Bureau of Real Estate 320 West 4th Street, Suite 350 Los Angeles, California 90013

Telephone:

(213) 576-6982

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BEFORE THE BUREAU OF REAL ESTATE

STATE OF CALIFORNIA

* * *

In the Matter of the Accusation of

No. H-39752 LA

REAL ESTATE WEST, INC.; ROBERT

WILLIAM SCHUMANN, as designated
officer of Real Estate West, Inc., and
SUZANNE E. BUTLER,
Respondents.

Respondents.

It is hereby stipulated by and between Respondents REAL ESTATE WEST, INC. ("REWI") and ROBERT WILLIAM SCHUMANN ("SCHUMANN"), individually and as designated officer of Real Estate West, Inc., (collectively "Respondents") both represented by Robert Reamer, Esq., and the Complainant, acting by and through Diane Lee, Counsel for the Bureau of Real Estate, as follows for the purpose of settling and disposing of the Accusation ("Accusation") filed on February 25, 2015, in this matter:

1. All issues which were to be contested and all evidence which were to be presented by Complainant and Respondents REWI and SCHUMANN at a formal hearing on the Accusation, which hearing was to be held in accordance with the provisions of the California Administrative Procedure Act ("APA"), shall instead and in place thereof be submitted solely on

- 2. Respondents REWI and SCHUMANN have received and 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 REWI and SCHUMANN filed Notices of Defense pursuant to California Government Code section 11506 for the purpose of requesting a hearing on the allegations in the Accusation. Respondents REWI and SCHUMANN hereby freely and voluntarily withdraw said Notices of Defense. Respondents REWI and SCHUMANN acknowledge that they understand that by withdrawing said Notices of Defense they 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 Respondents REWI and SCHUMANN will waive other rights afforded to them in connection with the hearing such as the right to present evidence in their defense and the right to cross-examine witnesses.
- 4. This Stipulation is based on the factual allegations contained in the Accusation. In the interest of expedience and economy, Respondents REWI and SCHUMANN 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 action stipulated to herein. The Real Estate Commissioner shall not be required to provide further evidence to prove said factual allegations.
- 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, the state or federal government, or any agency of this state, or another state or federal government is involved.
- 6. It is understood by the parties that the Real Estate Commissioner may adopt this Stipulation as his Decision in this matter thereby imposing the penalties and sanctions on the real estate licenses and license rights of Respondents REWI and SCHUMANN as set forth in the below "Order." In the event that the Commissioner in his discretion does not adopt this

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Stipulation, it shall be void and of no effect, and Respondents REWI and SCHUMANN shall retain the right to a hearing and proceeding on the Accusation under the provisions of the APA and shall not be bound by this Stipulation herein.

- 7. The Order or any subsequent Order of the Real Estate Commissioner made pursuant to this Stipulation herein shall not constitute an estoppel, merger, or bar to any further administrative or civil proceedings by the Bureau of Real Estate with respect to any matters which were not specifically alleged to be causes for Accusation in this proceeding, but do constitute a bar, estoppel, and merger as to any allegations specifically and actually contained in the Accusation against Respondents REWI and SCHUMANN herein.
- 8. Respondents REWI and SCHUMANN understand that by agreeing to this Stipulation, Respondents REWI and SCHUMANN agree to pay, pursuant to California Business and Professions Code section 10106, the cost of the investigation and enforcement. The amount of investigation and enforcement cost is \$1,773.90.
- 9. Respondents REWI and SCHUMANN understand that by agreeing to this Stipulation, Respondents REWI and SCHUMANN agree to pay, pursuant to California Business and Professions Code section 10148, the cost of the audit which led to this disciplinary action. The amount of said cost for the original audit (LA130134) is \$4,816.00.
- 10. Respondents REWI and SCHUMANN understand that by agreeing to this Stipulation, the findings set forth below in the Determination of Issues become final, and the Commissioner may charge Respondents REWI and SCHUMANN for the cost of any subsequent audit conducted pursuant to California Business and Professions Code section 10148 to determine if the violations have been corrected. The maximum cost of the subsequent audit will not exceed \$4,816.00.

