applied Science; degrees at the baccalaureate, masters' and doctoral level if approved to do so.

Indiana: A.A.S.; A.S.; A.A.; B.A.S.

Illinois: A.A.S.; Associate of Technology; baccalaureate degrees in computer science for business, electronic engineering technology, and interior design; masters' degrees in business administration, clinical psychology and criminology; and doctoral degrees in school psychology and clinical psychology.

Kentucky: A.S.; A.A.; plus diplomas and certificates

Louisiana: A.O.S.

Maine: Usually the associate level for whatever degree they wish to



offer, provided that authority is obtained.

Nebraska: Associate level degrees plus the diploma and certificate.

New Jersey: A.A.S.

Ohio: A.O.S.; A.A.S.; basically associate degrees. Few baccalaureate degrees are granted; these must be approved by the Board of Regents.

Oklahoma: A.A.S.

<u>Pennsylvania</u>: Associate of Specialized Technology (A.S.T.) and Associate of Specialized Business (A.S.B.).

<u>Puerto Rico</u>: A.O.S.; A.A.S.; A.A.; degrees at the baccalaureate, masters' and doctoral level if authorized at the time the school obtains its license to operate.

West Virginia: A.O.S.; A.A.S.; A.A.; Associate of Business.

E. Degree Granting Regulations and Standards for Accreditation

Many states treat proprietary institutions as nonpublic independent institutions of postsecondary education when reviewing applications for degree granting authority. In the majority of responding states (22) and Puerto Rico the same regulations apply to proprietary and non-proprietary institutions (Table 5). Only six states (Arkansas,



Table 4

DEGREES PROPRIETARY INSTITUTIONS ARE ELIGIBLE TO CONFER

Hot Reported	Eligible to Offer	Generally	Cannot Confer
	Any Degree+	<u>Associate Degrees</u> *	Degrees
Alabama Hawaii Idaho Iowa Montana South Dakota Tennessee Utah Washington	Alaska Arizona California Conmecticut Georgia Kansas Hassachusetts Hinnesota Hississippi Hissouri Hevada New York Horth Carolina Oragon South Carolina Texas Virginia	Arkansas Colorado Florida Indiana Kentucky Illinois Louisiana Haine Hebraska New Jersey Ohio Oklahoma Pennsylvania Puerto Rico Uest Virginia	Michigan Rhode Island

^{*}In all states reporting that proprietary institutions are eligible to confer degrees; the degree conferred and the degree program requires approval from the appropriate state agency.



Florida, Kentucky, Massachusetts, and Pennsylvania) reported different regulations for proprietary institutions.

The states reporting the relationship between their respective standards for approving degree granting authority and regional accreditation are listed also on Table 5. Nineteen states reported using regional accreditation to some degree in developing their own standards for approval. In five of these states (California, Georgia, Louisiana, Oklahoma, and Texas), the school must first have authorization to operate and be approved in the state before the institution may apply for regional accreditation. The question of whether state approval or regional accreditation must come first was unclear in the reports of four states (Connecticut, Hawaii, Virginia, and West Virginia).

The most frequently cited (10 states) relationship between approval to grant degrees and regional or specialized accreditation was that an institution's accreditation would be accepted as partial, minimal or complete evidence for granting the school authority to confer degrees in the state.

Three states (Indiana, New York, and South Carolina) of the fourteen states and Puerto Rico that reported there is no relationship between the standards for proprietary schools seeking degree granting authority and regional accreditation offered these comments on their respective survey replies:

Indiana: "The Commission for Postsecondary Proprietary Education
requires no accreditation other than its own eligibility to apply for
degree authority."

New York: "The Regents in New York are recognized by the U.S.

Department of Education as a national accrediting agency. They differ from the regional accrediting associations in that their accreditation applies at the program level rather than the institutional level. Any degree granting institution in New York may seek regional accreditation if it chooses; some proprietary schools have done so."

South Carolina: "Accreditation is not required, although accreditation by any Council on Postsecondary Accreditation (COPA) recognized accrediting agency is considered as evidence that standards have been met by in-state-institutions only. Out-of-state institutions must be examined even if appropriately accredited."

F. Litigation

Only two states, Florida and Mississippi, reported that their state has been involved in litigation with proprietary schools over the states' requirements for obtaining degree granting authority.

The Florida respondent reported that the litigation between the State of Florida and proprietary schools was "much too numerous to cite each case on the survey instrument." Florida also reported that it has a



Table 5

DEGREE GRANTING REGULATIONS AND REGIONAL ACCREDITATION

Proprietary and Nonproprietary Regulations to Grant Degrees are the: Standards Authorizing Degree Granting Power and Regional Accreditation Relationship:

Same
Alaska
Czlifornia
Colorado
Illinois
Indiana
Kansas
Haine
Hichigan
Hinnesota
Hississippi
Hissouri
Hontana
Hew York
Horth Carolina
Ok lahoma
Oregon
Puerto Rico
South Carolina
South Dakota
Tennessee
Texas
Virginia
West Virginia

<u>Different</u>
Arkansas
Florida
Georgia
Kentucky
Hassachusetts
Pennsylvania

Alaska Arkansas California Colorado Connecticut Florida Georgia Hauaii Louisiana Mississippi Missouri Montana North Carolina Ohio Oklahoma . South Dakota Texas

Virginia West Virginia

Exists

Illinois
Indiana
Kansas
Kentucky
Haine
Hassachusetts
Hichigan
Hinnesota
Hebraska
Hew York
Oregon
Pennsylvania
Puerto Rico
South Carolina
Washington

Does Not Exist





"continuing effort in which unlicensed institutions are taken to court to have them cease offering courses until they are licensed."

