# BEFORE THE REAL ESTATE COMMISSION

MAY 09 2018

## STATE OF NEVADA

REAL ESTATE COMMISSION

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Office of the Attorney General

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Carson City, Nevada 89701-4717

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

Petitioner.

vs.

MATTHEW W. HOVEY,

Respondent.

Case No.: 2017-1949

COMPLAINT AND NOTICE OF HEARING

The REAL ESTATE DIVISION OF THE DEPARTMENT OF BUSINESS AND INDUSTRY OF THE STATE OF NEVADA ("Division"), by and through its counsel, ADAM PAUL LAXALT, Attorney General of the State of Nevada, and PETER KEEGAN Deputy Attorney General, hereby notifies RESPONDENT, MATTHEW W. HOVEY, ("RESPONDENT") of an administrative hearing before the STATE OF NEVADA REAL ESTATE COMMISSION ("Commission"). The hearing will be held pursuant to Chapter 233B and Chapter 645 of the Nevada Revised Statutes ("NRS") and Chapter 645 of the Nevada Administrative Code ("NAC"). The purpose of the hearing is to consider the allegations stated below and to determine if the RESPONDENT should be subject to an administrative penalty or other discipline authorized by NRS 645 and/or NAC 645, if violations of law are proven.

## **JURISDICTION**

RESPONDENT is licensed as a real estate salesperson under license number S.0059885. 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 is, therefore, subject to the jurisdiction of the Division and the Commission, and the provisions of NRS and NAC 645.

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#### FACTUAL ALLEGATIONS

- RESPONDENT is a licensed Real Estate Salesperson under license number
   S.0059885, initially issued by the Division on February 25, 2004.
- 2. At all times relevant, RESPONDENT was employed with Meyer Realty, in Reno, Nevada.
  - 3. RESPONDENT's license expired on February 28, 2017.
  - 4. The effective date of RESPONDENT's expired licensed was March 1, 2013.
  - 5. RESPONDENT's license was reinstated on August 31, 2017.
- 6. RESPONDENT actively participated in two real estate transactions that closed during the time his license was expired.
- 7. RESPONDENT 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 buyer's offer on March 24, 2017, and the closing, which occurred on or about April 19, 2017.
- 8. RESPONDENT 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.
- 9. RESPONDENT also entered into eight Exclusive Right to Sell contracts during the 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.
- RESPONDENT was notified by the Association of Realtors on August 18,
   that his license was expired.

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- RESPONDENT transferred his active listings to his broker, Scott P. Myer, of 11. Myer Realty, on August 25, 2017.
- 12. On or about September 7, 2017, the Division sent RESPONDENT, an Investigation Opening Letter requesting a response by September 21, 2017.
- On or about September 21, 2017, the Division received a response from 13. RESPONDENT.
- 14. 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 645.230(1)(a); NRS 645.235(1)(a); and NRS 645.633 pursuant to NAC 645.605 and NAC 645.315.

#### **VIOLATIONS**

RESPONDENT has committed the following violations of law:

- RESPONDENT violated NRS 645.230(1)(a) and NRS 645.235(1)(a) for acting 15. as a real estate salesperson without an active real estate license on ten (10) occasions including: (1) 1783 London Circle Sparks, Nevada 89431; (2) 11140 Larson Ranch Road, Reno, Nevada 89506; (3) 813 Overland Loop, Dayton, NV 89403; (4) 1475 Locksley Way, Reno, NV 89503; (5) 170 Nugget Lane, Dayton, NV 89403; (6) 260 Grover Court, Sun Valley, Nevada 89433; (7) 240 Grover Court, Sun Valley, NV 89433; (8) 5670 Leon Drive. Sun Valley, NV 89433; (9) 740 Grayhawk Drive, Dayton, NV 89403; and (10) 3701 Ranchview Court, Reno. NV 89509.
- 16. RESPONDENT violated NRS 645.633(1)(h) pursuant to NAC 645.605(5) and NAC 645.315 by negligently failing to renew his license before it expired and for negligently failing to keep abreast of license renewal process changes.

## DISCIPLINE AUTHORIZED

17. Pursuant to NRS 645.235, the Commission is empowered to impose an administrative fine in an amount not to exceed the amount of gain or economic benefit that the person derived from the violation or \$5,000, whichever amount is greater,

Carson Street vada 89701-4717 against RESPONDENT for each violation of NRS 645.235.