DETERMINATION OF ISSUES

	By reason of the foregoing, i	t is stipulated and	agreed that the	following
determination	of issues shall be made:			

The conduct, acts, or omissions of Respondents REAL ESTATE WEST, INC. and ROBERT WILLIAM SCHUMANN, as described in the Accusation and Paragraph 4, above, are in violation of California Business and Professions Code sections 10145, 10140.6(b), 10160, 10176(d), 10177(g), and 10177(h); and Title 10, Chapter 6 of the California Code of Regulations, sections 2725, 2753, 2773, 2831, and 2832(d), and are a basis for discipline of Respondents' license and license rights as violation of the Real Estate Law pursuant to California Business and Professions Code section 10177(d), 10177(f), 10177(g), and 10177(h).

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ORDER

WHEREFORE, THE FOLLOWING ORDER is hereby made:

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following terms and conditions:

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(SUSPENSION)

I.

All licenses and licensing rights of Respondents REAL ESTATE WEST, INC. and ROBERT WILLIAM SCHUMANN under the Real Estate Law are suspended for a period of thirty (30) days, from the effective date of this Decision and Order, provided, however, that: A. Thirty (30) days of said suspension shall be stayed for two (2) years upon the

- 1. Respondents REWI and SCHUMANN shall obey all laws, rules, and 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, which cause for disciplinary action occurred within two (2) years from the effective date of this Decision and 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.

(INVESTIGATION AND ENFORCEMENT COSTS)

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All license and license rights of Respondents REWI and SCHUMANN are indefinitely suspended unless or until Respondents REWI and SCHUMANN, jointly and severally, pay the sum of \$1,773.90 for the Commissioner's reasonable cost for investigation and enforcement which led to this disciplinary action. Liability shall also be joint and several with Suzanne E. Butler if she agrees to a stipulation and that stipulation is adopted by the Commissioner. Said payment shall be in the form of a cashier's check made payable to the Bureau of Real Estate. The investigative and enforcement costs must be delivered to the Bureau of Real Estate, Flag Section at P.O. Box 137013, Sacramento, CA 95813-7013, prior to the effective date of this Decision and Order.

(AUDIT COSTS)

III.

Pursuant to California Business and Professions Code section 10148, Respondents REWI and SCHUMANN, jointly and severally, shall pay the sum of \$4,816.00 for the Commissioner's cost of the audit which led to this disciplinary action. Respondents REWI and SCHUMANN shall pay such cost within sixty (60) days of receiving an invoice therefore from the Commissioner. Payment of audit costs should not be made until Respondents REWI and/or SCHUMANN receives the invoice. If Respondents REWI and SCHUMANN fail to satisfy this condition in a timely manner as provided for herein, Respondents REWI and SCHUMANN's

real estate licenses shall automatically be suspended until payment is made in full, or until a decision providing otherwise is adopted following a hearing held pursuant to this condition.

Pursuant to California Business and Professions Code section 10148, Respondents REWI and SCHUMANN shall pay the Commissioner's reasonable cost, not to exceed \$4,816.00, for an audit to determine if Respondents REWI and SCHUMANN have corrected the violations found in the Determination of Issues. In calculating the amount of the Commissioner's reasonable costs, 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. Respondents REWI and SCHUMANN shall pay such cost within sixty (60) days of receiving an invoice therefore from the Commissioner. Payment of the audit costs should not be made until Respondent(s) receive the invoice. If Respondents REWI and SCHUMANN fail to satisfy this condition in a timely manner as provided for herein, Respondents REWI and SCHUMANN's real estate licenses shall automatically be suspended until payment is made in full, or until a decision providing otherwise is adopted following a hearing held pursuant to this condition.

(PROFESSIONAL RESPONSIBILITY EXAM)

IV.

