1 2	Bureau of Real Estate 320 West 4th Street, Suite 350 Los Angeles, California 90013-1105
3	MAY 1 5 2014
4	(213) 576-6910 <b>BUREAU OF REAL ESTATE</b>
5	By Queroh
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9	BUREAU OF REAL ESTATE
10	STATE OF CALIFORNIA
11	* * * *
12	In the Matter of the Accusation of ) Case No: H-38989 LA OAH No: 2013090241
13	MOIST REALTORS INC and LONNI DEE ) STIPULATION AND
14	GRANLUND, individually, and asAGREEMENTdesignated officer of Moist)Realtors Inc,)
15	Respondents.
16	
17	)
18	It is hereby stipulated by and between Respondents
19	MOIST REALTORS INC and LONNI DEE GRANLUND, represented by Frank
20	M. Buda, Esq., and the Complainant, acting by and through James
21	A. Demus, Counsel for the Bureau of Real Estate, as follows for
22	the purpose of settling and disposing of the Accusation filed on
23	August 6, 2013, in this matter:
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25	1. All issues which were to be contested and all
26	evidence which was to be presented by Complainant and Respondents
27	at a formal hearing on the Accusation, which hearing was to be

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held in accordance with the provisions of the Administrative Procedure Act ("APA"), shall instead and in place thereof be submitted solely on the basis of the provisions of this Stipulation and Agreement ("Stipulation").

2. Respondents have received, read and understand the Statement to Respondent, the Discovery Provisions of the APA and the Accusation filed by the Bureau of Real Estate in this proceeding.

3. Respondents timely filed a Notice of Defense pursuant to Section 11506 of the Government Code for the purpose of requesting a hearing on the allegations in the Accusation. Respondents hereby freely and voluntarily withdraw said Notice of Defense. Respondents acknowledge that they understand that by withdrawing said Notice of Defense they thereby waive the 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 their defense of the allegations in the Accusation and the right to cross-examine witnesses.

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4. This Stipulation is based on the factual allegations contained in the Accusation. In the interest of expedience and economy, Respondents choose not to contest these allegations, but to remain silent and understand that, as a result thereof, these factual allegations, without being admitted or denied, will serve as a prima facie basis for the disciplinary

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action stipulated to herein. The Real Estate Commissioner shall not be required to provide further evidence to prove said factual allegations.

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5. This Stipulation is made for the purpose of reaching an agreed disposition of this proceeding and is expressly limited to this proceeding and any other proceeding or case in which the Bureau of Real Estate ("Bureau"), the state or federal government, or any agency of this state, another state or federal government is a party.

It is understood by the parties that the Real 10 6. 11 Estate Commissioner may adopt this Stipulation as his Decision in 12 this matter thereby imposing the penalty and sanctions on Respondents' real estate licenses and license rights as set forth 13 14 in the "Order" herein below. In the event that the Commissioner 15 in his discretion does not adopt the Stipulation, it shall be void and of no effect and Respondents shall retain the right to a 16 17 hearing and proceeding on the Accusation under the provisions of the APA and shall not be bound by any stipulation or waiver made 18 19 herein.

20 The Order or any subsequent Order of the Real 7. 21 Estate Commissioner made pursuant to this Stipulation shall not 22 constitute an estoppel, merger or bar to any further 23 administrative or civil proceedings by the Bureau of Real Estate 24 with respect to any matters which were not specifically alleged 25 to be causes for Accusation in this proceeding but do constitute 26 a bar, estoppel and merger as to any allegations actually 27

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1 contained in the Accusation against Respondents herein.

8. Respondents understand that by agreeing to this 3 Stipulation, Respondents agree to pay, pursuant to Business and 4 Professions Code Section 10148, the cost of the audit which led to this disciplinary action. The amount of said cost is 5 \$8,073.90. 6

Respondents have received, read, and understand the 9. 8 "Notice Concerning Costs of Subsequent Audit." Respondents further understand that by agreeing to this Stipulation, the findings set forth below in the Determination of Issues become 11 final, and the Commissioner may charge Respondents for the cost of any subsequent audit conducted pursuant to Business and Professions Code Section 10148 to determine if the violations 14have been corrected. The maximum cost of the subsequent audit will not exceed \$8,073.90.

## DETERMINATION OF ISSUES

17 By reason of the foregoing, it is stipulated and agreed 18 that the following determination of issues shall be made:

19 The conduct of MOIST REALTORS INC and LONNI DEE 20 GRANLUND as described in Paragraph 4, hereinabove, is in 21 violation of Business and Professions Code Sections 10145 and 22 10159.5 and provides a basis for discipline of their licenses and 23 license rights pursuant to Business and Professions Code Section  $^{24}$ 10177(d). 25 111

