

BEFORE THE IOWA REAL ESTATE COMMISSION
200 EAST GRAND, SUITE 350
DES MOINES, IOWA 50309

FILED August 7, 2014 (Date)
I.R.E.C.
Board / Commission
[Redacted]
Signature Executive Officer

IN RE:)	
)	CASE NUMBER: 14-070
Richard J. Grote)	
Salesperson (S42498000))	COMBINED STATEMENT OF
)	CHARGES, INFORMAL
Hall and Welbourne Agency)	SETTLEMENT AGREEMENT,
300 1/2 Front Street)	AND CONSENT ORDER IN A
Neola, IA 51559)	DISCIPLINARY CASE
)	
Respondent.)	

The Iowa Real Estate Commission (Commission) and **Richard J. Grote** (Respondent) enter into this Combined Statement of Charges, Informal Settlement Agreement, and Consent Order in a Disciplinary Case (Order) pursuant to Iowa Code Sections 17A.10(1) and 272C.3(4) (2013).

1. The Commission issued the Respondent a real estate salesperson license number S42498000 on April 19, 2002. Respondent's license is active and in full force and effect until December 31, 2016. At all times relevant to this matter, the Respondent was a licensed real estate salesperson assigned to Steven J. Welbourne, a licensed real estate broker sole proprietor, license number B16177000, located in Neola, Iowa.

2. The Commission has jurisdiction of this disciplinary matter pursuant to Iowa Code chapters 17A, 272C, and 543B (2013). Licenses issued by the Commission are subject to the laws of the State of Iowa and to the administrative rules of the Commission.

STATEMENT OF CHARGES

COUNT I

3. The Respondent is charged with submitting, or causing to be submitted; whether intentional or otherwise, incorrect information on a renewal application. See Iowa Code sections 272C.10(1), 543B.15(5), 543B.29(1)(b), 543B.34(1)(k) (2013) and 193E Iowa Administrative Code sections 16.4(2), 16.5(2), 16.5(4), 18.14(5)(s).

CIRCUMSTANCES

4. On January 15, 2014, the Respondent submitted his on-line renewal application for an Iowa real estate salesperson license. On the renewal, the Respondent attested that he had completed the required thirty-six hours (36) of continuing education required by 193E Iowa Administrative Rule § 16.4(2).

5. In March of 2014, the Respondent was chosen for a random audit by the Commission for compliance with the continuing education requirements for his 2013 license renewal.

6. In response to the audit, the Respondent provided course completion certificates for twenty-five (25) hours to the Commission.

7. Pursuant to 193E Iowa Administrative Code § 16.5(4), the Respondent's license was placed on inactive status on April 24, 2014 for failing to provide required evidence of completion of claimed education within thirty (30) days of written notice from the Commission.

8. On June 2, 2014, the Respondent's salesperson license was placed on active status by the Commission after taking and passing the real estate salesperson examination, as allowed by 193E Iowa Administrative Code § 16.9.

9. Accurate and truthful attestation of one's continuing education history is essential to the Commission's determination of whether an applicant meets all requirements for renewing an Iowa real estate salesperson license. See Iowa Code § 543.15(5) (2013). The Respondent's failure to complete all required continuing education within the renewal period as attested on his Iowa real estate salesperson license renewal application constituted a false statement of material fact.

SETTLEMENT AGREEMENT

10. Respondent admits to each and every allegation in the above-stated Statement of Charges. This case shall constitute one violation for purposes of Iowa Code § 543B.29(4) (2013).

11. Respondent acknowledges that he has a right to receive notice of the above-stated charges and to request a hearing before the Commission on the merits of the charges. By freely and voluntarily entering into this Order, the Respondent waives his right to notice and a hearing and all attendant rights, including the right to seek judicial review. This Order constitutes discipline against the Respondent, and is the final agency order in this contested case pursuant to Iowa Code section 17A.10 and 193 Iowa Administrative Code 7.4.

12. Respondent agrees that the State's attorney and/or Commission staff may present this Order to the Commission and may have *ex parte* communications with the Commission while presenting it. Respondent waives any right of notice of this meeting or any right that the Respondent might have to participate in the discussion of this Order among the Commission, the Commission staff and the State's attorney.

13. This Order shall be part of the permanent record of Respondent and shall be considered by the Commission in determining the nature and severity of any future disciplinary action to be imposed in the event of any future violations of the laws and rules governing the practice of real estate by the Respondent.

14. Failure to comply with the terms of this Order shall be prima facie evidence of a violation of Iowa Code sections 543B.29(3), 543B.34(2) and 272C.3(2)(a) (2013) and shall be grounds for further disciplinary action. However, no action may be taken against the Respondent for violations of this Order without a hearing, or waiver of hearing.

15. This Order is not binding on the Iowa Real Estate Commission until it has been formally approved by a majority of the Commission members.

- (a) In the event that this Order is rejected by the Commission it shall be of no force or effect to either party, and it shall not be admissible for any purpose in further proceedings in this matter.
- (b) If the Commission approves this Order, it shall fully dispose of all issues in this case.

16. Upon acceptance by both the Commission and Respondent, this Combined Statement of Charges, Informal Settlement and Consent Order shall be a public record available for inspection and copying in its entirety in accordance with the requirements of Iowa Code chapter 22 (2013).

CONSENT ORDER

17. CIVIL PENALTY. The Respondent shall pay a civil penalty to the Commission in the amount of five hundred dollars (\$500.00) no later than thirty (30) calendar days after acceptance of this Order by the Commission. The civil penalty must come under a cover letter addressed to the Commission's Executive Officer, referencing Case 14-070.

18. FUTURE COMPLIANCE. The Respondent shall at all future times fully and promptly comply with all pertinent Orders of the Commission and the statutes and Commission rules regulating the practice of real estate.

WHEREFORE, the terms of this Combined Statement of Charges, Informal Settlement Agreement is agreed to by the Iowa Real Estate Commission and the Respondent.

FOR THE RESPONDENT:

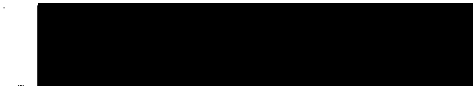
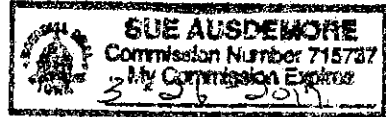
Voluntarily agreed to and accepted by **Richard J. Grote** on this 30 day of June, 2014.


By: **RICHARD J. Grote**, Respondent

State of Iowa

County of Pottawattamie

Signed and sworn to before me on this 30 day of June, 2014, by:



Notary Public, State of Iowa

Printed Name: Sue Ausdemore

My Commission Expires: 3-26-2017

FOR THE COMMISSION:

7th Voluntarily agreed to and accepted by the IOWA REAL ESTATE COMMISSION on this day of August, 2014.



TERRANCE M. DUGGAN, Chair *Vice chair*
Iowa Real Estate Commission