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The Career College Information Source

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Michael J. CooneyEditor
Terry L. StaerkeProduction Manager
Stacy L. WeinreisProduction Designer
Terri DoughertyStaff Writer
Sean P. JohnsonStaff Writer
Jim MeyerStaff Writer
Barbara SchmitzStaff Writer

WORKFORCE COMMUNICATIONS

627 Bay Shore Drive, Suite 100, Oshkosh, WI 54901
 920-231-9950 • 1-800-558-8250 • Fax 920-231-9977

Web site: www.workforce-com.com
 Email: mcooney@workforce-com.com

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Career College Group Supports Better Oversight of Schools

Gena Wikstrom, executive director of the Northwest Career Colleges Federation, makes the case for the career college sector in this op-ed feature. p.13

For-Profits Battle Competition in 2006

Non-profit universities prove tough competitors in for-profit online education market. p.15

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ITT Technical Institutes Announces the Opening of a Learning Site in Clinton Township, Michigan

The site will serve the needs of current and future students in the northern Detroit suburbs. p.16

DeVry University Announces Plans to Offer Undergraduate and Graduate Degree Programs at New Memphis Location

The campus will offer bachelor's degree programs in business administration and technical management. p.16

PERSONNEL APPOINTMENTS AND PROMOTIONS

Sullivan University Appoints Dean of the College of Pharmacy

Dr. Hieu T. Tran will serve as dean of the pharmacy program, which will admit the first class in the fall of 2008. p.17

EDUCATION TRENDS

More Students Take Classes Online

The growth in class registration was phenomenal. Roughly one in six students enrolled in higher education—about 3.2 million people—took at least one online course last fall. p.18

Commission's "Tough Choices for Tough Times" Report Calls for Biggest Changes in American Education System in a Century

The New Commission on the Skills of the American Workforce says the U.S. standard of living is jeopardized by the current system, and offers a framework for change. p.19

Students Relying More Heavily on Private Lenders

Private student loans now total \$17.3 billion, having grown at an average annual rate of about 27 percent in inflation-adjusted dollars since 2000–2001. p.22

How to Contain College Costs

If policy makers really want to make higher education more affordable without cheapening its value, they need to take real steps to impose some financial accountability on colleges as well as on the federal government. p.23

Traditional Colleges Have 'Lessons to Learn' from For-Profit Sector, Book Says

For-profit colleges are a force to be reckoned with, and are meeting needs that traditional colleges and universities are not. p.24

Eduventures' Study Reveals What College Students Want From Their Education

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professional preparation, academic strength and affordability. p.25

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Andrews Won't Intercede for HCI

U.S. Representative Rob Andrews has declined to intercede on behalf of Harrison Career Institute as the school continues its fight with the U.S. Department of Education. p.27

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APOL Apollo Group, Inc.

Apollo Group, Inc.'s special committee reports the final factual findings of the stock option investigation. p.28

Apollo Group announces the appointment of K. Sue Redman, senior VP and CFO of Texas A&M University, to its board. p.30

Shares of Apollo fell after the committee found that certain former officers may have tried to hide deficiencies in options accounting. p.30

Analyst's Comments:

Summary and commentary by Jeffrey Silber, BMO Capital Markets

- Stock options and other revelations. p.31
- Apollo Group receives stay from delisting notice. p.32

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American InterContinental University remains accredited under continued probation, even as SACS' special committee recognizes university's progress. p.33

Career Education Corporation announces the retirement of chairman John Larson and confers title of chairman emeritus. p.33

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- CECO discloses share repurchase for roughly \$27.6 million from ex-chairman and CEO John Larson. p.34

Summary and commentary by Jennifer Childe, Bear Stearns & Co.

- AIU remains on probation for another year, as the company also announces new program reviews by the Dept. of Education. p.34

COCO Corinthian Colleges, Inc.

NASDAQ finds Corinthian in compliance with listing standards. p.36

David G. Moore retires as chairman of Corinthian Colleges, Inc. p.36

Analyst's Comments:

Summary and commentary by Jeffrey Silber, BMO Capital Markets

- Chairman David Moore retires, leaving "big shoes to fill." p.36

CPLA Capella Education Company

Capella shares jumped after an \$80 million IPO. The company reported 2005 earnings of \$10.2 million on sales of nearly \$150 million. p.38

Analyst's Comments:

Summary and commentary by Howard Block, Banc of America Securities

- Initiated coverage of CPLA with a BUY rating and a \$30 price target. p.38

DV DeVry Inc.

DeVry Inc. announces 2006 fall enrollment at DeVry University, with increases in both new and total undergraduate students. p.39

Analysts' Comments:

Summary and commentary by Kirsten Edwards, ThinkEquity Partners

- DeVry is in the midst of a healthy turnaround. p.39

Summary and commentary by Trace Urdan, Signal Hill Capital Group

- We see a much leaner and sharper DeVry. p.39

EVCI EVCI Career Colleges Holding Corporation

EVCI gets an extension from NASDAQ to raise share price. p.40

UTI Universal Technical Institute, Inc.

Universal Technical Institute, Inc. reports year end and fourth quarter results for fiscal 2006, with an 11.7 percent increase in yearly net revenues. p.41

Analysts' Comments:

Summary and commentary by Jeffrey Silber, BMO Capital Markets

- The decline in starts got "less worse." p.42

Summary and commentary by Howard Block, Banc of America Securities

- Still bullish on the prospects for UTI graduates. p.42

ACQUISITIONS AND MERGERS

**YTI Career Institute
Completes Acquisition of
Computer Learning Network**

With the acquisition, the YTI student population will grow to over 2,000. p.43

**INTERNATIONAL
CAREER EDUCATION**

**EDU – New Oriental Education
& Technology**

New Oriental is the largest provider of private educational services in China, based on the number of program offerings, total student enrollments and geographic presence. p.44

**Schools Prosper as Chinese Parents
Push Children to Learn English**

Despite its \$95 million in sales in the 2006 fiscal

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- We believe New Oriental represents the ideal vehicle for investing in the emerging consumer economy of China. p.45

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For Laureate Education, doling out diplomas is big business in Latin America. p.46

**EDUCATION
POLITICS AND POLICY**

**Anti-Lobbying Fever?
Not in Higher Ed**

For-profit institutions reported spending about \$2.1 million. p.47

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- Heald College
- Empire College
- Academy of Professional Careers
- Institute of Medical Education
- Tucson Design College
- Touro College