Respondent SCHUMANN shall, within six (6) months from the effective date of this Decision and Order, take and pass the Professional Responsibility Examination administered by the Bureau of Real Estate including the payment of the appropriate examination fee. If Respondent SCHUMANN fails to satisfy this condition, Respondent SCHUMANN's real estate license shall automatically be suspended until Respondent SCHUMANN passes the examination.

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DATED: 03/10/2016

DANE LEE, Counsel for Bureau of Real Estate

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EXECUTION OF THE STIPULATION

I, ROBERT WILLIAM SCHUMANN, individually and as designated officer of Real Estate West, Inc., have read the Stipulation and discussed it with my attorney, Robert Reamer, Esq. Its terms are understood by me, and are agreeable and acceptable to me and REAL ESTATE WEST, INC. I understand that I am waiving rights given to me and REAL ESTATE WEST, INC. by the California APA (including, but not limited to, California Government Code sections 11506, 11508, 11509, and 11513), and I, individually and as designated officer of Real Estate West, Inc., willingly, intelligently, and voluntarily waive those rights, including, but not limited to, the right of requiring the Commissioner to prove the allegations in the Accusation at a hearing at which I, individually and as designated officer of Real Estate West, Inc., would have the right to cross-examine witnesses against me and REAL ESTATE WEST, INC. and to present evidence in defense and mitigation of the charges.

MAILING AND FACSIMILE

Respondents REWI and SCHUMANN (1) shall <u>mail</u> the original signed signature page of this Stipulation herein to Bureau of Real Estate, Attention: Legal Section – Diane Lee, 320 West Fourth Street, Suite 350, Los Angeles, California 90013-1105. Respondents REWI and SCHUMANN shall also (2) <u>facsimile</u> a copy of signed signature page, to the Bureau of Real Estate at the following telephone/fax number: (213) 576-6917, Attention: Diane Lee.

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A facsimile constitutes acceptance and approval of the terms and conditions of 1 this Stipulation. Respondents REWI and SCHUMANN agree, acknowledge, and understand that 2 by electronically sending to the Bureau of Real Estate a facsimile copy of the actual signatures of 3 Respondents REWI and SCHUMANN as it appear on the Stipulation that receipt of the facsimile 4 copy by the Bureau of Real Estate shall be as binding on Respondents REWI and SCHUMANN 5 as if the Bureau of Real Estate had received the original signed Stipulation. 6 7 DATED: 3-7-16 are the the ROBERT WILLIAM SCHUMANN, individually 9 and as designated officer of Real Estate West, Inc. 10 11 ROBERT REAMER, ESQ. 12 Attorney for Respondents REAL ESTATE WEST. INC. and ROBERT WILLIAM SCHUMANN 13 14 15 The foregoing Stipulation and Agreement is hereby adopted as my Decision as to Respondents REAL ESTATE WEST, INC. and ROBERT WILLIAM SCHUMANN, and shall 16 17 become effective at 12 o'clock noon on The state of the s 18 19 IT IS SO ORDERED ______. 2016. 20 WAYNE S. BELL REAL ESTATE COMMISSIONER 21 22 23 24 25

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6	as if the Bureau of Real Estate had received the original signed Stipulation.				
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8	DATED:				
9	ROBERT WILLIAM SCHUMANN, individually and as designated officer of Real Estate West, Inc.				
ιo	distribution of Real Estate (105t, file.				
1.1	DATED:				
12	ROBERT REAMER, ESQ. Attorney for Respondents REAL ESTATE WEST,				
13	INC. and ROBERT WILLIAM SCHUMANN				
۱4	* * *				
L5	The foregoing Stipulation and Agreement is hereby adopted as my Decision as to				
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۱7	become effective at 12 o'clock noon on				
L8					
19	IT IS SO ORDERED MUTCH 78, 2016.				
20	WAYNE S. BELL				
21	REAL ESTATE COMMISSIONER				
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24	By: JEFFREY MASON				
25	Chief Deputy Commissioner				
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