

Private education and training: Avoiding common problems February 2012

Overview

Consumer Action Law Centre has received a number of complaints about some private education and training providers, or colleges. Complaints have been made about the quality of teaching, about unfair treatment and contracts and about the use of high pressure sales tactics.

This document discusses common complaints that have been made, gives tips on how to avoid problems, and details on how to get more advice.

Key points

> Colleges must provide good quality services and deliver what you paid for.

Colleges must provide their services with care and skill, and supply the service they said they would. If a college doesn't provide a good quality service and deliver what you paid for, you may be entitled to a refund of some or all of the money you have paid.

> If something seems unfair, get advice.

Never sign a contract that seems unfair. Ask questions and know what you're agreeing to. If you have already signed a contract and you think you are being treated unfairly, get advice (see page four).

> If you have asked for a refund and the college refuses, get advice.

If you have a good reason for leaving the course before it is finished, you will often be able to get a refund of some or all of the money you have paid. If you think you have a right to a refund but the college refuses, get advice (see page four).

> Never sign a contract right away.

Sales people will often tell you that a deal is available 'today only', and you will miss out if you don't sign right away. This is almost never true. Don't sign a contract until you have had time to think about it and are sure the course is right for you. If a deal is genuine, it will still be available tomorrow.

> Choose colleges and courses carefully.

Some courses may give you a qualification that isn't recognised by employers and you may not be able to access a government subsidy to study another course at the same level. Be wary of courses which promise fast qualifications. Be sure they offer the same standard of training as other colleges before enrolling.

Introduction

Consumer Action Law Centre has recently received a number of complaints about some private education and training providers, or colleges. The colleges we have seen complaints about cover different areas including pilot training, hairdressing, IT, business and personal training. Many of the complaints have come from international students but local students have also reported problems.

Some common complaints are:

- teaching is of a poor standard, even though courses can be very expensive, and
- unfair treatment, especially in relation to contracts, payments and refunds.

We have also heard reports of high pressure methods being used to sell courses.

Important note - This tip sheet is not a guide to choosing an education and training provider or a complete list of problems that students have had. It is only description of common complaints we have seen and how you might avoid them.

If you have a problem with a private education and training provider and need some advice, contact one of the services listed on page four.

Problems we have seen

Poor-quality courses

When you pay for an education or training course, the provider must teach it with care and skill, and supply the service they said they would supply. If the provider said a course would lead to a certain qualification, the course must be

Students have complained that:

- their college did not provide enough teachers for the number of students
- they were not taught the skills they needed to gain qualification, so they had to seek extra training at their own cost.

taught in a way that allows students to get that qualification. If you don't receive a good quality service and get what you paid for, you will often be entitled to a refund.

Unfortunately, some courses might cause problems later. Some employers may not recognise qualifications from colleges if they do not think the college provides proper training and you may not be able to access a government subsidy to study another course at the same level. Be wary about offers which promise to give you a qualification much faster than other colleges. Be sure they offer the same standard of training as other colleges before enrolling.

Tips

- Before you sign up to a course, do some research to check that the college is a reputable provider. For example, check whether the college is registered with TEQSA, CRICOS or <u>training.gov.au</u> (see page four).
- If you have a complaint about the quality of a course you are studying, raise it with the college first. if you are unhappy with their response, seek advice or make a complaint (see contacts on page four)

Unfair treatment, especially in relation to contracts, payments and refunds

We have received complaints about colleges requiring payment of large amounts of money before the start of the course and others seem to have unfair policies around issuing refunds.

In one case, a student told us that they were unable to continue their course because of illness. However, the contract said that students had to give eight weeks notice to cancel the course, and had to attend classes and pay fees during that time. Other contracts we have seen simply say that no refunds will be offered once a course has started.

Tips

- If something in a contract seems unfair, get advice. Never sign a contract if it contains terms that look unfair or unreasonable. If you're in doubt, ask the college staff, get advice (see page four), or just walk away. Most colleges will treat you fairly and deliver a good service. If you have already signed a contract and you think you are being treated unfairly, get advice (see page four). Some rights cannot be taken away even if the contract says they can.
- If you think you are entitled to a refund but the college refuses, get advice. If you leave in the middle of a course, it may be reasonable for the college to keep money you have already paid. But if you have a good reason for leaving the course, you will usually have a right to a refund.

High-pressure sales techniques

When you are signing up for an education or training course, you should be given an opportunity to read and understand the contract, consider whether a course is right for you

and get advice if you need it. However, we have heard complaints from students who say they were pressured into signing contracts by college staff.

Salespeople sometimes say that an offer is available for 'today only', but this is almost never true. It is usually a trick designed to make you buy something that you don't really need

Case studies:

- One student told us that they felt pressured into signing after being told that if they did not sign right away they would miss out on the course.
- Another student approached a college to enter a basic course but was pressured into starting a more expensive course that was unsuitable for them.

or can't afford. A genuine deal will still be there tomorrow.

Tips

- Never sign a contract without taking time to read it and think about it. If a salesperson tries to pressure you into signing a contract or handing over money without giving you time to think, walk away.
- If you were pressured into signing a contract, but later realise the course is no good for you, call the college immediately. If they refuse to let you cancel the contract, or try to charge you unreasonable fees, get advice (see page 4)

More information

Registers of education and training providers

- Tertiary Education Quality and Standards Agency (TEQSA for higher education): <u>http://www.teqsa.gov.au/national-register</u>
- > training.gov.au (for vocational education and training) http://training.gov.au/
- Commonwealth Register of Institutions and Courses for Overseas Students (CRICOS - for international students): <u>http://cricos.deewr.gov.au/</u>

Advice services

- Consumer Action Law Centre
 Ph: (03) 9629 6300, or 1300 881 020 for country callers.
 email: advice@consumeraction.org.au
- International Student Legal Advice Clinic (international students only) Ph: 03 9391 2944 email: <u>islac@wsls.org.au</u>
- Consumer Affairs Victoria
 Ph: 1300 55 81 81
 Email: consumer@justice.vic.gov.au

Making complaints

- TEQSA (for complaints against higher education providers): <u>http://www.teqsa.gov.au/complaints</u>
- ASQA (for complaints against vocational education and training providers) <u>http://www.asqa.gov.au/complaints/making-a-complaint.html</u> 1300 701 801
- Overseas Student Ombudsman
 1300 362 072 within Australia or +61 2 6276 0111 from outside Australia
 Email: overseas.students@ombudsman.gov.au