State Real Estate Commission April 28, 2020

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COMMISSION MEMBERS:

7 Anne M. Rubin, Chair, Industry Member
8 Joseph J. McGettigan, Vice Chair, Industry
9 Member
10 Joseph Tarantino, Industry Member

Armand N. Ferrara Jr., Industry Member

Jennifer Thomson, Esquire, Attorney General Designee Edward L. Seebeck, Cemetery Member

Gaetano P. Piccirilli, Esquire, Public Member

K. Kalonji Johnson, Acting Commissioner, Bureau of Professional and Occupational Affairs

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COMMISSION PERSONNEL:

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Juan A. Ruiz, Esquire, Commission Counsel Ray Michalowski, Esquire, Commission Prosecution Liaison

Angela B. Lucci, Esquire, Commission Prosecutor Caroline Bailey, Esquire, Commission Prosecutor Tiffany Raker, Esquire, Commission Prosecutor Alice Glasser, Esquire, Commission Prosecutor Jessica Zukoski, Law Clerk

Krista Linsenbach, Commission Administrator Andrew LaFratte, MPA, Policy Office, Department of State

Ted Stauffer, Executive Secretary, Bureau of Professional and Occupational Affairs

Carolyn A. DeLaurentis, Deputy Chief Counsel, Prosecution Division

Marc Farrell, Deputy Policy Director, Department of State

38 39

ALSO PRESENT:

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Jim Goldsmith, Esquire, Mette, Evans & Woodside Bill Festa, President of PA Realtors Association Eleanor Weber, Polley Associates School of Real Estate

Michael McGee, CAE, RCE, Chief Executive Officer, Pennsylvania Association of Realtors

Wayne C. Crawford, Esquire, Public Policy Manager, Pennsylvania Association of Realtors

$\frac{\text{State Real Estate Commission}}{\underset{\text{Continued}}{\underline{\text{April 28, 2020}}}}$

ALSO PRESENT:

Alex Charlton, Director of Public Policy and Political Affairs, Pennsylvania Association of Realtors

Tim Quintrell, Business Development Manager, Hondros Education Group

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1	State Real Estate Commission
2	April 28, 2020
3	* * *
4	The regularly scheduled meeting of the State Real
5	Estate Commission was held on Tuesday, April 28, 2020.
6	Anne M. Rubin, Chair, Industry Member, officially
7	called the meeting to order at 11:02 a.m. A roll call
8	was taken.
9	* * *
10	Approval of Draft Minutes for January 29, 2020 meeting
11	CHAIR RUBIN:
12	We need an approval of the minutes from
13	January 29, 2020. The last time we all
14	met. Can I get a motion to approve the
15	minutes?
16	MR. FERRARA:
17	So moved.
18	MR. SEEBECK:
19	Second.
20	CHAIR RUBIN:
21	Commissioner McGettigan, Commissioner
22	Piccirilli and Commissioner Johnson
23	abstain. Do I have any objections?
24	Hearing no objections, we will say

everyone has approved that?

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1 [The motion carried. Commissioner McGettigan,
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- 2 | Commissioner Piccirilli, and Commissioner Johnson
- 3 abstained from voting on this motion.]
- 4 ***
- 5 Report of Prosecutorial Division
- 6 | [Ray Michalowski, Esquire, Commission Prosecution
- 7 Liaison, presented the Consent Agreements for Case No.
- 8 | 18-56-007804, Case No. 18-56-003197, Case No. 18-56-
- 9 011084, Case No. 19-56-011741, Case No. 19-56-008358,
- 10 Case No. 17-56-13961.
- Mr. Michalowski announced Case Nos. 18-56-002051
- 12 and 18-56-002050 were withdrawn and would be presented
- 13 at a later date.]
- 14
- 15 Report of Commission Counsel
- 16 | [Juan A. Ruiz, Esquire, Commission Counsel, announced
- 17 | two proposed Adjudications and Orders, eleven Final
- 18 | Adjudications and Orders, four Motions to Enter
- 19 Default, and a Petition for Consideration for
- 20 discussion during Executive Session.
- 21 Mr. Ruiz noted the Broker Price Opinion (BPO)
- 22 | Temporary Regulations were published on March 28,
- 23 2020. He announced there would be discussion on the
- 24 applications in Executive Session.]
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1 Report of Chair
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- 2 | [Anne M. Rubin, Chair, Industry Member, discussed
- 3 becoming knowledgeable of the technical software in
- 4 order to participate in teleconference meetings.
- 5 | Chair Rubin noted she might have been ill with Covid-
- 6 | 19 back in November. She will find out the results as
- 7 soon as her antibody test results arrive.]

