| 1   | BEFORE THE REAL ESTATE COMMISSION  |   |
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| 2   | STATE OF NEVADA  |   |
| 3 4 | SHARATH CHANDRA, Administrator,<br>REAL ESTATE DIVISION, DEPARTMENT<br>OF BUSINESS & INDUSTRY,       | Case No. 2020-821                                       |
| 5   | STATE OF NEVADA,  Petitioner,  | FILED   |
| 6   | *  | JUL 2 0 2023  |
| 7 8 | vs. SEAN R. MARSHALL,  | REAL ESTATE COMMISSION BY Kelly Valader                 |
| 9   | Respondent.  |   |
| 10  | COMPLAINT AND NOTICE OF HEARING  |   |
| 11  | The REAL ESTATE DIVISION OF THE DEPARTMENT OF BUSINESS AND INDUSTRY                                  |   |
| 12  | OF THE STATE OF NEVADA ("Division") hereby notifies RESPONDENT SEAN R. MARSHALL                      |   |
| 13  | ("RESPONDENT") of an administrative hearing before the STATE OF NEVADA REAL ESTATE                   |   |
| 14  | COMMISSION ("Commission"). The hearing will be held pursuant to Chapters 233B and Chapter 645        |   |
| 15  | of the Nevada Revised Statutes ("NRS") and Chapter 645 of the Nevada Administrative Code ("NAC").    |   |
| 16  | The purpose of the hearing is to consider the allegations stated below and to determine if the       |   |
| 17  | RESPONDENT should be subject to an administrative penalty as set forth in NRS 645.633 and/or NRS     |   |
| 18  | 645.630 and/or NRS 622.400, and the discipline to be imposed, if violations of law are proven.       |   |
| 19  | JURISDICTION   |   |
| 20  | RESPONDENT was at all relevant times mentioned in this Complaint licensed as a Broker under          |   |
| 21  | license number B.0143569.LLC (NRED0005) and is therefore subject to the jurisdiction of the Division |   |
| 22  | and the Commission, and the provisions of NRS chapter 645 and NAC chapter 645.                       |   |
| 23  | FACTUAL ALLEGATIONS  |   |
| 24  | 1. On or about September 4, 2020,  | the Division received a Statement of Fact from          |
| 25  | COMPLAINANT Kathy Thompson, regarding the actions and conduct of seller's broker,                    |   |
| 26  | RESPONDENT SEAN R. MARSHALL, during the sale of the property at 668 Mount Blackburn Ln.,             |   |
| 27  | Boulder City, NV 89005 ("the Property"). (NRED0006-NRED0007)   |   |
| 28  | COMPLAINANT alleged that she as  | nd her client relied upon notations in the MLS listing, |

as prepared by RESPONDENT, that the property contained washer and dryer units, and made two offers to RESPONDENT's client noting that a washer and dryer were to be included in the sale per MLS, and that the garage was full of boxes and furniture, which is where they assumed the units were being stored. (NRED0007-0011; NRED0015-0016)

- 3. RESPONDENT'S seller accepted the second offer and escrow was opened on June 16, 2020. (NRED0007; 0020-0021; 0089)
- 4. The MLS listing for the property was changed later that day, after opening of escrow, to reflect that the property did not include a washer and dryer unit. (NRED0007; 0010; 0110)
- 5. When COMPLAINANT asked RESPONDENT about the whereabouts of the washer and dryer units, the RESPONDENT told her that was a mistake and no washer and dryer [go] with the property, but that he could give her buyers a bucket and washboard instead. (NRED0007; 0025-0026)
- 6. COMPLAINANT'S broker called RESPONDENT to mediate, and RESPONDENT allegedly told that broker to "F off." *Id.*
- 7. On or about September 15, 2020, the RESPONDENT provided his signed affidavit to the Division responding to its opened investigation and, shortly thereafter, provided his broker file for the transaction. (NRED0025-0026; NRED0027-0218)
- 8. In his response to the Division, the RESPONDENT asserted he relied upon the recollections of the granddaughter of seller that the washer and dryer were present, that the COMPLAINANT and her client had an inspector view the property on 6/11/20 and was able to inspect the garage to confirm the washer and dryer were not present. (NRED0025-0026).
- 9. RESPONDENT contends that the parties were mutually mistaken about the washer and dryer and that he corrected the MLS listing (although he was not sure about the exact day). (*Id.*)
- 10. RESPONDENT further reported that COMPLAINANT asked for a \$500 credit on behalf of her clients for the missing units, and that he presented that request to his seller, who declined. (*Id.*)
- 11. RESPONDENT contended that the "bucket and washboard" comment was not meant to be a serious counteroffer, but only to demonstrate the difficulty in determining the quality of the units needed to satisfy those contract terms. (*Id.*)
  - 12. RESPONDENT agreed that his conversation with COMPLAINANT'S broker became

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- 1. RESPONDENT violated NRS 645.630(1)(a) pursuant to NAC 645.605(1) by making a material misrepresentation in falsely advertising that a washer and dryer was included in the sale of the property located at 668 Mt. Blackburn, Boulder City, NV in the MLS when in fact there was none.
- 2. RESPONDENT violated NRS 645.633(1)(i) pursuant to NAC 645.605(6), by acting deceitfully in trying to change the MLS listing to reflect no washer and dryer was included in the sale of the property located at 668 Mt. Blackburn, Boulder City, NV after the offer had already been accepted.

## DISCIPLINE AUTHORIZED

Pursuant to NRS 645.630 and 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.

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.

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 August 22, 2023, 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 August 24, 2023, or earlier if the business of the Commission is concluded. The Commission meeting will be held on August 22, 2023, at the Nevada Division of Insurance, 1818 E. College Parkway, Suite 103, Carson City, Nevada 89706, with video conference to the Nevada State Business Center, 3300 West Sahara Avenue, 4th Floor – Nevada Room, Las Vegas, Nevada 89102. The meeting will continue on each day thereafter commencing at 9:00 a.m. through August 24, 2023, until the business of the Commission is concluded.

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 August 22, 2023 through August 24, 2023, 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 Kelly Valadez, Commission Coordinator (702) 486-4606.

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. 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 witness' 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 645.875.

The purpose of the hearing is to determine if the Respondent has violated NRS 645 and/or NAC 645 and if the allegations contained herein are substantially proven by the evidence presented and to further determine what administrative penalty is to be assessed against the RESPONDENT, if any, pursuant to NRS 645.235, 645.633 and or 645.630.

DATED this 18 day of July, 2023.