EDUCATION REVIEW COMMITTEE

REAL ESTATE COMMISSION

Professional and Vocational Licensing Division Department of Commerce and Consumer Affairs

State of Hawaii
www.hawaii.gov/hirec

MINUTES OF MEETING

The agenda for this meeting was filed with the Lieutenant Governor's Office as required by Section 92-7(b), Hawaii Revised Statutes.

Date: March 7, 2012

Time: Upon adjournment of the Condominium Review Committee meeting, which is

upon adjournment of the Laws and Rules Review Committee meeting, which

convened at 9:00 a.m.

Place: Queen Liliuokalani Conference Room

King Kalakaua Building

335 Merchant Street, First Floor

Honolulu, Hawaii

Present: Scott A. Sherley, Chair / Broker / Hawaii Island Commissioner

Rowena B. Cobb, Vice Chair / Broker / Kauai Commissioner Frances T. Gendrano, Broker / Honolulu Commissioner Stanley Kuriyama, Broker/Honolulu Commissioner Aileen Wada, Broker/Honolulu Commissioner Walter Harvey, Broker / Honolulu Commissioner Nikki T. Senter, Public / Honolulu Commissioner

Michele Sunahara Loudermilk, Public / Honolulu Commissioner

Neil K. Fujitani, Supervising Executive Officer

Miles Ino, Executive Officer

Diane Choy Fujimura, Senior Real Estate Specialist

Cynthia Yee, Senior Condominium Specialist

Amy Endo, Real Estate Specialist
David J. Grupen, Real Estate Specialist
Cheryl Leong, Condominium Specialist
Benedyne Stone, Condominium Specialist
Shari Wong, Deputy Attorney General
Amy Fujioka, Recording Secretary

Others: Aron Espinueva, Hawaii Association of REALTORS®

Marsha Shimizu, Hawaii Association of REALTORS®

Absent: Carol Mae Ball, Broker / Maui Commissioner

Call to Order: The Chair called the meeting to order at 9:44 a.m., at which time quorum was

established.

Chair's Report: The Chair stated the Committee may move into Executive Session to consider

and evaluate personal information relating to individuals applying for licensure in accordance with section 92-5(a)(1), HRS, and to consult with the Board's attorney on questions and issues pertaining to the Board's powers, duties,

privileges, immunities, and liabilities in accordance with section 92-5(a)(4), HRS.

Education Review Committee Minutes of the March 7, 2012 Meeting Page 2

> Commissioner Ball was excused from the meeting. Prior notification of her nonattendance was received.

Real Estate Specialist's Report:

Additional Distribution

The following was distributed as additional distribution:

- 4. Continuing Education Administration, Curriculum, Courses, Providers, and Instructors
 - a. Administrative Issues New Salesperson Licenses 2012
 - b. Applications
 - 2) Course "Condominium Principles and Disclosure:"; Author/Owner: Thomas Douma; Provider: REALTORS' Association of Maui, Inc.; Course Categories: Real Estate Law, Risk Management; Clock Hours: 3
- 6. Administration of Examinations
 - a. PSI
 - 1) Licensing Examination Statistics February 2012
 - 2) School Pass/Fail Rates February 2012
 - 3) School Summary by Test Category February 2012
- 10. ARELLO, REEA and Other Organizations

Minutes of Previous Meeting

Upon a motion by Commissioner Harvey, seconded by Commissioner Loudermilk, it was voted on and unanimously carried to accept the minutes of the February 8, 2012, Education Review Committee meeting.

Continuing Education: Applications

2011-2012 Continuing Education Providers and Courses Ratification List

Upon a motion by Commissioner Gendrano, seconded by Commissioner Harvey, it was voted on and unanimously carried to ratify the following:

Registration/Certification

Effective Date

"NARPM Risk Management Essentials" 01/26/12 (National Association of REALTORS/Hawaii Association of REALTORS®)

"NARPM Risk Management Advanced" 01/26/12 (National Association of REALTORS/Hawaii Association of REALTORS®)

"Seniors Real Estate Specialist (SRES)" 02/06/12 (National Association of REALTORS/Hawaii Association of REALTORS®)

"CRS205 Financing & Tax Advantages for Agents & Their Clients" 02/06/12 (National Association of REALTORS/Hawaii Association of REALTORS®)

