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Bureau of Real Estate 320 W. 4th St., Room 350 Los Angeles, California 90013

Telephone: (213) 576-6982

FILED

MAR 30 2016 BUREAU OF REAL ESTATE

BEFORE THE BUREAU OF REAL ESTATE

STATE OF CALIFORNIA

In the Matter of the Accusation of)

No. H-40001 LA L-2015 120 146

BOB TAYLOR PROPERTIES, INC.; and CHERYL ANNE JOHNSON individually and as designated officer of

STIPULATION AND AGREEMENT

Bob Taylor Properties, Inc.

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Respondents.

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It is hereby stipulated by and between BOB TAYLOR 19 PROPERTIES, INC. and CHERYL ANNE JOHNSON (sometimes referred to 20

as Respondents), and their attorney, Frank M. Buda, and the 21

Complainant, acting by and through James R. Peel, Counsel for

the Bureau of Real Estate, as follows for the purpose of

settling and disposing of Accusation filed in this matter.

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1. All issues which were contested and all evidence which was presented by Complainant and Respondents at a formal hearing on the Accusation, which hearing is 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 Administrative Procedure Act ("APA") and the Accusation filed by the Bureau of Real Estate in this proceeding.
- 3. On November 30, 2015, Respondents 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 will 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 defense of the allegations in the Accusation and the right to cross-examine witnesses.

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This Stipulation is based on the factual allegations contained in the Accusation filed in this proceeding. In the interest of expedience and economy, Respondents choose not to contest these factual allegations, but to remain silent and understand that, as a result thereof, these factual statements, 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 such 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 ("Bureau"), the state or federal government, or an agency of this state, another state or the federal government is involved.

Estate Commissioner may adopt the 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 his 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 all the provisions of the APA and shall not be bound by any stipulation or waiver made herein.

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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 conduct which was not specifically alleged to be causes for accusation in this proceeding.

DETERMINATION OF ISSUES

By reason of the foregoing stipulations and waivers and solely for the purpose of settlement of the pending Accusation, it is stipulated and agreed that the following determination of issues shall be made:

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The conduct, acts and/or omissions of Respondents
BOB TAYLOR PROPERTIES, INC. and CHERYL ANNE JOHNSON, as set
forth in the Accusation, constitute cause for the suspension or
revocation of all of the real estate licenses and license rights
of Respondents under the provisions of Sections 10177(d) and
10177(g) of the Business and Professions Code ("Code") for
violation of Code Section 10145.

ORDER

All licenses and licensing rights of Respondents BOB
TAYLOR PROPERTIES, INC. and CHERYL ANNE JOHNSON under the Real
Estate Law are suspended for a period of ninety (90) days from
the effective date of this Decision; provided, however, that
ninety days (90) days of said 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 of 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.
- 3. Pursuant to Section 10148 of the Code, Respondents shall pay the sum of \$3,375.90 for the Commissioner's cost of the audit which led to this disciplinary action. Respondents shall pay such cost within sixty (60) days of receiving an invoice therefore from the Commissioner. Respondents shall pay the audit costs no later than six months after the effective date of the Decision. Respondents may pay the audit costs by credit card using the Bureau's Credit Card Payment form (RE909). Payment of audit costs should not be made until Respondents receive the invoice. If Respondents fail to satisfy this condition in a timely manner as provided for herein, Respondents' real estate licenses shall automatically be suspended until payment is made in full or until a decision providing otherwise is adopted following a hearing held pursuant to this condition.

Pursuant to Section 10148 of the Code, Respondents shall pay the Commissioner's reasonable cost, not to exceed \$4,220, for an audit to determine if Respondents have corrected the violations found in the Determination of Issues. 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. Respondents shall pay such cost within 60 days of receiving an invoice from the Commissioner. Payment of the audit costs should not be made until Respondents receive the invoice. If Respondents fail to satisfy this condition in a timely manner as provided for herein, Respondents' real estate licenses shall automatically be suspended until payment is made in full, or until a decision providing otherwise is adopted following a hearing held pursuant to this condition.

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4. All licenses and licensing rights of Respondent
JOHNSON 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 these requirements
includes evidence that Respondent has successfully completed the
trust fund account and handling continuing education courses, no
earlier than 120 days prior to the effective date of the Order

in this matter. Proof of completion of the trust fund accounting and handling course must be delivered to the Bureau of Real Estate, Flag Section at P.O. Box 137013, Sacramento, CA 95813-7013 or by fax at 916-263-8758, prior to the effective date of this Order.

- 5. Respondent JOHNSON shall, within six (6) months from the effective date of this Decision and Order, take and pass the Professional Responsibility Examination administered by the Bureau including the payment of the appropriate examination fee. If Respondent fails to satisfy this condition, Respondent's real estate license shall automatically by suspended until Respondent passes the examination.
- 6. Respondents understand that by agreeing to this Stipulation and Agreement, Respondents agree to pay, pursuant to Section 10106 of the California Business and Professions Code (Code), the cost of the investigation and enforcement which resulted in the determination that Respondents committed the violations found in the Determination of Issues. The amount of said costs is \$1,325.50.

All licenses and licensing rights of Respondents are indefinitely suspended unless or until Respondents pay the sum of \$1,325.50 for the Commissioner's reasonable cost of the investigation and enforcement which led to this disciplinary action. Said payment shall be in the form of a cashier's check or certified check made payable to the Bureau of Real Estate, Flag Section at P.O. Box 137013, Sacramento, CA 95813-7013,

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prior to the effective date of the Order.

DATED: 2-25-16

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JAMES R. PEEL, Counsel for the Budeau of Real Estate

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We have read the Stipulation and Agreement, and 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 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.

Respondents can signify acceptance and approval of the terms and conditions of this Stipulation and Agreement by faxing a copy of the signature page, as actually signed by Respondents, to the Bureau at the following telephone/fax number:

(213) 576-6917. Respondents agree, acknowledge and understand that by electronically sending to the Bureau a fax copy of their actual signature as it appears on the Stipulation and Agreement, 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 and Agreement.

Further, if the Respondents are represented, the ondents! counsel can signify his or her agreement to the

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terms and conditions of the Stipulation and Agreement by
submitting that signature via fax.
DATED: 2/24/2016 BOB FAYLOR PROPERTIES, INC. Respondent
DATED: 2/34/30/6 CHERYL ANN STORMSON
Respondent
DATED: 2-2(-/6 Frank M. BUDA Counsel for Respondents
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The foregoing Stipulation and Agreement is hereby
adopted as my Decision and Order in this matter, and shall
become effective at 12 o'clock noon on
IT IS SO ORDERED
WAYNE S. BELL Real Estate Commissioner
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1 2 Further, if the Respondents are represented, the 3 Respondents' counsel can signify his or her agreement to the 4 terms and conditions of the Stipulation and Agreement by 5 submitting that signature via fax. 6 7 8 DATED: BOB TAYLOR PROPERTIES, INC. 9 Respondent 10 DATED: 11 CHERYL ANN JOHNSON Respondent 12 13 DATED: FRANK M. BUDA 14 Counsel for Respondents 15 16 The foregoing Stipulation and Agreement is hereby 17 adopted as my Decision and Order in this matter, and shall 18 become effective at 12 o'clock noon on April 29, 2016. 19 2016 MARCH IT IS SO ORDERED _ 20 WAYNE S. BELL 21 Real Estate Commissioner 22 23 By: JEFFREY MASON Chief Deputy Commissioner 24 25 26