REAL ESTATE COMMISSION

Professional and Vocational Licensing Division
Department of Commerce and Consumer Affairs
State of Hawaii

MINUTES OF MEETING

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

Date: Friday, April 27, 1990

<u>Time:</u> 9:00 a.m.

Place: Kuhina Nui Room

HRH Princess Victoria Kamamalu Building

1010 Richards Street, Second Floor

Honolulu, Hawaii

Present: Peter Yanagawa, Chairman

Barbara Dew, Member

Yoshiko Kano, Kauai Member Stanley Kuriyama, Member Michele Matsuo, Public Member

Marcus Nishikawa, Member Yukio Takeya, Hawaii Member

Calvin Kimura, Executive Secretary Cynthia Yee, Real Estate Specialist Russell Wong, Real Estate Specialist Glenn Grayson, Deputy Attorney General

Irene Kotaka, Secretary

Rodney Maile, Senior Hearings Officer

Steven L. King, Licensee Michael Abe, Licensee

Absent: Douglas Sodetani, Maui Member

Call to Chairman Yanagawa called the meeting to order at

Order: 9:09 a.m., at which time quorum was established.

Chairman Yanagawa reported that Commissioner Sodetani had informed him earlier that he would not be present at the meeting and was excused from the

meeting.

Chairman's

Report: No report was presented.

Executive The Executive Secretary reported that Secretary's the National Association of Real

Report: Estate License Law Officials Annual Convention will not be held in the State of Hawaii in 1992. Instead, NARELLO is looking at a East Coast destination for 1992 and will be considering Hawaii for the 1993 or 1994 Annual Convention.

Additions Upon a motion by Commissioner Matsuo, seconded by Commissioner Kano, it was voted on and unanimously Agenda: carried to add the following items to the agenda:

7. Licensing - Restoration of Forfeited Licenses
Over Two Years - Salespersons
01/01/87 - Don L. Metcalf, Jr.
- Robert E. Witthans

Under Two Years - Salespersons
01/01/89 - Barry G. M. Fong
- Thomas E. Kilmer
- Gus Miller

8. Licensing - Questionable Applications
David C. Gramlich

Disciplinary Cases:

LANGSFORD HOOKER, RE 87-489

Upon a motion by Commissioner Takeya, seconded by Commissioner Matsuo, it was voted on and unanimously carried to reject the First Amended Settlement Agreement.

- LILLY C. ANDERSON, PRESTIGE REALTY, INC. DBA PRESTIGE REALTY MANAGEMENT, INC., RE 88-203
- Upon a motion by Commissioner Nishikawa, seconded by Commissioner Kano, it was voted on and unanimously carried to accept the Hearings Officer's Findings of Fact, Conclusions of Law, and Recommended Order.
- LOWSON & ASSOCIATES, LTD. DBA KAANAPALI VACATIONS, JAMES M. LOWSON, RE 89-405
- Upon a motion by Commissioner Takeya, seconded by Commissioner Dew, it was voted on and unanimously

carried to accept the Settlement Agreement Prior to Filing of Petition for Disciplinary Action and Commission's Final Order.

Licensing: QUESTIONABLE APPLICATIONS

Due to the presence of the applicants, Chairman Yanagawa considered the agenda items out of order.

AME Realty, Inc.

Michael Abe, proposed principal broker of AME Realty, Inc. was present at the meeting.

Mr. Abe stated that "AME" stands for rain in Japanese.

The Deputy Attorney General asked Mr. Abe if the name of the corporation would be pronounced "A.M.E. Realty, Inc." when answering the telephone or if the corporation would use the Japanese pronunciation of "AME". Mr. Abe replied that the telephone would be answered with the Japanese pronunciation.

Upon a motion by Commissioner Matsuo, seconded by Commissioner Takeya, it was voted on and unanimously carried to take this matter under advisement.

RESTORATIONS

Steven L. King

Mr. King was present to request that the Commission approve his application for restoration of his forfeited real estate salesperson's license.

