MINUTES

BOARD OF TRUSTEES: TUITION GUARANTY TRUST FUND October 24, 2016 1:00 P.M.

Nonpublic Postsecondary Education Commission

Pursuant to notice, the Quarterly meeting of the Board of Trustees of the Tuition Guaranty Trust Fund was held at the Nonpublic Postsecondary Education Commission, located at 2082 E. Exchange Place, Tucker, GA, 30084.

MEMBERS PRESENT: Martha Nesbitt, Chair 9th Congressional District

(via teleconference) Clinton Hobbs, Vice Chair AT LARGE

Arthur Vaughn, Secretary

Deb Wade

Toby Hinton

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MEMBERS ABSENT: None

STAFF PRESENT: Dr. Carl G. Camann Deputy Director

Shirlene Mitchell Office Manager

Adam Hawk Standards Administrator
Pythagoras Aaron Standards Administrator
Magda Rivers Standards Administrator
Laura Vieth Standards Administrator
Pat Neri GA SARA Coordinator

Phil Embry External Auditor

VISITORS: Brian Lipton Office of Planning & Budget

1. CALL TO ORDER

Chair Martha Nesbitt called the meeting to order at 1:02p.m.

Deputy Director Dr. Carl Camann will present on behalf of the Executive Director Corinna Robinson who is on leave at the time.

2. APPROVAL OF MINUTES

Deb Wade made a motion to adopt the Minutes from the July 18, 2016, Quarterly Meeting of the Board of Trustees of the Tuition Guaranty Trust Fund. The motion was seconded by Karen Gilbert.

Upon unanimous vote it was **RESOLVED** that the Minutes from the July 18, 2016 Meeting of the Board of Trustees of the Tuition Guaranty Trust Fund be adopted.

3. QUARTERLY REPORT (Unaudited): TUITION GUARANTY TRUST FUND

Deputy Director Dr. Carl G. Camann asked External Auditor Phil Embry to present the report:

- Fiscal Year 2016 Tuition Guaranty Trust Fund First Quarter Report ending September 30, 2016.
- Tuition Guaranty Trust Fund First Quarter Yearly Comparison Report.
- School Closures: Deputy Director Dr. Carl G. Camann presented the Closed School Report.

a. Palmetto School of Career Development, Macon

- i. Closed July 7, 2016
- ii. First Approved 2/09/15
- iii. Students were taught out

b. Georgia Driving Academy, Inc.

- i. Closed July 5, 2016
- ii. First approved 07/01/10
- iii. Discontinued only with Billing and Coding program; School continues Truck Driver training

c. AMS Career Institute, LLC

- i. Closed August 4, 2016
- ii. First approved 07/09/15
- iii. Student enrollment never occurred

Chair Nesbitt asked what happens to the bond for this school. Deputy Director Camann answered that "the bond is cancelled by the issuer".

d. Sanford-Brown College

- i. Closed August 26, 2016
- ii. Previously announced teach-out is completed

e.	ITT Technical Institute/Atlanta	Closed September 6, 2016
	ITT Technical Institute/Kennesaw	Closed September 6, 2016
	ITT Technical Institute/Duluth	Closed September 6, 2016
	ITT Technical Institute/Indianapolis - Online	Closed September 6, 2016
	ITT Technical Institute/Douglasville	Closed September 6, 2016

- i. All ITT campuses nationwide closed abruptly due primarily to increased financial guarantee requirements placed on ITT by the USDOE, stemming from Federal Financial Aid concerns
- ii. Parchment, a third party, currently maintains all electronic records back to 2001.
 Prior records are currently held in bankruptcy litigation.
 The AG's office will be asked to assist GNPEC in securing older records through the bankruptcy process
- iii. Copies of electronic records are to be provided to GNPEC
- iv. Closure affected approximately 1100 students in Georgia
- v. Expenditures from TGTF expected

f. Georgia Massage Institute

- i. Closed September 23, 2016
- ii. Owner retiring
- iii. Existing students are being taught-out

Chair Nesbitt asked the trustees if they had any questions or comments relating to the Tuition Guaranty Trust Fund report. There were none.

Arthur Vaughn made a motion to adopt the Quarterly Report of the Tuition Guaranty Trust Fund for the three-month period ending September 30, 2016. The motion was seconded by Toby Hinton.

Upon unanimous vote it was **RESOLVED** that the Quarterly Report of the Tuition Guaranty Trust Fund for the three-month period ending September 30, 2016 be adopted.

No further discussion.

Toby Hinton made a motion to adjourn the meeting. The motion was seconded by Karen Gilbert.

There being no further business, the meeting adjourned at 1:29 p.m.

Martha Nesbitt, Chair Arthur Vaughn, Secretary