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APR 01 2022 REAL ESTATE COMMISSION BY Evely Attle

1	BEFORE THE REAL ESTATE COMMISSION		
2	STATE OF NEVADA		
3	SHARATH CHANDRA, Administrator, REAL ESTATE DIVISION, DEPARTMENT OF BUSINESS & INDUSTRY, STATE OF NEVADA,		
5	Petitioner,		
6	VS,		
7	SHAWN CHRISTOPHER.		
8	Respondent.		
9	Kespondent.		
10	STIPULATION FOR SETTLEMENT OF DISCIPLINARY ACTION		
11	This Stipulation for Settlement of Disciplinary Action ("Stipulation") is entered into by and		
12	between the State of Nevada, Department of Business and Industry, Real Estate Division ("Division"),		
13	through its Administrator Sharath Chandra ("Petitioner"), by and through their attorney of record, Deputy		
14	Attorney General Matthew Feelcy and SHAWN CHRISTOPHER ("RESPONDENT").		
15	JURISDICTION		
16	RESPONDENT is licensed as a real estate broker-salesperson by the Division. He is therefore		
17	subject to the jurisdiction of the Division and the Commission and the provisions of NRS chapter 645		
18	and NAC chapter 645.		
19	FACTUAL ALLEGATIONS		
20	1. RESPONDENT was licensed by the Division as a salesperson, under license S.0022711,		
21	said license being issued on June 30, 1989, and was active until June 18, 1990, and then again on June		
22	20, 1990 until October 26, 1990.		
23	2. RESPONDENT was licensed by the Division as a salesperson, under license S.0048452,		
24	said license being issued on January 10, 2001, and was active until March 29, 2001, and then again on		
25	April 11, 2001, until February 1, 2003.		
26	3. RESPONDENT was licensed by the Division as a salesperson, under license S.0168759,		
27	said license being issued on November 16, 2009, and was active until October 3, 2012.		
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1	4. RESPONDENT was licensed by the Division as a broker, under license		
2	B.1001066.CORP. said license being issued on October 3, 2012, and was active until December 3, 2013.		
3	5. RESPONDENT was licensed by the Division as a real estate broker-salesperson, under		
4	license BS.1001066, said license being issued on May 24, 2018, and is in "active" status.		
5	6. RESPONDENT was and/or is a broker-salesperson with REISS REALTY.		
6	7. On December 5, 2019, Donald Mazzula ("Complainant") filed a complaint with the		
7	Division against RESPONDENT related to property located at 227 S. Texas, Henderson, NV 89015 ("the		
8	Property").		
9	8. Complainant alleged that he had known RESPONDENT as RESPONDENT has been his		
10	attorney for the past 20 years.		
11	9. Complainant further alleged that RESPONDENT had formed DTHD. LLC in or around		
12	March of 2017.		
13	10. Complainant alleged that RESPONDENT approached Complainant and proposed that		
14	Complainant invest in a single-family house "flip" which RESPONDENT estimated would take 4 months		
15	to renovate and re-sell. RESPONDENT told Complainant that he has done this with at least two other		
16	properties.		
17	11. Complainant alleged that RESPONDENT explained that he was short on cash due to the		
18	impending sale of his two other properties. Complainant further alleges that they agreed that Complainant		
19	would become owner of 50% of DTHD, LLC which allegedly had no assets or liabilities. Complainant		
20	further alleges that as part of the agreement, Complainant would purchase the Property for cash on behalf		
21	of the LLC and RESPONDENT would perform the improvements and upon sale of the Property, they		
22	would cach reimburse themselves their respective expenditures and split the profit 50/50.		
23	12. On June 8, 2017, Complainant wired \$138,000 to WFG Title Company to complete		
24	purchase of the Property that was to be owned by the LLC.		
25	13. On June 9, 2017, the deed was transferred to DTHD, LLC.		
26	14. On June 19, 2017, RESPONDENT took out a hard money loan in the amount of \$53,000		
27	using the Property as collateral.		
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1 15. On November 1, 2017, RESPONDENT took out another hard money loan in the amount
 2 of \$115,000 using the Property as collateral.