Mr. King requested that the Commission restore his license even though he is named as a respondent in the Utah-Waikiki disciplinary case. He stated that his license would still be active if he had paid the renewal fee. He said that he had placed his license on inactive status in April 1988 and had

moved to the Mainland. He stated that the case against him is still ongoing.

Upon a motion by Commissioner Matsuo, seconded by Commissioner Nishikawa, it was voted on and unanimously carried to take this matter under advisement.

Committee Reports: EDUCATION COMMITTEE

Upon a motion by Commissioner Nishikawa, seconded by Commissioner Dew, it was voted on and unanimously carried to approve the recommendations of the April 11, 1990 Education Committee Meeting, as follows:

- 1. Applications for the certification of elective continuing education courses shall be available by the end of July 1990.
- 2. Approve the proposed rules for implementation of continuing education elective courses and to initiate further rule making.
- 3. Take under advisement Dr. David Robinson's request to purchase the continuing education modules.
- §467-11.5, Hawaii Revised 4. Interpret Statutes, as not allowing for any exemptions from the education requirements and deny continuing attorney, Kenneth K. P. Wong's request for exemption from the continuing education requirements.
 - 5. Approve the Memorandum of Agreement between the Hawaii Real Estate Commission and the Maui Community College.
 - 6. The Center to undertake a comprehensive review and evaluation of the current continuing education program and its impact on consumers, licensees, and the general public, and request that the Center consider including in the scope of this project, the suggestions of the Commission's Real Estate Specialist, per her memorandum to the Education Committee on this

topic.

- 7. The Annual Symposium shall be scheduled for May 17 and 18, 1990, at the Hawaiian Regent Hotel.
- 8. A letter shall be sent out to industry and other interested parties requesting their comments about the Commission's Program of Work at the Education Committee Meeting on May 9, 1990. Industry and other interested parties shall be asked to submit written testimony if they do not wish to attend the Education Committee Meeting.
- 9. Allow an applicant in licensing restoration cases to take courses that are in excess of the Small Business Management Program's "Real Estate Essentials" classroom hours as a minimum standard, subject to Commission approval.
- 10. Approve the recommendation that the Executive Secretary, attend the NARELLO Western District Meeting, in Park City, Utah, from June 27 to 29, 1990.
- 11. Specialist to respond The Real Estate to letter Christine Iwamoto's requesting substitution of the Real Estate Principles course for the continuing education modules informing her that the Commission presently finds no courses equivalent to the Commission-directed and approved modules. Commission shall respond to similar future requests for course substitutions in the same manner as answered in Christine Iwamoto's request.

Advisory Council Nomination

Upon a motion by Commissioner Nishikawa, seconded by Commissioner Matsuo, it was voted on and unanimously carried that Commissioner Dew shall express the Commission's concerns regarding the nomination of Chris Hart, Maui Planning Director, to the Advisory Council. The Commissioners wanted to ensure that the Advisory Council be made aware of Mr. Hart's impending retirement, to see that this would not adversely affect the Advisory Council.

LAWS AND RULES REVIEW COMMITTEE

- Upon a motion by Commissioner Takeya, seconded by Commissioner Matsuo, it was voted on and unanimously carried to approve the recommendations of the April 26, 1990 Laws and Rules Review Committee Meeting, as follows:
- 1. Approve the rescheduling of the meeting dates and locations for the month of June, as follows:

Thursday, June 21, 1990

Laws and Rules Review Committee Meeting - 9 a.m.

Condominium and Cooperative Review Committee Meeting - 10 a.m.

Hawaiian Electric's King Street Office Auditorium, 900 Richards Street, Second Floor, Honolulu, Hawaii

Friday, June 22, 1990

Real Estate Commission Meeting - 9 a.m. Hawaiian Electric's King Street Office Auditorium, 900 Richards Street, Second Floor, Honolulu, Hawaii

2. The Commission requests that the Real Estate Specialist work out with RICO for a summary of cases utilizing plain language and graphs.

