BRIAN SANDOVAL

STATE OF NEVADA



C.J. MANTHE Director

SHARATH CHANDRA
Administrator

DEPARTMENT OF BUSINESS AND INDUSTRY REAL ESTATE DIVISION

www.red.nv.gov

March 9, 2018

Tyson and Mendes, LLP. Attn: Thomas McGrath 3960 Howard Hughes Pkwy, Ste. 600 Las Vegas, NV 89169

Certified No. 7016 2070 0000 4948 4284

Telephone: (702) 486-4033 Fax: (702) 486-4275

Fax: (775) 687-4868

Telephone: (775) 684-1900

Re: NRED v. CIMARRON RIDGE ASSOCIATION, RICHARD SHINN, MAGGIE SHINN AND JASON

BISHOP Case No. 2017-1368

Dear Mr. McGrath:

Enclosed herewith you will find the STIPULATION AND ORDER FOR PARTIAL SETTLEMENT AND ACTION FOR MAGGIE AND RICHARD SHINN entered by the Nevada Commission for Common-Interest Communities and Condominium Hotels at the meeting held March 6, 2018 in Las Vegas, Nevada.

The Commission has ordered the following:

1. RESPONDENTS RICHARD SHINN AND MAGGIE SHINN agree not to serve as a board member or officer of any common-interest community located in the State of Nevada for a period of no less than 5 years from the date of this Order.

EFFECTIVE DATE OF THIS ORDER: MARCH 6, 2018

If you have any questions, feel free to contact me at (702) 486-4606, or sdwilliams@red.nv.gov

Sincerely.

Samiel Williams

Commission Coordinator

cc: Michelle Briggs, Senior Deputy Attorney General

11

12 13

14 15

1617

18

19 20

2122

2324

25

26 27

28

BEFORE THE COMMISSION FOR COMMON-INTEREST COMMUNITIES AND CONDOMINIUM HOTELS STATE OF NEVADA

Sharath Chandra, Administrator, Real Estate Division, Department of Business & Industry, State of Nevada,

Petitioner,

Cimarron Ridge Association, Richard Shinn, Maggie Shinn, and Jason Bishop,

Respondents.

Case No. 2017-1368

FILED

MAR 06 2018

NEVADA COMMISSION OF COMMON INTEREST COMMUNITIES AND CONDOMINIUM HOTELS

STIPULATION AND ORDER

FOR PARTIAL SETTLEMENT OF DISCIPLINARY ACTION

This matter came on for hearing before the Commission for Common-Interest Communities and Condominium Hotels, Department of Business and Industry, State of Nevada (the "Commission"), during a regular agenda on November 15, 2017, at the Nevada State Business Center, 3300 W. Sahara Avenue, Nevada Room, Suite 400, Las Vegas, Nevada 89102 with videoconferencing to Department of Business & Industry, Director's Office, 1830 East College Parkway, Suite 100, Carson City, Nevada 89706 (the "Hearing"). Respondents, Richard Shinn and Maggie Shinn, were represented by their attorney, Christopher Lund, Esq. Richard Shinn appeared in person. Michelle D. Briggs, Esq., Senior Deputy Attorney General with the Nevada Attorney General's Office, appeared on behalf of the Real Estate Division of the Department of Business and Industry, State of Nevada (the "Division"). Brett Dieffenbach, Esq. appeared, in Carson City, on behalf of Cimarron Ridge Association (the "Association") and Jason Bishop. The Association's community manager, Stephanie Swain, addressed the Commission. The Association is to hold an election on December 5, 2017 and will report back to the Commission at its next meeting. Through counsel, the Division and Respondents Richard Shinn and Maggie Shinn presented settlement terms to the Commission. The

12

13

14 15

16 17

18

19

20 21

22 23

24 25

26

27

28

Commission unanimously approved and ordered the stipulated terms. The parties stipulated as follows:

JURISDICTION AND NOTICE

- 1. During the relevant times mentioned in this complaint, RESPONDENTS RICHARD SHINN, MAGGIE SHINN, and JASON BISHOP served as board members and/or officers of RESPONDENT CIMARRON RIDGE ASSOCIATION (the "Association"), a common-interest community located in Las Vegas, Nevada.
- 2. RESPONDENTS are subject to the provisions of Chapter 116 of each the Nevada Revised Statutes ("NRS") and the Nevada Administrative Code ("NAC") (hereinafter collectively referred to as "NRS 116") and are subject to the jurisdiction of the Division, and the Commission for Common-Interest Communities pursuant to the provisions of NRS 116.750.

STIPULATED FACTS

The following factual allegations are stipulated to by the Division and the RESPONDENT:

- 3. In June, 2017, the Division initiated an investigation of the Association based on its failure to file an annual association registration form or pay the annual fee.
- 4. According to the 2016 annual registration form, the Association consists of 70 single family homes and has a total annual budget of \$42,000.
- 5. It also appeared that a husband and wife, RESPONDENTS RICHARD SHINN and MAGGIE SHINN, were serving on the board together.
- 6. The 2016 annual registration form is signed by RESPONDENT RICHARD SHINN and lists the same address for RESPONDENTS MAGGIE SHINN and JASON BISHOP.
- 7. Since 2015, the Association has been managed by: Tonya Gale with Epic Association Management; Stacy Fry-Cable, Sheri Wilson, and June Heydarian with Terra West; Jim Robertson with Las Vegas Valley Community Management; Jamie Collins with

Shelter Management; Trish Hall; possibly Colonial Management; Kallea Smith with The Greenspun Corporation; and currently, Stephanie Swain with Regal Management.

8. By letter dated September 20, 2017, Ms. Swain informed the Division that the board members plan to meet in September to discuss the issues and that she scheduled an election.

VIOLATION OF LAW

RESPONDENTS admit to the following violation of law:

RESPONDENTS RICHARD SHINN and MAGGIE SHINN knowingly and willfully violated NRS 116.31034(9) by serving on the board together when they are related by blood, adoption or marriage, or reside together.

DISCIPLINE AUTHORIZED

Pursuant to the provisions of NRS 116.615, NRS 116.755, NRS 116.785, and NRS 116.790, the Commission has discretion to take any or all of the following actions:

- 1. Issue an order directing RESPONDENTS to cease and desist from continuing to engage in the unlawful conduct that resulted in the violation.
- 2. Issue an order directing RESPONDENTS to take affirmative action to correct any conditions resulting from the violation.
- 3. Impose an administrative fine of up to \$1,000 for each violation by RESPONDENTS.
- 4. IF RESPONDENTS ARE FOUND TO HAVE KNOWINGLY AND WILLFULLY COMMITTED A VIOLATION of NRS or NAC 116 AND it is in the best interest of the Association, such RESPONDENT may be removed from his/her position as a director and/or officer.
 - 5. Order an audit of the ASSOCIATION, at the expense of the ASSOCIATION.
- 6. Require the BOARD MEMBERS to hire a community manager who holds a certificate.
 - 7. Require RESPONDENTS to pay the costs of the proceedings incurred by the

Division, including, without limitation, the cost of the investigation and reasonable attorney's fees.

8. Take whatever further disciplinary action as the Commission deems appropriate.

The Commission may order one or any combination of the discipline described above. If the Commission finds that the RESPONDENTS knowingly and willfully violated the provisions of NRS or NAC 116, the Commission may order that such RESPONDENT be personally liable for all fines and costs imposed.

SETTLEMENT

- 1. RESPONDENTS RICHARD SHINN and MAGGIE SHINN agree not to serve as a board member or officer of any common-interest community located in the State of Nevada for a period of no less than 5 years from the date of this Order.
- 2. RESPONDENTS and the Division agree that by entering into this Stipulation and Order, the Division does not concede any defense or mitigation RESPONDENTS may assert and that once this Stipulation and Order is approved and fully performed, the Division will close its file in this matter.
- 3. This Stipulation and Order includes any claims that could have been included in a supplemental or amended complaint arising from the same operative facts, transactions and occurrences in existence as of the effective date of this Stipulation and Order. However, this Stipulation and Order does not include claims arising from facts or circumstances which have been concealed by RESPONDENTS.
- 4. RESPONDENTS agree that if the terms and conditions of this Stipulation and Order are not met, the Division may, at its option, rescind this Stipulation and Order and proceed with prosecuting the Complaint before the Commission.
- 5. RESPONDENTS agree and understand that by entering into this Stipulation and Order, RESPONDENTS are waiving their right to a hearing at which RESPONDENTS may present evidence in their defense, their right to a written decision on the merits of the

