Bureau of Real Estate 320 W. 4TH Street, Suite 350 Los Angeles, CA 90013-1105 Telephone: (213) 576-6982

. 1

FILED

JUN 17 2014

BUREAU OF REAL ESTATE

By Aunol

BEFORE THE BUREAU OF REAL ESTATE

STATE OF CALIFORNIA

In the Matter of the Accusation of

CRAWFORD REAL ESTATE SERVICES INC.

CRAWFORD INVESTMENT COMPANY; and

CHRISTOPHER ARTHUR CRAWFORD,
individually and as designated officer of
Crawford Real Estate Services Inc. and
Crawford Investment Company,

Respondents.

)

Respondents.

It is hereby stipulated by and between Respondents CRAWFORD REAL ESTATE SERVICES INC. and CRAWFORD INVESTMENT COMPANY and CHRISTOPHER ARTHUR CRAWFORD, individually and as designated officer of Crawford Real Estate Services Inc. and Crawford Investment Company (sometimes collectively referred to as "Respondents"), and the Complainant, acting by and through Elliott Mac Lennan, Counsel for the Bureau of Real Estate ("Bureau,") as follows for the purpose of settling and disposing of the Accusation filed on July 15, 2013, herein in this matter:

- 1. All issues which were to be contested and all evidence which was to be presented by Complainant and Respondents at a formal hearing on the Accusation, which hearing was to be held in accordance with the provisions of the 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 have received, 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 timely filed a Notice of Defense pursuant to Section 11506 of the Government Code for the purpose of requesting a hearing on the allegations in the Accusation. Respondents hereby freely and voluntarily withdraw said Notice of Defense. Respondents acknowledge that they understand that by withdrawing said Notice 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 they will waive other rights afforded to them in connection with the hearing such as the right to present evidence in their defense 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 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 or another licensing agency of this state, another state or if the federal government is involved, and otherwise shall not be admissible in any other criminal or civil proceeding.

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 penalty and sanctions on Respondents' real estate licenses and license rights as set forth in the below "Order." In the event that the Commissioner in the Commissioner's discretion does not adopt the Stipulation, the Stipulation shall be void and of no effect and Respondents shall retain the right to a hearing and proceeding on the Accusation under the provisions of the APA and shall not be bound by any stipulation or waiver made herein.

- 7. The Order or any subsequent Order of the Real Estate Commissioner made pursuant to this Stipulation 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.
- 8. Respondents understand that by agreeing to this Stipulation, Respondents agree to pay, pursuant to Business and Professions Code Section 10148, the cost of the audit (H-38951 LA) which led to this disciplinary action. The amount of said cost is \$15,410.79.
- 9. Respondents have received, read, and understand the "Notice Concerning Costs of Subsequent Audit." Respondents further 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 for the cost of any subsequent audit conducted pursuant to Business and Professions Code Section 10148 to determine if the violations have been corrected. The maximum cost of the subsequent audit will not exceed \$15,410.79, consisting of the audits costs:

 Crawford Real Estate Services Inc (LA100012 & LA100315)
 \$ 7,943.31.

 Crawford Investment Company (LA100011)
 \$ 7,467.48

 \$ 15,410.79

10. Respondents understand that by agreeing to this Stipulation, Respondents 1 agree to pay, pursuant to Business and Professions Code Section 10106, the cost of the 2 investigation and enforcement of this matter. The amount of said cost is \$3,302.95. 3 4 **DETERMINATION OF ISSUES** 5 By reason of the foregoing, it is stipulated and agreed that the following 6 determination of issues shall be made: 7 I. The conduct of CRAWFORD REAL ESTATE SERVICES INC. and 8 CHRISTOPHER ARTHUR CRAWFORD as described in Paragraph 4, above, is in violation of 9 10 Sections 10145, 10159.5 and 10166.02(b) of the Business and Professions Code ("Code") and Sections 2726, 2731, 2834(a), 2950(d), 2950(h) and 2951 of Title 10, Chapter 6 of the California 11 12 Code of Regulations ("Regulations") and is a basis for the suspension or revocation of Respondents' license and license rights as a violation of the Real Estate Law pursuant to Code 13 Sections 10177(d), 10177(g) and 10177(h). 14 15 II. The conduct of CRAWFORD INVESTMENT COMPANY and CHRISTOPHER 16 17 ARTHUR CRAWFORD as described in Paragraph 4, above, is in violation of Code Sections 18 10137, 10145 and 10232.4/10232.5 and Regulation 2834(a) and is a basis for the suspension or revocation of Respondents' license and license rights as a violation of the Real Estate Law 19 20 pursuant to Code Sections 10177(d) and 10177(g). 21 /// 22 /// 23 /// 24 /// 25 /// 26 ///

