1 2	BEFORE THE COMMISSION FOR COMMON-INTEREST COMMUNITIES AND CONDOMINIUM HOTELS		
3	STATE OF NEVADA		
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5	SHARATH CHANDRA, Administrator, REAL ESTATE DIVISION, DEPARTMENT OF BUSINESS AND INDUSTRY, STATE OF NEVADA,	Case No. 2023-580	
7	Petitioner,	FILED	
8	vs.	JAN 2 1 2025	
9 10	QUADRO HOMEOWNERS' ASSOCIATION, JONATHAN HAMRICK, ELENA LUNGU, RICHARD GREISENAUER, LINDA	NEVADA COMMISSION FOR COMMON INTEREST COMMUNITIES AND CONDOMINIUM HOTELS	
11	NEWPORT, and GENEVA MARCUS,	myacu	
12	Respondent.		
12	FINDINGS OF FACT, CONCLUSIONS OF LAW, AND ORDER		
14	This matter came on for hearing before the COMMISSION FOR COMMON-		
14	INTEREST COMMUNITIES AND CONDOMINIUM HOTELS STATE OF NEVADA		
	("Commission") on Wednesday, December 25, 2024. (the "Hearing"). RESPONDENT		
16	Richard Griesenauer (hereinafter, "RESPONDENT GRIESENAUER") did not appear in		
17	person, through counsel, or otherwise, nor did he answer the complaint. Phil W. Su, Esq.,		
18	Senior Deputy Attorney General with the Nevada Attorney General's Office, appeared on		
19	behalf of the Real Estate Division of the Department of Business and Industry, State of		
20	Nevada (the "Division").		
21	Commission Coordinator Maria Gallo testified regarding notices sent to the		
22	RESPONDENT and steps taken to effect proper service. The Commission found		
23	appropriate service of the notice of the hearing, the complaint and notice thereof, the notice		
24	of documents, and all other efforts taken to inform the RESPONDENT GRIESENAUER of		
25	the matter before the Commission. The Commi	ssion thereafter took notice of the documents	
26	filed by the Division to substantiate the allegations within the Complaint.		
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After hearing testimony and examining the evidence presented in this matter, and for good cause appearing, the Commission now enters its Findings of Fact, Conclusions of Law, and Order by default against RESPONDENT GRIESENAUER as follows:

## 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 by default:

On July 18, 2023, the Division received two (2) related intervention affidavits
(IA) from COMPLAINANT Ishana Vargas, supervising community association manager
with Integrity Based Management LLC. CIC0001-0004.

2. At all times relevant to the Complaint, Integrity Based Management LLC and COMPLAINANT were originally the retained community association manager for RESPONDENT ASSOCIATION. CIC0022.

3. The IA generally alleged that RESPONDENT BOARD MEMBER GRIESENAUER, along with RESPONDENT BOARD MEMBERS MARCUS, LUNGU, and NEWPORT, held a non-noticed board meeting during which time GRIESENAUER made a motion to not file his own insurance claim for damages to his home and to have the Association pay him for damages to his unit and for accommodations while repairs were being performed. CIC0022.

4. The other named board members were present at the non-noticed board meeting and voted in favor of the motion. CIC0022.

5. On June 28, 2023, COMPLAINANT sent letters to the RESPONDENT BOARD MEMBERS outlining the potential violations that may have occurred, in advance of filing an IA with the Division. CIC0048-0061.

6. On August 15, 2023, Division Investigator Christina Pitch sent an initial letter constituting notice of investigation and request for information to RESPONDENT ASSOCIATION, by certified mailing to their community association manager, Sharyce Harper of Integrity Based Management LLC. CIC0062-0064.

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7. The initial request for information letter made four allegations, asserting that an illegal board meeting occurred on June 13, 2023 without proper notice; that **RESPONDENT BOARD MEMBER GRIESENAUER** stood to gain financially from a vote to have the association pay for repairs to his home; that the other RESPONDENT BOARD MEMBERS improperly allowed the vote to occur to GRIESENAUER'S benefit; and that the other RESPONDENT BOARD MEMBERS improperly allowed GRIESENAUER to continue to serve as a board member when he stood to gain financially from the matter before the executive board. CIC0062-0063.

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8. On August 24, 2023, Investigator Pitch sent a second request for information letter to RESPONDENTS, reiterating the requests from the previous letter. CIC0065-0067.

9. On August 23, 2023, the Division received emailed response from **RESPONDENT BOARD MEMBER Hamrick**, enclosing email records from the emergency meeting, correspondence about retaining legal counsel, and letters sent to the board regarding the meetings and attempted payouts to RESPONDENT BOARD MEMBER GREISENAUER. CIC0091-0150.