Complaint, their right to reconsideration and/or rehearing, appeal and/or judicial review, and all other rights which may be accorded by the Nevada Administrative Procedure Act, the Nevada Common Interest Ownership statutes and accompanying regulations, and the federal and state constitutions. RESPONDENTS understand that this Stipulation and Order and other documentation may be subject to public records laws. The Commission members who review this matter for approval of this Stipulation and Order may be the same members who ultimately hear, consider and decide the Complaint if this Stipulation and Order is either not approved by the Commission or is not timely performed by RESPONDENTS. RESPONDENTS fully understand that they have the right to be represented by legal counsel in this matter at his own expense.

- 6. Each party shall bear its own attorney's fees and costs.
- 7. Stipulation and Order is Not Evidence. Neither this Stipulation and Order nor any statements made concerning this Stipulation and Order may be discussed or introduced into evidence at any hearing on the Complaint, if the Division must ultimately present its case based on the Complaint filed in this matter.
- 8. Release. In consideration of execution of this Stipulation and Order, RESPONDENTS for themselves, their heirs, executors, administrators, successors, and assigns, hereby releases, remises, and forever discharges the State of Nevada, the Department of Business and Industry and the Division, and each of their respective members, agents, employees and counsel in their individual and representative capacities, from any and all manner of actions, causes of action, suits, debts, judgments, executions, claims, and demands whatsoever, known and unknown, in law or equity, that the RESPONDENTS ever had, now have, may have, or claim to have, against any or all of the persons or entities named in this section, arising out of or by reason of the Division's investigation, this disciplinary action, and all other matters relating thereto.
- 9. <u>Indemnification</u>. RESPONDENTS hereby indemnify and hold harmless the State of Nevada, the Department of Business and Industry, the Division, and each of their

respective members, agents, employees and counsel in their individual and representative capacities against any and all claims, suits, and actions brought against said persons and/or entities by reason of the Division's investigation, this disciplinary action and all other matters relating thereto, and against any and all expenses, damages, and costs, including court costs and attorney fees, which may be sustained by the persons and/or entities named in this section as a result of said claims, suits, and actions.

T	10. RESPONDENTS have signed and dated this Supulation and Order only after	
2	reading and understanding all terms herein.	
3	DATED: Nevember 1, 2010	REAL ESTATE DIVISION,
4		DEPARTMENT OF BUSINESS & INDUSTRY, STATE OF NEVADA
5		B. Marana
6	1 ,	By: Sharath Chandra, Administrator
7	DATED: November 2017	(A)
8	DATED. November 1732917	Richard Shinn
9	/ /	Carlotte Signature
10		Maggie Shinn
11	N/	
12	ORDER	
13	IT IS ORDERED that the foregoing Stipulation and Order for Partial Settlement	
14	of Disciplinary Action is approved in full.	
15	Dated: November 2017.	
16		COMMISSION FOR COMMON-INTEREST COMMUNITIES AND CONDOMINIUM
17		HOTELS, DEPARTMENT OF BUSINESS & INDUSTRY, STATE OF NEVADA
18		\sim
19		Bh: // / /
20	Submitted by:	Michael Burke, Chairman
21	ADAM PAUL LAXALT, Attorney General	
22		7 -1 7/
23	By:Miche(le D. Briggs	By: Christopher Lund
24	Senior Deputy Attorney General 555 E. Washington Ave. Ste 3900	Tyson & Mendes 8275 South Eastern Ave, Ste 115
25	Las Vegas, Nevada 89101 (702) 486-3420	Las Vegas, Nevada 89123 (702) 724-2648
26	Attorneys for Real Estate Division	Attorney for Richard and Maggie Shinn
27		
28		