In Mississippi, the Mississippi Commission on College Accreditation (MCCA), grants proprietary institutions the authority to confer degrees and their license to operate. In its "Minimum Standards for Accreditation," the MCCA has stated that: "The Commission has adopted as its standards the standards of the Southern Association of Colleges and Schools. Official Southern Association of Colleges and Schools Accreditation of an institution is required for full accreditation with the Commission." A plaintiff, Phillips Colleges, Inc., contended that the jurisdiction of the MCCA did not apply to Phillips Colleges, Inc., as it was grandfathered in when the legislation creating the MCCA was enacted. The Attorney General in Mississippi ruled, however, that the MCCA did have jurisdiction over any and all institutions and that Phillips Colleges, Inc. had to comply with the rules, regulations, and standards of the MCCA if it was to obtain the authority necessary to confer degrees in Mississippi.

The MCCA requirement that institutions must have SACS accreditation before the MCCA would grant approval to confer degrees in Mississippi was challenged also by Phillips Colleges, Inc. It was the contention of Phillips Colleges, Inc. that their accreditation by the Association of Independent Colleges and Schools was sufficient to meet the standards under SACS accreditation. The MCCA disagreed and the Chancery Court of Hinds County ruled with the MCCA in a decision rendered in February 1983.



Currently, Phillips Colleges, Inc. is working with the Mississippi Commission on College Accreditation to seek the necessary SACS accreditation.

IV. Summary and Discussion of Findings

In general, states define proprietary institutions as private educational institutions organized "for-profit." Several states, however, make no distinction between "for-profit" and "nonprofit" in their respective statutes, regulations, and application of standards; only "public" versus "nonpublic" distinctions are made. Most states reported that all "for-profit" institutions are eligible to confer degrees (as nonpublic, private institutions of higher/postsecondary education) upon approval from the SHEEO agency. Few of the total number of eligible schools in a state, however, actually do confer degrees. SHEEO agencies usually have responsibility for granting the "for-profit" proprietary institutions authority to confer degrees (through their degree and degree program approval authorities), while the State Departments of Education usually have responsibility for licensing the "for-profit" institutions. Usually it is the SHEEO agency alone that has responsibility for administering state laws, rules, regulations and standards respective to the nonpublic, "nonprofit" institutions of postsecondary education.

A state license, most often obtained from State Departments of Education, gives the proprietary institution authorization to do



business within the state. Other licenses may be required from specialized licensing boards and/or commissions to show that the institution has a license or offer particular vocational/technical/occupational programs or that completion of the program can allow the program completer to sit for the state licensing examination.

Only Florida and Mississippi reported that they had been involved in litigation with proprietary schools over the requirement that certain regional accreditation be obtained before the institution can be granted authority to confer degrees in the state.

Many use accreditation and the criteria for accreditation followed by the Council on Postsecondary Accreditation (COPA) accrediting associations as the standards applied to proprietary schools asking to confer degrees.

Once the proprietary school is licensed to operate and achieves either special or regional accreditation from a recognized accrediting association it applies to the SHEEO agency for the authority to confer degrees. The degrees proprietary institutions most often confer are at the associate degree level, although, there are exceptions.

Discussion

In November 1975, George Washington University's Institute for Educational Leadership released a report entitled Approaches to State Licensing of Private Degree-Granting Institutions 1. The report discussed the conduct of state licensing, identified issues related to state licensing and suggested priorities for future action regarding the state licensing of private degree-granting institutions. While this SHEEO survey and report do not directly address the "issues," there is a hint in our findings that many of the questions raised and issues identified in 1975 remain unresolved. For example:

- 1. What is a proprietary institution? These survey findings provide no clear answer.
- 2. How do these educational institutions, schools, businesses and their respective courses and programs fit into state and national postsecondary delivery systems? This survey did not address this question but the findings suggest that there is great uncertainty about what proprietary institutions are, what they do, and how they should be treated by the states and the postsecondary education community.

^{1.} The Airlie Conference Report, IEL Reports: Eight, November, 1974; Postsecondary Education Convening Authority.



- 3. If postsecondary education is a viable concept, is an operational definition needed? For-profit, nonpublic institutions award postsecondary education diplomas and certificates and in some instances award degrees that transfer in whole or in part to other institutions and programs. There is a hint in the survey findings, however, that even though proprietaries confer degrees, some states and the higher education community have not accepted them as partners in the delivery of postsecondary education. Without some broader operational definition of postsecondary education, disjointed and fragmented state policy will likely adversely affect the development of a well organized and integrated system of postsecondary education. This issue needs to be discussed and debated.
- 4. If the postsecondary education enterprise is to be fully integrated and considered in its totality, do the following institutional characteristics have any meaning in the state planning and policy formulation process: "for-profit;" "not-for-profit;" level and type of instruction and training offered; and the environment provided for teaching, learning, and acquiring skills? National discussion may be needed to address whether or not these different characteristics should make any difference in how different types of postsecondary institutions should and should not be treated by the states and other sectors of the enterprise.
- 5. Does the context of postsecondary education require that states re-examine the basic premises of what is a postsecondary educational institution and what agencies of state government should be involved in



their oversight? In many states the licensing function is in one agency and the degree granting authority is performed by another. In some states both functions are performed by the SHEEO agency only if the institution confers degrees. Further discussion might address the issues and problems associated with different agencies being involved with the performance of the state oversight functions.

