State Real Estate Commission July 19, 2017

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COMMISSION MEMBERS:

Armand Ferrara, Chair, Industry Member

Ian J. Harlow, Commissioner, Bureau of Professional and Occupational Affairs (BPOA) - Absent

Alexis L. Barbieri, Esquire, Vice Chair, Public Member Nicole DiTomo, Esquire, Attorney General Designee

Annie Hanna Cestra, Industry Member - Absent

Anne Rubin, Industry Member

13 Vince Galko, Public Member 14

Joseph Tarantino, Industry Member

Joseph McGettigan, Industry Member

Edward L. Seebeck, Secretary, Cemetery Member

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COMMISSION PERSONNEL:

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

Timothy Fritch, Esquire, Commission Prosecutor Caroline Bailey, Esquire, Commission Prosecutor David E. Ross, Esquire, Commission Prosecutor Timothy Smith, Esquire, Commission Prosecutor Krista Linsenbach, Commission Administrator

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MEMBERS OF THE PUBLIC

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Jennifer Shockley, Pennsylvania Association of Realtors

Lori Weaver, Pennsylvania Association of Realtors Larry Dellegrotto, Pennsylvania Real Estate Academy Amanda Crich, Wilkes-Barre, Pennsylvania

Bill McFalls, Pennsylvania Association of Realtors Lori Weaver, PAR

38 Hank Lerner, PAR

Kathy McQuilkin, President, Pennsylvania Association of Realtors

41 Tom Skiffington, Hilltown, Pennsylvania

Bill Festa, Treasurer, Pennsylvania Association of Realtors, Philadelphia

Katie Douglas, Lancaster, Pennsylvania

Derenda Updegrave, Pennsylvania Association of Realtors

Michael McGee, Pennsylvania Association of Realtors William E. Vinsko Jr., Esquire Dorothy A. Grilli, Petitioner

3 * * * 1 2 State Real Estate Commission 3 July 19, 2017 * * * 4 5 The regularly scheduled meeting of the State Real Estate Commission was held on Wednesday, July 19, 6 2017. Armand Ferrara, Chair, Industry Member, officially called the meeting to order at 11:01 a.m. A roll call was taken. The Pledge of Allegiance was 10 recited. * * * 11 Approval of Minutes of the June 6, 2017 meeting. 12 CHAIRMAN FERRARA: 13 14 I'm looking for an approval of our 15 Draft Minutes from June 6, 2017. MS. BARBIERI: 16 So moved. 17 CHAIRMAN FERRARA: 18 19 Moved by Alexis. Second? 20 MR. MCGETTIGAN: 21 Second. 22 CHAIRMAN FERRARA: 2.3 McGettigan. All in favor, aye? 24 Opposed? Thank you. 25 [The motion carried unanimously.]

* * * 1 2 Report of Prosecutorial Division 3 [Caroline Bailey, Esquire, Commission Prosecutor, presented a Consent Agreement for File No. 5 15-56-07442, Docket No. 0662-56-17.] * * * 6 [Ray Michalowski, Esquire, Prosecution Liaison on behalf of David E. Ross, Esquire, Commission Prosecutor, presented Consent Agreements for File No. 10 14-56-13913, Docket No. 1698-56-16, and File No. 15-11 56-01867, File No. 1700-56-16.] * * * 12 [Timothy Fritsch, Esquire, Commission Prosecutor, 13 14 presented a Consent Agreement File No. 14-56-10381, 15 Docket No. 1576-56-16.] 16 17 [Timothy Smith, Esquire, Commission Prosecutor, 18 presented a Consent Agreement File No. 14-56-00272, 19 Docket No. 944-56-17.1 20 * * * 21 Report of Commission Counsel 22 [Juan A. Ruiz, Esquire, Commission Counsel, noted a 23 Final Adjudication and Order, two Motions to Enter

Sargent's Court Reporting Service, Inc. (814) 536-8908

Default and Deem Facts Admitted, and an Act 48 appeal

to be discussed during Executive Session.

