INDIANA REAL ESTATE COMMISSION WEDNESDAY, DECEMBER 16, 2020 8:00 a.m. *TO BE HELD THROUGH WEBEX* TO JOIN, CALL: (240) 454-0887 MEETING CODE: 610915440 OR Https://IndianaEnhanced.Webex.com/join/PLAWebex

I. CALL TO ORDER & ESTABLISHMENT OF QUORUM

Chairperson, Sahara Williams called the virtual meeting to order at 8:02 a.m. and declared a quorum in accordance with Ind. Code § 25-34.1-2-3(b).

Commission Members Present: Roll Call

Paul Boyter Charles (Charlie) W. Shook Doug Rose Sahara Williams, Chairperson John De Souza Donna Spears James Litten, Vice Chair Molly Kitchell John Briscoe Pam Lumley

Commission Members Absent: None

State Officials Present:

Amy Hall, Director, Indiana Professional Licensing Agency Chris Shea-Russell, Indiana Professional Licensing Agency Erin Sutton, Compliance Officer, Indiana Professional Licensing Agency James Harry, Commission Advisory Council, Office of the Attorney General

Court Reporter:

Heather Orbaugh, Accurate Reporting of Indiana

II. ADOPTION OF THE AGENDA

Donna Spears made a motion and Pam Lumley made a motion to adopt the agenda

Roll Call Vote - The following Commission Members Voted "Aye" "Nay"

Paul Boyter	\checkmark
Charles (Charlie) W. Shook	\checkmark
Doug Rose	\checkmark
John Briscoe	\checkmark
John De Souza	\checkmark
Donna Spears	\checkmark
Sahara Williams	\checkmark
Pam Lumley	\checkmark
James Litten	\checkmark
Molly Kitchell	\checkmark

III. APPROVAL OF THE MINUTES OF THE NOVEMBER 18, 2020 MEETING

A motion was made by Pam Lumley and was seconded by Jim Litten to approve the minutes for the November 18, 2020 meeting.

Lumley/Litten 10/0

Roll Call Vote - The following Commission Members Voted	"Aye" "Nay"
Paul Boyter	\checkmark
Charles (Charlie) W. Shook	\checkmark
Doug Rose	\checkmark
John Briscoe	\checkmark
John De Souza	\checkmark
Donna Spears	\checkmark
Sahara Williams	\checkmark
Pam Lumley	\checkmark
James Litten	\checkmark
Molly Kitchell	\checkmark

IV. ADMINISTRATIVE HEARINGS

1. IN THE MATTER OF THE LICENSE OF: BRENT PARKS 2020IREC0006 RE: Proposed Settlement Agreement

Charlie Shook recused himself from the matter.

A motion was made by Jim Litten and seconded by John Briscoe to approve the proposed settlement agreement. Jim Litten/John Briscoe 9/0/1

Roll Call Vote - The following Commission Members Voted "Aye" "Nay"

Paul Boyter Charles (Charlie) W. Shook RECUSED	\checkmark
Doug Rose	\checkmark
John Briscoe	\checkmark
John De Souza	\checkmark
Donna Spears	\checkmark
Sahara Williams	\checkmark
Pam Lumley	\checkmark
James Litten	\checkmark
Molly Kitchell	\checkmark

2. IN THE MATTER OF THE LICENSE OF: PATRICIA HODGES 2020IREC0019 RE: Proposed Settlement Agreement

A motion was made by Paul Boyter and seconded by Jim Litten to approve the proposed settlement agreement.

Paul Boyter/Jim Litten 10/0

Roll Call Vote - The following Commission Members Voted "Aye" "Nay"

Paul Boyter	\checkmark
Charles (Charlie) W. Shook	\checkmark
Doug Rose	\checkmark
John Briscoe	\checkmark
John De Souza	\checkmark
Donna Spears	\checkmark
Sahara Williams	\checkmark
Pam Lumley	\checkmark
James Litten	\checkmark
Molly Kitchell	\checkmark

3. IN THE MATTER OF THE LICENSE OF KARIN HAMILTON: 2020IREC0008 RE: Proposed Settlement Agreement

Doug Rose recused himself.

A motion was made by John Briscoe and seconded by John DeSouza to approve the proposed settlement agreement.