Certainly other questions and issues are suggested by this survey. The survey responses and the material contributed by the respondents (Appendix 4) are available to state postsecondary agencies that may want to pursue this matter farther.

For further background and information on this report and these materials, contact John R. Wittstruck, SHEEO Office, 1860 Lincoln Street, Suite 310, Denver, Colorado, 80295, (303) 830-3855.



APPENDIX NO. 1

Survey Correspondence and Questionnaire





State of Rhode Island and Providence Plantations OFFICE OF HIGHER EDUCATION 199 Promonade Street, Providence, Rhode Island 02908-5089

Elector M. McMabon Commissioner

December 12, 1983

401-277-6960

Dear

Attached is a questionnaire about the authority of proprietary institutions in your state to grant degrees. Rhode Island standards for the granting of degrees specifically exclude proprietary institutions. It is my understanding that while this practice is the predominant one, there are a number of states which do in fact give degree-granting authority to institutions which are organized for profit. However, I have been unable to locate any centralised information on this practice across all states. I would therefore appreciate it if you would respond to this questionnaire.

John Wittstruck, Director of the SHERO/MCES Communication Network, has agreed to analyze your responses and prepare a summary report. That report will be shared with all respondents.

Your help in gathering these data is deeply appreciated.

Very truly yours,

Eleanstalder

Eleanor M. McMahon

EMCM:jg Attachment c. John Wittstruck

JC2



TO: State Higher Education Executive Officers FROM: Eleanor M. MaMahon RE: Degree-Granting Authority of Proprietary Institutions I would greatly appreciate it if you would respond by November 30, 1983 to the following questions regarding degree-granting authority of proprietary institutions in your state. "Proprietary institutions," for the purpose of questions 2-6 of this questionnaire, is defined as a postsecondary institution organized for profit. Also, for the purpose of this survey, a degree is defined as an Associate, Baccalaureate, Master's. Doctorate or other academic award at the associate or a higher degree level. 1. What is the definition of "proprietary schools" in your state? 2. Can proprietary institutions in your state confer degrees? Yes _____ No (Please exclude hospital schools of nursing in responding to this question.) If the answer to the above question is "No," please provide below any background information relevant to this fact: o Is the barrier to degree-granting authority statutory? Yes _____ No ____ Other _____ (Please specify) o Is this matter currently under review? Yes ____ No ____ o Other relevant information If the answer to the above question is "Yes," please answer the following questions: o Since what year have proprietary schools had degree-granting authority: o Was degree-granting authority granted by statute? Yes No By regulation? Yes ____ No ___ o Does you agency have responsibility for granting proprietary schools authority to confer degrees? Yes ____ No ____ If "No," which agency does? o For what degrees may a proprietary school qualify? (Please specify both the level and nature of the degree.) Baccalaureate ____ Associate of Occupational Studies (AOS) Specify _____ Master's ______Specify _____ Associate of Applied Science (AAS) Doctorate ____ Associate of Science (AS)



Associate of Arts (AA)

Other Associate Level _____ Specify _____

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Other ____

Specify ____

Specify

P 11 00 	If so, please specify the names of the litigants, the nature and outcome of the litigation, the highest court which rendered a decision in the case, and the date of that decision. If it would not be too burdensome, please attach a copy of your regulations governing proprietary schools. Respondent
P 11 0	itigation, the highest court which rendered a decision in the case, and the date of that decision. If it would not be too burdensome, please attach a copy of your regulations
P 1	itigation, the highest court which rendered a decision in the case, and the date
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	las your state ever been involved in any litigation regarding its authority to preclude degree-granting authority to proprietary institutions? Yes No
1	f the answer to the preceding question is "Yes," please specify the names of the itigants, the nature and outcome of the litigation, the highest court which endered a decision in the case, and the date of that decision.
a 8	f your state requires one specific type of accreditation (for example regional accreditation) in order for a proprietary school to obtain or maintain degree-cranting authority, has this requirement ever been challenged in the courts?
I	f so, what is that relationship?
d	s there any relationship between the standards for proprietary schools seeking egree-granting authority and <u>regional accreditation</u> ? (e.g. New England Association for Schools and Colleges or Western Association, etc.) Yes No
I	f "No," what agency does?
	oes <u>your agency</u> have general licensing authority over proprietary schools?
	pproximately how many proprietary schools are there in your state? f these, how many have degree-granting authority?
A O	

RETURN TO: John R. Wittstruck, Director, SHEEO/NCES Communication Network 1860 Lincoln Street, Suite 310, Denver, CO 80295

THANK YOU FOR YOUR HELP!



APPENDIX NO. 2

State Definitions of Proprietary Institutions



State Definitions of Proprietary Institutions

Unless cited differently, definitions were taken from the respondents reply to Survey Question No. 1.: What is the definition of "proprietary schools" in your State?

Alabama: No clear definition of "Proprietary Schools."

"The State of Alabama has not clearly established an authority for granting degrees in proprietary institutions. While the State Department of Education is the licensing agency for all in-state proprietary institutions, the Alabama Private School License Law (Act 80-272) does not specifically grant to that agency the authority to deny or approve the granting of degrees. For this reason, we do not know how many institutions may be granting degrees." (cover letter correspondence attached to completed survey).