- 18. 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 suspend, revoke or place conditions on the license of RESPONDENT.
- 19. Pursuant to NRS 645.314, the Division is authorized to request its investigative costs where the investigation was undertaken for disciplinary purposes.
- 20. 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.
- 21. Therefore, the Division requests that the Commission take such disciplinary action as it deems appropriate under the circumstances.

#### NOTICE OF HEARING

PLEASE TAKE NOTICE that a disciplinary hearing has been set to consider the Administrative Complaint against the above-named Respondent in accordance with Chapters 233B and 645 of the Nevada Revised Statutes and Chapter 645 of the Nevada Administrative Code.

THE HEARING WILL TAKE PLACE on June 12, 2018 commencing at 9:00 a.m., or as soon thereafter as the Commission is able to hear the matter, and each day thereafter commencing at 9:00 a.m. through June 14, 2018, or earlier if the business of the Commission is concluded. The Commission meeting will be held on June 12, 2018, at the Nevada Division of Insurance, 1818 East College Parkway, Suite 103, Carson City, Nevada 89706. The meeting will continue on June 13, 2018 at the Nevada Division of Insurance, 1818 East College Parkway, Suite 103, Carson City, Nevada 89706., commencing at 9:00 a.m., and on June 14, 2018, should business not be concluded, starting at 9:00 a.m. at the Nevada Division of Insurance, 1818 East College Parkway, Suite 103, Carson City, Nevada 89706.

STACKED CALENDAR: Your hearing is one of several hearings scheduled at the same time as part of a regular meeting of the Commission that is expected to last from June 12 through June 14, 2018, or earlier if the business of the Commission is concluded. Thus, your hearing may be continued until later in the day or from day to day. It is your responsibility to be present when your case is called. If you are not present when your hearing is called, a default may be entered against you and the Commission may decide the case as if all allegations in the complaint were true. If you have any questions please call Rebecca Hardin, Commission Coordinator (702) 486-4074.

YOUR RIGHTS AT THE HEARING: except as mentioned below the hearing is an

YOUR RIGHTS AT THE HEARING: except as mentioned below, the hearing is an open meeting under Nevada's Open Meeting Law, and may be attended by the public. After the evidence and arguments, the Commission may conduct a closed meeting to discuss your alleged misconduct or professional competence. A verbatim record will be made by a certified court reporter. You are entitled to a copy of the transcript of the open and closed portions of the meeting, although you must pay for the transcription.

As the Respondent, you are specifically informed that you have the right to appear and be heard in your defense, either personally or through your counsel of choice. At the hearing, the Division has the burden of proving the allegations in the complaint and will call witnesses and present evidence against you. You have the right to respond and to present relevant evidence and argument on all issues involved. You have the right to call and examine witnesses, introduce exhibits, and cross-examine opposing witnesses on any matter relevant to the issues involved.

You have the right to request that the Commission issue subpoenas to compel witnesses to testify and/or evidence to be offered on your behalf. In making the request, you may be required to demonstrate the relevance of the witnesses' testimony and/or evidence. Other important rights you have are listed in NRS 645.680 through 645.990, NRS Chapter 233B, and NAC 645.810 through 645.920.

1 2 111 3 /// 4 The purpose of the hearing is to determine if the Respondent has violated NRS 645 5 and/or NAC 645 and if the allegations contained herein are substantially proven 6 by the evidence presented and to further determine what administrative penalty, if any, 7 is to be assessed against the Respondents. 8 DATED this \_\_\_\_\_ day of May, 2018. 9 State of Nevada Department of Busings and Industry 10 Real Estate Division 11 12 By: SHARATH CHANDRA, Administrator 13 3300 W. Sahara Avenue Las Vegas, Nevada 89102 14 15 DATED this 8th day of May 2018. 16 ADAM PAUL LAXALT **Attorney General** 17 18 By: PETER KEEGAN Deputy Atterney General 100 North Carson Street 19 20 Carson City, Nevada 89701 Telephone: (775) 684-1153 21 Attorneys for Real Estate Division 22 23 24 25 26 27 28