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Mr. Ruiz noted for review House Bill 1435, which
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   establishes a State Board of Cemetery Relief
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   Directors, and amended House Bill 863, which allows
 4
   licensees to perform a (BPO) Broker Price Opinion.]
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   Report of Commission Chair - No Report
                              * * *
   Report of Commissioner - No Report
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   Report of Commission Administrator
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   [Krista Linsenbach, Commission Administrator, informed
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   Commission members that 398 second notices for
   continuing education audits for the 2014-2016 renewal
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14
   period were being sent out certified mail.
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        Ms. Lisenbach stated education provider renewals
   expire October 31, 2017. Approximately 125 pre-
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17
   renewal letters were recently distributed.
        Ms. Lisenbach informed Commission members that
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19
   the Commissioner's Secretary, Daniel Hull, will soon
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   be handling travel processing.]
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22
   [Pursuant to Section 708(a)(5) of the Sunshine Act, at
2.3
   11:15 a.m. the Commission
2.4
   entered into Executive Session with Juan A. Ruiz,
25
   Esquire, for the purpose of conducting quasi-judicial
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6 deliberations and to receive advice of Counsel. 1 2 Commission returned to open session at 12:10 p.m.] * * * 3 4 [The Commission recessed from 12:10 p.m. until 1:15 5 p.m.] * * * 6 7 MOTIONS MR. RUIZ: The Real Estate Commission was in 10 Executive Session conducting quasi-11 judicial deliberations on a number of 12 matters currently pending before the Commission. 13 14 Is there a motion to approve the 15 Consent Agreements for File No. 15-56-16 07442, File No. 14-56-13913, File No. 17 15-56-01867, File No. 14-56-10381 and File No. 14-56-00272? 18 19 MS. RUBIN: 20 So moved. 21 MR. GALKO: 22 Second. 2.3 CHAIRMAN FERRARA: 2.4 We have a motion and a second. All in 25 favor? Opposed? Thank you.

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[The motion carried unanimously. The Respondent's
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   name for for File No. 15-56-07442 is John F. Steele.
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   The Respondent's name for File No. 14-56-13913 is
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   Nancy S. Zink. The Respondent's name for File No. 15-
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   56-01867 is Jeanne Whipple. The Respondent's name for
   File No. 14-56-10381 is Mary Robyn Trunell.
6
   Respondent's name for File No. 14-56-00272 is Jose A.
   Antiqua.]
                              * * *
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   MR. RUIZ:
11
                  Is there a motion to approve the Final
12
                  Adjudication and Order in the case of
13
                  Commonwealth of Pennsylvania, Bureau of
                  Occupational Affairs vs. Steven Kremer
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                  at File No. 16-56-09549, Docket No.
16
                  1845-56-16?
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   MR. SEEBECK:
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                  So moved.
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   MR. MCGETTIGAN:
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                  Second.
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   CHAIRMAN FERRARA:
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                  Motion and a second. All in favor?
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                  Opposed? Thank you.
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   [The motion carried unanimously.]
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   MR. RUIZ:
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                   Is there a motion to grant the Motions
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                   to Enter Default and Deem Facts
 4
                  Admitted in the cases of George Kubini,
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                  File No. 11-56-01465; and Alex Pozo,
                   File No. 14-56-06268?
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7
   MR. MCGETTIGAN:
                   So moved.
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   MS. DITOMO:
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                   Second.
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   CHAIRMAN FERRARA:
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                   I have a motion and a second. All in
13
                   favor? Opposed? Thank you.
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   [The motion carried unanimously.]
                               * * *
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   MR. RUIZ:
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                   Is there a motion to dismiss the
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                   citation that was issued against Rory
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                   Burkhart at File No. 15-56-01643?
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   MS. DITOMO:
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                   So moved.
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   MR. TARANTINO:
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                   Second.
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   CHAIRMAN FERRARA:
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                   I have a motion and a second. All in
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9 1 favor? Opposed? Thank you. 2 [The motion carried unanimously.] 3 Report of Committees 4 5 Education/Examination MS. BARBIERI: 6 The Education Committee reviewed the 8 additional information supplied by 9 Brent Moon. 10 I would make a motion that we 11 preliminarily deny his request to sit for the broker's exam on the basis that 12 13 he doesn't have the sufficient 14 experience. Second? 15 MR. SEEBECK: 16 Second. CHAIRMAN FERRARA: 17 18 I have a motion and a second. All in 19 favor? Opposed? Thank you. 20 [The motion carried unanimously.] * * * 21 22 MS. BARBIERI: 2.3 On the request by Carolin Bohn to be 2.4 permitted to sit for the broker's exam, 25 I'm making a motion that her request be

10 preliminarily denied because she 1 2 doesn't have any United States 3 experience and only experience in 4 Germany. MR. MCGETTIGAN: 5 6 Second. 7 CHAIRMAN FERRARA: I have a motion and a second. All in 9 favor? Opposed? Thank you. 10 [The motion carried unanimously.] * * * 11 MS. BARBIERI: 12 13 We have two applications for approvals for courses. One of them is from the 14 Real Estate School of York & Adams 15 16 Counties. The course is The REALTORS 17 Essential Technology Toolbox. I would 18 make a motion that we approve their 19 application. 20 MS. RUBIN: 21 Second. 22 CHAIRMAN FERRARA: 2.3 I have a motion and a second. All in 24 favor? Opposed? Thank you. 25 [The motion carried unanimously.]