"Short Sales and Foreclosures: What Real Estate Professionals

Need to Know"

02/07/12

(National Association of REALTORS/All Islands Real Estate School)

(National Association of REALTORS/All Islands Real Estate School)			
"Effective Negotiating for Real Estate Professionals" (National Association of REALTORS/All Islands Real Estate Sci	02/07/12 hool)		
"Generation Buy" (National Association of REALTORS/Hawaii Association of REA	02/09/12 ALTORS®)		
"Your First Year in Real Estate: Part I" (ARELLO Certified Course/Continuing Ed Express, LLC)	02/14/12		
"Your First Year in Real Estate: Part II" (ARELLO Certified Course/Continuing Ed Express, LLC)	02/14/12		
"Simple Staging for Quicker Sales" (ARELLO Certified Course/Continuing Ed Express, LLC)	02/14/12		

02/07/12

02/14/12

"Resort and Second-Home Market Course"

"How to Sell Real Estate Part-Time"

"Global Real Estate Transaction Tools" 02/23/12
(National Association of REALTORS/Hawaii Association of Realtors)

(ARELLO Certified Course/Continuing Ed Express, LLC)

"CIPS Asia/Pacific and International Real Estate" 02/23/12 (National Association of REALTORS/Hawaii Association of Realtors)

Course – "Condominium Principles and Disclosure"; Author/Owner: Thomas Douma; Provider: REALTORS' Association of Maui, Inc.; Course Categories: Real Estate Law, Risk Management; Clock Hours: 3 (Denied ERC 2-8-12)

A letter of reference for Thomas Douma, is submitted, as well as a new course application and fees.

Condo Specialist Yee questioned contents of the course regarding disclosure references. The use of the HRS 508D disclosures that are noted on the Hawaii Association of REALTORS® forms do not apply to first time sales where there is a developer's public report. The necessary disclosures are contained in the developer's report that must be provided to the first time buyer (See HRS §508D-3(7) Exemptions). There are different forms of condominiums specifically mentioned in HRS 514B. Specialist Yee recommended that the author revise the course to incorporate the above information into the course outline. It is also recommended the author clarify "state standards for disclosures" on page 3 of the course outline.

Commissioner Cobb moved to defer approval of "Condominium Principles and Disclosure" as a 3 credit hour continuing education elective course. Commissioner Loudermilk seconded the motion. The motion was voted on and unanimously carried.

Course – "Fair Housing Help in Challenging Times 2012"; Author/Owner: County of Hawaii, Office of Housing and Community Development; Provider: Hawaii Island Board of REALTORS®; Course Categories: Real Estate Law, Property Management; Clock Hours: 3

Commissioner Harvey moved to approve "Fair Housing Help in Challenging Times 2012" as a three hour continuing education elective course, under the course categories Real Estate Law and Property Management. Commissioner Loudermilk seconded the motion. The motion was voted on and unanimously carried.

Course – "Real Estate Valuation;" Author/Owner: David Catanzaro; Provider: REMI School of Real Estate; Course Categories: Investment, Finance, Risk Management, Broker Management; Clock Hours: 3

Commissioner Harvey questioned the number of clock hours for this course. The time allowed may not be adequate to address the number of topics in the course. The topics of BPOs and RESPA could easily be three-hour courses on their own. Senior Real Estate Specialist Fujimura asked if the author should split the course into two three-hour courses or expand the course to 6 hours, in order to cover the topics adequately. Commissioner Harvey moved to defer decision making on this application subject to the reconfiguration of this course into a 6 hour course. Commissioner Gendrano seconded the motion. The motion was voted on and unanimously carried.

Course – "Real Estate Law;" Author/Owner: ProSchools, Inc.; Provider: ProSchools, Inc.; Course Categories: Real Estate Law, Risk Management; Clock Hours: 4

Commissioner Harvey moved to approve "Real Estate Law" as a four-hour continuing education elective course, under the course categories Real Estate Law and Risk Management. Commissioner Gendrano seconded the motion. The motion was voted on and unanimously carried.