10. That same day, the Division also received a response purportedly from the **RESPONDENT BOARD MEMBERS**, collectively. CIC0151-0167.

On August 24, 2023, BOARD MEMBER GRIESENAUER filed his own 11. 18 statement of fact and form 514A intervention affidavit against Integrity Based 19 Management LLC and Sharyce Harper and COMPLAINANT Ishana Vargas, alleging 20 retaliation and harassment. CIC0168-183.

The August 24, 2023, statement of fact, in relevant part to this Complaint, 12. 22 included a letter from BOARD MEMBER GRIESENAUER'S own counsel indicating that 23 he is solely responsible for repairing damages to his own unit and needed to allow the 24 Association access to his home to identify repair issues. CIC0180-0183. 25

13. On September 6, 2023, Investigator Pitch sent a third request for information 26 letter to RESPONDENTS, requesting information regarding payments GRIESENAUER 27 may have made to repair water damage in 2023; a copy of the CC&Rs; and an explanation 28

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of each payment the Board approved for the benefit of GRIESENAUER, with citation to the section of the CC&Rs supporting the Association's responsibility for that damage. CIC0068-0070.

14. On September 14, 2023, Investigator Pitch sent a fourth request for information letter to RESPONDENTS, reiterating from the third letter. CIC0071-0072.

15. On September 18, 2023, Mandy Edelman from Sierra Community Management emailed a response to the Division, enclosing the requested documents from the most recent request. CIC0073-0090.

16. On December 14, 2023, the Division sent, via Certified Mail, NRS 233b letter notifying the RESPONDENTS that it would pursue disciplinary action in a hearing before the Commission for potential violations of NRS 116. CIC0184-0185.

## 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 have been proven by default:

1. RESPONDENTS willfully and knowingly violated NRS 116.31083 and NRS 116.3103 pursuant to NAC 116.405 when the executive board held one or more meetings, on June 6, 2023, and June 13, 2023, that were not properly noticed according to statutory requirements.

RESPONDENT BOARD MEMBER GREISENAUER willfully and knowingly
violated 116.3103 pursuant to NAC 116.405(2) by acting for reasons of self-interest and
gain, when he made a motion for an executive board vote to pay him out of Association
funds for repairs to his unit and relocation expenses, for which he would have personally
benefitted.

3. RESPONDENTS willfully and knowingly violated NRS 116.3103 through
NAC 116.405(3) by committing an act which amounts to incompetence, negligence, and/or
gross negligence when they unanimously voted in favor of paying BOARD MEMBER
GREISENAUER out of Association funds for his sole and primary benefit and allowed those
funds to actually be used for that purpose.

ORDER 1 Based on the foregoing findings of facts and violations of law, the Commission hereby 2 3 Orders: **RESPONDENT GRIESENAUER** shall pay the Division a total of \$4,682.99 4 1. ("Amount Due"), consisting of \$3,000.00 in administrative fines, plus the Division's pro-5 rated fees and costs in the amount of \$1,682.99. The Amount Due shall be paid to the 6 Division within thirty (30) days of the effective date of this Order. 7 If the Amount Due is not actually received by the Division on or before its 8 2. due date, it shall be a default by RESPONDENT GRIESENAUER. In the event of default, 9 the unpaid balance of the administrative fine and costs, together with any attorney's fees 10 and costs that may have been assessed, shall be due in full to the Division within ten 11 calendar days of the date of default, and the Division may obtain a judgment for the amount 12 owed, including collection fees and costs. 13 RESPONDENT GRIESENAUER is hereby removed from any board 14 3. 15 member position with the Association as of the effective date of this Order. **RESPONDENT GRIESENAUER** is barred from serving as an association 16 4. board member for any common interest community within this state for a period of ten (10) 17 vears from the effective date of this order. If RESPONDENT GRIESENAUER thereafter 18 wishes to seek election to an association board, he must petition to appear before this 19 Commission at its next regularly scheduled public meeting for prior approval. 20 21 111 22 111 111 23 111 24 25 111 26 111 27 111 28 111

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2	5. The Commission retains jurisdiction for correcting any errors that may	
3	have occurred in the drafting and issuance of this document.	
4	DATED: January <u>215+</u> , 2025	
5	COMMISSION FOR COMMON-INTEREST COMMUNITIES AND CONDOMINIUM	
6	HOTELS, DEPARTMENT OF BUSINESS AND INDUSTRY, STATE OF NEVADA	
7	Pin main	
8	By: Buy Chi Doll V Chi atol Phyllis Tomasso, Chairwoman	
9 10	Submitted by:	
10	AARON D. FORD Attorney General	
12	Attorney General	
13	By: <u>/s/ Phil W. Su</u>	
14	PHIL W. SU (Bar No. 10450) Senior Deputy Attorney General	
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