

## **North Carolina Community College System**

Dr. Jeff A. Cox President 200 W. Jones St., Raleigh NC 27603

## **NUMBERED MEMO CC25-088**

TO: Members of the State Board of Community Colleges, Chairs of the Community

College Boards of Trustees, Community College Presidents, Chief Academic Officers, Chief Admissions Officers, Basic Skills Directors, Business Officers, Continuing Education Officers, Customized Training Directors, Chief Financial Officers, Distance Learning, Financial Aid Officers, Personnel Officers, Student Development Administrators, Public Information Officers, Registrars, & Other Interested Parties

FROM: Jonnell Carpenter, NCCCS General Counsel

**SUBJECT:** Proposed Amendment of 2A SBCCC 300.2 – Application for License Renewal

**DATE:** November 25, 2025

On November 21, 2025, the State Board of Community Colleges (SBCC) initiated the rulemaking process to amend **2A SBCCC 300.2 – Application for License Renewal**. The proposed amendment would establish a hard deadline of April 25 for submitting license renewals and requires schools to confirm they will cease instruction on June 30 if their licenses are not renewed. The proposed amendment is published on the NC Community College System's website, <a href="Numbered Memos - NCCCS">Numbered Memos - NCCCS (nccommunitycolleges.edu)</a>. For your convenience, a copy of the proposed rule, with the adopted language indicated, is attached to this memorandum. Strikethroughs indicate deletions of existing language and underlines indicate additions of language.

Any member of the public has the right to submit written comments on the proposed rule. Please note that any person who submits public comments on behalf of their community college should comply with their college's local process for submitting comments on a proposed rule. Written comments on the rule must be received by no later than 5:00 p.m. on December 25, 2025. Any member of the public has the right to request a hearing on the proposed rule. Requests for a hearing must be received by no later than 5:00 p.m. on December 10, 2025.

Written comments and requests for hearing shall be directed to the following address: Jonnell Carpenter, 5001 Mail Service Center, Raleigh, NC 27699-5001 or by email to <a href="mailto:publiccomments@nccommunitycolleges.edu">publiccomments@nccommunitycolleges.edu</a>. Thank you for your attention to this matter.

CC25-088

Email Copy Attachment



## **State Board of Community Colleges Code**

## **Notice of Proposed Rulemaking Form**

Date: <u>November 25, 2025</u>

Title, Chapter,
Subchapter, and Rule
Number of Rule
Proposed to be
Adopted, Amended,
or Repealed

Amendment of 2A SBCCC 300.2 – Application for License Renewal

Specify whether the SBCC proposes to amend, adopt, or repeal a rule:

Adopt	Amend	Repeal
(new rule)	(change existing rule)	(delete entire rule)
	X	

Rationale for proposed adoption, amendment, or repeal:

The amendments in 300.2 establish a hard deadline of April 25 for submitting license renewals and requires schools to confirm they will cease instruction on June 30 if their licenses are not renewed.

<b>Proposed Effective</b>
Date of Rule

February 1, 2026

	2A SBCCC 300.2 is proposed for amendment as follows:
1	State Board of Community Colleges Code
2	TITLE 2 – PROPRIETARY SCHOOLS
3	
4	CHAPTER A. PROPRIETARY SCHOOLS
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6	SUBCHAPTER 300. LICENSURE
7	
8	2A SBCCC 300.2 Application for License Renewal
9	(a) All licenses issued shall expire on June 30.
10	(b) All issued licenses shall extend from July 1 through June 30, inclusive; except that
11	any license initially issued on or after April 1 shall expire on June 30 of the following
12	calendar year.
13	(c) Schools desiring the renewal of their license shall complete and submit an application
14	in the North Carolina Proprietary Board Licensure Portal on or before March 1
15	annually. of each year. The completed application shall include all requested
16	information and documentation listed within the application and any supplemental
17	revisions requested by the Office of Proprietary Schools. Any renewal application
18	submitted in the Licensure Portal between March 2 and April 25 shall be assessed a
19	late fee established by the State Board of Proprietary Schools. be accompanied by
20	the following:
21	(1) All information required of schools applying for an initial license that has not been
22	— previously submitted;
23	(2) Verification that the guaranty bond or alternative to the guaranty bond is in an
24	amount equal to the greatest amount of unearned paid tuition in the school's
25	possession at any time during the prior fiscal year.
26	— (3) Copy of current catalog containing all information required of schools applying for
27	initial license; and
28	(4) Any supplementary information necessary to bring information on the school
29	up to date.
30 31	(d) The license renewal fee established by the State Board of Proprietary Schools shall be submitted to the Office of Proprietary Schools by A certified bank check or money

1	order. The certified bank check or money order shall be in the amount established by
2	the SBPS and published annually under the North Carolina Proprietary School Fee
3	Schedule made payable to the North Carolina State Treasurer and shall be
4	postmarked on or before March 1. Any license renewal fee postmarked after March 1
5	must include the late fee established by the State Board of Proprietary Schools

- 6 (e) License renewal applications shall be submitted in the Licensure Portal on or before
  7 April 25, and all license renewal fees must be received by the Office of Proprietary
  8 Schools on or before April 25. The State Board of Community Colleges shall not refund
  9 any license fee payment in the event a school's application is rejected or a school's
  10 license is suspended or revoked.
- 11 (<u>fe</u>) Proprietary schools shall make payment to the Student Protection Fund in the amount
  12 set forth in G.S. 115D-95.1. The full and timely payment into the Student Protection
  13 Fund is a condition of licensure. The State Board of Community Colleges shall not
  14 refund any payment to the Student Protection Fund in the event that a school's
  15 application is rejected or a school's license is suspended or revoked.
  - (gf) Proprietary schools shall make adjustments to the guaranty bond or alternative to the guaranty bond requirements of schools based on G.S. 115D-95.
- (hg) A proprietary school that fails to submit a license renewal application by April 25 shall
   confirm in writing that:
  - (1) It has ceased advertisement and enrollment into any training programs that:
    - (A) are licensed by the State Board of Community Colleges; and
- 22 (B) cannot be completed before the school's license statutorily expires on June 30; 23 and,
  - (2) All enrolled students will be fully taught out before the school's license statutorily expires. Any student that cannot be taught out before a school's license expires shall be immediately refunded in-full (100%) and written documentation of applicable refunds shall be presented to the Office of Proprietary Schools within forty-five (45) days of license expiration. The SBPS will tabulate the balance of the Student Protection Fund as of December 31 of each year and establish the percentage amounts identified in Subparagraph (e)(1) of this Rule.

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1	History Note: Authority G.S. 115D-89; 115D-91; 115D-92; 115D-95.1; S.L. 2009-562 s.4;
2	Eff. September 1, 1993;
3	Amended Eff; <u>July 1, 2025</u> ; <u>February 1, 2024</u> ;
4	August 1, 2014; July 1, 2010; August 13, 2005; December 1,
5	2004