5/ 2/05 22:46; Received: 9162279458 -> LAW OFFICES OF ROBERT E. MUIR; Page 2 05/03/2005 09:49 FAX 9162279458 DRE LEGAL/RECOVERY 2 002/007 1 2 DEPARTMENT OF REAL ESTATE 3 Enno Mh 4 5 6 7 BEFORE THE DEPARTMENT OF REAL ESTATE 9 STATE OF CALIFORNIA 9 10 In the Matter of the Accusation of No. H-1771 11 FR 12 REMAX DIRECT, INC., JAN KAREN STIPULATION AND RYAN, and RYAN HARDESTY, AGREEMENT 13 Respondents. 14 15 It is hereby stipulated by and between REMAX DIRECT, INC., JAN KAREN RYAN, and RYAN HARDESTY (hereafter Respondents) 16 17 and their attorney, Robert E. Muir, and the Complainant, acting 18 by and through Truly Sughrue, Counsel for the Department of Real Estate, as follows for the purpose of settling and 19 20 disposing the Accusation filed on April 12, 2005 in this 21 matter: 22 1. All issues which were to be contested and all 23 evidence which was to be presented by Complainant and Respondents 24 at a formal hearing on the Accusation, which hearing was to be 25 held in accordance with the provisions of the Administrative 26 Procedure Act (APA), shall instead and in place thereof be 27 1 -

submitted solely on the basis of the provisions of this
 Stipulation and Agreement.

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

6 3. On April 27, 2005, Respondents filed a Notice of 7 Defense pursuant to Section 11505 of the Government Code for the θ purpose of requesting a hearing on the allegations in the 9 Accusation. Respondents hereby freely and voluntarily withdraw said Notice of Defense. Respondents acknowledge that they 10 11 understand that by withdrawing said Notice of Defense they will 12 thereby waive their rights to require the Commissioner to prove 13 the allegations in the Accusation at a contested hearing held in 14 accordance with the provisions of the APA, and that they will 15 waive other rights afforded to him in connection with the hearing 16 such as the right to present evidence in defense of the 17 allegations in the Accusation and the right to cross-examine 18 witnesses.

4. Respondents, pursuant to the limitations set forth
below, hereby admit that the factual allegations pertaining to
them in Paragraphs I through VI of the Accusation filed in this
proceeding are true and correct and the Real Estate Commissioner
shall not be required to provide further evidence of such
allegations.

²⁵ 5. Without admitting the truth of the allegations
²⁶ contained in the remaining Paragraphs of the Accusation,
²⁷ Respondents stipulate that they will not interpose a defense

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This Stipulation is based on the factual allegations thereto. 1 contained in the Accusation. In the interests of expedience and 2 economy, Respondents choose not to contest the allegations, but Э to remain silent, and understand that, as a result thereof, these 4 factual allegations, without being admitted or denied, will serve 5 as a basis for the disciplinary action stipulated to herein. The . 6 Real Estate Commissioner shall not be required to provide further 7 evidence to prove said factual allegations. θ

6. The Order or any subsequent Order of the Real
Estate Commissioner made pursuant to this Stipulation and
Agreement 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.

DETERMINATION OF ISSUES

By reason of the foregoing stipulations and waivers and 18 solely for the purpose of settlement of the pending Accusation 19 without a hearing, it is stipulated and agreed that the facts 20 alleged above are grounds for the suspension or revocation of the 21 22 licenses and license rights of Respondent RYAN HADESTY under Section 10130 of the Code, as to Respondent JAN KAREN RYAN under 23 Sections 10137, 10177(g), 10177(h) and 10159.2 of the Code and, 24 as to Respondent REMAX DIRECT INC. under Section 10137 of the 25 Code all in conjunction with Section 10177(d) of the Code. 26 27

