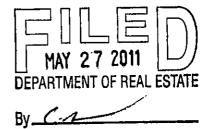
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Department of Real Estate 320 West Fourth St. #350 Los Angeles, CA 90013

(213) 576-6982



## BEFORE THE DEPARTMENT OF REAL ESTATE

#### STATE OF CALIFORNIA

To:

LAWRENCE SHEPHERD and

YOLANDA SHEPHERD,

both doing business as

Redrock Property Management.

(B&P Code Section 10086)

The Real Estate Commissioner of the State of California ("Commissioner") has caused an investigation to be made of the activities of LAWRENCE SHEPHERD and YOLANDA SHEPHERD, both doing business as Redrock Property Management. Based on that investigation, the Commissioner has determined that LAWRENCE SHEPHERD and YOLANDA SHEPHERD have engaged in, are engaging in, and/or are attempting to engage in, acts or practices constituting violations of the California Business and Professions Code ("Code"). Such practices include acting in the capacity of, advertising, or assuming to act as a real estate broker in the State of California within the meaning of Code Section 10131(b) (leasing, renting, negotiating leases, offering to lease or rent, soliciting listings of places for rent, or collecting rents from real property on behalf of another or others). Based on that investigation, the Commissioner hereby issues the following Findings of Fact, Conclusions of

Law, and Desist and Refrain Order under the authority of Section 10086 of the Code.

### FINDINGS OF FACT

- 1. LAWRENCE SHEPHERD ("L. SHEPHERD"), is not now, and has never been, licensed by the Department of Real Estate of the State of California ("Department") as a real estate broker or as a salesperson employed by a real estate broker.
- 2. YOLANDA SHEPHERD ("Y. SHEPHERD"), is not now, and has never been, licensed by the Department as a real estate broker or as a salesperson employed by a real estate broker.
- 3. On or about August 8, 2006, L. SHEPHERD and Y. SHEPHERD (sometimes referred to as "the SHEPHERDS") registered the fictitious business name "Redrock Property Management" with the Los Angeles County Recorder's office.
- 4. Beginning on or after August 8, 2006, and continuing to the present time, the SHEPHERDS have done business together, and at times with other agents and employees, as Redrock Property Management.
- 5. In furtherance of their property management business, the SHEPHERDS, as Redrock Property Management, and <a href="https://www.redrockpropertymanagement.com">www.redrockpropertymanagement.com</a>, advertised in various print and news media and on the internet, offering their property management services.
- 6. Examples of property management activities the SHEPHERDS engaged in as Redrock Property Management include collecting rent checks from tenants on behalf of the owner of an apartment building located at 509 Lincoln Avenue, Glendale, CA 91205. In addition, L. SHEPHERD negotiated the terms and conditions of tenants moving out, and was responsible for refunding security deposits to them. Specifically, on or about December 30, 2009, January 31, 2010, and March 31, 2010, the SHEPHERDS, as Redrock Property

Management, collected rent checks made out to them from the tenant of 509 Lincoln Avenue, Apt. 6. In April of 2010, L. SHEPHERD performed a walk-through of Apt. 6 with the tenant as part of the move-out process. He negotiated the terms and conditions of her moving out, and the refund of the security deposit. He determined that no refund was warranted, and the tenant was not able to negotiate directly with the owner the building. Ultimately, the tenant had to sue in small claims court, and was successful in obtaining only a portion the deposit.

7. L. SHEPHERD and Y. SHEPHERD, sometimes doing business as Redrock Property Management, acting individually or in concert with other employees or agents, engaged in property management activities requiring a real estate license when they were not licensed by the Department in any capacity.

### CONCLUSIONS OF LAW

The conduct, acts and/or omissions of L. SHEPHERD and Y. SHEPHERD, at times doing business as Redrock Property Management, in advertising, soliciting, and negotiating on behalf of owners of rental property when they were not licensed by the Department is in violation of Code Section 10130.

# DESIST AND REFRAIN ORDER

Based on the Findings of Fact and Conclusions of Law stated herein, you, L. SHEPHERD and you, Y. SHEPHERD, whether doing business under your own name, or any other names, or any fictitious names, ARE HEREBY ORDERED to immediately desist and refrain from performing any acts within the State of California for which a real estate broker license is required. In particular, you are ORDERED TO DESIST AND REFRAIN from negotiating leases and collecting rents on behalf of owners of rental property and from charging, demanding, claiming, collecting and/or receiving a fee for any of the services offered by you to

others, unless and until you obtain a real estate broker license issued by the Department, and 1 until you demonstrate and provide evidence satisfactory to the Commissioner that you are in 2 full compliance with all of the requirements of the Code and Commissioner's Regulations 3 4 relating to charging, collecting, and accounting for fees. 5 б 7 Real Estate Commissioner 8 9 10 11 12 Notice: Business and Professions Code Section 10139 provides that "Any person acting as a 13 real estate broker or real estate salesperson without a license or who advertises using words indicating that he or she is a real estate broker without being so licensed shall be guilty of a 14 public offense punishable by a fine not exceeding twenty thousand dollars (\$20,000), or by imprisonment in the county jail for a term not to exceed six months, or by both fine and 15 imprisonment; or if a corporation, be punished by a fine not exceeding sixty thousand dollars (\$60,000)." 16 17 18 19 20 21 22 23 Lawrence Shepherd 24 cc:

Yolanda Shepherd

dba Redrock Property Management 6829 Lankersheim Blvd., Suite 1A

North Hollywood, CA 91605

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