

### A Gathering Storm: The Growing Numbers of Government Lawsuits and Investigations Involving For-Profit Schools



Sources: See Appendix A

### How For-Profit Schools Are Failing Their Students

FOUR-YEAR COLLEGES	GRADUATION PERCENTAGE WITHIN 6 YEARS	PERCENT OF GRADUATES WITH STUDENT LOANS	AVERAGE STUDENT LOAN DEBT AT GRADUATION	DEFAULT RATE WITHIN FIRST 3 YEARS OF REPAYMENT
<b>For-profit</b>	32%	88%	\$39,950	22.8%
<b>Public</b>	57%	66%	\$25,550	13.0%
<b>Private</b>	66%	75%	\$32,300	8.2%

Sources: U.S. Dept. of Educ., Nat'l Center for Education Statistics, "The Condition of Education 2014," NCES 2014-083 (May 2014); The Institute for College Access & Success, "Quick Facts About Student Debt" (Mar. 2014); and U.S. Dept. of Educ., "National Default Rate Briefings for FY 2011 2-Year Rates and FY 2010 3-Year Rates" (Sept. 30, 2013).

## How For-Profit Schools Are Failing African American and Latino Students

(4-year Colleges, 2011–2012 School Year)

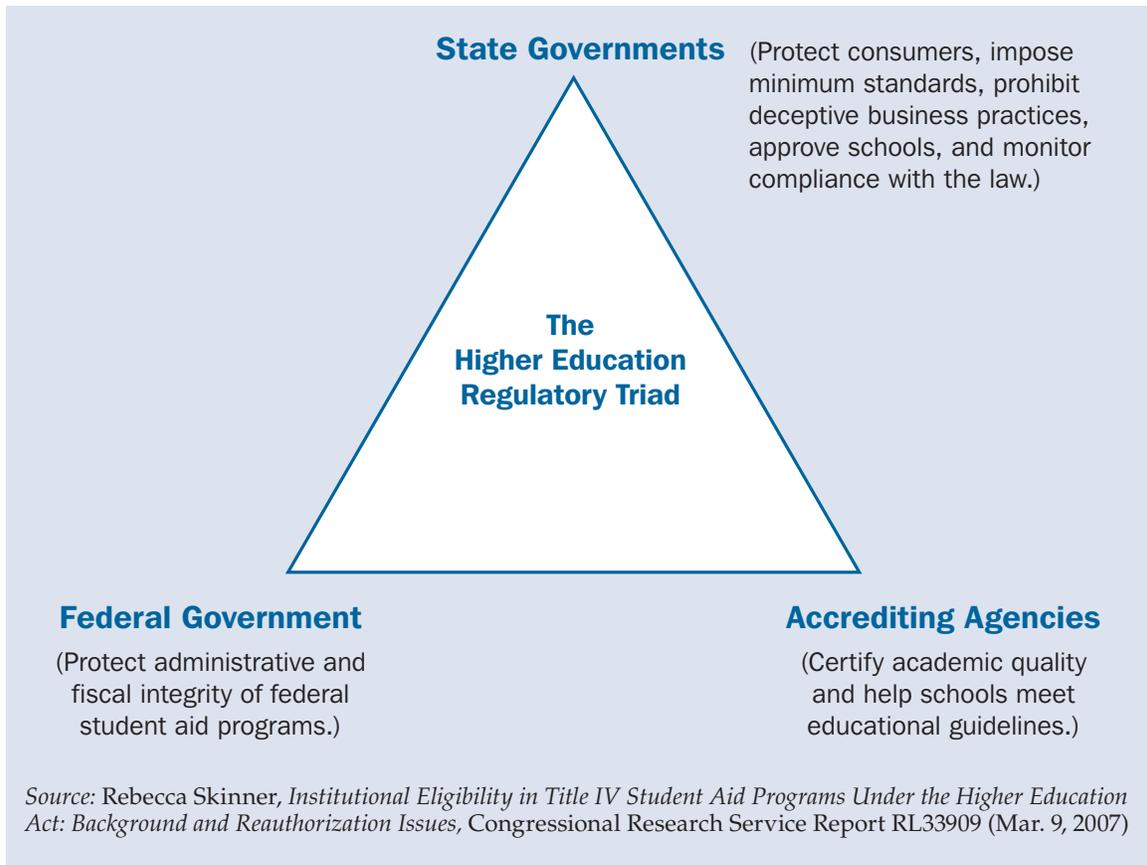
	SHARE OF EACH GROUP'S TOTAL FOR- PROFIT COLLEGE ENROLLMENT	SHARE OF EACH GROUP TAKING OUT STUDENT LOANS AT FOR-PROFIT SCHOOLS
<b>African American</b>	28%	78%
<b>Latino</b>	15%	79%
<b>White</b>	10%	73%

## Top Producers of Bachelor's Degrees and Percentage of Degrees per Race

(2011-2012 School Year)

	#1	#2
<b>African American</b>	University of Phoenix (4%)	Ashford University (2.4%)
<b>Latino</b>	Florida International University (4%)	Univ. of Phoenix Online (2.5%)
<b>White</b>	Univ. of Phoenix Online (2%)	Ohio State University (1%)

*Sources:* Calculations by NCLC using data from Dept. of Educ., Integrated Post-secondary Education Data System (IPEDS), 12-month enrollment, unduplicated head count, 2011–2012 school year, and number of students receiving bachelor's degrees by race/ethnicity, 2011–12 school year; data from Dept. of Educ., 2011–2012 National Postsecondary Student Aid Study, all federal and non-federal loans excluding Parent PLUS loans; and data from Dept. of Educ., Nat'l Center for Educ. Statistics, Digest of Education Statistics: Advance Release of Selected 2013 Digest Tables, Table 322.20.



### Largest Online Colleges Involved in Government Investigations (2004–2014)

NATIONWIDE RANK BY HEADCOUNT	SCHOOL AND OWNER	ONLINE STUDENT HEADCOUNT (2012–2013 SCHOOL YEAR)	NUMBER OF LAWSUITS AND INVESTIGATIONS
1.	University of Phoenix Online, Apollo Group, Inc.	270,000	6
3.	Ashford University, Bridgepoint Education, Inc.	89,000	4
5.	Kaplan University, Kaplan Inc.	48,000	3
11.	DeVry University, DeVry, Inc.	34,000	3
13.	Corinthian Colleges, Inc.	30,000	12
14.	Education Management Corp.	30,000	6
16.	Colorado Technical University Online, Career Educ. Corp.	20,000	5

*Source: "Top 20 Online Colleges and Universities by Headcount," [www.eduventures.com](http://www.eduventures.com) (Jan. 16, 2013); see Appendix A for information about government investigations and lawsuits.*