1	
2	
3	
4	
5	
6	
7	
8	
9	
10	
11	
12	
13	
14	
15	
16	
17	
18	
19	
20	
21	
22	
23	
2.4	

26

27

ORDER

WHEREFORE, THE FOLLOWING ORDER is hereby made:

I.

All licenses and licensing rights of Respondents CRAWFORD REAL ESTATE SERVICES INC., CRAWFORD INVESTMENT COMPANY and CHRISTOPHER ARTHUR CRAWFORD, under the Real Estate Law, are suspended for a period of sixty (60) days from the effective date of this Decision:

A. Provided, however, that if Respondents request, the initial thirty (30) days of said suspension (or a portion /thereof) shall be stayed for two (2) years upon condition that:

1(a). Respondent CRAWFORD REAL ESTATE SERVICES INC. pays a monetary penalty pursuant to Section 10175.2 of the Business and Professions Code at the rate of 66.67 per day for each day of the suspension for a monetary penalty of \$2,000

1(b). Respondent CRAWFORD INVESTMENT COMPANY pays a monetary penalty pursuant to Section 10175.2 of the Business and Professions Code at the rate of \$33.33 per day for each day of the suspension for a monetary penalty of \$1,000.

penalty pursuant to Section 10175.2 of the Business and Professions Code at the rate of \$33.33 per day for each day of the suspension for a monetary penalty of \$1,000.

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 Bureau prior to the effective date of the Decision in this matter.

3. No further cause for disciplinary action against the real estate license of Respondents occur within two (2) years from the effective date of the Decision in this matter.

4. If Respondents fail to pay the monetary penalty in accordance with the terms
the Decision, the Commissioner may, without a hearing, order the immediate execution of all or
any part of the stayed suspension, in which event Respondents shall not be entitled to any
repayment or credit, prorated or otherwise, for money paid to the Bureau under the terms of this
Decision.

5. If Respondents pay the monetary penalty and if no further cause for disciplinary action against the real estate license of Respondents occurs within two (2) years from the effective date of the Decision, the stay hereby granted shall become permanent.

B. The remaining thirty (30) days of the sixty (60) day suspension shall be stayed for two (2) years upon the following terms and conditions:

1. Respondents 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, that cause for disciplinary action occurred within two (2) 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 reimpose all or a portion of the stayed suspension. Should no such determination be made, the stay imposed herein shall become permanent.

II.

Pursuant to Section 10148 of the Business and Professions Code, Respondents
CRAWFORD REAL ESTATE SERVICES INC. and CRAWFORD INVESTMENT
COMPANY and CHRISTOPHER ARTHUR CRAWFORD shall pay the Commissioner's
reasonable cost for (a) the audit which led to this disciplinary action and (b) a subsequent audit

to determine if Respondents are now in compliance with the Real Estate Law. The cost of the audit which led to this disciplinary action is \$15,410.79. In calculating the amount of the Commissioner's reasonable cost, 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. Said amount for the prior and subsequent audits shall not exceed \$30,851.58. Respondents are jointly and severally liable for the cost of the audits.

Respondents shall pay such cost within 60 days of receiving an invoice from the Commissioner detailing the activities performed during the audit and the amount of time spent performing those activities.

The Commissioner may suspend the license of Respondents pending a hearing held in accordance with Section 11500, et seq., of the Government Code, if payment is not timely made as provided for herein, or as provided for in a subsequent agreement between the Respondents and the Commissioner. The suspension shall remain in effect until payment is made in full or until Respondents enters into an agreement satisfactory to the Commissioner to provide for payment, or until a decision providing otherwise is adopted following a hearing held pursuant to this condition.

