State Board of Auctioneer Examiners July 11, 2022

BOZ

BOARD MEMBERS:

Nevin B. Rentzel, Chairman, Professional Member Arion R. Claggett, Acting Commissioner, Bureau of Professional and Occupational Affairs Sherman E. Hostetter Jr., Professional Member Gerald A. Rader, Professional Member Daniel A. Trace, Secretary, Professional Member Christopher Dey, Deputy Attorney General, Consumer Protection Division

BUREAU PERSONNEL:

Carolyn DeLaurentis, Deputy Chief Counsel, Prosecution Division

Heather J. McCarthy, Esquire, Senior Prosecuting Attorney

Ariel E. O'Malley, Esquire, Board Counsel

J. Karl Geschwindt, Esquire, Board Prosecution Liaison

Terrie Kocher, Board Administrator

Andrew LaFratte, MPA, Executive Policy Specialist, Department of State

Eli Yemzow, Legal Intern, Department of State

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2 State Board of Auctioneer Examiners

July 11, 2022

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5 | [Pursuant to Section 708(a)(5) of the Sunshine Act, at

6 | 10:00 a.m. the Board entered into executive Session

7 | with Ariel E. O'Malley, Esquire, Board Counsel, on

8 behalf of Jason E. McMurry, Esquire, Board Counsel,

9 for the purpose of conducting quasi-judicial

10 deliberations and to receive legal advice on matters

11 | that are currently pending before the Board. The

12 | Board returned to open session at 10:30 a.m.]

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14 The regularly scheduled meeting of the State

15 | Board of Auctioneer Examiners was held on Monday,

16 July 11, 2022. Nevin B. Rentzel, Chairman,

17 Professional Member, called the meeting to order at

18 | 10:44 a.m.

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20 [Ariel E. O'Malley, Esquire, Board Counsel, on behalf

21 of Jason E. McMurry, reminded everyone that the

22 | meeting was being recorded, and those who continued to

23 participate were giving their consent to be recorded.]

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25 Introduction of Board Members

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[Chairman Rentzel requested an introduction of Board
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   members.1
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   Approval of minutes of the May 9, 2022 meeting
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   CHAIRMAN RENTZEL:
                  The first order of business is our
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                  approval of the minutes. You have on
                  your agenda the minutes from our last
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                  meeting in May. Does anyone have any
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                  questions? Are there any discrepancies?
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                       Do I hear a motion to accept the
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                  minutes?
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   MR. TRACE:
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                  Motion to approve the minutes.
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   MR. RADER:
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                  Second.
   CHAIRMAN RENTZEL:
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                  Any further discussion? Roll call vote.
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                  Nevin Rentzel, aye; Arion Claggett, aye;
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                  Gerald Rader, aye; Christopher Dey, aye;
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                  Daniel Trace, aye; Sherman Hostetter,
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                  aye.
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   Report of Prosecutorial Division
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1 [J. Karl Geschwindt, Esquire, Board Prosecution

2 Liaison, had nothing new to report from prosecution.]

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4 Report of Board Counsel

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5 | [Ariel E. O'Malley, Esquire, Board Counsel, on behalf

6 of Jason E. McMurry, referred to the final 16A-6411

7 Annex and Preamble regarding the fee regulation.

Mr. Hostetter asked what the goal is to have a reserve to stay in the black, whether it is for six months or a year to keep it level, and how much is being raised.

Ms. O'Malley stated the fees were adjusted and are going up and the fee increase was initially much higher to move at a more rapid rate. She noted that the fee increases are currently at a much more staggered rate than before. She mentioned the Board is still competitive and pretty average compared to other states, but fees have not been raised for a long time.

Mr. Hostetter expressed concern with how much they are going to lose when the associations and other states are all struggling a little bit as far as new members and licensees.

Ms. O'Malley addressed the costs of running the Board, noting the Board not raising initial licensing

fees for a long time is part of the problem if the
Board is not growing. She stated the Bureau of
Finance and Operations (BFO) would return every year
to go over the budget and the deficit and the Board
would have the option of bringing licensing fees back
down in the future. She encouraged the Board to work
with what is front of them and keep an eye on it.