* * *

- 9 Report of Commissioner
- 10 | [K. Kalonji Johnson, Acting Commissioner, Bureau of
- 11 Professional and Occupational Affairs, gave a
- 12 heartfelt appreciation to the Commissioners present,
- 13 Commission Counsel, and Commission Administrator for
- 14 their efforts in working during these trying times of
- 15 the pandemic. Mr. Johnson stated the teleconference
- 16 | meetings will get easier. Many of the technical
- 17 lissues had been remedied.
- 18 Mr. Johnson assured the Commission the staff were
- 19 evaluating their processes for continual improvement
- 20 during this pandemic. Mr. Johnson recognized the
- 21 audience members from the public in attendance from
- 22 stakeholder organizations. He noted there were no
- 23 updates with regard to reopening plans or
- 24 transitioning back to the new normal. Mr. Johnson
- 25 assured the Commission the staff were currently

working on a comprehensive plan that protects public 1 2 safety. He assured the Commission and Stakeholders 3 their voices would be heard. Mr. Johnson indicated 4 renewal applications continue to be received and 5 processed. He noted there was not a three-month 6 waiver. There will be a continual assessment as the process is currently fluid and additional extensions would be reevaluated if needed.] 10 Report of Commission Administrator [Krista Linsenbach, Commission Administrator,

[Krista Linsenbach, Commission Administrator,
announced she and her staff were working from home.

She thanked the Executive Office for their support.

Ms. Linsenbach reported on operating within a one to
two-week time frame for incoming applications. The
process continues; however, the printing and mailing
of documents was on a limited basis.

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Ms. Linsenbach announced the Change of Employer Application was moved online through the PALS system. Once the application has been paid, the employee's broker would provide approval and the change would automatically be recorded in the Pennsylvania Licensing System (PALS). She noted phone calls were not able to be received; however, voicemails can be left and parties called back. Currently, the fastest

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way of communication with her staff was through email.
She noted the emails would be answered within 48
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- 3 hours. Ms. Linsenbach indicated Renewals opened on
- 4 April 1, 2020. Approximately 25% of available
- 5 renewals had been approved. Ms. Linsenbach suggested
- 6 the June meeting be moved to a later date. She
- 7 proposed the discussion and decision be made by the
- 8 Commissioners.]
- 9 ***
- 10 June Meeting
- 11 [Chair Rubin opened discussion to reschedule the June
- 12 | meeting in Philadelphia to August. Mr. Johnson
- 13 suggested to table the discussion when to meet in
- 14 Philadelphia at a later date. He confirmed their next
- 15 June Commission meeting would be via teleconference.]
- 16 ***
- 17 | Report of Real Estate Education Administrator No
- 18 Report
- 19 ***
- 20 Old/New Business
- 21 [Jim Goldsmith, Esquire, discussed being approached by
- 22 | a group of Licensees who are dealing with an issue
- 23 involving the payment of commissions earned by sales
- 24 persons. The title companies would issue a check that
- 25 | would ordinarily be paid to the broker based upon the

sales representative's productivity. He noted, in the Prohibited Acts 12.1, it stated the sales representative is to be paid by their broker. This is to ensure the Broker's exercising their ability to supervise. Mr. Goldsmith noted clearing checks was delayed due to the social distancing guidelines. He requested the title company issue the check to the

Mr. Tarantino suggested paying the Broker and having the Broker write out the check directly to the sales representative. Mr. Goldsmith stated the offices do not have their bookkeepers in their offices on a daily basis; therefore, this delays payment to the salespersons.

Commissioner McGettigan stated the Brokers want the sales files to review to ensure all procedures were done correctly before payment is made. He believed there was no advantage to the public in changing this regulation. Mr. Ruiz noted this was a legislative issue.]

21 ***

22 | Continuing Education

salespersons.

