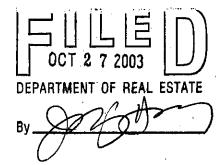
Department of Real Estate 320 West 4th Street, Suite 350 Los Angeles, CA 90013-1105

Telephone: (213) 576-6982



# DEPARTMENT OF REAL ESTATE STATE OF CALIFORNIA

In the Matter of the Application of

GERARD VERKUYLEN,

STIPULATION AND
WAIVER

Respondent

Respondent

It is hereby stipulated by and between GERARD VERKUYLEN (hereinafter "Respondent") and Respondent's attorney, JOZEF G. MAGYAR, and the Complainant, acting by and through MARY E. WORK, Counsel for the Department of Real Estate, as follows for the purpose of settling and disposing of the Statement of Issues filed on August 27, 2003 in this matter:

Respondent acknowledges that Respondent has received and read the Statement of Issues and the Statement to Respondent filed by the Department of Real Estate in connection with Respondent's application for a real estate salesperson license. Respondent understands that the Real Estate Commissioner may hold a hearing on this Statement of Issues for the purpose of requiring further proof of Respondent's honesty and truthfulness and to prove other allegations therein, or that she may in her discretion waive the hearing and grant Respondent a restricted real estate salesperson license based upon this Stipulation and Waiver. Respondent also understands that by filing the Statement of Issues in this matter the Real Estate Commissioner is shifting the burden to Respondent to make a satisfactory showing that Respondent meets all the requirements for issuance of a real estate salesperson license. Respondent further understands that by

RE 511C (New 7/03) entering into this stipulation and waiver, Respondent will be stipulating that the Real Estate Commissioner has found that Respondent has failed to make such a showing, thereby justifying the denial of the issuance to Respondent of an unrestricted real estate salesperson license.

Respondent hereby admits that the allegations of the Statement of Issues filed against Respondent are true and correct and requests that the Real Estate Commissioner in her discretion issue a restricted real estate salesperson license to Respondent under the authority of Section 10156.5 of the Business and Professions Code.

Respondent is aware that by signing this Stipulation and Waiver, Respondent is waiving Respondent's right to a hearing and the opportunity to present evidence at the hearing to establish Respondent's rehabilitation in order to obtain an unrestricted real estate salesperson license if this Stipulation and Waiver is accepted by the Real Estate Commissioner. However, Respondent is not waiving Respondent's right to a hearing and to further proceedings to obtain a restricted or unrestricted license if this Stipulation and Waiver is not accepted by the Commissioner.

Respondent further understands that the following conditions, limitations, and restrictions will attach to a restricted license issued by the Department of Real Estate pursuant hereto:

- 1. The license shall not confer any property right in the privileges to be exercised including the right of renewal, and the Real Estate Commissioner may by appropriate order suspend the right to exercise any privileges granted under this restricted license in the event of:
  - a. The conviction of Respondent (including a plea of nolo contendere) to a crime which bears
    a substantial relationship to Respondent's fitness or capacity as a real estate licensee; or
  - b. The receipt of evidence that Respondent has violated provisions of the California Real

    Estate Law, the Subdivided Lands Law, Regulations of the Real Estate Commissioner or
    conditions attaching to this restricted license.
- 2. Respondent shall not be eligible to apply for the issuance of an unrestricted real estate license nor the removal of any of the conditions, limitations, or restrictions attaching to the restricted license until two years have elapsed from the date of issuance of the restricted license to Respondent.

3.	With the application for license, or with the application for transfer to a new employing broker,					
	Respondent shall submit a statement signed by the prospective employing broker on a form					
	approved by the Department of Real Estate wherein the employing broker shall certify as					
	follows:					

- a. That broker has read the Statement of Issues which is the basis for the issuance of the restricted license; and
- b. That broker will carefully review all transaction documents prepared by the restricted licensee and otherwise exercise close supervision over the licensee's performance of acts for which a license is required.

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MARY E. WORK, Counsel, Department of Real Estate

I have read the Stipulation and Waiver, have discussed it with my counsel, and its terms are understood by me and are agreeable and acceptable to me. I understand that I am waiving rights given to me by the California Administrative Procedure Act (including but not limited to Sections 11506, 11508, 11509, and 11513 of the Government Code), and I willingly, intelligently, and voluntarily waive those rights,

including the right of a hearing on the Statement of Issues at which I would have the right to cross-examine

witnesses against me and to present evidence in defense and mitigation of the charges.

I have reviewed the Stipulation and Waiver as to form and content and have advised my client accordingly.

**RE 511C** 

(New 7/03)

I have read the Statement of Issues filed herein and the foregoing Stipulation and Waiver signed by Respondent. I am satisfied that the hearing for the purpose of requiring further proof as to the honesty and truthfulness of Respondent need not be called and that it will not be inimical to the public interest to issue a restricted real estate salesperson license to Respondent.

