

JUN 23 2022
DEPT. OF REAL ESTATE

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

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BEFORE THE DEPARTMENT OF REAL ESTATE
STATE OF CALIFORNIA

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In the Matter of the Accusation of ) No. H-

CARI ANN DROLET;

WEST RESIDENTIAL, INC. formerly The Edgar Fine Group, Inc.; and

MICHAEL EDGAR WEST, individually and as designated officer of West Residential, Inc.,

Respondents.

No. H-05217 SD

STIPULATION AND AGREEMENT FOR WEST RESIDENTIAL, INC. AND MICHAEL EDGAR WEST

It is hereby stipulated by and between Respondents WEST RESIDENTIAL, INC. ("WRI") and MICHAEL EDGAR WEST ("WEST"), individually and as designated officer of West Residential, Inc., both represented by Melissa N. Engle, Esq., and the Complainant, acting by and through Diane Lee, Counsel for the Department of Real Estate, as follows for the purpose of settling and disposing of the First Amended Accusation filed on November 24, 2021, in this matter:

1. All issues which were to be contested and all evidence which were to be presented by Complainant and Respondents WRI and WEST at a formal hearing on the First

Amended 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 the basis of the provisions of this Stipulation and Agreement (Stipulation").

- 2. Respondents WRI and WEST have received and read, and understand the Statement to Respondent, the Discovery Provisions of the APA, and the First Amended Accusation filed by the Department of Real Estate in this proceeding.
- 3. Respondents WRI and WEST filed Notices of Defense pursuant to California Government Code section 11506 for the purpose of requesting a hearing on the allegations in the First Amended Accusation. Respondents WRI and WEST hereby freely and voluntarily withdraw said Notices of Defense. Respondents WRI and WEST 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 First Amended Accusation at a contested hearing held in accordance with the provisions of the APA and that Respondents WRI and WEST 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 First Amended Accusation. In the interest of expedience and economy, Respondents WRI and WEST choose not to contest these allegations, and understand that, as a result thereof, these factual allegations 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. 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 WRI and WEST as set forth in the below "Order." In the event that the Commissioner in his discretion does not adopt this Stipulation, it shall be void and of no effect, and Respondents WRI and WEST shall retain the

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right to a hearing and proceeding on the First Amended Accusation under the provisions of the APA and shall not be bound by this Stipulation herein.

6. 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 Department of Real Estate with respect to any matters which were not specifically alleged to be causes for First Amended Accusation in this proceeding, but do constitute a bar, estoppel, and merger as to any allegations specifically and actually contained in the First Amended Accusation against Respondents WRI and WEST herein.

7. Respondents WRI and WEST understand that by agreeing to this Stipulation, Respondents WRI and WEST 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 \$2,853.50.

#### **DETERMINATION OF ISSUES**

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

The conduct, acts, or omissions of Respondents WEST RESIDENTIAL, INC. and MICHAEL EDGAR WEST, as described in the First Amended Accusation and Paragraph 4, above, are a basis for discipline of Respondent WRI's and WEST's licenses and license rights pursuant to California Business and Professions Code sections Code sections 10177(g) and 10177(h) and Title 10, Chapter 6 of the California Code of Regulations, section 2725.

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## **ORDER**

WHEREFORE, THE FOLLOWING ORDER is hereby made:

(WEST RESIDENTIAL, INC.: SUSPENSION)

I.

All licenses and licensing rights of Respondent WRI under the Real Estate Law are suspended for a period of one hundred (100) days from the effective date of this Decision:

- A. Provided, however, that the initial fifty (50) days of said suspension shall be stayed upon condition that:
- 1. Respondent WRI pays a monetary penalty pursuant to California Business and Professions Code section 10175.2 at the rate of \$50.00 per day for a monetary penalty of \$2,500.00 total.
- 2. Said payment shall be in the form of a cashier's check or certified check made payable to the Recovery Account of the Real Estate Fund. Said check must be received by the Department of Real Estate prior to the effective date of the Decision in this matter.
- 3. No further cause for disciplinary action against the real estate license of Respondent WRI occurs within three (3) years from the effective date of the Decision in this matter.
- 4. If Respondent WRI fails to pay the monetary penalty in accordance with the terms of the Decision, the Commissioner may, without a hearing, order the immediate execution of all or any part of the stayed suspension, in which event Respondent WRI shall not be entitled to any repayment nor credit, prorated or otherwise, for money paid to the Department of Real Estate under the terms of this Decision.
- 5. If Respondent WRI pays the monetary penalty and if no further cause for disciplinary action against the real estate license of Respondent WRI occurs within three (3) years from the effective date of the Decision, the stay hereby granted shall become permanent.
  - B. The remaining fifty (50) days of the one hundred (100) day suspension shall

be stayed for three (3) years upon the following terms and conditions:

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

ii. That no final subsequent determination be made after hearing or upon stipulation, that cause for disciplinary action occurred within three (3) years from 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 re-impose all or a portion of the stayed suspension. Should no such determination be made, the stay imposed herein shall become permanent.

### (MICHAEL EDGAR WEST: SUSPENSION)

11.

