

## General Cosmetology School Application Information

According to the Memorandum of Understanding between the Georgia State Board of Cosmetology and the Georgia Nonpublic Postsecondary Education Commission, all Cosmetology Schools in the State of Georgia must file an annual application for a Certificate of Compliance until they have held a surety bond and paid into the Tuition Guaranty Trust Fund (TGTF) for five years. Payment is submitted with the initial application and then in the following years with the renewal application. The surety bond must be obtained through an insurance company and submitted to the Nonpublic Postsecondary Education Commission each year with the renewal application. The Bond Form can be found within the application document. Please be aware that original signatures and seal are required. Upon renewal, Bond Continuation Certificates, Bond Riders, and new bonds are all acceptable. **(NOTE: The expiration date is on your Certificate of Compliance and is consistent with the date that your bond is set to expire. Your renewal application should be submitted within the month prior to this date.)**

### Bond Requirements

*Bonds indemnify the Nonpublic Postsecondary Education Commission (NPEC) in the event that an institution closes without completing the education paid for by students. Bonds are required to be held by every institution for the first 5 years of operation.*

<u>Gross Tuition</u>	<u>Bond Amount</u>
\$0-\$50,000	\$20,000
\$50,001-\$100,000	\$30,000
\$100,001-\$200,000	\$50,000
\$200,001-\$300,000	\$75,000
\$300,001-\$400,000	\$100,000
\$400,001-\$500,000	\$150,000
\$500,001+	\$200,000

### Tuition Guaranty Trust Fund (TGTF)

The Nonpublic Postsecondary Education Commission (NPEC) has adopted the following schedule of fees for participation in the Tuition Guaranty Trust Fund. This fund was created by an Act of the Georgia General Assembly in its 1990 Session (HB 319, O.C.G.A. § 20-3-250.27, effective July 1, 1990).

- Each school is responsible for a payment of 1/10 of one percent of gross tuition. This is required annually for the first five years.
- Minimum annual payment: \$100