Alaska: Not legally defined; commonly assumed definition and usage is "For Profit."

<u>Arizona</u>: There is no statute in Arizona regarding degree-granting proprietary schools: No legal definition.

Arkansas: "Arkansas Act 560, 1977, distinguishes between state-supported and privately held institutions; the Act treats equally proprietary postsecondary institutions and private colleges not covered under Act 416 of 1965. Those private liberal arts colleges existing prior to 1965 are exempt from the program certification process of the State Board of Higher Education." (statement attached to completed survey).

<u>California</u>: Proprietary schools are not defined by statute or regulation.

Colorado: "The term 'proprietary school' has no legal definition in Colorado. A 'private occupational school' is defined in statute—any entity or institution for profit or not for profit located within or without this state which offers educational credentials or educational services that constitute occupational education in this state and which is not specifically exempt from the provisions of this article..." Private Occupational Education Act of 1981 -12-59-103, Definition sections (11), (18), and (8.5)). (information attached to completed survey)

Connecticut: "Private occupational school" means a school offering instruction in any form or manner in any trade, industrial, commercial, or service occupation for any renumeration, consideration, reward or promise of whatever nature, except private occupational school shall not include (1) a school under public supervision and control; (2) a school conducted by a firm or organization solely for the training of its own employees or members; or (3) a school authorized by the general assembly to confer degrees." (P.A. 79-380, S.1.) Section 10-7a.

Delaware: No report



District of Columbia: No report

Florida: "A school/college owned by an individual rather than a Board of Trustees." (statement attached to completed survey)

Georgia: "Proprietary school means any business enterprise operated for profit, or on a nonprofit basis, which maintains a place of business within Georgia or solicits business within Georgia and which is specifically exempted by provisions of Section 4 of the Act and offers or maintains a course or courses of instruction or study and at which place of business such a course or courses of instruction is available through classroom instruction or by correspondence, or both, to a person or persons for the purpose of training, preparing or improving the person for a field of endeavor in a business, trade, technical or industrial occupation." (Guidelines and Standards for Proprietary Schools, 1983).

Hawaii: "The notion of a 'proprietary school' is not specifically defined under Hawaii law. There are provisions of law which refer to 'private' vocational, technical, and occupational schools, but these are not regarded as postsecondary institutions, and responsibility for their regulation rests with the State Department of Education.

"As to degree-granting institutions in general, the State of Hawaii does not regulate, license, or otherwise approve (or disapprove) their operation in the State. The only relevant provision of law is a truth-in-advertising type of statute requiring that any degree-granting institution which is not accredited by a recognized accreditation association must so indicate in all of its advertising." (statements in correspondence from respondent).

Idaho: "An individual, firm or corporation offering courses and offering conducting the same, for a fee, compensation or tuition, in this state or from a place of business in this state." (Idaho Code, Chapter 24, "Correspondence and Other Private Courses").

Illinois: An educational institution chartered by the Secretary of State as a for-profit institution.

"Illinois currently has three statutes that regulate private higher education institutions operating in this State. One statute, the Business and Vocational Act, is administered by the State Board of Education. Institutions under this Act primarily offer less-than-two year programs not leading toward a degree but having specific vocational objectives. However, some of these institutions are also covered by the Acts administered by the Board of Higher Education, i.e. if they grant degrees. The Board of Higher Education administers two acts regulating institutions wishing to operate in Illinois, an Act Regulating Private Colleges and an Act Regulating the granting of Academic Degrees.

"All three Acts cited are silent with respect to their profit or not-for-profit status. Therefore, neither the State Board of Education



and the Illinois Board of Higher Education can consider an institution's funding under these Acts.

"Fourteen 'proprietary' institutions have received degree-granting authority ranging from the Associate through the Doctorates. The Board, under the legislation, has also granted operating authority to two organizations that have training programs for their members or employees and both are expected to seek degree-granting authority at the Associate level in the near future." (cover letter correspondence attached to completed survey).

Indiana: "Postsecondary proprietary educational institutions means any person doing business in this state by offering to the public for a tuition fee or charge, instructional or educational services or training in any technical, professional, mechanical, business or industrial occupation, either in the recipients home, at a designated location or by mail." Indiana Code (20-1-19-1-9).

 $\overline{\text{(1)}}$ proper incorporation and (2) general consumer fraud legislation.

Kansas: Organized for profit

Kentucky: Proprietary school is "an educational institution privately owned and operated by an individual, partnership, association or corporation offering training in business, trade, technical industrial or related areas through residence, extension or correspondence for which tuition is charged." (Kentucky Code 165A.310, "Definitions").

Louisiana: "Proprietary school means any business enterprise operated for a profit or on a nonprofit basis which sells or offers for sale any course of instruction in this state, either by correspondence using the mails or by any other means of communication, or by personal solicitation, and (a) which offers or maintains a course or courses of instruction or study, or (b) at which place of business such a course or courses of instruction, or study is available through classroom instruction, or both, to a person or persons for the purpose of training or preparing such for a field of endeavor in a business, trade, technical or industrial occupation." (Louisiana Code, Chapter 24, Proprietary Schools).

Maine: A privately owned business, trade, and technical schools is "any organization or association doing business in the State of Maine by offering to the public for a tuition, fee, or charge, instructional or educational services or supplementary training and which is not specifically exempted." (Maine Rules #50-071, CMR 147).

