

Foundational Thoughts for Today's Presentation A Increased Federalization of Higher Education • Accreditation as we know it today has been subject to increased scrutiny and criticism by a variety of organizations and policy makers who have valid questions about whether or not accreditors are fulfilling their promise. • What has been known to the accreditation community for some time is that the expectations of accreditors are changing such that accreditors are subject to far greater federal oversight than at any time in the past. • ACCSC embraces the important role that accreditation plays to help ensure 1) the quality of education provided by its member institutions for students; and 2) the continued integrity of the Title IV federal student financial aid program. ACCSC believes that the third party independent audit requirement significantly strengthens accreditation and helps to change the dialogue from skepticism to confidence.

Accsc Accsc Akey example of how accreditors have embraced the challenge of demonstrating that accreditation is both reliable and dependable without increased involvement by the federal government is in the area of student achievement assessment.

- ACCSC recently adopted a policy requiring institutions seeking accreditation to
 engage an independent third-party auditor to verify the most recently reported
 graduate employment data as a means:
 - to bolster confidence in accreditation and
 - to reinforce a long standing requirement that institutions maintain "verifiable records of initial employment."
- ACCSC, along with other recognized accrediting agencies, continue to demonstrate that the enterprise of accreditation is evolving and improving.



| Foundational Thoughts for Today's Presentation | ACCSC |
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| In 2011 ACCSC began engaging an independent third-party to verify the employment data submitted by schools selected as part of the annual ran sample of the Annual Reports. In the first three years, ACCSC examined approximately 10,000 employment records: | |
| 4,073 Records in 2011 | |
| 2,423 Records in 2012 | |
| • 3,390 Records in 2013 | |
| Based on the success of this initiative, in July 2013 ACCSC annou independent third-party employment verification requirement as par initial and renewal of accreditation process. | |
| ACCSC continues to do a random sampling of graduate employment reported in the ACCSC Annual Report Schools enagged in the renewal of accreditation process are remown that random sampling the year before and year after their renewal ye | ed from |

Independent Third-Party Verification of **Employment**



The purpose of the requirement is:

- a) to assess the school's compliance with established student achievement benchmarks and whether the school has "verifiable" records of employment;
- b) to ensure that the institution's records can be relied upon in making decisions about a school's compliance with the accreditor's student achievement standards and benchmarks.

Independent Third-Party Verification of **Employment Process**



- The school must engage an independent third-party to verify the employment data in the Graduation and Employment ("G&E") Chart(s) submitted in the most recently submitted Annual Report at the time of the due date of the SER.
- The independent third-party must select <u>minimally a 50% sample of</u> <u>employed graduates</u> (classified as "Graduates Employed in the Field") and report the results from that sample.
 - . Once the 50% sample has been selected by the independent third-party, for the purposes of this application, the independent third-party may not alter the sample in an effort to get better results.

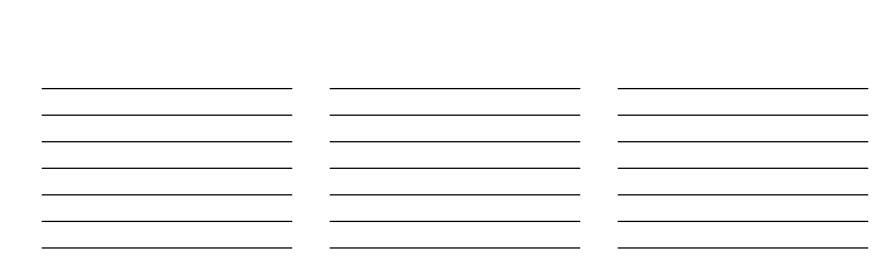
The school must provide the following as part of



A summary of results for each G&E Chart that includes the following (at a minimum):

- a. The <u>total number of students</u> in the sample; and
 b. The <u>number of students</u> in each of the categories below and the percentage in each category:
- . Verified as Correct (graduate's employment is verified as listed in the school's record);
- Not verified (unable to verify after all attempts);
- · Verified as Not Correct (e.g., graduate not found in employer records, position is unpaid/externship, other discrepancies); and
 • Verified but Different (e.g., different start date, job title, employer, etc.).

Any additional information or response the school deems appropriate regarding the above results.



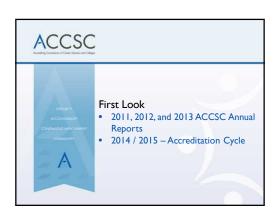
Independent Third-Party Verification of Employment

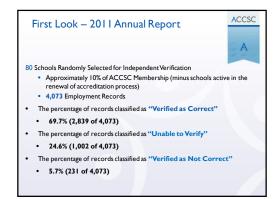
An on-site evaluation team will review the verification results from the independent third-party verification in order to assess if the student achievement data reported to ACCSC are accurate and supported by verifiable records.