Mr. Radar noted the Board previously asked for an explanation of the rates to give to the membership when they initially saw the numbers

Ms. O'Malley stated an explanation as to why the fees were raised and a summary of where those fees are used could be provided to licensees. Chairman Rentzel referred to the prosecution report in January explaining investigations and expenses and suggested the BFO report explain to the membership and public that there were 500 investigations to better understand Board expenses.

Acting Commissioner Claggett offered to take care of that and provide a public record.

Mr. Hostetter mentioned the Board used to receive a breakdown of complaints from prosecution and requested seeing those in writing again.]

24 MS. O'MALLEY:

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I would be looking for a motion to

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promulgate the Board fee regulation as
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                  final.
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   MR. HOSTETTER:
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                  So moved.
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   MR. RADER:
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                  Second.
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   CHAIRMAN RENTZEL:
                  Roll call vote.
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                  Nevin Rentzel, aye; Arion Claggett, aye;
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                  Sherman Hostetter, aye; Gerald Rader,
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                  aye; Daniel Trace, aye; Christopher Dey,
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                  aye.
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   [The motion carried unanimously.]
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   Report of Board Counsel
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   [Ariel E. O'Malley, Esquire, Board Counsel, on behalf
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   of Jason E. McMurry, informed the Board of
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   correspondence from the House Professional Licensure
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   Committee inquiring about a lack of things regarding
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   the Act 41 Regulation. She noted Act 41 is a piece of
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   legislation that provided an additional pathway for
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   licensure for individuals from other states and
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   jurisdictions to obtain licensure and breakdown some
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   of the licensure barriers.
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Ms. O'Malley noted Mr. McMurry was working on the
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   Act 41 Regulation and comments were being received.
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   Report of Board Counsel - Application for Review
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   [Ariel O'Malley, Esquire, Board Counsel, on behalf of
   Jason E. McMurry, Esquire, Board Counsel, noted the
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   Board discussed the application during Executive
   Session and is requesting additional information from
   the applicant.]
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   Report of Board Chairperson - No Report
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   Miscellaneous
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   [Sherman E. Hostetter Jr., Professional Member,
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   addressed Group A and Group B education. He noted
   Group A is the Harrisburg Area Community College
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   (HACC) and Reading Area Community College (RACC), and
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   Group B is the auction schools. He mentioned the
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   Board still needs to approve what someone needs to
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   learn to meet their requirements.
        Mr. Hostetter noted previously working on an
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   outline of areas to include online auctions, bid
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   calling, marketing, and a whole host of things.
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   mentioned the importance of putting that in place for
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an applicant for licensure who attended an approved

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1 auction school to do so.

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Chairman Rentzel suggested having a work session at the September meeting to put regulations in writing.

Chairman Rentzel noted the importance of having a standard for Group B schools to be recognized by the state and asked Ms. O'Malley to inform Mr. McMurry of the Board's request to have that work session in September.

Mr. Hostetter also requested Mr. McMurry review his notes of some of the completed work, so the Board was not starting all over again.

Ms. Kocher stated Mr. Suter worked on that and believed Mr. McMurry had that information but offered to resend it.

Chairman Rentzel recommended also clarifying and streamlining the reciprocity issue by approving specific states that have reciprocity and whether someone could be licensed through Act 41 or through reciprocity.]

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22 Report of Acting Commissioner - No Report

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24 Report of Board Administrator

25 [Terrie Kocher, Board Administrator, informed Board

1 | members that BFO was not available for this meeting

- 2 but requested a list of Board member questions in
- 3 advance to be prepared for any discussion. She
- 4 encouraged Board members to email those questions to
- 5 her to be forwarded to BFO.]
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- 7 | [Sherman E. Hostetter Jr., Professional Member,
- 8 offered to provide Board members with information from
- 9 the National Auctioneers Association's (NAA)
- 10 Conference.
- 11 Chairman Rentzel thanked Mr. Hostetter for
- 12 representing the Board at the National Auctioneers
- 13 Association's Conference and also congratulated Mr.
- 14 | Hostetter on his upcoming position as president of the
- 15 | National Auctioneers Association.]
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- 17 | Meeting Dates
- 18 | [Nevin B. Rentzel, Chairman, Professional Member,
- 19 | noted 2022 and 2023 meeting dates for the Board's
- 20 review.]
- 21 ***
- 22 | Adjournment
- 23 CHAIRMAN RENTZEL:
- Motion to adjourn.
- 25 MR. HOSTETTER: