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	FILE D		
1	DEPARTMENT OF REAL ESTATE		
2	P. O. Box 187007 Sacramento, CA 95818-7007		
3	DEDARTMENT OF REAL ESTATE		
4	Telephone: (916) 227-2380		
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8	BEFORE THE DEPARTMENT OF REAL ESTATE		
9	STATE OF CALIFORNIA		
10	* * *		
11	DDEN. 11 4200 CD		
12	In the Matter of the Accusation of ) DRE No. H-4390 SD		
13	DEL MAR REALTY ASSOCIATES, ) And DENNIS EDWARD PETRAS, ) STIPULATION AND AGREEMENT		
14	) IN SETTLEMENT AND ORDER  Respondents. )		
15	)		
16	It is hereby stipulated by and between DEL MAR REALTY ASSOCIATES		
17	(DMRA), and DENNIS EDWARD PETRAS (PETRAS), and their counsel Mary E. Work, and		
18	the Complainant, acting by and through Richard K. Uno, Counsel for the Department of Real		
19	are a state of the Accusation filed on July 30.		
20	2012, in this matter:		
21	1. All issues which were to be contested and all evidence which was to be		
22	presented by Complainant and Respondents at a formal hearing on the Accusation, which		
23	hearing was to be held in accordance with the provisions of the Administrative Procedure Act		
24	("APA"), shall instead and in place thereof be submitted solely on the basis of the provisions of		
25	this Stipulation and Agreement In Settlement and Order.		
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- 2. Respondents have received, read and understand the Statement to Respondent, the Discovery Provisions of the APA and the Accusation filed by the Department of Real Estate in this proceeding.
- 3. On August 8, 2012, Respondents filed a Notice of Defense pursuant to Section 11505 of the Government Code for the purpose of requesting a hearing on the allegations in the Accusation. Respondents hereby freely and voluntarily withdraw said Notices of Defense. Respondents acknowledge that they understand that by withdrawing said Notices of Defense they will thereby waive their right to require the Commissioner to prove the allegations in the Accusation at a contested hearing held in accordance with the provisions of the APA and that they will waive other rights afforded to them in connection with the hearing such as the right to present evidence in defense of the allegations in the Accusation and the right to cross-examine witnesses.
- 4. This stipulation is based on the factual allegations contained in the Accusation. In the interest of expediency and economy, Respondents choose not to contest these factual allegations, but to remain silent and understand that, as a result thereof, these factual statements will serves as a prima facie basis for the "Determination of Issues" and "Order" set forth below. The Real Estate Commissioner shall not be required to provide further evidence to prove such allegations.
- 5. It is understood by the parties that the Real Estate Commissioner may adopt the Stipulation and Agreement In Settlement and Order as his Decision in this matter, thereby imposing the penalty and sanctions on Respondents' real estate licenses and license rights as set forth in the below "Order". In the event that the Commissioner in his discretion does not adopt the Stipulation and Agreement In Settlement and Order, it shall be void and of no effect, and Respondents shall retain the rights to a hearing and proceeding on the Accusation under all the provisions of the APA and shall not be bound by any admission or waiver made herein.
- 6. The Order or any subsequent Order of the Real Estate Commissioner made pursuant to this Stipulation and Agreement In Settlement and Order shall not constitute an

estoppel, merger or bar to any further administrative or civil proceedings by the Department of Real Estate with respect to any matters which were not specifically alleged to be causes for accusation in this proceeding.

- 7. Respondents understand that by agreeing to this Stipulation and Agreement In Settlement and Order, Respondents agree to pay, pursuant to Section 10148 of the Business and Professions Code, the cost of the audit which led to this disciplinary action. The amount of said cost is \$7,009.90.
- 8. Respondents have received, read and understand the "Notice Concerning Costs of Subsequent Audits". Respondents understand that by agreeing to this Stipulation and Agreement in Settlement and Order, the findings set forth below in the DETERMINATION OF ISSUES become final, and that the Commissioner may charge Respondents for the cost of any audit conducted pursuant to Section 10148 of the Business and Professions Code to determine if the violations have been corrected. The maximum costs of said audit will not exceed \$7,009.90.

### **DETERMINATION OF ISSUES**

By reason of the foregoing stipulations, admissions and waivers, and solely for the purpose of settlement of the pending Accusation without a hearing, it is stipulated and agreed that the acts and/or omissions of Respondents, as described in the Accusation, constitute grounds for the suspension or revocation of the licenses and license rights of DMRA under the provisions of Sections 2726, 2773, 2831, 2831.1, 2831.2, 2832, 2834 and 2835 of Title 10 of the California Code of Regulations (Regulations) and Sections 10130, 10145, 10176(e), 10177(d), and 10177(g) of the Business and Professions Code (the Code), and constitute grounds for the suspension or revocation of the licenses and license rights of PETRAS under the provisions of Section 2725 of the Regulations and Sections 10159.2, and 10177(h) of the Code.

