1	State of Arkansas	A D:11		
2	93rd General Assembly	A Bill		
3	Regular Session, 2021		SENATE BILL 129	
4				
5	By: Senator J. English			
6	_			
7	For An Act To Be Entitled			
8		AN ACT TO AMEND PROVISIONS OF THE ARKANSAS CODE		
9		CONCERNING PRIVATE RESIDENT AND CORRESPONDENCE		
10	SCHOOLS; AND FO	R OTHER PURPOSES.		
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12		0.1441.		
13		Subtitle		
14	TO AMEND PROVISIONS OF THE ARKANSAS CODE			
15	CONCERNING PRIVATE RESIDENT AND			
16	CORRESPOND	ENCE SCHOOLS.		
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18	DE IT ENACTED DY THE CENEDA	I ACCEMBLY OF THE CTATE OF	ADIZANCAC.	
19	BE IT ENACTED BY THE GENERA	L ASSEMBLY OF THE STATE OF	ARRANSAS:	
20 21	SECTION 1 Artended	Codo & 6 51 602(7) (12) ao	neerning definitions	
22		Code § 6-51-602(7)-(12), co	_	
23	applicable to private resident and correspondence schools, are amended to read as follows:			
24		areer Education Arbitration	Panal" maans the	
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26	three person panel established for the purpose of arbitrating student and school grievances;			
27		m of study" means an organi	zed unit of courses or	
28	an individual course in whi	•	red unit of courses of	
29		nt school" means any school	in which all programs	
30	of study are conducted in r	•		
31	facilities;		1	
32		lite school" means a locati	on within the State of	
33	Arkansas away from the scho	ol where programs of study	are offered on a	
34	regular continuing basis by Arkansas schools;			
35	<del>(11)(A)</del> (10)(A)	"School" means any person,	firm, partnership,	
36	association corporation o	r other form of business or	canization seeking to	

- 1 do business or offering in the State of Arkansas resident or correspondence
- 2 training that leads to or enhances occupational qualifications, whether or
- 3 not the institution is subject to the jurisdiction of the Arkansas Higher
- 4 Education Coordinating Board under § 6-61-301.
- 5 (B) "School" also means any firm, partnership,
- 6 association, corporation, or other form of business organization that offers
- 7 instruction in airframe or power plant mechanics.
- 8 (C) "School" also means any firm, partnership,
- 9 association, corporation, or other form of business organization which that
- 10 offers training as preparation for passing exams which that may lead to
- 11 employment.
- 12 (D) "School" also means any firm, partnership,
- 13 association, corporation, or other form of business organization which that
- 14 offers driver education training, excluding those courses taught motor
- 15 vehicle violators pursuant to court order.
- 16 (E) "School" does not mean include:
- 17 <u>(i)</u> a A program of instruction in yoga or in yoga-
- 18 teacher training; or
- 19 <u>(ii) An institution that is subject to the</u>
- 20 jurisdiction of the Arkansas Higher Education Coordinating Board under § 6-
- 21 61-301; and
- 22 (12)(11) "Student", or "enrollee", "trainee", or "pupil" means a
- 23 person who is seeking to enroll, or who has been enrolled, or who is sought
- 24 for enrollment, or is seeking training or instruction, in a school as defined
- 25 in this subchapter section.

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- 27 SECTION 2. Arkansas Code § 6-51-604(a), concerning notice of possible
- 28 violations, responses, and injunctions, is amended to read as follows:
- 29 (a) In consultation with the State Board of Private Career Education
- 30 or its director acting for the board, if  $\underline{\text{If}}$  the Division of Higher Education
- 31 has probable cause to believe that a person, agent, group, or entity has
- 32 committed any acts that would be in violation of this subchapter such as
- 33 fraud, misrepresentation, or unethical practices, the division shall first
- 34 give notice in writing by certified mail or in person to the agency or entity
- 35 affected.