11 * * * 1 2 MS. BARBIERI: 3 The second one is to the Academy of 4 Real Estate Careers, Understanding 5 Today's Appraisal Market. I would make 6 a motion that we approve this course. 7 MR. TARANTINO: Second. 9 CHAIRMAN FERRARA: 10 I have a motion and a second. All in 11 favor? Opposed? Thank you. 12 [The motion carried unanimously.] 13 * * * MS. BARBIERI: 14 15 Finally, I have a request from Rachel 16 Pritzker, who is requesting to sit for 17 the broker's exam. I am making a motion that she be preliminarily denied 18 19 as she does not have either the 20 required years of experience nor number 21 of transactions. 22 MS. DITOMO: 23 Second. 2.4 CHAIRMAN FERRARA: 25 I have a motion and a second. All in

12 1 favor? Opposed? Thank you. 2 [The motion carried unanimously.] 3 Enforcement (Informal Conferences) 4 MR. TARANTINO: 5 6 I'd like to make a motion that we approve, with no restrictions, the 8 application of Branden Spece and Kevin 9 Kane. 10 MR. SEEBECK: 11 Second. 12 CHAIRMAN FERRARA: 13 I have a motion and a second. All in 14 favor? Opposed? Thank you. 15 [The motion carried unanimously.] 16 17 MR. TARANTINO: 18 I make a motion that we approve the 19 following applications and place their 20 license on probation through their 21 criminal probation and/or payment of 22 restitution: Robert Williams, Jay 23 Kass, Margaret Fuentes, and Blake 24 Rezabek. 25 MS. DITOMO:

13 1 Second. 2 CHAIRMAN FERRARA: 3 I have a motion and a second. All in 4 favor? Opposed? Thank you. 5 [The motion carried unanimously.] * * * 6 7 Enforcement (Application Reviews) MR. TARANTINO: 9 I make a motion that we find no barrier 10 towards licensure for the application 11 of Adam Bogdnoff. 12 MS. BARBIERI: 13 Second. 14 CHAIRMAN FERRARA: 15 I have a motion and a second. All in favor? Opposed? Thank you. 16 [The motion carried unanimously.] 17 * * * 18 19 MR. TARANTINO: 20 I make a motion that we preliminarily 21 deny Robert Beall and John Turssline 22 and advise the applicants of their 23 rights to an informal conference. 2.4 MS. DITOMO: 25 Second.

14 1 CHAIRMAN FERRARA: I have a motion and a second. 2 All in 3 favor? Opposed? Thank you. 4 [The motion carried unanimously.] * * * 5 6 Rules and Regulations Committee [Alexis Barbieri, Esquire, Vice Chairperson, Public Member, stated the Committee reviewed Pa. Code, Sections 35.241 through 35.255, in order to update the 10 requirements. At the next Real Estate Commission 11 meeting on September 6, 2017, the Committee will 12 review Sections 35.271 through 35.292. Ms. Barbieri 13 stated a preliminary report will be provided once the 14 review is completed.] * * * 15 16 [The Commission recessed from 1:23 p.m. until 1:32 17 p.m. * * * 18 19 [A formal hearing was held from 1:32 p.m. until 1:59 20 p.m. In the Matter of the Petition for Reinstatement of Licensure for Dorothy A. Grilli, File No. 21 22 17-56-07205.1 2.3 * * * 2.4 Public Session

[Chairman Ferrara requested the introduction of

1 | audience members.]

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[Joseph McGettigan, Industry Member, offered an explanation as to continuing education and brokerage courses being used towards continuing education credits, which he referred to as double dipping.

He stated the matter was reviewed further, and it was agreed that the double dipping of courses may count towards continuing education.]

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[Kathy McQuilkin, 2017 President of the Pennsylvania Association of Realtors, updated Commission members on House Bill 863, which she noted now resides in the Senate Professional Licensure Committee.

Ms. McQuilkin indicated that House Bill 1001 regarding statewide standards for licensing of home inspectors was introduced and recently received for a second consideration at the House.

She stated that House Bill 1019, which requires sellers to disclose location and conditions of burial plots on residential or commercial real estate, has been amended to remove all references to disclosure.

Ms. McQuilkin reviewed real estate teams. She then introduced Tom Skiffington, Chair of the Presidential Advisory Group, and Hank Lerner, staff

liaison, to provide further information on the matter.