Therefore, IT IS HEREBY ORDERED that a restricted real estate salesperson license be issued to Respondent, if Respondent has otherwise fulfilled all of the statutory requirements for licensure. The restricted license shall be limited, conditioned, and restricted as specified in the foregoing Stipulation and Waiver.

This Order is effective immediately,

IT IS SO ORDERED.

Paula Reddish Zinnemann Real Estate Commissioner dela.

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MARY E. WORK, Counsel SBN 175887 Department of Real Estate 320 West 4<sup>th</sup> Street, Suite 350 Los Angeles, CA 90013-1105

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AUG 27 2003

DEPARTMENT OF REAL ESTATE

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## BEFORE THE DEPARTMENT OF REAL ESTATE

#### STATE OF CALIFORNIA

In the Matter of the Application of GERARD VERKUYLEN,

No. H-30292LA

STATEMENT OF ISSUES

Respondent.

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The Complainant, Maria Suarez, a Deputy Real Estate

Commissioner of the State of California, for cause of Statement

of Issues against GERARD VERKUYLEN (hereinafter "Respondent"), is

informed and alleges as follows:

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The Complainant, Maria Suarez, a Deputy Real Estate

Commissioner of the State of California, makes this Statement of

Issues against Respondent in her official capacity.

II

Respondent made application to the Department of Real Estate of the State of California (hereinafter "Department") for a real estate salesperson license on or about July 8, 2002.

### FIRST CAUSE OF ACTION (CRIMINAL CONVICTIONS)

III

On or about April 1, 1993, in the United States

District Court, Eastern District of Wisconsin, in Case No. 92-CR141, Respondent, upon his plea of guilty, was convicted of

violating U.S. Title 21:841(a)(1) & 846; 18:2 (Knowingly and

Intentionally Conspire to Possess w/Intent to Distribute

Cocaine), felonies involving moral turpitude that are

substantially related under Section 2910, Title 10, Chapter 6,

California Code of Regulations to the qualifications, functions

and duties of a real estate licensee.

IV

On or about December 11, 1984, before the State of Wisconsin Circuit Court, Outagamie, in Case No. 81-CF-127, Respondent, upon his plea of no contest, was convicted of violating Wisconsin Statute 161.41(3) (Possession of a Noncontrolled Substance), a misdemeanor crime that is substantially related under Section 2910, Title 10, Chapter 6, California Code of Regulations to the qualifications, functions or duties of a real estate licensee.

V

The crimes that Respondent has been convicted of, as set forth above, constitute grounds for denial of Respondent's application for a real estate license under Sections 475(a)(2), 480(a)(1) and/or 10177(b) of the Code.

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#### SECOND CAUSE OF ACTION (FAILURE TO REVEAL CONVICTION)

VI

In response to Question 25 of the above-described application, to wit: "HAVE YOU EVER BEEN CONVICTED OF ANY VIOLATION OF LAW? CONVICTIONS EXPUNGED UNDER PENAL CODE SECTION 1203.4 MUST BE DISCLOSED. HOWEVER, YOU MAY OMIT MINOR TRAFFIC CITATIONS WHICH DO NOT CONSTITUTE A MISDEMEANOR OR FELONY OFFENSE." Respondent answered "Yes," and listed information about only one conviction, the matter described above in Paragraph III.

VII

Respondent's failure to reveal the conviction set forth above in Paragraph IV, said application, constitutes the attempted procurement of a real estate license by misrepresentation, fraud, or deceit or by making a material misstatement of fact in said application, or by knowingly making a false statement of fact required to be revealed in said application, which is grounds for denial of the issuance of a license under Section 475(a)(1) and 480(c) of the Code.

#### PRIOR DENIAL OF APPLICATION AND AGGRAVATING FACTORS

On or about April 12, 2000, Respondent made application to the Department for a real estate salesperson license.

Statement of Issues Case No. H-28874 LA was filed in response to said application and a hearing on the application was held on March 7, 2001. Effective May 29, 2001, the Real Estate

Commissioner issued a Decision adopting the Proposed Decision

issued in said matter. The Decision denied Respondent's application based on Business and Professions Codes Sections 480(a)(1),(2) and (3) and 10177(b). The fact that Respondent has a second criminal conviction, that is the matter described above in Paragraph IV, was discussed in the Decision adopted by the Commissioner. Respondent was made aware of the second conviction yet failed to reveal it in the pending application.

The Statement of Issues is brought under the provisions of Section 10100, Division 4 of the Business and Profession Code of the State of California and Sections 11500 through 11529 of the Government Code.

WHEREFORE, Complainant prays that the above entitled matter be set for hearing and, upon proof of the charges contained herein, that the Commissioner refuse to authorize the issuance of, and deny the issuance of, a real estate salesperson license to Respondent, GERARD VERKUYLEN, and for such other and further relief as may be proper under other provisions of law.

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Maria Suarez Deputy Real Estate Commissioner

Dated at Los Angeles, California

this day of August, 2003.

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cc: Gerard Verkuylen

Taylor Morgan, Inc./ Valerie J. Rye

Maria Suarez

SACTO AE