Maryland: No report

Massachusetts: An institution of higher education incorporated for profit-making purposes under the provisions of M.G.L.c.156B.



Michigan: A private non-degree granting postsecondary institution offering occupational or vocational skills, either incorporated or unincorporated - profit or nonprofit.

Minnesota: Incorporated as a for-profit institution.

Mississippi: Any institution organized for profit to offer courses of study.

Missouri: "Any person (individual, corporation; partnership, association, or business entity) not specifically exempted (e.g. public institution, not for profit school exempted from property taxation) in Section 2 or other provisions of this act which offers or maintains on either a profit or not for profit basis within the State of Missouri a course or courses of instruction or study through classroom instruction or correspondence." (House Bill 560, 82nd General Assembly).

Montana: No definition exists.

Nebraska: "Private vocational institution shall mean vocational technical, home study business, or other school, or other organization or person offering instruction or educational services for attainment of occupational objectives." (Nebraska School Laws; Article 28).

Nevada: Nevada makes no distinction between profit and nonprofit institutions.

New Hampshire: No report

New Jersey: An institution organized and incorporated "for profit." *...non-degree granting proprietary institutions come under the preview of the New Jersey Department of Education; degree-granting proprietary institutions are under the New Jersey Department of Higher Education. (cover letter correspondence attached to completed survey).

New Mexico: New Mexico laws are silent with regard to degree-granting authority for private and proprietary schools.

New York: Postsecondary Institution organized for profit.

North Carolina: A for-profit institution

North Dakota: No report

Ohio: Schools operating "for-profit"

Oklahoma: An "organized for-profit" institution which does not award college credit.

Oregon: "Vocational School means any private proprietary vocational, technical, home study, correspondence, business, professional or other school instruction, organization or person that offers any instruction

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or training for the purpose or purported purpose of instructing, training or preparing persons for any vocation or profession." (Oregon Code 345.010, "Definitions").

Pennsylvania: Only Private Trade Schools and Private Business schools are defined.

"Private Trade School or schools shall mean a school maintained or classes conducted for the purpose of offering instruction for a consideration, profit or tuition, the purpose of which is to prepare an individual to pursue a recognized profitable occupation on the skilled trades or industries, or to give occupational training."

"Private Business School - a school maintained or classes conducted for the purpose of offering resident instruction for a consideration, profit or tuition, the purpose of which is to prepare an individual to pursue a recognized profitable occupation in commercial pursuits and business phases or other occupations for which graduation from a degree-granting institution or college grade is not required, but not including junior colleges or religious institutions." (Act of May 2, 1945, P.L. 40), as amended).

Puerto Rico: A school that is organized for profit.

Rhode Island: An organization or association, profit or non-profit doing business in the State of Rhode Island by offering the public for a tuition, fee or charge, instructional or education services or supplementary training and which is not specifically exempted.

South Carolina: "Any person offering resident or correspondence courses to students upon the payment of tuition or fees" - exemptions are listed. (Proprietary School Law Act No. 405, 1971)

South Dakota: No statutory definition

Tennessee: "The term 'proprietary' has not been found to be useful or descriptive. Years ago many 'proprietary' institutions found it beneficial to adjust their framework in order to comply with certain IRS provisions and gain tax advantages as non-profit corporation." (statement taken from correspondence submitted by respondent).

Texas: No distinction is made between "proprietary" and other types of private (nonpublic) institutions.

Utah: Utah has no statutory authority for proprietary education, either degree granting or non-degree granting.

Vermont: No report

Virginia: Schools organized for profit.

Washington: Postsecondary institution organized for profit.



West Virginia: "The term 'higher educational institution' shall mean any institution as defined by sections 401(f), (g), (h) of the Federal Higher Education Facilities Act of 1963, as amended, and shall also mean any private proprietary educational institution in this State operated for profit which offers one or more programs leading to a degree." (Section 18-26-2 of West Virginia Code).

Wisconsin: No response

Wyoming: No response



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APPENDIX NO. 3

Listing of Survey Respondents



Listing of Survey Respondents

ALABAMA

Elizabeth C. French Assistant Director for Academic Affairs Commission on Higher Education Suite 221, One Court Square Montgomery, AL 36197-0001 (205) 269-2700

ALASKA

Paul Gulyas Director for Administration Commission on Postsecondary Mucation Pouch PP Juneau, AK 99811 (907) 465-2854

ARIZONA Cous V. Elliott Associate Director Board of Regents 1535 W. Jefferson Phoenix, AZ 85007 (602) 255-4082

ARKAMSAS

John R. Spraggins Coordinator of Academic Affairs Department of Higher Education 1301 W. 7th Street Little Rock, AR 72201 (501) 371-1441

CALIFORNIA William K. Haldeman Assistant Director Postsecondary Education Commission 1020 12th Street Sacramento, CA 95814 (916) 322-7991

COLORADO

Timothy M. Grieder Director, Continuing Education and Extended Academic Programs Commission on Higher Education 1300 Broadway Denver, CO 80203 (303) 866-2726

CONNECTICUT

Donald H. Winandy Director, Licensure/Accreditation Department of Higher Education 61 Woodland Street Hartford, CT 06105 (203) 566-2325

DELAWARE

No Response

DISTRICT OF COLUMBIA No Response

FLORIDA Jack Tebo Supervisor, Postsecondary Education Policy Unit Department of Education Knott Bldg., 1701 Capitol Tallahassee, FL 32301 (904) 488-1812