III.

All licenses and licensing rights of Respondents are indefinitely suspended unless or until Respondents pay the sum of \$3,302.95.for the Commissioner's reasonable cost of the investigation and enforcement which led to this disciplinary action by the effective date. Said payment shall be in the form of a cashier's check made payable to the Bureau of Real Estate. The investigative costs shall be delivered to the Elliott Mac Lennan, Counsel, Legal Section, Bureau of Real Estate, 320 W. Fourth St., Suite 350, Los Angeles, California 90013-1105, prior to the effective date of this Order.

Respondent CHRISTOPHER ARTHUR CRAWFORD shall, within nine (9)

months from the effective date of this Decision, present evidence satisfactory to the Real Estate Commissioner that Respondent has, since the most recent issuance of an original or renewal real estate license, taken and successfully completed the continuing education requirements of Article 2.5 of Chapter 3 of the Real Estate Law for renewal of a real estate license. If Respondent fails to satisfy this condition, the Commissioner may order the suspension of the license until Respondent presents such evidence. The Commissioner shall afford Respondent the opportunity for a hearing pursuant to the Administrative Procedure Act to present such evidence.

V.

All licenses and licensing rights of CHRISTOPHER ARTHUR CRAWFORD are indefinitely suspended unless or until Respondent provides proof satisfactory to the

Commissioner of having taken and successfully completed the continuing education course on trust fund accounting and handling specified in paragraph (3) of subdivision (a) of Section 10170.5 of the Business and Professions Code. Proof of satisfaction of this requirement includes evidence that Respondent has successfully completed the trust fund account and handling continuing education course within 120 days prior to the effective date of the Decision in this matter.

VI.

As an additional condition for the Commissioner to enter into this Stipulation,

Respondents shall either remove or employ bookkeeper Tekla Housley if she is a signatory of any trust account of Respondents.

VII.

DATED: 4 - 22 - 14

As a further condition for the Commissioner to enter into this Stipulation,

Respondents shall provide evidence satisfactory to the Real Estate Commissioner that all violations have been corrected prior to the effective date of the Stipulation.

VIII.

All proof required by this Order, shall be sent to the attention of Elliott Mac

Lennan, Counsel, Legal Section, Bureau of Real Estate, 320 W. Fourth St., Suite 350, Los Angeles, California 90013-1105.

ELLIOTT MAC LENNAN, Counsel for Bureau of Real Estate

* * *

EXECUTION OF THE STIPULATION

We have read the Stipulation. Its terms are understood by us and are agreeable and acceptable to us. We understand that we are waiving rights given to us by the California Administrative Procedure Act (including but not limited to Sections 11506, 11508, 11509 and 11513 of the Government Code), and we are willingly, intelligently and voluntarily waive those rights, including the right of requiring the Commissioner to prove the allegations in the Accusation at a hearing at which we would have the right to cross-examine witnesses against us and to present evidence in defense and mitigation of the charges.

///

|| //

///

2

3

5

6

7

8

10

11

12

13

14

15

16

17

18

19

20

21 22

23

24

25

26

27

FACSIMILE

Respondents can signify acceptance and approval of the terms and conditions of this Stipulation by faxing a copy of its signature page, as actually signed by Respondents, to the Bureau at the following facsimile number: Elliott Mac Lennan at (213) 576-6917. Respondents agree, acknowledge and understand that by electronically sending to the Bureau a fax copy of Respondents' actual signature as they appear on the Stipulation, that receipt of the faxed copy by the Bureau shall be as binding on Respondents as if the Bureau had received the original signed Stipulation.

DATED: <u>3-19-2014</u>

CRAWFORD REAL ESTATE SERVICES INC. and CRAWFORD INVSTMENT COMPANY BY: CHRISTOPHER ARTHUR CRAWFORD, as designated officer, Respondents

DATED: 3-19-2014

CHRISTOPHER ARTHUR CRAWFORD, individually and as designated officer of Crawford Real Estate Services Inc. and Crawford Investment Company, Respondent

Real Estate Commissioner

JEFFREY MASON Chief Deputy Commissioner