3 16. On January 15, 2018, RESPONDENT amended the operating agreement of DTHD, LLC
4 and added Complainant as a member.

5 17. Complainant alleged RESPONDENT failed to renovate the house within the 6 aforementioned four-month timeframe, and Complainant had to take over renovations in January of 2019, 7 and it took an additional 9 months to complete the process.

8 18. On November 9. 2019, Complainant received, at his home address, a certified letter from
9 attorney M. Bohn demanding payment of \$149,801 for the \$115,000 toan taken out by RESPONDENT.
10 The amount due included interest and penalty payments through December 1, 2019. RESPONDENT had
11 only made one interest only payment on the loan.

12 19. On November 12, 2019, Complainant received an email from RESPONDENT with an
13 apology and a resignation from DTHD, LLC, and transferred all interest in DTHD, LLC to Complainant.

14 20. On December 10, 2019, the Division sent a letter notifying RESPONDENT that an
15 investigation has begun in response to the Complainant's complaint against him.

16 21. On April 20, 2020, the Division sent a follow up letter to RESPONDENT notifying him
17 that the division had obtained sufficient evidence to commence disciplinary action and intends to file a
18 complaint for hearing before the Nevada Real Estate Division.

19 22. In that same correspondence, the Division notified the RESPONDENT that it was alleged
20 that he violated:

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a. NRS 645.633(1)(h) pursuant to NAC 645.605(6); and

b. NRS 645.633(1)(i) pursuant to NAC 645.605(1).

ALLEGED VIOLATIONS

The Division alleges that RESPONDENT has committed the following violations of law:

25 23. RESPONDENT violated NRS 645.633(1)(h) pursuant to NAC 645.605(6) when, only 11
 26 days after Complainant used his own funds to purchase the Property, RESPONDENT took a loan out on
 27 the Property without informing Complainant.

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RESPONDENT violated NRS 645.633(1)(i) pursuant to NAC 645.605 (1), when he

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1	engaged in a deceitful. fraudulent or dishonest dealing with the Complainant by transferring ownership	
2	of DTHD, LLC to Complainant knowing that the loan on the Property (held in the LLC) was in default,	
3	leaving Complainant responsible for the repayment of a loan of which he was not even aware.	
4	PROPOSED STIPULATION AGREEMENT	
5	25. In an effort to avoid the time and expense of litigating these issues before the	
6	Commission, the parties desire to compromise and settle the instant controversy upon the following terms	
7	and conditions:	
8	a. RESPONDENT agrees to voluntarily surrender back to the Division any and all	
9	licenses issued by the Division.	
10	b. RESPONDENT agrees to not apply or reapply for any licenses issued by the	
п	Division for a period of ten years.	
12	c. RESPONDENT agrees to pay the Division their fees and costs in the amount of	
13	\$1,146.16. RESPONDENT shall pay to the Division \$100 per month (the last	
14	payment being in the amount of \$46.16, or whatever remains), starting one month	
15	after the entry of Order Approving this Stipulation and until the amount is fully	
16	paid. RESPONDENT shall be permitted to pay off the amount sooner if he so	
17	chooses.	
18	d. RESPONDENT, by agreeing to this settlement. does not admit to the factual	
19	allegations or that any violations occurred.	
20	26. RESPONDENT and the Division agree that by entering into this Stipulation, the Division	
21	does not concede any defense or mitigation RESPONDENT may assert and that once this Stipulation is	
22	approved and fully performed, the Division will close its file in this matter. Nothing herein prevents proof	
23	and giving consideration to acts complained of in this matter in determining or penalizing a future	
24	violation by RESPONDENT of any provision of NRS Chapter 645 or NAC Chapter 645.	
25	27. RESPONDENT agrees and understands that by entering into this Stipulation	
26	RESPONDENT is waiving his right to a hearing at which RESPONDENT may present evidence in his	
27	defense, his right to a written decision on the merits of the complaint, his rights to reconsideration and/o	
28	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.