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23 | [Bill Festa, President of Pennsylvania Association of

24 Realtors, thanked the Department of State, Bureau of

25 | Professional and Occupational Affairs, and the Real

Estate Commission for extending the deadline for 1 2 license renewal and continuing education during the Covid-19 pandemic. He noted this pandemic had been 3 very difficult for Real Estate Agents business. 5 business had been closed since March 19, 2020. Mr. 6 Festa announced the Commission Staff had considered a live video course would be distance education under the existing rules. He suggested the Commission relax the rules for distance learning applications during 10 the crisis. 11 In order to receive distance education approval, 12 the process requires the course developer to submit 13 the course for approval. Mr. Festa noted this 14 involves an initial cost of \$865 for the first 15 approval, and an additional \$655 with that delivery method, compared to the \$25 school free for in-person 16 17 course. Mr. Festa stated this made it difficult to 18 submit a course for distance learning. Mr. Festa 19 believed the Commission should modify the process for 20 distance learning courses.] 21 22 (BPO) Broker Price Opinion 23 [Bill Festa, President of Pennsylvania Association of 24 Realtors, stated the amended version of the new 25 regulation as never discussed in a public meeting

despite requests by PAR to review the revised
regulations. Mr. Festa stated a close review of the
regulations had resulted in modification to the
provisions. The association believed the Commission
should provide guidance on the language of these
regulations in order to provide clarity to the
licensees' schools.

2.4

Mr. Festa indicated PAR requested from the Commission a request to consider PHARE Housing as a mandatory continuing education topic. He noted a result from the News Daily report published in January noted real estate agents in Long Island their unfair treatment of minority clients was unacceptable. He stated testing showed consumers were being treated differently based on ethnicity. Mr. Festa indicated PAR expects to conduct additional testing in the Harrisburg and Philadelphia areas. Mr. Festa stated this enforces the need for PHARE Housing training.]

* * *

[Chair Rubin noted not having an opportunity to meet

since this regulation was introduced in February.

There had not been any opportunity to discuss the PHARE Housing as a continuing education topic. She indicated someone would respond regarding the BPO letter language for more clarity.]

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2 [Mr. Johnson stated there would be further discussion 3 with Mr. Festa's topics and he would be contacted with 4 their Policy Administration after the meeting.]

* * *

[Eleanor Weber stated distance learning approval should be discussed. The only exception to this would be if the court is a licensing court held by a college or university. Ms. Weber indicated there was an additional \$420 fee to the processes. She indicated live courses were inconsistent with many of the standards. Ms. Weber suggested having a separate set of regulations for live courses. She noted there would not be a need for legislation. Ms. Weber indicated there only need to be a change in the regulation process. She announced there was a school that was live streaming classes without approval. stated this was detrimental to the process if no approval was given. Ms. Weber indicated a different application should be developed, which would result in students being approved.

Mr. Johnson questioned whether the process was cumbersome rather than the requirement. Ms. Weber indicated the requirement was not consistent with the needs of continuing education, only with the needs for

- 1 licensing. Licensing was a mastery learning model.
- 2 | She noted continuing education was written only as an
- 3 hourly requirement. Ms. Weber stated the rules and
- 4 regulations only require a time requirement for
- 5 continuing education.
- 6 Chair Rubin indicated there were two types of
- 7 online learning, one having a live instructor course
- 8 and one where materials are online and student does
- 9 the work on their time. Chair Rubin asked if there
- 10 was someone that could waive this regulation on
- 11 distance learning or change it due to the pandemic
- 12 crisis. Mr. Ruiz stated they would look into the
- 13 options for a solution.
- 14 Mr. Johnson stated any regulatory extensions or
- 15 waivers would only be for the duration of the
- 16 | emergency declaration.]
- 17
- 18 Executive Session
- 19 [Pursuant to Section 708(a)(5) of the Sunshine Act, at
- 20 12:20 p.m., the Commission entered into Executive
- 21 | Session with Juan A. Ruiz, Esquire, Commission
- 22 | Counsel, for the purpose of conducting quasi-judicial
- 23 deliberations on matters currently pending before the
- 24 Commission and to receive the advice of counsel. The
- 25 Commission returned to open session at 1:35 p.m.]

14 * * * 1 2 [Gaetano P. Piccirilli, Esquire, Public Member 3 exited the meeting at 1:35 p.m.] * * * 4 5 MOTIONS 6 MR. RUIZ: The Commission was just in Executive Session conducting quasi-judicial deliberations on a number of matters 10 currently pending before the Commission. 11 Is there a motion to approve the 12 Consent Agreements at Case No. 18-56-1.3 007804, Case No. 18-56-003197, Case Nos. 14 18-56-011084, Case No. 19-56-008358, and 15 Case No. 17-56-13961? MR. FERRARA: 16 17 So moved. MR. MCGETTIGAN: 18 19 Second. 2.0 CHAIR RUBIN: 21 Any questions? All in favor? Any nays? 22 Any abstentions? 23 [The motion carried unanimously. The Respondent's name for Case No. 18-56-007804 is Jordan Patrick Dowd. 2.4 25 The Respondent's name for Case No. 18-56-003197 is