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ORDER

I

All licenses and licensing rights of Respondents REMAX 3 DIRECT, INC., JAN KAREN RYAN, and RYAN HARDESTY under the Real 4 Estate Law are suspended for a period of thirty (30) days from 5 the effective date of this Order; provided, however, Thirty (30) б days of said suspension shall be stayed, as to each Respondent 7 individually, upon the condition that each Respondent petition 8 pursuant to Section 10175.2 of the Business and Professions Code 9 and each pays a monetary penalty pursuant to Section 10175.2 of 10 the Business and Professions Code at a rate of \$150 for each day 11 of the suspension for a total monetary penalty of \$4,500 for each 12 13 Respondent: Said payment shall be in the form of a cashier's check 14 Α. or certified check made payable to the Recovery Account of 15 the Real Estate Fund. Said check must be delivered to the 16

the Real Estate Fund. Said check must be delivered to the Department prior to the effective date of the Order in this matter.

B. No further cause for disciplinary action against the
Real Estate licenses of said Respondent occurs within two
(2) years from the effective date of the decision in this
matter.

C. If any Respondent fails to pay the monetary penalty as
provided above prior to the effective date of this Order,
the stay of the suspension shall be vacated as to that
Respondent and the order of suspension shall be immediately
executed, under this Paragraph 2 of this Order, in which

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event the said Respondent shall not be entitled to any 1 repayment nor credit, prorated or otherwise, for the money 2 paid to the Department under the terms of this Order. Э If said Respondents pay the monetary penalty and any 4 D. other moneys due under this Stipulation and Agreement and if 5 no further cause for disciplinary action against the real 6 estate licenses of said Respondents occurs within two (2) 7 years from the effective date of this Order, the entire stay 8 hereby granted under Paragraphs 1 and 2 of this Order, as to 9 10 said Respondents only, shall become permanent. 11 SUGHRUE 12 TED Counsel for Complainant 13 14 I have read the Stipulation and Agreement, have 15 discussed it with my counsel, and its terms are understood by me 16 and are agreeable and acceptable to me. I understand that I am 17 waiving rights given to me by the California Administrative 18 Procedure Act (including but not limited to Sections 11506, 19 11508, 11509, and 11513 of the Government Code), and I willingly, 20 intelligently, and voluntarily waive those rights, including the 21 right of requiring the Commissioner to prove the allegations in 22 the First Amended Accusation at a hearing at which I would have 23 the right to cross-examine witnesses against me and to present 24 evidence in defense and mitigation of the charges. 25 26 27 - 5 -

Received: 5/ 2/05 22:47; 9162279458 -> LAW OFFICES OF ROBERT E. MUIR; Page 7 -05/03/2005 09:50 FAX 9162279458 DRE LEGAL/RECOVERY Ø 007/007 Remas Direct & 5-9-00 1 KEMAX DIRECT. DATED Respondent 2 3 - 9-00 4 JAN KAREN RYAN DATED 5 Respondent 6 10-05 7 DATED RYAN/HARDESTY 8 Respondent 9 10 I have reviewed the Stipulation and Agreement as to 11 form and content and have advised my clients accordingly. 12 a... DATED: 5-11-05 13 ROBERT E. MUIR 14 Attorney for Respondents 15 16 The foregoing Stipulation and Agreement is hereby adopted as my Decision and shall become effective at 12 o'clock 17 JUNE 20 18 2005. noon on 19 5-51-05 2005. IT IS SO ORDERED 20 21 JEFF DAVI Real estate Commissioner 22 23 M 24 25 26 27 6 -