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28. Each party shall bear its or his own attorney's fees and costs, except as provided above.

9 29. <u>Approval of Stipulation.</u> Once executed, this Stipulation will be filed with the
10 Commission and will he placed on the agenda for approval at its next public meeting. The Division will
11 recommend to the Commission approval of the Stipulation. RESPONDENT agrees that the Commission
12 may approve, reject, or suggest amendments to this Stipulation that must be accepted or rejected by
13 RESPONDENT before any amendment is effective.

30. <u>Withdrawal of Stipulation</u>. If the Commission rejects this Stipulation or suggests
 amendments unacceptable to RESPONDENT, RESPONDENT may withdraw from this Stipulation, and
 the Division may pursue its Complaint before the Commission. This Stipulation then shall become null
 and void and unenforceable in any manner against either party.

18 31. <u>Release</u>. In consideration of the execution of this Stipulation, RESPONDENT for himself, 19 his heirs, executors, administrators, successors, and assigns, hereby releases, remises, and forever 20 discharges the State of Nevada, the Department of Business and Industry, and the Division, and each of 21 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, 22 claims, and demands whatsoever, known and unknown, in law or equity, that RESPONDENT ever had, 23 24 now has, may have, or claim to have against any or all of the persons or entities named in this section, 25 arising out of or by reason of the Division's investigation, this disciplinary action, and all other matters 26 relating thereto.

27 28 32. <u>Indemnification</u>. RESPONDENT hereby agrees to indemnify and hold harmless the State of Nevada, the Department of Business and Industry, Petitioner, 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 tees, which may be sustained by the persons and/or entities named in this section as a result of said claims, suits, and actions.

6 <u>33.</u> <u>Default.</u> In the event of default, RESPONDENT agrees that his license shall be 7 immediately suspended, and the unpaid balance of the administrative fine and costs, together with any 8 attorney's fees and costs that may have been assessed, shall be due in full to the Division within ten 9 calendar days of the date of default. Debt collection actions for unpaid monetary assessments in this case 10 may be instituted by the Division or its assignee.

 11
 34. RESPONDENT has sigued and dated this Stipulation only after reading and

 12
 understanding all terms herein.

13 DATED this 25 day of March, 2022 14 15 16 17 By SHAWN CHRISTOPHER 18 19 20 Approved as to form: 21 AARON D. FORD Attorney General 22 23 By: MATTHEW FEELEY (Bat #13336) 24 Deputy Attorney General 25 555 E. Washington Avenue, Suite 3900 Las Vegas, NV 89101 26

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DATED this 25 day of March. 2022. OF BU NEVADA DEPAR & INDUSTRY. D SION By: SHARA Administrator

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1	BEFORE THE REAL ES	STATE COMMISSION			
2	STATE OF NEVADA				
3	SHARATH CHANDRA, Administrator,	N 2010 1220			
4	OF BUSINESS & INDUSTRY,	Case No. 2019-1339			
5	STATE OF NEVADA,				
6	Petitioner,				
7	vs.				
8	SHAWN CHRISTOPHER,				
9	Respondent.				
10	ORDER APPROVING STIPULATION				
П	The Stipulation for Settlement of Disciplinary Action having come before the Real Estate				
12	Commission, Department of Business and Industry, State of Nevada, during its regular agenda on March				
13	29, 2022, and the Commission being fully apprised of the terms and good cause appearing,				
14	IT IS ORDERED that the Stipulation for Settlement of Disciplinary Action in this matter is				
15	approved in full.				
16	This Order shall become effective on the <u>29</u> day of <u>March</u> , 2022.				
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18	Dated this 1st day of April, 2022.				
19		NEVADA REAL ESTATE COMMISSION			
20		By: h			
21		[Print Name] Darvell Plummer			
22		Commission President			
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