CONDOMINIUM AND COOPERATIVE REVIEW COMMITTEE

- Upon a motion by Commissioner Matsuo, seconded by Commissioner Nishikawa, it was voted on and unanimously carried to approve the recommendations of the April 26, 1990 Condominium and Cooperative Review Committee Meeting, as follows:
 - 1. Defer action on the seminar proposal of the Hawaii Council of Associations of Apartment Owners until they submit (i) resumes of the

proposed seminar speakers and of Mrs. Nancy Tomczak, the proposed coordinator of the seminars and (ii) more specific information on how the charge for the time of Mrs. Tomczak was calculated and what is included in that charge.

- 2. The Condominium Specialist shall work with Commissioner Sodetani, Chairman of the Budget and Finance Committee, to develop a proposed budget for the condominium management and education fund.
- 3. Approve Cindy Miller's proposal to produce booklets on directors' and owners' rights and responsibilities.
- 4.Inform Mr. Grad that the information he submitted relating to Hauula Homestead Road was insufficient for the Commission to approve his request to create a condominium project on non-contiguous lots.
- 5.A condominium project developer, filing a notice of intention with the Commission, shall include a title report which was issued no more than 60 days prior to the date of the filing, and pursuant to existing laws, the developer shall provide a supplementary report if any undisclosed material changes in title for the project occurs after the issuance of a public report.

Policy Proposal - Filing of CPR

The Condominium and Cooperative Review Committee had recommended that simultaneously with the filing of the notice of intention with the Commission, the developer shall file with the building or planning department of the island where the project is to be located: a copy of the executed notice of intention and questionnaire, the condominium map, and the proposed public report for the project.

Chairman Yanagawa was concerned that the respective building or planning departments may be under the impression that the proposed documents submitted to them may

be documents approved by the Commission.

Upon a motion by Commissioner Matsuo, seconded by Commissioner Takeya, it was voted on and unanimously carried to amend the recommendation to read as follows:

The developer of a condominium project shall, at the time of filing with the Commission, be required to provide a copy of the executed notice of intention and questionnaire, the condominium map, and the proposed public report for the project to the building or planning department of the island on which the project is located. Commission staff shall also develop guidelines to notify the building or planning departments that the documents submitted by the developer are only drafts and have not as yet been approved by the Commission.

Licensing: RATIFICATION

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

Brokers

Touchstone Properties, Ltd.
Alii Kai Realty, Ltd.
Business Dimensions, Ltd.
New American Realty Corporation
Azabu U.S.A. Corporation
Land Exchange Incorporated
The Boston Auction Company, Ltd.
dba Hamakua Auction
K. Saiki & Associates, Inc.

Pacific Max Co. (Hawaii) Ltd.

FM Realty, Inc.

World Trade Enterprises, Inc.

dba W.T.E. Realty

Maui Homes Incorporated

Coast Properties Ltd.

dba Stahie John Prattas

Bishop Group Realty, Inc.

Apple Properties, Inc.

Harbor Shores Apartments, Inc.

Island Homes of Kauai, Ltd.

Michael Anthony Marr

Kumai Realty Inc.

Second City Realtors, Inc.

Roman Druker Michael C. Steward T. Red Real Estate Co., Inc.

Branch Offices

Worrall-McCarter, Inc. (Kailua, Oahu)

Sofos Realty Corporation (Lihue, Kauai)

Peter D. Osborne dba Hawaii Land and

Development Co. (Kailua-Kona, Hawaii)

Trade Names

David Tak Wai Ma dba DM Properties Antoinette M. DeMello dba T & C Realty Anna P. (Cathy) George dba Cathy George & Associates Shirley Varoa Tiki Bither dba Varoa Tiki VP Bruce Butler dba Down to Earth Real Estate James B. Edmonds dba Emerald Isle Properties Robert L. Horcajo dba Kamaaina Properties John R. Wells dba Welco Pacific Margaret Pocock dba Citadel Realty Robert Moses dba Moses Realty Regina Carmen Guy dba Grass Shack Realty Nancye Capri dba Capri Properties Alfred W. Kirchner dba Al Kirchner Realty Sylvia M. Hessler dba Bayview Realty Fred O. Harris dba Fred O. Harris Realty William J. Vanmanen dba Forefront Properties Executive Properties, Inc. dba Executive Properties Management Peter W. Ogilive dba Kona Alii Realty

Executive Upon a motion by Commissioner Kano, seconded by Commissioner Kuriyama, it was voted on and unanimously carried to enter into executive session at 10:20 a.m., pursuant to Chapter 92-5(a)(1), "To consider and evaluate personal information relating to individuals applying for professional or vocational licenses cited in section 26-9 or both;".