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1 2 3 4	TRULY SUGHRUE, Counsel State Bar No. 223266 Department of Real Estate P.O. Box 187007 Sacramento, CA 95818-7007 Telephone: (916) 227-0781
5 6 7	Telephone: (916) 227-0781 By Anne Murry
8	BEFORE THE DEPARTMENT OF REAL ESTATE
9	STATE OF CALIFORNIA
10	* * *
11	In the Matter of the Accusation of) No. H-1771 FR
12	REMAX DIRECT, INC., JAN KAREN) <u>ACCUSATION</u>
13	RYAN, AND RYAN HARDESTY,)
14	Respondent.
15	The Complainant, J. CHRIS GRAVES, a Deputy Real Estate
16	Commissioner of the State of California, for cause of Accusation
17	against REMAX DIRECT, INC., JAN KAREN RYAN, AND RYAN HARDESTY
18	(hereinafter "Respondents"), are informed and alleges as follows:
19	I .
20 21	The Complainant, J. CHRIS GRAVES, a Deputy Real Estate
21	Commissioner of the State of California, makes this Accusation in
22	his official capacity.
23	II
23	Respondents are presently licensed and/or has license
26	rights under the Real Estate Law, Part 1 of Division 4 of the
27	Business and Professions Code ("Code").
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At all times herein mentioned, REMAX DIRECT INC., 2 (hereafter REMAX) was and is licensed by the State of California 3 Department of Real Estate (hereafter Department) as a real estate 4 broker corporation. 5 IV 6 7 At all times herein mentioned, Respondent JAN KAREN 8 RYAN, (hereafter RYAN) was and is licensed by the Department 9 individually and as the designated broker officer of REMAX. As 10 said designated officer-broker, RYAN was and now is responsible 11 pursuant to Section 10159.2 of the Code for the supervision of 12 the activities of the officers, agents, real estate licensees and 13 employees of REMAX for which a license is required. 14 v 15 On October 25, 2004, the Department issued a license to 16 Respondent RYAN HARDESTY (hereinafter HARDESTY) as a real estate 17 salesperson. HARDESTY was never licensed by the Department either 18 as a real estate broker or as a real estate salesperson prior to 19 October 25, 2004. 20 VI 21 At all times herein mentioned, Respondents engaged in 22 the business of, acted in the capacity of, advertised and assumed 23 to act as real estate brokers in the State of California within 24 the meaning of Section 10131(a) of the Code, including the 25 operation and conduct of a real estate resale brokerage with the 26 public wherein, on behalf of others, for compensation or in 27 - 2 -

expectation of compensation, Respondents sold and offered to 1 sell, bought and offered to buy, solicited prospective sellers 2 and purchasers of, solicited and obtained listings of, and 3 negotiated the purchase and sale of real property. 4 VII 5 At all times mentioned herein beginning on or about б July 2004, REMAX and RYAN employed and compensated HARDESTY to 7 perform the acts and conduct the activities described in 8 Paragraph VI, above, including but not limited to the activities 9 described in Paragraph VIII, below. 10 VIII 11 Beginning on or about July 2004, in the course of the 12 activities and employment described in Paragraphs VI and VII, 13 above, HARDESTY, acting for and on behalf of another or others, 14 for or in expectation of compensation, negotiated and arranged 15 the purchase and sale of real property, including but not limited 16 to the real property located at 16142 Watt Way, Ramona, 17 California. 18 IX 19 In acting as described above, HARDESTY violated Section 20 10130 of the Code, and REMAX and RYAN violated Section 10137 of 21 the Code. 22 Х 23 At all times mentioned herein, RYAN failed to exercise 24 reasonable supervision over the acts of REMAX and its agents and 25 employees in such a manner as to allow the acts and omissions on 26 the part of REMAX and HARDESTY, described above, to occur. 27

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The facts alleged above are grounds for the suspension or revocation of the licenses and license rights of Respondents under the following provisions of the Code:

(a) As to Respondents REMAX and RYAN under Section 10137 the Code in conjunction with Section 10177(d) of the Code;

(b) As to Respondent HARDESTY under Section 10130 the Code in conjunction with Section 10177(d) of the Code;

(c) As to Respondent RYAN under Section 10177(g) and/or Section 10177(h) of the Code and Section 10159.2 of the Code in conjunction with Section 10177(d) of the Code.

WHEREFORE, Complainant prays that a hearing be conducted on the allegations of this Accusation and that upon proof thereof, a decision be rendered imposing disciplinary action against all licenses and license rights of Respondents under the Real Estate Law (Part 1 of Division 4 of the Business and Professions Code), and for such other and further relief as may be proper under other provisions of law.

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J./CHRIS GRAVES Deputy Real Estate Commissioner

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Dated at San Diego, California, this X day of 2005

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