

JUL 13 2018

STATE OF NEVADA

VS.

SHARATH CHANDRA, Administrator, REAL ESTATE DIVISION, DEPARTMENT OF BUSINESS & INDUSTRY, STATE OF NEVADA,

Petitioner,

SCOTT PAUL MYER.

Respondent.

Case No.: 2017-2108

STIPULATION FOR SETTLEMENT OF DISCIPLINARY ACTION

This Stipulation for Settlement of Disciplinary Action ("Stipulation") is entered into by and between the State of Nevada, Department of Business and Industry, Real Estate Division ("Division"), through its Administrator Sharath Chandra ("Petitioner"); and Scott Paul Myer ("Respondent").

JURISDICTION

Respondent is licensed as a real estate broker under license number B.1001168.CORP. Respondent engaged in activities which require a license as a real estate broker, real estate broker-salesperson, or real estate salesperson, issued by the Division and therefore, is subject to the jurisdiction of the Division, the Commission, and the provisions of NRS and NAC 645.

FACTUAL ALLEGATIONS

- 1. Respondent is a licensed Real Estate Broker under license number B.1001168.CORP, initially issued by the Division on May 19, 2013.
 - 2. Respondent is the Broker of record for Myer Realty in Reno, Nevada.
- 3. Respondent was the supervising broker at Myer Realty and the supervisor of Matthew W. Hovey ("Hovey") at all times relevant in this Complaint.

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- Hovey is a licensed Real Estate Salesperson under license number 4. S.0059885, initially issued by the Division on February 25, 2004.
- 5. At all times relevant, Hovey was employed with Meyer Realty in Reno, Nevada.
 - 6. Hovey's license expired on February 28, 2017.
 - 7. The effective date of Hovey's expired licensed was March 1, 2013.
 - 8. Hovey's license was reinstated on August 31, 2017.
- 9. Hovey actively participated in two real estate transactions that closed during the time his license was expired.
- 10. Respondent failed to adequately supervise Hovey to ensure his compliance with NRS 645 and NAC 645.
- 11. Hovey acted as the seller's agent for the property located at 1783 London Circle, Sparks, Nevada 89431, assisting the seller with the acceptance of the buyers offer on March 24, 2017, and the closing, which occurred on or about April 19, 2017.
- **12**. Hovey also acted as the seller's agent for the property located at 11140 Larson Ranch Road, Reno, Nevada 89506, assisting the seller with the acceptance of the buyer's offer on March 22, 2017, and the closing, which occurred on or about July 25, 2017.
- Hovey also entered into eight Exclusive Right to Sell contracts during the 13. time his license was expired, including for: (1) 813 Overland Loop, Dayton, NV 89403, on June 19, 2017; (2) 1475 Locksley Way, Reno, NV 89503, on July 11, 2017; (3) 170 Nugget Lane, Dayton, NV 89403, on July 7, 2017; (4) 260 Grover Court, Sun Valley, Nevada 89433, on April 7, 2017; (5) 240 Grover Court, Sun Valley, NV 89433, on April 9, 2017; (6) 5670 Leon Drive, Sun Valley, NV 89433, on April 9, 2017; (7) 740 Grayhawk Drive, Dayton, NV 89403, on July 22, 2017; and (8) 3701 Ranchview Court, Reno, NV 89509, on August 7, 2017.
- 14. Hovey was notified by the Association of Realtors on August 18, 2017, that his license was expired.

- 15. Hovey transferred his active listings to his broker, the Respondent, on August 25, 2017.
- Respondent paid a \$2,500.00 commission to Hovey for the sale of 1783
 London Circle, Sparks, NV 89431, in April of 2017.
- 17. Respondent paid a \$1,450.00 commission to HOVEY for the closed sale of 11140 Larson Ranch Road, Reno, NV 89506, in July of 2017.
- 18. On or about September 7, 2017, the Division sent Respondent an Investigation Opening Letter requesting a response by September 21, 2017.
- 19. On or about September 22, 2017, the Division received a response from Respondent.
- 20. On or about October 17, 2017, the Division sent Respondent, via certified mail, an NRS 233B notice of intention to commence disciplinary action against him with the Nevada Real Estate Commission for violations of NRS 645.280(1); NRS 645.633(1)(c) pursuant to NAC 645.605(1); and NRS 645.660(3).

VIOLATIONS

Respondent has committed the following violations of law:

- 21. Respondent violated NRS 645.280(1) and NRS 645.633(1)(c) pursuant to NAC 645.605(1) by paying commissions from the sale of (1) 1783 London Circle Sparks, Nevada 89431; and (2) 11140 Larson Ranch Road, Reno, Nevada 89506, to Hovey while his license was expired, which constitutes a failure to protect the public against misrepresentation and unethical practices.
- 22. Respondent violated to NRS 645.660(3) pursuant to NAC 645.600(4) and by failing to adequately supervise Hovey and have a system in place to ensure Hovey maintained his license requirements up-to-date and did not engage in real estate sales without a license in violation of NRS 645.230 and NRS 645.235.

DISCIPLINE AUTHORIZED

23. Pursuant to NRS 645.633, the Commission is empowered to impose an administrative fine of up to \$10,000 per violation against Respondent and further to

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suspend, revoke, or place conditions on the license of Respondent.

