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FILED

JUL 19 2013

DEPARTMENT OF REAL ESTATE

BEFORE THE DEPARTMENT OF REAL ESTATE

STATE OF CALIFORNIA

In the Matter of the Accusation of

RPM WESTSIDE, INC. and DAVID MICHAEL KRAUSSE, individually and as designated officer of RPM Westside, Inc.,

Respondents.

DRE No. H-38265 LA

OAH No. 2012110555

ORDER ACCEPTING VOLUNTARY SURRENDER OF REAL ESTATE LICENSE

On July 17, 2012, an Accusation was filed in this matter against Respondent RPM WESTSIDE, INC.

On June 11, 2013, Respondent petitioned the Commissioner to voluntarily surrender its corporate real estate broker license pursuant to Section 10100.2 of the Business and Professions Code.

IT IS HEREBY ORDERED that Respondent RPM WESTSIDE, INC.'s petition for voluntary surrender of its corporate real estate broker license is accepted as of the effective date of this Order as set forth below, based upon the understanding and agreement expressed in Respondent's Declaration dated June 11,

2013, (attached as Exhibit "A" hereto). Respondent's license certificate, pocket card and any branch office license certificate shall be sent to the below listed address so that they reach the Department on or before the effective date of this Order:

> Department of Real Estate Atten: Licensing Flag Section P.O. Box 187000 Sacramento, CA 95818-7000

This Order shall become effective at 12 o'clock noon

on August 8, 2013 July 12, 2013.

DATED:

REAL ESTATE COMMISSIONER

EXHIBIT "A"

BEFORE THE DEPARTMENT OF REAL ESTATE
STATE OF CALIFORNIA

* * *

In the Matter of the Accusation of

RPM WESTSIDE, INC. and
DAVID MICHAEL KRAUSSE,
individually and as designated
officer of RPM Westside, Inc.,

Respondents.

DRE No. H-38265 LA

OAH No. L-2012070708

DECLARATION

My name is Edgar Robert Sanchez and I am an officer and/or director of Respondent RPM WESTSIDE, INC. ("Respondent") which is licensed as a corporate real estate broker and/or has license rights with respect to said license. I am authorized and empowered to sign this declaration on behalf of RPM WESTSIDE, INC. I am acting on behalf of RPM WESTSIDE, INC. in this matter. RPM WESTSIDE, INC. is represented by Roger Kirnos, Attorney at Law in this matter.

In lieu of proceeding in this matter in accordance with the provisions of the Administrative Procedure Act

(Sections 11400 et seq., of the Government Code), RPM WESTSIDE, INC. wishes to voluntarily surrender its real estate license (and/or mortgage loan originator endorsement), issued by the Department of Real Estate ("Department"), pursuant to Business and Professions Code Section 10100.2.

I understand that by RPM WESTSIDE, INC. so voluntarily surrendering its license, (and/or mortgage loan originator endorsement), RPM WESTSIDE, INC. can only have its license reinstated by petitioning for reinstatement in accordance with the provisions of Section 11522 of the Government Code. I also understand that by so voluntarily surrendering its license, RPM WESTSIDE, INC. agrees to the following:

- 1. The filing of this Declaration shall be deemed as RPM WESTSIDE, INC.'s petition for voluntary surrender.
- 2. It shall also be deemed to be an understanding and agreement by RPM WESTSIDE, INC. that it waives all rights it has to require the Commissioner to prove the allegations contained in the Accusation filed in this matter at a hearing held in accordance with the provisions of the Administrative Procedure Act (Government Code Sections 11400 et seq.), and that RPM WESTSIDE, INC. also waives other rights afforded to it in connection with the hearing such as the right to discovery, the right to present evidence in defense of the allegations in the Accusation and the right to cross-examine witnesses.
- 3. RPM WESTSIDE, INC. further agrees that upon acceptance by the Commissioner, as evidenced by an appropriate order, all affidavits and all relevant evidence obtained by the

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Department in this matter prior to the Commissioner's acceptance, and all allegations contained in the Accusation filed in the Department Case No. H-38265 LA, may be considered by the Department to be true and correct for the purpose of deciding whether to grant re-licensure or reinstatement pursuant to Government Code Section 11522.

- 4. RPM WESTSIDE, INC. freely and voluntarily surrenders all its licenses and license rights under the Real Estate Law.
- 5. A copy of the Commissioner's Criteria of Rehabilitation is attached hereto. If and when a petition application is made for reinstatement of a surrendered license or endorsement, the Real Estate Commissioner will consider as one of the criteria of rehabilitation, whether or not restitution has been made to <u>any person</u> who has suffered monetary losses through "substantially related" acts or omissions of Respondent, whether or not such persons are named in the investigation file in this case.
- 6. RPM WESTSIDE, INC. further agrees to pay the Commissioner's reasonable cost for the audit which led to this action. 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 time to and from the auditor's place of work. RPM WESTSIDE, INC. will pay the audit cost within 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.

7. RPM WESTSIDE, INC. is aware that if RPM WESTSIDE, INC. petitions for reinstatement in the future, payment of the audit costs will be a condition of reinstatement.

> Respondent RPM WESTSIDE INC. By: Edgar Robert Sanchez