John Briscoe/John DeSouza 9/0/1

Roll Call Vote - The following Commission Members Voted	"Aye"	"Nay"
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Paul Boyter Charles (Charlie) W. Shook	\checkmark
Doug Rose RECUSED John Briscoe	
John De Souza	v V
Donna Spears	• ✓
Sahara Williams	\checkmark
Pam Lumley	\checkmark
James Litten	\checkmark
Molly Kitchell	\checkmark

4. IN THE MATTER OF THE LICENSE OF: MELISSA 8:21 a.m. MCCLENDON 2018IREC0013 RE: Summary Suspension & Default Hearing

Melissa McClendon did not appear nor was she represented by counsel.

A motion was made by Charles Shook and seconded by Paul Boyter to find Melissa McClendon in default.

Charles Shook/Paul Boyter 10/0

Roll Call Vote - The following Commission Members Voted	"Aye"	"Nay"
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Paul Boyter	\checkmark
Charles (Charlie) W. Shook	\checkmark
Doug Rose	\checkmark
John Briscoe	\checkmark
John De Souza	\checkmark
Donna Spears	\checkmark
Sahara Williams	\checkmark

Pam Lumley	\checkmark
James Litten	\checkmark
Molly Kitchell	\checkmark

A motion was made by Paul Boyter and seconded by Molly Kitchell to find Melissa McClendon in violation of counts 1 - 5, to revoke her license, and to order Melissa McClendon to pay restitution to the victims in the amount of \$18,500.00, distributed as indicated by the State's proposed order, and to pay the Health Records Fee in the amount of \$5.00.

Paul Boyter/Molly Kitchell 10/0

Roll Call Vote - The following Commission Members Voted	"Aye" "Nay"
Paul Boyter	\checkmark
Charles (Charlie) W. Shook	\checkmark
Doug Rose	\checkmark
John Briscoe	\checkmark
John De Souza	\checkmark
Donna Spears	\checkmark
Sahara Williams	\checkmark
Pam Lumley	\checkmark
James Litten	\checkmark
Molly Kitchell	\checkmark

5. IN THE MATTER OF THE LICENSE OF EVERETT POWELL 2018IREC0009 *Continued* RE: Order to Show Cause

VI. PERSONAL APPEARANCES

1. Sam Hudson – Positive Response Application

Sam Hudson appeared virtually with his attorney John Kolas, before the board to discuss the positive response on his application.

A motion was made by Charles Shook and seconded by John Briscoe to issue a license on probation, to run concurrent with his criminal probation subject to the Commission's confirmation that Mr. Hudson's application ws timely and without error. Mr. Hudson must submit documentation pertaining to the submission of his full and timely application prior to issuance of his license on probationary status.

Charles Shook/John Briscoe 10/0

Roll Call Vote - The following Commission Members Voted "Aye" "Nay"

Paul Boyter	\checkmark
Charles (Charlie) W. Shook	\checkmark
Doug Rose	\checkmark
John Briscoe	\checkmark
John De Souza	\checkmark
Donna Spears	\checkmark
Sahara Williams	\checkmark
Pam Lumley	\checkmark
James Litten	\checkmark
Molly Kitchell	\checkmark

Commissioner Doug Rose was assigned to review the documentation. Doug Rose will review with Amy Hall once correspondence has been received.

2. Brian Raub – Positive Response Application

Brian Raub appeared virtually before the board to discuss the positive response on his application.

A motion was made by John Briscoe and seconded by Pam Lumley to issue his license on probation to run concurrent with his criminal probation.

John Briscoe/Pam Lumley 10/0

Roll Call Vote - The following Commission Members Voted "Aye" "Nay"

Paul Boyter	\checkmark
Charles (Charlie) W. Shook	\checkmark
Doug Rose	\checkmark
John Briscoe	\checkmark
John De Souza	\checkmark
Donna Spears	\checkmark

Sahara Williams	\checkmark
Pam Lumley	\checkmark
James Litten	\checkmark
Molly Kitchell	\checkmark

3. Kerenza Hernandez – Positive Response Application

Kerenza Hernandez appeared virtually before the board to discuss the positive response on her application.

A motion was made by Pam Lumley and seconded by Donna Spears to issue her license on probation to run concurrent with her criminal probation.