- 24. Pursuant to NRS 645.660(3), the Commission may suspend, revoke, or deny the renewal of the license of a real estate broker and may assess a civil penalty of not more than \$5,000 against the broker if it appears he or she has failed to maintain adequate supervision of a salesperson or broker-salesperson associated with the broker and that person commits any unlawful act or violates any of the provisions of this chapter.
- Pursuant to NRS 645.314, the Division is authorized to request its 25. investigative costs where the investigation was undertaken for disciplinary purposes.
- 26. Additionally, under NRS 622.400, the Commission is authorized to impose costs of the proceeding upon Respondent, including investigative costs and attorney's fees, if the Commission otherwise imposes discipline on Respondent.
- 27. Therefore, the Division requests that the Commission take such disciplinary action as it deems appropriate under the circumstances.

STIPULATION AGREEMENT

- 1. In an effort to avoid the time and expense of litigating these issues before the Commission, the parties desire to compromise and settle the instant controversy upon the following terms and conditions:
 - a. Respondent admits all factual allegations.
 - b. Respondent admits all alleged violations of law.
 - c. Respondent agrees to pay \$5,000.00 to the Division within one (1) year of the date of the Commission's order approving this stipulation. The \$5,000.00 includes \$1,000.00 to cover the Division's investigatory costs and attorney fees.
 - d. Respondent further agrees to take six (6) hours of live course continuing education credits covering the area of Broker Management. The six (6) hours shall not be counted towards to Respondent's continuing education requirements and must be completed within one hundred eighty (180) days

2. If the payment is not received by the Division on or before the expiration of one (1) year, it shall be construed as an event of default by Respondent.

- 3. In the event of default, Respondent agrees that his license(s) and any permit(s) shall be immediately suspended, the Division may rescind this Stipulation and proceed with prosecuting the Complaint before the Commission. In that case, the Stipulation shall be null and void.
- 4. The Division agrees not to pursue any other or greater remedies or fines in connection with Respondent's alleged conduct referenced herein. The Division further agrees that upon Respondent's timely payment, the Division will not bring any claim or cause directly or indirectly against Respondent based upon any of the facts, circumstances, or allegations discovered during the Division's investigation and prosecution of this case.
- 5. Respondent agrees and understands that by entering into this Stipulation, Respondent is waiving his right to a hearing at which Respondent may present evidence in his defense, his right to a written decision on the merits of the complaint, his rights 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 Real Estate Brokers and Salespersons statutes and accompanying regulations, and the federal and state Constitutions. Respondent understands that this Agreement and other documentation may be subject to public records laws. The Commission members who review this matter for approval of this Stipulation may be the same members who ultimately hear, consider, and decide the Complaint if this Stipulation is either not approved by the Commission or is not timely performed by Respondent. Respondent fully understands that he has 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. Approval of Stipulation. This Stipulation was accepted by Respondent and

approved by the Commission at its June 12, 2018, public meeting.

- 8. Release. In consideration of the execution of this Stipulation, Respondent, for himself, his 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 Respondent ever had, now has, 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>. Respondent hereby indemnifies and holds 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.

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causes of action, suits, debts, judgments, executions, claims, and demands whatsoever, known and unknown, in law or equity, that Respondent ever had, now has, 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>. Respondent hereby indemnifies and holds 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.

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10. Respondent has signed and dated this Stipulation only after reading and understanding all terms herein.

DATED this 25 day of June 2018

DATED this ____ day of June 2018.

By: MMZ MMZ

NEVADA DEPARTMENT OF BUSINESS
& INDUSTRY, REAL ESTATE

DIVISION

SCOTT PAUL MYER

Respondent

1	10. Respondent has signed and	dated this Stipulation only after reading and
2	understanding all terms herein.	
3	DATED this day of June 2018	DATED this 28 day of June 2018.
4		NEVADA DEPARTMENT OF BUSINESS
5	By:SCOTT PAUL MYER,	& INDUSTRY REAL ESTATE DIVISION
6	Respondent	KKI and H
7	**	By:SHARATH CHANDRA
8		Administrator
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10	Approved as to form: ADAM PAUL LAXALT	
11	Attorney General	
12	011111	
13	By: PETER K. KEEGAN	
14	Deputy Attorney General	
15	100 N. Carson St. Carson City, NV 89701	
16	Attorney for the Real Estate Division	
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BEFORE THE REAL ESTATE COMMISSION STATE OF NEVADA

SHARATH CHANDRA, Administrator, REAL ESTATE DIVISION, DEPARTMENT OF BUSINESS & INDUSTRY, STATE OF NEVADA,

Case No.: 2017-2108

Petitioner.

VS.

SCOTT PAUL MYER.

Respondent.

ORDER APPROVING STIPULATION

The Stipulation for Settlement of Disciplinary Action having come before the Real Estate Commission, Department of Business and Industry, State of Nevada, during its regular agenda on June 12, 2018, and the Commission being fully apprised of terms and good cause appearing,

IT IS ORDERED that the Stipulation for Settlement of Disciplinary Action in this matter is approved in full.

This Order shall become effective on the 15th day of August 2018.

NEVADA REAL ESTATE COMMISSION

[Print Name]

Commission President