GEORGIA

Janie W. Smith Coordinator, Private Colleges Wanda Gray Coordinator, Proprietary Schools Department of Education 1870 Twin Towers East Capitol Square Atlanta, GA 30334 (404) 656-2538

HAWAII

Peter N. Dobson, Jr. Assistant VP for Academic Affairs University of Hawaii 2444 Dole Street Honolulu, HI 96822 (808) 948-7488

IDAHO

Wayne Phillips Supervisor, Support Services Department of Education Len B. Jordan Building Boise, ID 83705 (208) 334-2206



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4 West Old Capitol, \$500
Springfield, IL 62701
(217) 782-3442

INDIANA

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Assistant Commissioner
Commission for Postsecondary
Proprietary Education
32 East Washington St., Suite 804
Indianapolis, IN 46204
(317) 232-1320

IOWA

Robert Barak
Deputy Executive Secretary
Director of Academic Affairs
State Board of Regents
Lucas State Office Building
Des Moines, IA 46204-2892
(515) 281-3934

KANSAS

Joe McFarland
Director, Academic Affairs
Board of Regents
Merchants National Bank
Topeka, KS 66612
(913) 296-3421

KENTUCKY

Harry M. Snyder
Executive Director
Council on Higher Education
U. S. 127 South
Frankfort, KY 40601
(502) 564-3553

LOUIS IANA

Larry Tremblay
Coordinator of Research
and Data Analysis
Board of Regents
161 Riverside Mall
Baton Rouge, LA 70801-1389
(504) 342-4253

MAINE

Fred Douglas
Director, Higher Education
Services
Department of Education
Augusta, ME 04333
(207) 289-2181

MARYLAND No Response

MASSACHUSETTS

Roger Schinness
Vice Chancellor-Academic Affairs
Board of Regents of Higher
Education
One Ashburton Place, Room 619
Boston, MA 02108
(617) 727-0617

MICHIGAN

David F. Hanson Specialist Accreditation and Approval Department of Education P. O. Box 30008 Lansing, MI 48909 (616) 373-6551

MINNESOTA

E. Ann Kelley
Manager of Programs
Higher Education Coordinating
Board
550 Cedar St., 400 Capitol Sq.
St. Paul, MN 55101
(612) 296-9699

MISSISSIPPI

Joe Dell Brasel
Academic Programs Specialist
Board of Trustees of State
Institutions of Higher Learning
P.O. Box 2336
Jackson, MS 39205
(601) 982-6611

MISSOURI

Shaila R. Aery Commissioner Coordinating Board for Higher Education 101 Adams Street Jefferson City, MO 65101 (314) . 1-2361



MONTANA

Irving E. Dayton
Commissioner of Higher Education
Montana University System
33 South Last Chance Gulch
Helena, MT 59620
(406) 449-3024

NEBRASKA

Sue Gordon-Gessner
Assistant Director
Coordinating Commission for
Postsecondary Education
P. O. Box 95005
Lincoln, NT 68509-5005
(402) 471-2847

NEVADA

John Griffin
Administrator
Commission on Postsecondary
Education
1000 E. William, No. 102
State Capitol Complex
Carson City, NV 89710
(702) 885-5690

NEW HAMPSHIRE No Response

NEW JERSEY
T. Edward Hollander
Chancellor
Department of Higher Education
225 West State Street
Trenton, NJ 08625
(609) 292-4310

NEW MEXICO Porfirio R. Diaz Academic Planner Board of Educational Finance Commission on Postsecondary Education 1068 Cerrillos Road Santa Fe, NM 87501-4295 (505) 827-8300 NEW YORK
Donald J. Nolan
Deputy Commissioner for Higher
and Professional Education
State Education Department
Room 5B38 CEC
Albany, NY 12230
(518) 474-5851

NORTH CAROLINA
John F. Corey
Associate Vice President
University of North Carolina
Box 2688
Chapel Hill, NC 27514
(919) 962-6981

NORTH DAKOTA No Response

OHIO
Maurice Jones
Executive Secretary
State Board School
College Registration
30 East Broad Street
Columbus, Oh 43215
(614) 466-2752

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State Regents for Higher
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Oklahoma City, OK 73069
(405) 521-2444

OREGON
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Researcher
Educational Coordinating
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225 Winter Street, N.E.
Salem, OR 97310
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PENNSYLVANIA

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PUERTO RICO

Ramon Burgos-Diaz
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Council on Higher Education
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RHODE ISLAND

Eleanor M. McMahon Commissioner of Higher Education Office of Higher Education 199 Promenade Street Providence, RI 02908 (401) 277-6560

SOUTH CAROLINA

Alan S. Krech Coordinator of Research Commission on Higher Education 1427 Senate Street Columbia, SC 29201 (803) 758-2407

SOUTH DAKOTA Michael Card

Administrative Assistant Department of Education and Cultural Affairs 700 N. Illinois Street Pierre, SD 57501 (605) 773-3407

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TEXAS

Stanton Calvert
Director, Institutional
Certification
Coordinating Board, Texas College
and University System
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UTAH

Sterling R. Provost
Assistant Commissioner for
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Proprietary Schools
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(801) 533-5617

VIRGINIA

Gordon K. Davies
Director
State Council of Higher Education
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Richmond, VA 23229
(804) 225-2600

WASHINGTON

Carl A. Trendler Executive Coordinator 908 East 5th Avenue - EW11 Olympia, WA 98504 (206) 753-3241

WEST VIRGINIA

Wayne H. Phelps
Director of Planning and
Educational Research
Board of Regents
950 Kanawha Boulevard, East
Charleston, WV 25301
(304) 348-2101

WISCONSIN No Response

WYOMING No Response



APPENDIX NO. 4

Listing of State Statutes, Rules,
Regulations and Other Material Respondents
Attached to Completed Questionnaires



Materials Related To Proprietary Institutions Submitted By Survey Respondents

Alabama: Alabama Law

Act No. 79-461 H.494-Pegues

"An Act to establish the Alabama Commission on Higher Education...to provide the Commission with the authority of approval for new units or programs of instruction for academic credit..."