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	1	ORDER
	2	WHEREFORE, THE FOLLOWING ORDER is hereby made:
	3	I.
	4	Α
	5	All licenses and licensing rights of Respondent MOIST
	6	REALTORS INC under the Real Estate Law are suspended for a period
	7	of sixty (60) days from the effective date of this Decision;
	8	provided, however, that sixty (60) days of said suspension, shall
	9	be stayed for two (2) years upon the following terms and
	10	conditions:
	11	1. Respondent shall obey all laws, rules and
	12	regulations governing the rights, duties and responsibilities of
	13	a real estate licensee in the State of California; and
	14	2. That no final subsequent determination be made,
	15	after hearing or upon stipulation that cause for disciplinary
	16	action occurred within two (2) years of the effective date of
	17	this Decision. Should such a determination be made, the
	18	Commissioner may, in his discretion, vacate and set aside the
	19	stay order and reimpose all or a portion of the stayed
	20	suspension. Should no such determination be made, the stay
	21	imposed herein shall become permanent.
	22	В.
	23	
	24	Pursuant to Section 10148 of the Business and
	25	Professions Code, Respondent shall pay the Commissioner's
	26	reasonable cost for: a) the audit which led to this disciplinary
	27	action and b) a subsequent audit to determine if Respondent has
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corrected the trust fund violations found in the Determination 1 2 of Issues. In calculating the amount of the Commissioner's 3 reasonable cost, the Commissioner may use the estimated average 4 hourly salary for all persons performing audits of real estate 5 brokers, and shall include an allocation for travel costs, 6 including mileage, time to and from the auditor's place of work 7 and per diem. Respondent shall pay such costs within 60 days of 8 receiving an invoice from the Commissioner detailing the 9 activities performed during the audit and the amount of time spent performing those activities. The Commissioner shall 10 11 vacate and set aside the stay order, if payment is not timely made as provided for herein, or as provided for in a subsequent 12 13 agreement between the Respondent and the Commissioner. The 14 vacation and the set aside of the stay shall remain in effect until payment is made in full, or until Respondent enters into 15 16 an agreement satisfactory to the Commissioner to provide for 17 payment. 18 II.

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All licenses and licensing rights of Respondent LONNI DEE GRANLUND under the Real Estate Law are suspended for a period of sixty (60) days from the effective date of this Decision; provided, however, that sixty (60) days of said suspension, shall be stayed for two (2) years upon the following terms and conditions:

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Α.

1 Respondent shall obey all laws, rules and 1. regulations governing the rights, duties and responsibilities of a real estate licensee in the State of California; and

2. That no final subsequent determination be made, after hearing or upon stipulation that cause for disciplinary action occurred within two (2) years of the effective date of this Decision. 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.

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Pursuant to Section 10148 of the Business and Professions Code, Respondent shall pay the Commissioner's 15 reasonable cost for: a) the audit which led to this disciplinary 16 action and b) a subsequent audit to determine if Respondent has corrected the trust fund violations found in the Determination In calculating the amount of the Commissioner's of Issues. 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. Respondent shall pay such costs 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. The Commissioner shall

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<sup>1</sup> vacate and set aside the stay order, if payment is not timely <sup>2</sup> made as provided for herein, or as provided for in a subsequent <sup>3</sup> agreement between the Respondent and the Commissioner. The <sup>4</sup> vacation and the set aside of the stay shall remain in effect <sup>5</sup> until payment is made in full, or until Respondent enters into <sup>6</sup> an agreement satisfactory to the Commissioner to provide for <sup>7</sup> payment.

С.

9 All licenses and licensing rights of Respondent LONNI DEE GRANLUND are indefinitely suspended unless or until 10 Respondent provides proof satisfactory to the Commissioner, of 11 12 having taken and successfully completed the continuing education 13 course on trust fund accounting and handling specified in paragraph (3) of subdivision (a) of Section 10170.5 of the 14 15 Business and Professions Code. Proof of satisfaction of this requirement includes evidence that respondent has successfully 16 17 completed the trust fund account and handling continuing education course within 120 days prior to the effective date of 18 the Decision in this matter. 19

21 DATED: <u>3/18/14</u> 22 23

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JAMES

JAMES A. DEMUS, Counsel for the Bureau of Real Estate 1

## EXECUTION OF THE STIPULATION

2 I have read the Stipulation and discussed it with my 3 counsel. Its terms are understood by me and are agreeable and acceptable to me. I understand that I am waiving rights given to 4 me by the California Administrative Procedure Act (including but 5 not limited to Sections 11506, 11508, 11509 and 11513 of the 6 7 Government Code), and I willingly, intelligently and voluntarily 8 waive those rights, including the right of requiring the 9 Commissioner to prove the allegations in the Accusation at a 10 hearing at which I would have the right to cross-examine 11 witnesses against me and to present evidence in defense and 12 mitigation of the charges.

Respondents can signify acceptance and approval of the 13 terms and conditions of this Stipulation by faxing a copy of its 14 signature page, as actually signed by Respondents, to the Bureau 15 16 at the following telephone/fax number: James A. Demus at (213) 17 576-6917. Respondents agree, acknowledge and understand that by 18 electronically sending to the Bureau a fax copy of Respondent's 19 actual signature as it appears on the Stipulation, that receipt 20 of the faxed copy by the Bureau shall be as binding on Respondent 21 as if the Bureau bad received the original signed Stipulation. 22

23 DATED: 3-13-14 24

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LONNT-DEE GRANLUND, as designated

officer of MOIST REALTORS INC

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03/13/2014 1	5:53 818-999-9869	FRANK BUDA ESQ	PAGE 12/12
• • • • • • • • • • • • • •	DATED; <u>3-13-14</u>	LONNI DEE GRANLUND, Responde	Int
4 5 6	DAT'ED: 3-13-14	FRANK M. BUDA Attorney for Respondents	
7		* * * Stipulation and Agreement is hereb as to Respondents MOIST REALTORS IN	
10 11 12	on JUN C 5 2014	2014. EDMAY_14_2014	
13	LI IS SU URDER	(ED ,	
14		Real Estate Commissioner	
15		THA	
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17		JEFFREY MASON	
28		Chief Deputy Commissioner	
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