ACCSC

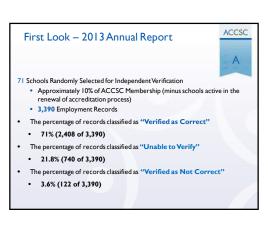
- A school may provide the updated information to the on-site evaluation team and may have the independent third-party update the summary of results as long as the updated information was subject to the same methodology identified in the school'S SER.
- If an on-site evaluation team does find that a school has not demonstrated compliance with accrediting standards due to the accuracy or validity of the data, the team will likely include a team finding in the Team Summary Report and the school will be required to respond to the Commission with supporting documentation to demonstrate that the student achievement data is accurate and verifiable.

The Commission, not the on-site evaluation team, makes the final determination regarding a school's compliance with accrediting standards.



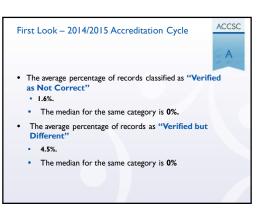


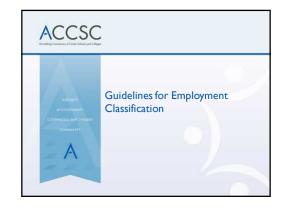
First Look — 2012 Annual Report 77 Schools Randomly Selected for Independent Verification • Approximately 10% of ACCSC Membership (minus schools active in the renewal of accreditation process) • 2,423 Employment Records • The percentage of records classified as "Verified as Correct" • 73.8% (1,789 of 2,423) • The percentage of records classified as "Unable to Verify" • 19.4% (469 of 2,423) • The percentage of records classified as "Verified as Not Correct" • 3.6% (88 of 2,423)





First Look — 2014/2015 Accreditation Cycle • 85 Schools active in the Renewal of Accreditation Process • Approximately 5,700 records • 99% (84 of 85) schools met the required 50% sample. • 5% (4 of 85) four schools had 100% samples. • The average percentage of records classified as "Verified as Correct" • 80% • The median is 87% for the same category. • 27% (23 of 85) reported 100% "Verified as Correct" • The average percentage of records classified as "Unable to Verify" • 13%. • The median for the same category is 5%.





Guidelines for Employment Classification



- What constitutes an employed graduate in a training related field?
 - How does a school justifies that classification?
- The school is responsible for justifying, with documentation, every graduate classified as employed.
 - The burden of compliance rests with the institution.

In addition to these guidelines, the Commission expects that schools will regularly gather information from employers as a means to assess the preparedness of graduates for employment and make program modifications as may be necessary based on that feedback.

Guidelines for Employment Classification

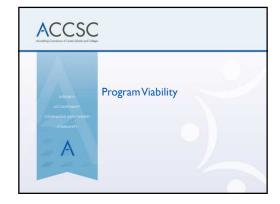


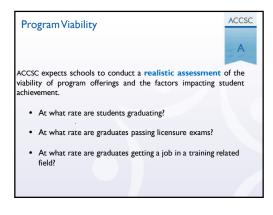
The school must be able to justify the classification of each graduate as employed using the following guidelines:

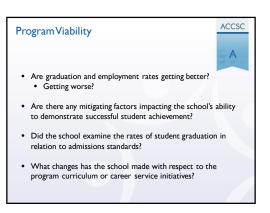
 The employment classification is appropriate and reasonable based on the educational objectives of the program.

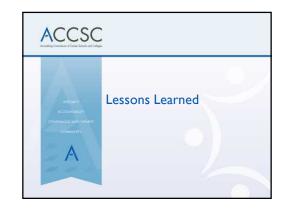
The employment is

- for a <u>reasonable</u> period of time,
- is based on program objectives, and
- can be considered sustainable (e.g., not a single day of employment).
- The employment is directly related to the program from which the individual graduated, aligns with a majority of the educational and training objectives of the program, and is a paid position.









Lessons Learned • Start Early. • The Importance of Real Time Verifications • Older Data Has Proven to be More Difficult to Verify • Incorporate third-party verification into regular on-going process—at least for the SER data. • Not simply once every five years. • Set expectations with Career Services • Random, Unannounced, In-House Review of Graduate Employment BEFORE subjected to Third-Party Audit. • Ensure Complete, Clear, Legible, Graduate Employment Records • Job Titles, Job Responsibilities