Act No. 80-272 H.319 Sasser

"An Act known as the Alabama Private School License Law, relating to the regulation of certain schools and courses of instruction publicized, sold, offered for sale, and administered to residents of this state; so as to provide for effective and realistic regulation of such schools and courses of instruction.

Alaska: Statutes and Regulations for Operating a Postsecondary

Educational Institution in Alaska. Alaska Commission on
Postsecondary Education, June, 1982.

Arizona: No other materials submitted.

Arkansas: Arkansas Law

Act 903, 1975

"An Act to Require Postsecondary Education Institutions, Other Than State-Supported Institutions...Which Are Hereafter established in Arkansas to be certified by the State Board of Higher Education...Schools regulated by the State Board of Cosmetology desiring to offer programs in which degrees would be granted to be certified by both the State Board of Higher Education and the State Board of Education...To empower the State Board of Higher Education to establish rules, regulations, and criteria for certifications required by this Act..."

Excerpts from Act 560, 1977 (previously Act 903, 1975)

Rule 1: Rules on Organization and Structure

Rule 2: Certification Process

Rule 3: Criteria for Institutional Certification

Rule 4: Policy Regarding Relationship Between Section 5 of Act 560 of 1977 and Act 416 of 1965, as amended

Rule 5: Certification and Separation of Church and State

Rule 6: Exemption of Military Programs from Certification Requirements



Rule 7: Chartering a New Institution

Rule 8: Review of Certification

Rule 9: Complaint Procedure

California: The Private Postsecondary Education Act of 1977,
as amended; Chapter 3, Part 59, Division 10, California
Education Code 1983 Revisions. California State Department
of Education, Office of Private Postsecondary Education.

Superintendent of Public Instruction Regulations, California Administrative Code. Title 5, Division 21, to implement the "Private Postsecondary Education Act of 1977"

Colorado: Colorado Law

C.R. 23-2-101 et seq. amended 1981
"The Degree Authority Act and Policies of the Colorado Commission on Higher Education for its Administration"

Colorado Law, Rules and Regulations Concerning the Regulation of Private Occupational Schools; State Board for Community Colleges and Occupational Education.

Connecticut: Connecticut Law

Section 10-7a. Private occupational schools definitions Section 10-7b. Certification of authorization as occupational schools; application; evaluation. The General Statutes of Connecticut Revision of 1958, revised to January 1, 1983

Rules

"Regulations for Licensure and Accreditation"
Board of Governors for Higher Education, 1974

Delaware: No Response

District of Columbia: No Response

Florida: Florida Law F.S. 1982 Ch. 246

"Nonpublic Institutions"
An act to (1)...encourage privately supported higher education and to protect the integrity of degrees and diplomas conferred by privately supported colleges...(3)
Because of the common use of diplomas and degrees, the minimum legal requirements as provided by ss 246.011-246.151 for the establishment and operation of nonpublic colleges will protect the individual student...

Georgia: Georgia Law
Postsecondary Educational Authorization Act of 1978 (HB112)
Rules

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"Regulations prescribing the rules, standards, interpretations and illustrations for the implementation of the Postsecondary Educational Authorization Act of 1978 (HB112)>"...Under this Act, the Georgia State Board of Education will use these prescriptions to authorize private postsecondary degree-granting institutions to operate in the State of Georgia...

Guidelines and Standards for Proprietary Schools Georgia Board of Education, 1983

Hawaii: Letter of explanation from Peter N. Dobson, Jr. Assistant Vice President for Academic Affairs, University of Hawaii

<u>Illinois</u>: Letter of explanation from Richard D. Wagner, Executive Director, Illinois Board of Higher Education.

Indiana: Letter of explanation from William J. Ewbank, Assistant Commissioner, Indiana Commission for Postsecondary Proprietary Education.

Iowa: No Other Material Submitted

Kansas: Rules and Regulations for Authorizing Non-Public Educational Institutions to Confer Degrees in Kansas Kansas State Board of Regents, 1980

Kentucky: Kentucky Law
ss 165A.310 to 165A.400
"Proprietary Education"

Louisiana: Louisiana Law

Act No. 207 House Bill No. 819
"An Act...to provide authority of the State Board of
Elementary and Secondary Education to approve or disapprove
occupational degree proposals from eligible proprietary
schools; to provide for qualifications for degree granting
status...

Act 311 Chapter 24. Proprietary School (defines proprietary schools and provide exclusions from the definitions).

Maine: Maine Law
Title 20-A Education
Chapter 409
Degree-granting Institutions



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Rules

"Rules and Regulations for Certification of Privately Owned Business, Trade and Technical Schools," Rule #05-071, CMR 147;

Department of Educational and Cutural Services, Bureau of Instruction (rule details the critical to be met by any privately owned businesses, trade and technical school to obtain certification to do business in the State of Maine).