All licenses and licensing rights of Respondent WEST under the Real Estate Law are suspended for a period of one hundred (100) days from the effective date of this Decision:

- A. Provided, however, that the initial fifty (50) days of said suspension shall be stayed upon condition that:
- 1. Respondent WEST pays a monetary penalty pursuant to California Business and Professions Code section 10175.2 at the rate of \$50.00 per day for a monetary penalty of \$2,500.00 total.
- 2. Said payment shall be in the form of a cashier's check or certified check made payable to the Recovery Account of the Real Estate Fund. Said check must be received by the Department of Real Estate prior to the effective date of the Decision in this matter.
- 3. No further cause for disciplinary action against the real estate license of Respondent WEST occurs within three (3) years from the effective date of the Decision in this matter.
- 4. If Respondent WEST fails to pay the monetary penalty in accordance with the terms of the Decision, the Commissioner may, without a hearing, order the immediate execution

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 of all or any part of the stayed suspension, in which event Respondent WEST shall not be entitled to any repayment nor credit, prorated or otherwise, for money paid to the Department of Real Estate under the terms of this Decision.

- 5. If Respondent WEST pays the monetary penalty and if no further cause for disciplinary action against the real estate license of Respondent WEST occurs within three (3) years from the effective date of the Decision, the stay hereby granted shall become permanent.
- B. The remaining fifty (50) days of the one hundred (100) day suspension shall be stayed for three (3) years upon the following terms and conditions:
- i. Respondent WEST shall obey all laws, rules, and regulations governing the rights, duties, and responsibilities of a real estate licensee in the State of California; and
- ii. That no final subsequent determination be made after hearing or upon stipulation, that cause for disciplinary action occurred within three (3) years from 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 re-impose all or a portion of the stayed suspension. Should no such determination be made, the stay imposed herein shall become permanent.

(WRI AND WEST: INVESTIGATION AND ENFORCEMENT COSTS)

III.

Respondents WRI and WEST shall, within thirty (30) days from the effective date of this Decision and Order, pay the sum of \$2,853.50 with joint and several liability for the Commissioner's reasonable cost for investigation and enforcement which led to this disciplinary action. Said payment shall be in the form of a cashier's check made payable to the Department of Real Estate. The investigative and enforcement costs must be delivered to the Department of Real Estate, Flag Section at P.O. Box 137013, Sacramento, CA 95813-7013, within thirty (30) days from the effective date of this Decision and Order. If the costs of investigation and enforcement are not paid within thirty (30) days from the effective date of this Decision and

Order, the licenses and license rights of Respondents WRI and WEST shall automatically be suspended until full payment is made.

DATED: 05/04/2022

**EXECUTION OF THE STIPULATION** 

Residential, Inc., have read the Stipulation and discussed it with our attorney, Melissa N. Engle,

Esq. Its terms are understood by me and West Residential, Inc., and are agreeable and

given to me and West Residential, Inc. by the California APA (including, but not limited to.

as designated officer of West Residential, 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 First Amended Accusation at a hearing at which West Residential, Inc. and I

would have the right to cross-examine witnesses against me and West Residential, Inc. and to

present evidence in defense and mitigation of the charges.

California Government Code sections 11506, 11508, 11509, and 11513), and I, individually and

acceptable to me and West Residential, Inc. I understand that I am waiving rights

I, MICHAEL EDGAR WEST, individually and as designated officer of West

Counsel for Department of Real Estate

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MAILING AND E-MAIL

Respondents WRI and WEST shall mail the original signed signature page of this Stipulation herein to Department of Real Estate, Attention: Legal Section – Diane Lee, 320 West Fourth Street, Suite 350, Los Angeles, California 90013-1105.

In the event of time constraints before an administrative hearing, Respondents WRI and WEST can signify acceptance and approval of the terms and conditions of this Stipulation and Agreement by emailing a scanned copy of the signature page, as actually signed

by Respondents WRI and WEST, to the Department counsel assigned to this case. Respondents 1 WRI and WEST agree, acknowledge, and understand that by electronically sending the 2 Department a scan of Respondents WRI's and WEST's actual signatures as they appear on the 3 Stipulation and Agreement that receipt of the scan by the Department shall be binding 4 on Respondents WRI and WEST as if the Department had received the original signed 5 Stipulation. 6 Respondents WRI's and WEST's signatures below constitute acceptance and 7 approval of the terms and conditions of this Stipulation. Respondents WRI and WEST agree, 8 acknowledge, and understand that by signing this Stipulation, Respondents WRI and WEST 9 are bound by its terms as of the date of such signatures and that this agreement is not subject to 10 rescission or amendment at a later date except by a separate Decision and Order of the Real 11 Estate Commissioner. 12 13 14 WEST RESIDENTIAL, INC., by Michael Edgar West, 15 designated officer of West Residential, Inc. 16 17 MICHAEL EDGAR WEST, individually and as designated 18 officer of West Residential, Inc. 19 20 MELISSA N. ENGLE, ESQ., 21 Attorney for Respondents WEST RESIDENTIAL, INC. and MICHAEL EDGAR WEST (and Cari Ann Drolet) 22 23 24 ///

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> DOUGLAS R. McCAULEY REAL ESTATE COMMISSIONER

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