Upon a motion by Commissioner Matsuo, seconded by Commissioner Nishikawa, it was voted on and unanimously carried to move out of executive session at 11:50 a.m.

Licensing: RESTORATIONS

Terry Brooks

Broker

After a review of the information submitted by the applicant, Commissioner Nishikawa moved that restoration be approved upon submitting evidence of successfully broker's passing the real estate licensing examination, with one-time waiver of a experience education and requirements. Commissioner Takeya seconded the motion. The motion was voted on and unanimously carried.

Donald G. Bruno

David L. Kirby

William G. Meyer III

Weyline L. K. Surprise

Don L. Metcalf, Jr.

Robert E. Witthans

Salesperson

Salesperson

Salesperson

Salesperson

Salesperson

After a review of the information submitted by the applicants, Commissioner Nishikawa moved that restoration be approved upon submitting evidence of successfully passing the real estate salesperson's licensing examination, with a one-time waiver of the educational requirement. Commissioner Takeya seconded the motion. The motion was voted on and unanimously carried.

Stanley Akemoto Broker

Ann M. McDonald Broker
James A. Patterson Broker
Bill E. Poff Broker

After a review of the information submitted by the applicants, Commissioner Nishikawa moved that restoration be approved upon submitting evidence of a Commission-approved real estate course. Commissioner Takeya seconded the motion. The motion was voted on and unanimously carried.

Donald M. Allen Salesperson
Donald B. Anderson Salesperson
Ryozo Ariyoshi Salesperson
Catherine J. Chaney Salesperson
Lynne L. Coburn Salesperson
Dean T. W. Ho Salesperson

Harry Uhane Jim Salesperson Beverly R. Kanda Salesperson Boo Young Lee Salesperson Swami Nikhilananda Salesperson Gail L. Robello Salesperson Daniel T. Sayles Salesperson Wendy E. Shyer-Sayles Salesperson Seann G. Yardley Salesperson

After a review of the information submitted by the applicants, Commissioner Nishikawa moved that restoration be approved upon submitting evidence of successfully completing a Commission-approved real estate course. Commissioner Takeya seconded the motion. The motion was voted on and unanimously carried.

Steven L. King

After a review of the information presented by the applicant, Commissioner Nishikawa moved that restoration be approved upon submitting evidence of successfully completing a Commission-approved real estate course. Commissioner Takeya seconded the motion. The motion was voted on and unanimously carried.

Donald L. Hallstrom

After a review of the information submitted by the applicant, Commissioner Takeya moved to deny Mr. Hallstrom's request for reconsideration. Commissioner Takeya quoted from the letter to Mr. Hallstrom, dated February 2, 1989, which stated: "5.That should you fail to take the course or fail to successfully complete the course, you will have to start your licensing process all over by completing the respective pre-licensing requirements; and..."

Commissioner Nishikawa seconded the motion. The motion was voted on and unanimously carried.

QUESTIONABLE APPLICATIONS

AME Realty, Inc.

After a review of the information presented by the

applicant, Commissioner Nishikawa, moved to approve the real estate corporation application of AME Realty, Inc. Commissioner Takeya seconded the motion. The motion was voted on and unanimously carried.

Linda K. Okamoto

Discussion on Ms. Okamoto's conditional license was reviewed by the Commission.

Upon a motion by Commissioner Takeya, seconded by Commissioner Matsuo, it was voted on and unanimously carried to refer this matter to Commission staff and that all conditional licenses issued without an expiration date shall expire at the end of the biennium and be reviewed during each renewal period.