Pam Lumley/Donna Spears 10/0

Roll Call Vote - The following Commission Members Voted	"Aye" "Nay"
Paul Boyter	\checkmark
Charles (Charlie) W. Shook	\checkmark
Doug Rose	\checkmark
John Briscoe	\checkmark
John De Souza	\checkmark
Donna Spears	\checkmark
Sahara Williams	\checkmark
Pam Lumley	\checkmark
James Litten	\checkmark
Molly Kitchell	\checkmark

4. Cynthia Reyes - Positive Response Application -

Cynthia Reyes appeared virtually before the board to discuss the positive response on her application.

A motion was made by Charles Shook and seconded by Pam Lumley to issue her license on probation to run concurrent with her criminal probation.

Charles Shook/Pam Lumley 10/0

Roll Call Vote - The following Commission Members Voted	"Aye"	"Nay"
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Paul Boyter	\checkmark
Charles (Charlie) W. Shook	\checkmark
Doug Rose	\checkmark

\checkmark
\checkmark

VII. ALJ DELIBERATIONS

1. IN THE MATTER OF THE LICENSE OF: JAMES TALHELM 2020IREC0012 RE: ALJ Recommendation

A motion was made by Jim Litten and seconded by Donna Spears to affirm the recommendation of the ALJ panel.

Jim Litten/Donna Spears 10/0

Roll Call Vote -	The following Commission Members Voted	"Aye"	"Nay"

\checkmark
\checkmark

VIII. CE WAIVERS

1. John Pasyanos- Renewal CE Waiver Request

John Pasyanos did not appear before the board.

A motion was made by John Briscoe and seconded by Molly Kitchell to deny the request of a CE Waiver of John Pasyanos.

Paul Boyter/Molly Kitchell

10/0

Roll Call Vote - The following Commission Members Voted	"Aye"	"Nay"
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Paul Boyter	\checkmark
Charles (Charlie) W. Shook	\checkmark
Doug Rose	\checkmark
John Briscoe	\checkmark
John De Souza	\checkmark
Donna Spears	\checkmark
Sahara Williams	\checkmark
Pam Lumley	\checkmark
James Litten	\checkmark
Molly Kitchell	\checkmark
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IX. OLD / NEW BUSINESS

1. Alon Schwartz- PSI

Alon Schwartz appeared before the board virtually. He discussed the test centers and the remote proctoring which launched on December 2, 2020. Alon shared a power point presentation with the Commission. He stated that more and more people are taking the exam remotely with the longevity of the remote set up. The call center is open seven days a week.

Paul Boyter shared some of the personal experiences of candidates related to the PSI exam including scheduling and traveling issues. Candidates expressed that there were problems logging in on multiple attempts. Alon Schwartz responded to Paul Boyter by touching on the complexity of remote testing and stating that the candidate population is gaining accessibility but losing some control over the exam. Schwartz said that there could be a myriad of challenges taking the exam remotely. Schwartz also shared that the first time pass rate was roughly 57% in 2019.

John DeSouza requested to know the pass rate of remote versus in-person testing at a center. Mr. Schwartz stated historically that the pass rates are relatively balanced between the two testing methods.

Schwartz stated that it is highly suggested that the exam candidates do a system accountability check prior to pursuing the exam remotely. There are at least three documented cases of issues with signing up at the Mishawaka exam sight, these incidences occurred in November according to John DeSouza.

Commissioners expressed that the long wait times on the customer support line have been less than ideal and that there is a lot of frustration with the customer service aspect of PSI. Alon Schwartz did state that most calls received on their customer service lines are monitored and timed. The average customer service related call is less than three minutes according to Schwartz. PSI will look into the customer service complaints.

2. Temporary Administrative Law Judge Panel Sahara Williams shared that several changes needed to be made due to the backlog of cases with the Commission. The backlog is coming from the parties with last minute continuances or settlement agreements. It creates a huge backlog. To address the issue of the backlogged cases, Williams made three requests of the Commission.

First, she requested that the ALJ Panel start holding its hearings on a separate day from the main IREC commission meetings and that those ALJ hearings run the full day. This will likely start in February. It is a bigger time commitment from the staff and commissioners that serve on the ALJ panel.