Course – "Ethics in Real Estate;" Author/Owner: ProSchools, Inc.; Provider: ProSchools, Inc.; Course Category: Risk Management; Clock Hours: 4

Commissioner Harvey moved to approve "Ethics in Real Estate" as a four-hour continuing education elective course, under the course category Risk Management. Commissioner Gendrano seconded the motion. The motion was voted on and unanimously carried.

Course – "Short Sales;" Author/Owner: ProSchools, Inc.; Provider: ProSchools, Inc.; Course Categories: Contracts, Investment; Clock Hours: 3

Commissioner Kuriyama moved to approve "Short Sales" as a three-hour continuing education elective course, under the course categories Contracts and Investments. Commissioner Gendrano seconded the motion. The motion was voted on and unanimously carried.

Course – "Green Real Estate;" Author/Owner: ProSchools, Inc.; Provider: ProSchools, Inc; Course Categories: Property Ownership and Development, Other - Environmental; Clock Hours: 3

Commissioner Kuriyama moved to approve "Green Real Estate" as a three-hour continuing education elective course, under the course categories Property Ownership and Development, Other - Environmental. Commissioner Gendrano seconded the motion. The motion was voted on and unanimously carried

Education Review Committee Minutes of the March 7, 2012 Meeting Page 5

Course – "Listing and Selling HUD Homes;" Author/Owner: ProSchool, Inc.; Provider: ProSchools, Inc.; Course Categories: Contracts, Investment, Other – HUD processes; Clock Hours: 4

Commissioner Kuriyama moved to approve "Listing and Selling HUD Homes" as a four-hour continuing education elective course, under the course categories Contracts, Investments, Other - HUD processes. Commissioner Cobb seconded the motion. The motion was voted on and unanimously carried

Continuing Education Core Course

Senior Real Estate Specialist Fujimura reported that the final version of the Continuing Education Core Course 2011-2012 is complete and is now being offered by qualified continuing education providers in both the live classroom and online formats.

Prelicense Education: <u>Evaluation and Education Program</u>

Copies of evaluations of the independent study course from the following prelicense schools were distributed to the Commissioners for their information:

Abe Lee Seminars (5)

Administration of Examinations:

PSI

Licensing Examination Statistics – February 2012

Examination statistics for February 2012 were distributed to the Commissioners for their information.

School Pass/Fail Rates - February 2012

School pass/fail rate statistics for February 2012 were distributed to the Commissioners for their information.

School Summary by Test Category – February 2012

Copies of the February 2012 test category summary reports, by school, were distributed to the Commissioners for their information.

Educator's Forum: Hawaii Association of REALTORS® – No discussion presented.

Public and Private Institutions of Higher Education – No discussion presented.

Program of Work: Neighbor Island Outreach

The next Neighbor Island Outreach is scheduled to be held in Kauai on May 9, 2012, at a venue yet to be determined.

Real Estate Specialists' Office for the Day

The next Real Estate Specialists' office for the Day is scheduled to be held in Kauai on May 9, 2012, at a venue yet to be determined.

Education Review Committee Minutes of the March 7, 2012 Meeting Page 6

ARELLO,	REEA	and
---------	------	-----

Other Organizations: The Real Estate Educators Association (REEA) has called a special meeting on

March 26, 2012 to discuss the possible dissolution of REEA.

REEA has had financial problems due to the loss of money from the last conference, falling membership, and no reliable sources of revenue.

Budget and Finance

Report:

Real Estate Education Fund Report

Upon a motion by Commissioner Kuriyama, seconded by Commissioner Gendrano, it was voted on and unanimously carried to accept the Real Estate

Education Fund report for the period ending December 31, 2011.

Next Meeting: Wednesday, April 11, 2012

Upon adjournment of the Condominium Review Committee Meeting, which is upon adjournment of the Laws and Rules Review Committee meeting, which convenes at

9:00 a.m.

King Kalakaua Building

Queen Liliuokalani Conference Room

335 Merchant Street, 1st Floor Honolulu, Hawaii 96813

Adjournment: With no further business to discuss, Chair Sherley adjourned the meeting at

10:08 a.m.

Reviewed and approved by:

/s/ Diane Choy Fujimura
Diane Choy Fujimura
Senior Real Estate Specialist
•

	March 9,	2012	
)	_		

Date

[X] Minutes approved as is.

Minutes approved with changes, see minutes of