Asato Realty, Inc.

After a review of the information submitted by the applicant, Commissioner Nishikawa moved to approve the real estate corporation application of Asato Realty, Inc. Commissioner Takeya seconded the motion. The motion was voted on and unanimously carried.

Takeoka Estate USA, Inc.

After a review of the information submitted by the applicant, Commissioner Matsuo moved to deny the real estate corporation application of Takeoka Estate USA, Inc. Commissioner Kano seconded the motion. The motion was voted on and unanimously carried.

SGR Investments, Ltd.

After a review of the information submitted by the applicant, Commissioner Nishikawa moved to defer decision making on the real estate corporation application of SGR Investments, Ltd., pending receipt of further information from the applicant. The Commission would like to determine if SGR stands for Sleeping Giant Realty and would like to know if there is any relationship between SGR and

Sleeping Giant Realty. Commissioner Takeya seconded the motion. The motion was voted on and unanimously carried.

Jayne A. Henley dba Grand Resorts Realty

After a review of the information submitted by the applicant, Commissioner Nishikawa moved to approve the extension of the conditional license of Jayne A. Henley dba Grand Resorts Realty. Commissioner Takeya seconded the motion. The motion was voted on and unanimously carried.

Stephen F. Parker dba Parker and Company

After a review of the information submitted by the applicant, Commissioner Nishikawa moved to approve the extension of site office registration for the Maui Kamaole condominium project. Commissioner Takeya seconded the motion. The motion was voted on and unanimously carried.

CPL Realty

After a review of the information submitted by the applicant, Commissioner Nishikawa moved to approve the extension of site office registration for The Cliffs Club Time Share Project. Commissioner Takeya seconded the motion. The motion was voted on and unanimously carried.

Mililani Town, Inc.

After a review of the information submitted by the applicant, Commissioner Nishikawa moved to approve the site office registration of the Kumu Iki subdivision project. Commissioner Takeya seconded the motion. The motion was voted on and unanimously carried.

Kent M. Hiranaga

After a review of the information submitted by the applicant, Commissioner Kano moved to approve Mr. Hiranaga's request for an equivalency to the three listing contracts requirement in order to obtain a broker's experience certificate. Commissioner

Takeya seconded the motion. The motion was voted on and unanimously carried.

Frances Riley

After a review of the information submitted by the applicant, Commissioner Kano moved to deny Ms. Riley's request for an extension of her prelicensing school certificate of completion. Commissioner Nishikawa seconded the motion. The motion was voted on and unanimously carried.

Robert K. Brooks

After a review of the information submitted by the applicant, Commissioner Nishikawa moved to approve Mr. Brooks's request for reinstatement of his suspended salesperson's license. Commissioner Takeya seconded the motion. The motion was voted on and unanimously carried.

Reynard H. Burgess

After a review of the information submitted by the applicant, and based on the fact that the conviction was related to his possible performance in the business of real estate, Commissioner Matsuo moved to deny Mr. Burgess's application for a real estate salesperson's license. Commissioner Kano seconded the motion. The motion was voted on and unanimously carried.

Robert R. DeYoung

After a review of the information submitted by the applicant, Commissioner Nishikawa moved to approve Mr. DeYoung's real estate broker's application. Commissioner Takeya seconded the motion. The motion was voted on and unanimously carried.

David C. Gramlich

After a review of the information submitted by the applicant, Commissioner Nishikawa moved to approve Mr. Gramlich's real estate salesperson's application. Commissioner Takeya seconded the motion. The motion was voted on and unanimously carried.

Next Meeting:	
	Kuhina Nui Room HRH Princess Victoria Kamamalu Building 1010 Richards Street, Second Floor Honolulu, Hawaii
Adjournment:	With no further business to discuss, Chairman Yanagawa adjourned the meeting at 12:20 p.m.
	Taken and recorded by:
	Irene S. Kotaka, Secretary
Reviewed and ag	oproved by:
Calvin Kimura Executive Secre	etary
 Date	