. Second, Williams said that the IREC will start requesting a two week advance notice for any continuance requests from either party for scheduling purposes. This will hopefully reduce the backlog of cases by allowing IREC staff to move other hearings into the slots vacated by the continued hearings. Leif Johnson did speak up to request that the Commission set up automatic motions to set settlement conferences. Johnson stated that the Commission's prior counsel, Jim Schmidt, rejected this process in the past. Johnson indicated that he would work with current IREC counsel, James Harry, to see if that process is feasible going forward. Mr. Johnson stated there was a delay in the hearing notices being sent out in the past. Sahara Williams expressed that the Commission should create ways for cases to be moved along more efficiently. James Harry will work on language to be drafted and approved by PLA, to eliminate roadblocks without effecting due process. Harry expressed that each continuance is a case by case analysis.

Finally, Williams expressed the need for a second temporary ALJ Panel. A second temporary ALJ panel will hold hearings for a full day in February and possibly in March to try and eliminate the backlog that has occurred. Donna Spears has been asked to serve on the temporary panel with John Briscoe and Pam Lumley.

A motion was made by Paul Boyter and seconded by Charles Shook to affirm the recommendation adding a temporary ALJ panel consisting of Donna Spears, John Briscoe and Pam Lumley.

Paul Boyter/Charles Shook 10/0

Roll Call Vote - The following Commission Members Voted "Aye" "Nay"

Paul Boyter	\checkmark
Charles (Charlie) W. Shook	\checkmark
Doug Rose	\checkmark
John Briscoe	\checkmark
John De Souza	\checkmark
Donna Spears	\checkmark
Sahara Williams	\checkmark
Pam Lumley	\checkmark
James Litten	\checkmark
Molly Kitchell	\checkmark

3. Report From The Office Of The Attorney General Leif Johnson provided a report from the Office of Attorney General. There are currently 126 open litigation files and 390 open consumer complaints. There has been a 42% increase in the number of complaints received this year.

A motion was made by Donna Spears and seconded by Molly Kitchell to approve the report from the OAG.

Donna Spears/Molly Kitchell 10/0

Roll Call Vote - The following Commission Members Voted	"Aye" "Nay"
Paul Boyter	\checkmark
Charles (Charlie) W. Shook	\checkmark
Doug Rose	\checkmark
John Briscoe	\checkmark
John De Souza	\checkmark
Donna Spears	\checkmark
Sahara Williams	\checkmark
Pam Lumley	\checkmark
James Litten	\checkmark

4. Real Estate Education Advisory Council Report A motion was made by Paul Boyter and seconded by Donna Spears to approve the recommendation from The Real Estate Education Advisory Council.

 \checkmark

Paul Boyter/Donna Spears 10/0

Roll Call Vote - The following Commission Members Voted	"Aye"	"Nay"
Paul Boyter	\checkmark	
Charles (Charlie) W. Shook	\checkmark	
Doug Rose	\checkmark	
John Briscoe	\checkmark	
John De Souza	\checkmark	
Donna Spears	\checkmark	
Sahara Williams	\checkmark	
Pam Lumley	\checkmark	
James Litten	\checkmark	
Molly Kitchell	\checkmark	

X. SUBCOMMITTEE REPORTS

1. Kentucky Reciprocity Agreement

Pam Lumley & John Briscoe

Kentucky had a new restructure with their commission and they are very eager to create a good relationship. There are a few things that need to be researched and a deeper dive taken. Anne Johnson did speak up about the three substantial items that were discussed. Anne Johnson stated the following items:

> This time last year, Kentucky eliminated all agreements. There was a staff overhaul in Kentucky so this started a new agreement being requested. There was contact with Deanna Alexander about a new agreement. The 40 hour law requirement could be struck as well as the sales associate license needed to be eliminated. Kentucky's sales associate license is equivalent to the broker license here. These folks are required to take the managing broker hours in order to be a managing broker.

2. Property Management Licensing – Jim Litten

Jim Litten stated the following inquired about brokerage business relationship wit property managers and the umbrella business of both under one umbrella. James Harry will review the legalities of this and get with other deputy attorneys general to get their perspective as well, since it is such a grey area.

A subcommittee was requested and formed pertaining to property management licensing. Molly Kitchell, Doug Rose, and Jim Litten and were selected to be on the property management licensing committee. They will work with James Harry on this.

XI. ADJOURNMENT 12:13 p.m.