Maryland: No Response

Massachusetts: Rules

"610 CMR board of Regents of Higher Education"

"610 CMR 11.00: Independent Institutions of Higher Education

Standards" Massachusetts Board of Regents of Higher Education.

Michigan: Rules

"Policies and Procedures on the Establishment and Approval of Nonpublic Colleges and Universities in Michigan" Michigan Department of Education, 1979

"Guidelines for Licensure of a Private Occupational School"

"Application for License to Conduct a Private Trade School, Business School, or Institute in Michigan.

Minnesota: Minnesota Laws

Chapter 135A

An Act relating to education; higher education coordinating board; providing procedure for registration and approval of private postsecondary institutions.

Rules

"Private Institutions Registration and Approval of of Degrees and Names"

Mississippi: Mississippi Law

Chapter 60

"Proprietary Schools and Colleges"

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This law covers proprietary schools and colleges that do not offer collegiate degrees.

Rules

"Authority and Standards of the Mississippi Commission on College Accreditation" Mississippi Commission on College Accreditation, 1982.

Missouri: Missouri Law

House Bill No. 560, 82nd General Assembly

*An Act relating to the certification and regulation of certain proprietary schools, with penalty provisions.



Montana: No Other Material Submitted

Nebraska: Nebraska Law

Article 28, 79-2801 to 79-2858 "Private Vocational Education"

"An Act to provide for the protection, education, and welfare of the citizens of the State of Nebraska, its private vocational education institutions, and its students by: (1) establishing minimum standards concerning quality of education... (2) Prohibiting the granting of false educational credentials; (3) Prohibiting misleading literature...(4) Providing for the preservation of essential records; and (5) Providing certain rights and remedies to the consuming public and the board necessary to effectuate the purposes of this Act."

Nevada: No Other Material Submitted

New Hampshire: No Response

New Jersey: Rules

Proposed New Rules: N.J. A.C. 9:1
"Colleges and Universities Licensing and Degree Program
Approval Rules: New Jersey Board of Higher Education", 1983

New Mexico: No Other Material Submitted

New York: Statement on

"Degree-granting Authority of Proprietary Institutions in New York State"

North Carolina: No Other Material Submitted

Ohio: No Other Material Submitted

Oklahoma: Oklahoma Law

Article XI

"Private Colleges and Universities"

Establishment; Property; Accreditation; Degrees;

Existing Private Educational Institutions

Oregon: Oregon Law

345.010 to 345.450

"Private Vocational Schools"

Definitions; Licensing; Standards; Hair Design; Cosmetology and Manicure Schools

348.785 to 348.890

Related to responsibilities of the Oregon Educational

Coordinating Commission

Special Programs; Degrees; Coordination with Other State

Mencies



Pennsylvania: Pennsylvania Law

P.L. 401. May 2, 1945

"An Act...provide that Private Trade Schools and Classes in the Commonwealth of Pennsylvania may be established and operated only when properly licensed. The licensing and the regulation of these schools or classes, the conferring of power to issue, refusing to issue, suspending or revoking a license, imposing duties and providing penalties have been vested in the State Board of Private Trade Schools."...Definitions...

Rules Chapter 42 "Program Approval"

"Materials Related to the Approval of Programs of Postsecondary Institutions Requesting a Certification of Approval to Award the Associate in Specialized Business and/or the Associate in Specialized Technology Degree."

Division of Academic Program Approval Bureau of Academic Programs, Pennsylvania Department of Education.

Puerto Rico: Rules

"Regulations for the Granting of License to Private
Institutions on Postsecondary Education"

Council on Higher Education, Office of License and
Accreditation of Private Institutions on Postsecondary
Education, 1977.

Rhode Island: No Other Material Submitted

South Carolina: Legislation (Act 201 of 1977) and Regulations

for Licensing Non-Public Educational Institutions to

Confer Degrees
South Carolina Commission on Higher Education, 1978

Laws, Rules and Regulations Governing the Licensing of Proprietary Schools and the Issuing of Permits to their Agents (for nondegree-granting proprietaries) Office of Adult Education, State Approving Section South Carolina Department of Education, 1983

South Dakota: South Dakota Laws

Chapter 13-48

"Solicitation of Students by Nonpublic Schools"

Chapter 24:40:04 "Regulation of Postsecondary Schools"

Tennessee: No Other Material Submitted

Texas: Rules



Chapter 5
"Program Development" 5.211
Subchapter K

"Private Degree-granting Institutions Operating in Texas"

Utah: No Other Material Submitted

Vermont: No Response

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Virginia: Virginia Laws

Chapter 16

"Private Trade, Technical, Business and Correspondence Schools; Schools for the Handicapped"

Chapter 21 "Regulation of Conferring of Degrees, etc."

Washington: Washington Law Regulation Act

Rules
"Registration Manual"
Washington Council for Postsecondary Education

West Virginia: West Virginia Law

Section 18-26-2

Includes proprietary institutions (those operated for profit) in the definition of "higher educational institution."

Section 18-26-31a Authorizes the Board of Regents to make rules and regulations for the accreditation of institutions of higher education and to determine the minimum standards for the conferring of degrees.

Rules

"Policy Regarding the Accreditation and Approval of Degree-granting Institutions."
West Virginia Board of Regents Policy (Bulletin No. 15, 1982)

Wisconsin: No Response

Wyoming: No Response

