BEFORE THE COMMISSION FOR COMMON-INTEREST COMMUNITIES AND CONDOMINIUM HOTELS

STATE OF NEVADA

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SHARATH CHANDRA, Administrator,

OF BUSINESS AND INDUSTRY,

(Entity Number E0051682008-3)

STATE OF NEVADA,

REAL ESTATE DIVISION, DEPARTMENT

Petitioner,

Respondent.

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8 | vs.

9 MADISON COLONY AT PROVIDENCE HOMEOWNERS ASSOCIATION,

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Case No. 2024-858



DEC 2 0 2024

NEVADA COMMISSION FOR COMMON INTEREST COMMUNITIES AND CONDOMINIUM HOTELS

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FINDINGS OF FACT, CONCLUSIONS OF LAW AND ORDER

This matter came on for hearing before the Commission for Common-Interest Communities and Condominium Hotels, State of Nevada (the "Commission") during a regular agenda set on a three-day stack beginning at 9:00 a.m. on December 3, 2024 (the "Hearing"). Association Attorney Anna Heshmati, with Boyack Orme & Murdy for lead attorney Edward "Ted" D. Boyack, appeared on behalf of Mesa Verde Community Association ("RESPONDENT"), with the Community Association Manager ("CAM") Mitchell Fu (CAM.0010400) present and board member Michael Pearl present. Christal Park Keegan, Deputy Attorney General ("DAG") 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").

The RESPONDENT did not contest the Division's factual allegations and violations of law in its Complaint filed October 29, 2024. The parties stipulated admission of the Division's documents Exhibits A-B, bate stamped pages NRED 000001–000137, and the Respondent did not file an Answer as required pursuant to NRS 116.770(5), but their most recent Forms 623 and 602 filed November 27, 2024, and Board of Director Meeting

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Minutes November 21, 2024, were admitted. DAG Keegan informed the Commission it appeared the RESPONDENT has since demonstrated a third (3) member of close relation under NRS 116.31034(10)(a)(1), and otherwise per NRS 116.31034(12)(a), a temporary solution since this Community has 168 units.

FINDINGS OF FACT

Based on a preponderance of the evidence in the record, the documents admitted at the Hearing, and by stipulation of the parties, the Commission voted, to find all the following factual allegations were proven:

- 1. The RESPONDENT'S executive board has failed to have a third member since about December 7, 2017. Exhibit A, NRED 000008 NRED 000026.
- 2. Therefore, on or about September 18, 2024, the Division opened an investigation against the RESPONDENT'S Executive Board, requesting a response. Exhibit A, NRED 000003 NRED 000005.
- 3. On September 23, 2024, the RESPONDENT supplied its Registration Filing Addendum Form 623 completed by Community Association Manager ("CAM"), Mitchell Fu (CAM.0010400), still reporting only two board members. Exhibit B, NRED 000030 NRED 000031.
- 4. RESPONDENT also furnished the Division with election documentation representing "0 nomination forms." Exhibit B, NRED 000028, and NRED 000032 NRED 000137.
- 5. RESPONDENT represented the next board meeting is scheduled for November 24, 2024, and otherwise no change in its efforts to obtain a third board member. Exhibit B, NRED 000028.
- 6. Therefore, on or about September 23, 2024, the Division closed its investigation and informed the RESPONDENT that it would be bringing this matter before the Commission. Exhibit A, NRED 000006 NRED 000007.

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CONCLUSIONS OF LAW

Based on the foregoing factual findings and the preponderance of the evidence, the Commission voted, that all the following violations of law occurred:

RESPONDENT violated NRS 116.31034 for failing to elect a minimum of 7. three executive board members.

ORDER

The Commission, being fully apprised in the premises and good cause appearing, ORDERS as follows:

- RESPONDENT shall return to the March 11-13, 2025 Commission Meeting 1. with a status update regarding the third board member;
- RESPONDENT shall pay to the Division a total amount of Two Thousand 2. Six Hundred Sixty-Two Dollars and Fifty-Eight Cents (\$2,662.58) within sixty (60) days of entry of Order. This total amount reflects no administrative fine amounts for committing the above-stated violation of law, but the costs of the investigation, the attorney's fees, and the hearing;
- If payment is not actually received by the Division on or before its due date, 3. it shall be a default by RESPONDENT. In the event of default, the unpaid balance of the administrative fine and costs, together with any attorney's fees and costs that may have been assessed, shall be due in full to the Division within ten (10) calendar days of the date of default, and the Division may obtain a judgment for the amount owed, including collection fees and costs:
- RESPONDENT is on notice that if it violates any order by the Commission, 4. the Commission may impose an administrative fine of not more than \$1,000 for each violation; and

| 1 | 5. The Commission retains jurisdiction for correcting any errors that may have |
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| 2 | occurred in the drafting and issuance of this document. |
| 3 | DATED this 20 day of December, 2024. |
| 4 | COMMISSION FOR COMMON-INTEREST |
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| 6 | AND INDUSTRI, STATE OF NEVADA |
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| 9 | Challensitted here |
| | Submitted by: |
| 10 | AARON D. FORD Attorney General |
| 11 12 | By: |
| 13 | CHRISTAL P. KEEGAN (Bar No. 12725) |
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