### **ORDER**

### A. DEL MAR REALTY ASSOCIATES

1. The corporate real estate broker license and license rights of Respondent

DEL MAR REALTY ASSOCIATES (DMRA), under the Real Estate Law are suspended for a

# B. DENNIS EDWARD PETRAS 1 1. The real estate broker license and license rights of Respondent DENNIS 2 EDWARD PETRAS (PETRAS), under the Real Estate Law are suspended for a period of sixty 3 (60) days from the effective date of this Order; provided, however, that if PETRAS petitions, thirty (30) days of said suspension shall be stayed upon condition that: 5 a. PETRAS pays a monetary penalty pursuant to Section 10175.2 of the 6 Business and Professions Code at the rate of \$100.00 per day for thirty (30) days of the 7 suspension for a total monetary penalty of \$3,000.00 before the effective date of the Stipulation 8 9 and Agreement. b. Said payment shall be in the form of a cashier's check or certified check made 10 payable to the Recovery Account of the Real Estate Fund. Said check must be received by the 11 Department prior to the effective date of the Decision in this matter. 12 c. No further cause for disciplinary action against the real estate license of 13 PETRAS occurs within two years from the effective date of the Decision in this matter. 14 d. If PETRAS fails to pay the monetary penalty in accordance with the terms and 15 conditions of the Decision, the Commissioner may, without a hearing, order the immediate 16 execution of all or any part of the stayed suspension in which event PETRAS shall not be 17 entitled to any repayment nor credit, prorated or otherwise, for money paid to the Department 18 under the terms of this Decision. 19 e. If PETRAS pays the monetary penalty, and if no further cause for disciplinary 20 action against the real estate license of Respondent occurs within two (2) years from the effective 21 date of the Decision, the stay hereby granted shall become permanent. 22 2. The remaining thirty (30) days of said suspension shall be stayed for two (2) 23 years upon the following terms and conditions: 24 a. PETRAS shall obey all laws, rules and regulations governing the rights, 25 duties and responsibilities of a real estate licensee in the State of California, and,

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b. That no final subsequent determination be made, after hearing or upon stipulation, that cause for disciplinary action occurred within two (2) years from the effective date of this Order. Should such a determination be made, the Commissioner may, in his discretion, vacate and set aside the stay order and reimpose all or a portion of the stayed suspension. Should no such determination be made, the stay imposed herein shall become permanent.

# DEL MAR REALTY ASSOCIATES and DENNIS EDWARD PETRAS

1. Pursuant to Section 10148 of the Business and Professions Code, DMRA and PETRAS, jointly and severally, shall pay for the Commissioner's reasonable costs as follows: a) \$7,009.90 for the audit which led to this disciplinary action and, b) an amount less than or equal to \$7,009.90 for any subsequent audit to determine if Respondents have corrected the trust fund violations found in the Determination of Issues. In calculating the amount of the Commissioner's reasonable cost, the Commissioner may use the estimated average hourly salary for all persons performing audits of real estate brokers, and shall include an allocation for travel costs, including mileage, time to and from the auditor's place of work and per diem. Respondents shall pay such cost within sixty (60) days of receiving an invoice from the Commissioner detailing the activities performed during the audit and the amount of time spent performing those activities. The Commissioner may, in his discretion, vacate and set aside the stay order, if payment is not timely made as provided for herein, or as provided for in a subsequent agreement between the Respondents and the Commissioner. The vacation and the set aside of the stay shall remain in effect until payment is made in full, or until Respondents enter into an agreement satisfactory to the Commissioner to provide for payment. Should no order vacating the stay be issued, either in accordance with this condition, the stay imposed herein shall become permanent.

3/5/13

RICHARD K. UNO, Counsel III DEPARTMENT OF REAL ESTATE

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I have read the Stipulation and Agreement in Settlement and Order and its terms are understood by me and are agreeable and acceptable to me. I understand that I am waiving rights given to me by the California Administrative Procedure Act (including but not limited to Sections 11506, 11508, 11509 and 11513 of the Government Code), and I willingly, intelligently, and voluntarily waive those rights, including the right of requiring the Commissioner to prove the allegations in the Accusation at a hearing at which I would have the right to cross-examine witnesses against me and to present evidence in defense and mitigation of the charges.

3/\/\3 DATED

3/1/13

DAŤED

DENNIS EDWARD PETRAS Respondent

DEL MAR REALTY ASSOCIATE

Respondent

By the Designated Officer, DENNIS

**EDWARD PETRAS** 

\* \* \*

I have reviewed this Stipulation and Agreement as to form and content and have advised my clients accordingly.

3/5/13 DATED

MARYE, WORK

\* \*

1	The foregoing Stipulation and Agreement In Settlement and Order is hereby		
2	adopted by the Real Estate Commissioner as his Decision and Order and shall become effective		
.3	at 12 o'clock noon on JUN 0 4 2013		
4	IT IS SO ORDERED 4/23/2013.		
5	WAYNE S. BELL		
6	Real Estate Commissioner		
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