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   Jennifer L. DeJesus. The Respondent's name for Case
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   Nos. 18-56-011084 is Kim Marie Angiulli.
   Respondent's name for Case No. 19-56-008358 is
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4
   Lawrence Brean. The Respondent's name for Case No.
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   17-56-13961 is Shane R. Keyser.]
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   MR. RUIZ:
                  Is there a motion to deny the Consent
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                  Agreements at Case No. 19-56-011741 as
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                  being too lenient?
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   MR. JOHNSON:
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                  So moved.
   MR. SEENECK:
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14
                  Second.
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   CHAIR RUBIN:
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                  We have a motion and a second.
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                  questions? All in favor? Any opposed?
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   [The motion carried unanimously.]
                               * * *
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   MR. RUIZ:
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                  Is there a motion to direct counsel to
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                  draft the final Adjudication and Orders
2.3
                  in the Cases of John H. Smith, Case No.
2.4
                  16-56-12738; and Jasmine Williams, Case
25
                  Nos. 13-56-07243 \& 13-56-11584,
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16 consistent with discussions in Executive 1 2 Session? MR. MCGETTIGAN: 3 4 So moved. 5 MR. JOHNSON: 6 Second. 7 CHAIR RUBIN: Okay, we have a motion and a second. Any 9 questions? All in favor? Any opposed? 10 11 [The motion carried unanimously.] * * * 12 13 MR. RUIZ: 14 Is there a motion to approve the Final 15 Adjudication and Orders, Constantin M. 16 Balousis, Case No. 17-56-13064; Arthur 17 Lee Brown, Case No. 17-56-13064; Cynthia 18 Thais Evans-Herr & Ascensions Group, 19 Inc., Case Nos. 16-56-09145 & 16-56-2.0 06029; Robert D. Graham, Case No. 17-56-2.1 00964; Raymon Collins Harris, Case No. 17-56-09054; William K. Kerschbaumer, 2.2 2.3 Case No. 17-56-09054; Jin Lee, Case No. 2.4 16-56-12720; James Edward Lignelli, Case 25 No. 17-56-04533; Jeramey Luckenbaugh,

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17
                  Case No. 16-56-08927; Oak Lawn Memorial
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2
                  Gardens, Inc. & James H. Delaney Jr.,
3
                  Case Nos. 16-56-09991 \& 16-56-09992; and
 4
                  Ashley Schwartz, Case No. 17-56-08980?
   MR. SEEBECK:
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6
                  So moved.
7
   MR. JOHNSON:
                  Second.
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   CHAIR RUBIN:
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                  Any questions? All in favor? Opposed?
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   [The motion carried unanimously.]
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                               * * *
   MR. RUIZ:
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15
                  Is there a motion to grant the following
                  motions that are default in the
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17
                  following cases: Catherine A. Laderer,
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                  Case No. 16-56-08250; Rodney Moore, Case
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                  No. 19-56-008578; Victor S. Rozier, Case
20
                  No. 17-56-011918; and Wave Realty LLC,
                  Case No. 17-56-12495?
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22
   MR. JOHNSON:
2.3
                  So moved.
2.4
   MR. FERRARA:
25
                  Second.
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   CHAIR RUBIN:
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                  Any questions? All in favor?
3
                   opposed?
   [The motion carried unanimously.]
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                               * * *
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   MR. RUIZ:
                   Is there a motion to deny the Petition
                   for Reconsideration filed by New Church
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9
                  Hill Cemetery?
10
   MR. SEEBECK:
11
                   So moved.
12
   MR. JOHNSON:
13
                   Second.
   CHAIR RUBIN:
14
15
                  Any questions? All in favor? Any
16
                   opposed?
17
   [The motion carried unanimously.]
                               * * *
18
   MR. RUIZ:
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20
                  Can I have a motion to approve the
21
                  course titled Emotional Intelligence in
22
                  Real Estate?
2.3
   MR. FERRARA:
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                  I'll make a motion.
25
   MR. SEEBECK:
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19
1
                  Second.
2
   CHAIR RUBIN:
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                  Any questions? All in favor? Opposed?
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   [The motion carried unanimously.]
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7
   MR. FERRARA:
                  I have a motion to a licensee is
9
                  requesting a waiver of the 41490 of the
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                  continuing education of the 2018 and
11
                  2020 renewal cycle. Due to the advanced
12
                  age and lack of mobility, I make a
13
                  motion to grant this to a Louis
14
                  Starkman.
15
   CHAIR RUBIN:
16
                  Second?
   MR. SEEBECK:
17
18
                  I'll second.
19
   CHAIR RUBIN:
20
                  Any discussion? All in favor? Opposed?
21
22
   [The motion carried unanimously.]
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24
   Enforcement (Application Reviews) motions continued.
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   MR. TARANTINO:
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20 I make a motion that David Clark, Mark 1 2 Scrimalli, and SolMaria Martinez Arce be 3 denied with a right for an informal 4 conference. 5 MR. SEEBECK: 6 So moved. 7 MR. MCGETTIGAN: Second. CHAIR RUBIN: Any questions? All in favor? Any 10 11 opposed? 12 [The motion carried unanimously.] 13 * * * MR. TARANTINO: 14 15 I make a motion that the following 16 people be denied and be recalled in for an enforcement meeting in a formal 17 18 conference: Joseph Kunz, Malcumm Brown, 19 Mikhail Rolon, Reginald Lewis, Ryan 20 Rich, and Tara Zollers. 21 22 MR. MCGETTIGAN: 2.3 Second. 2.4 CHAIR RUBIN: 25 Any questions? All in favor?