2 Private Career Education, is amended to read as follows: 3 (b)(1) The board may elect the necessary officers, acting by and 4 through the Director of the Division of Higher Education. 5 (2) In consultation with the board, the The Division of Higher 6 Education shall have the sole authority to: 7 (1)(A) Approve all schools offering programs of study 8 leading to or enhancing an occupational objective; 9 (2)(B) Administer and enforce this subchapter; and 10 (3)(C) Issue licenses to schools that have met the 11 standards set forth for the purposes of this subchapter by the Division of 12 Higher Education, including without limitation programs of study, adequate 13 facilities, financial stability, qualified personnel, and legitimate 14 operating practices. 15 16 SECTION 4. Arkansas Code § 6-51-606(e), concerning school licenses 17 generally, is repealed. 18 (e)(1) If the division, after evaluating the school as to kind and 19 type, is unable to make a determination regarding initial approval of a 20 licensure application within sixty (60) days of receipt of the application 21 and required documentation, it shall issue a temporary license valid for a 22 period of not more than six (6) months, pending an investigation. 23 (2) If the investigation of the school under subdivision (e)(1) 24 of this section does not reveal anything that justifies revoking or denying reissue of the temporary license, a license will be issued that will continue 25 26 in force until the time of such expiration as a regular license. 27 SECTION 5. Arkansas Code § 6-51-612(a), concerning penalties for 28 29 operating a school without a license, is amended to read as follows: 30 (a)  $\frac{Any}{A}$  person,  $\frac{Any}{A}$  person,  $\frac{Any}{A}$  admissions representative, each member of  $\frac{Any}{A}$ 31 association of persons, or each officer of any a corporation who opens and 32 conducts a school, satellite school, or extension course site, as defined in 33 this subchapter, or an out-of-state school which offers to sell a program of 34 study in Arkansas, without first having obtained a license required in this 35 subchapter, shall be upon conviction is guilty of a misdemeanor punishable by 36 a fine of not less than one thousand dollars (\$1,000) nor more than five

SECTION 3. Arkansas Code § 6-51-605(b), concerning the State Board of

thousand dollars (\$5,000) or thirty (30) days' imprisonment, or both, at the discretion of the court.

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- SECTION 6. Arkansas Code § 6-51-616(b)-(f), concerning student grievance procedures, are amended to read as follows:
- 6 (b)(1) All complaints shall be investigated, and attempts shall be 7 made to resolve them informally.
- 8 (2) If an informal resolution cannot be achieved, the aggrieved
  9 party may request a formal hearing to be held before the <u>State Board of</u>
  10 Private Career Education <del>Arbitration Panel</del>.
- 11 (c) The aggrieved party may not pursue arbitration resolution before 12 the panel board if legal action has been filed.
- (d) The request for arbitration must a hearing shall be in writing and filed with the director within one (1) year of completion of, or withdrawal from, the school.
- 16 (e) The written request for arbitration must a hearing shall name the 17 parties involved and specific facts giving rise to the dispute.
  - (f) The ruling of the panel board shall be binding upon the parties.

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- 20 SECTION 7. Arkansas Code § 6-51-617 is amended to read as follows:
- 21 6-51-617. <u>State Board of Private Career Education Arbitration Panel</u> = 22 Dispute resolution.
  - (a) The <u>State Board of Private Career Education Arbitration Panel as</u>

    referenced in this section shall represent the sole authority to resolve disputes between a student and schools a school as to grievances relating to:
  - (1) The failure of the school to perform agreements made with the student; or
- 28 (2) An admissions representative's misrepresentations in enrolling the student.
- 30 (b)(1) In consultation with the State Board of Private Career
  31 Education, the Director of the Division of Higher Education shall appoint the
  32 panel, which shall be composed of three (3) members. One (1) member shall be
  33 from the school sector, and two (2) members shall be from the general public.
- 34 (2) No member of the panel may serve for hearings which involve 35 the member's school.
- 36  $\frac{(c)(1)}{(b)(1)}$  In resolving disputes, the panel board shall be exempt

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     performance of its duties.
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                 (2) The arbitration proceeding, confirmation, or vacation of an
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     award and appeal shall be conducted pursuant to the Uniform Arbitration Act,
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     § 16-108-201 et seq. Arkansas Administrative Procedures Act, § 25-15-201 et
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     seq.
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from judicial redress for failure to exercise skill or care in the