HB 2976-1 (LC 4023) 3/15/19 (DRG/ps)

Requested by Representative SMITH WARNER

## PROPOSED AMENDMENTS TO HOUSE BILL 2976

1 On page 1 of the printed bill, line 3, after "345.340" delete the rest of the 2 line and insert ", 345.992 and 348.992.".

3 Delete lines 7 through 30.

4 On page 2, delete line 1 and insert:

5 "SECTION 2. The Higher Education Coordinating Commission shall adopt by rule minimum standards for the licensing under ORS 345.010 to 345.450 of a career school that has a campus physically located in this state. The standards adopted under this section apply in addition to the requirements of ORS 345.325 and shall be reasonably calculated to ensure that:

"(1) At least 20 percent of the annual revenue received by each
 campus of a career school physically located in this state comes from
 a source other than:

14 "(a) A loan that is guaranteed by the career school; or

"(b) Moneys from the state government or the federal government,
 including any federal tuition assistance; or

"(2) At least 20 percent of the students enrolled at each campus of
 a career school physically located in this state pay their tuition at the
 school without:

20 "(a) A loan that is guaranteed by the career school; or

21 "(b) The use of moneys from the state government or the federal

**1** government, including any federal tuition assistance.

<sup>2</sup> **"SECTION 3.** ORS 345.992 is amended to read:

"345.992. (1) In addition to any other penalty provided by law, any person
who violates any provision of ORS 345.020, 345.030, 345.070, 345.115 or
345.117, or who engages in an unlawful trade practice as defined by ORS
646.608 shall incur a civil penalty for each violation in the amount prescribed
by the schedule adopted under ORS 345.995.

"(2) Any person who violates any provision of section 2 of this 2019
Act shall incur a civil penalty for each violation in the amount of
\$5,000.

"[(2)] (3) Civil penalties under this section shall be imposed as provided
 in ORS 183.745.".

13 On page 4, after line 44, insert:

"<u>SECTION 9.</u> Section 10 of this 2019 Act is added to and made a part
 of ORS 348.594 to 348.615.

16 "SECTION 10. The Higher Education Coordinating Commission 17 shall adopt by rule minimum standards for the authorization of school 18 programs under ORS 348.594 to 348.615. The standards adopted under 19 this section apply in addition to the standards and procedures adopted 20 under ORS 348.606 and shall be reasonably calculated to ensure that:

"(1) At least 20 percent of the annual revenue received by the
 campus of each school physically located in this state comes from a
 source other than:

24 "(a) A loan that is guaranteed by the school; or

"(b) Moneys from the state government or the federal government,
 including any federal tuition assistance; or

"(2) At least 20 percent of the students enrolled at each campus of
a school physically located in this state pay their tuition at the school
without:

30 "(a) A loan that is guaranteed by the school; or

1 "(b) The use of moneys from the state government or the federal 2 government, including any federal tuition assistance.

3 "SECTION 11. Any person who violates any provision of section 10
4 of this 2019 Act:

5 "(1) Shall incur a civil penalty for each violation in the amount of
6 \$5,000; and

7 "(2) Is not subject to criminal penalties under ORS 348.992.

8 "SECTION 12. ORS 348.992 is amended to read:

"348.992. Except as provided in section 11 of this 2019 Act, violation
of any of the provisions of ORS 348.594 to 348.615 by any person individually
or on behalf of an organization or group is a Class B misdemeanor.".

12