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Mr. Skiffington offered an explanation with regard to the second draft recommendations, which he noted should be completed by the end of this year. He welcomed formal and informal comments regarding the matter.

Mr. Skiffington reviewed the regulation of teams headed by a team director, the qualifications of a team director, agency policies, and team advertising.

Mr. Tarantino noted his concerns regarding team leader requirements as well as unlicensed members of the team.

Ms. Rubin questioned the benefit of teams under a brokerage. Mr. Lerner explained the direction of the market, as well as brokers having to eventually embrace the idea. He further explained the consideration of a team as being two licensed persons working for one individual. PAR's interest is to obtain a clarity of the guidelines with regard to the definition of a team.

Mr. Ruiz suggested there be more concise and streamlined regulations and not so complex. There was discussion regarding the courses for team directors as well as properly naming team names.

Mr. Michalowski addressed the real estate

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recovery fund, liability issues and civil liabilities.
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        Ms. Lisenbach noted some administrative concerns
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   regarding team registration, application forms,
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   license classes, and recordkeeping matters.
   Lerner stated that by having the broker responsible
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   for maintaining team records eliminates the need for
   administration concerns.
        Commission members thanked Mr. Skiffington for
   the presentation.]
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   [Chairman Ferrara announced that this was Nicole
   DiTomo's last meeting with the Committee.]
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   Next Meeting Dates
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   [Chairman Ferrara noted the next meeting as scheduled
   for September 6, 2017.]
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   [The Commission recessed from 2:35 p.m. until 2:41
19
   p.m.]
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                              * * *
   [Pursuant to Section 708(a)(5) of the Sunshine Act, at
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22
   2:41 p.m. the Commission entered into Executive
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   Session with Juan A. Ruiz, Esquire, for the purpose of
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   conducting quasi-judicial deliberations and to receive
25
   advice of Counsel. The Commission returned to open
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18 session at 3:13 p.m.] 1 * * * 2 3 MR. RUIZ: 4 The Commission was just in Executive 5 Session conducting deliberations 6 concerning the Reinstatement Hearing of Dorothy Grilli that was held this 8 afternoon. 9 MR. MCGETTIGAN: 10 I'd like to make a motion that the 11 sales license of Dorothy Grilli be 12 reinstated and placed on two years' 13 probation. During that probation, Ms. Grilli will not be allowed to have any 14 15 ownership of any kind in any real estate office. 16 17 CHAIRMAN FERRARA: 18 Do I have a second? 19 MS. RUBIN: 20 Second. 21 CHAIRMAN FERRARA: 22 We have a motion and a second. All in 2.3 favor? Opposed? Thank you. 24 [The motion carried unanimously.] * * * 25

19 1 Other [Ms. DiTomo and Ms. Barbieri thanked the PAR Advisory 2 3 Committee for their suggestions with regard to teams.] * * * 4 5 Adjournment 6 MR. SEEBECK: Is there a motion and a second to 8 adjourn? 9 MS. RUBIN: 10 All in favor? Aye. 11 [The motion carried unanimously.] * * * 12 13 [The meeting adjourned at 3:15 p.m.] 14 * * * 15 CERTIFICATE 16 I hereby certify that the foregoing summary 17 minutes of the State Real Estate Commission meeting, 18 was reduced to writing by me or under my supervision, 19 and that the minutes accurately summarize the 20 substance of the State Real Estate Commission meeting. 21 22 Ashley Hoover, 2.3 Minute Clerk 2.4 Sargent's Court Reporting 25 Service, Inc.

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1 2 3 4 5 6 7 8 9 10 11 12 13 14 15 16 17 18 19 20 21 22 23 24 24 24 24 24 24 24 24 24 24 24 24 24	REFERENCE INDEX July 19, 2017	
	TIME AGENDA	
	11:01 Official Call to Order/Roll Call	
	11:02 Pledge of Allegiance	
	11:02 Approval of Minutes	
	11:02 Report of Prosecutorial Division	L
	11:10 Report of Commission Counsel	
	11:14 Report of Commission Administrat	.or
	11:15 Executive Session 12:10 Return to Open Session	
	12:10 Recess 1:15 Return to Open Session	
25 26	1:20 Motions	
27 28 29 30 31 32 33 34 35 36	1:23 Recess 1:32 Return to Open Session	
	1:32 Hearing - Dorothy A. Grilli	
	2:01 Public Session	
	2:35 Recess 2:41 Executive Session 3:13 Return to Open Session	
38 39	3:13 Motion	
40 41 42 43 44 45 46 47 48 49 50	3:15 Adjournment	