21 Opposed? 1 2 [The motion carried unanimously.] 3 4 [Armand Ferrara, Industry Member, noted Ms. Linsenbach 5 would email the Property Rehab Investment and Analysis 6 information for approval upon receipt.] * * * 8 Enforcement (Application Review) Committee MR. TARANTINO: 10 I would like to make a motion that we 11 preliminarily deny the application and advise the applicant of the right to an 12 13 informal conference for Heather Swift, 14 Mikhail Rolon, and Nicholas Feagley. 15 CHAIR RUBIN: 16 Do I have a second? MR. SEEBECK: 17 Second. 18 19 CHAIR RUBIN: 20 Discussion? All in favor? Opposed? 21 [The motion carried unanimously.] * * * 22 2.3 MR. TARANTINO: 2.4 I make a motion that the following people 25 be approved with Juan working out details

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                 on their probation or fines:
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                 Ahearn, Bryant Walton, Corey Woods,
3
                 Darnell Hines, Nicholas Feagley, Paula
 4
                 Roman, and Robert Corcoran.
5
   MR. RUIZ:
                 Just one thing, Mr. Tarantino. Mr.
6
7
                 Feagley is not on probation or fined.
8
                 That was one that was going to be
9
                 approved.
10
  MR. SEEBECK:
11
                 Second.
12
   CHAIR RUBIN:
13
                 Any questions? All in favor? Opposed?
14
   [The motion carried unanimously.]
                               * * *
15
16 MR. TARANTINO:
17
                 I make a motion that we approve Nicholas
18
                 Feagley.
  MR. MCGETTIGAN:
20
                  Second.
21
   CHAIR RUBIN:
22
                  Any questions? All in favor? Any
23
                  opposed?
24
   [The motion carried unanimously.]
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   [Mr. Ruiz stated the next meeting would be June 2,
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   2020, however not in Philadelphia.]
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4
   Adjournment
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   CHAIR RUBIN:
6
                  Do I have a motion to adjourn?
7
   MR. SEEBECK:
                  So moved.
   MR. JOHNSON:
10
                  Second.
   CHAIR RUBIN:
11
                  All in favor?
12
13
   [The motion carried unanimously.]
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   [There being no further business, the State Real
16
   Estate Commission Meeting adjourned at 1:50 p.m.]
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                           CERTIFICATE
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        I hereby certify that the foregoing summary
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minutes of the State Real Estate Commission meeting, was reduced to writing by me or under my supervision, and that the minutes accurately summarize the substance of the State Real Estate Commission meeting. Alicia Gascoigne Minute Clerk Sargent's Court Reporting Service, Inc.

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	STATE REAL ESTATE COMMISSION REFERENCE INDEX	
TIME	April 28, 2020	
TIME	AGENDA	
11:02	Official Call to Order	
11:03	Roll Call	
11:12	Approval of Minutes	
11:13	Report of Prosecutorial Division	
11:33	Report of Commission Counsel	
11:34	Report of Chairperson	
11:35	Report of Commissioner	
11:40	Report of Commission Administrator	
12:20	Executive Session	
1:35	Executive Session Return to Open Session	
1:35	Motions	
1:50	Adjournment	