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: May 14, 2014

Time: Upon adjournment of the Condominium Review Committee meeting, upon

adjournment of the Laws and Rules Review Committee meeting, that convened at

9:00 a.m.

Place: Queen Liliuokalani Conference Room

King Kalakaua Building

335 Merchant Street, First Floor

Honolulu, Hawaii

Present: Rowena Cobb, Chair / Broker / Kauai Commissioner

Aileen Wada, Broker / Honolulu Commissioner Frances Gendrano, Broker / Honolulu Commissioner Scott A. Sherley, Broker / Hawaii Island Commissioner

Bruce Faulkner, Broker / Maui Commissioner

Scott Arakaki, Public Member / Honolulu Commissioner Nikki T. Senter. Public Member / Honolulu Commissioner

Laurie Lee, Broker / Honolulu Commissioner

Neil Fujitani, Supervising Executive Officer

Miles Ino, Executive Officer

Diane Choy Fujimura, Senior Real Estate Specialist

Amy Endo, Real Estate Specialist David Grupen, Real Estate Specialist

Cynthia Yee, Senior Condominium Specialist Benedyne Stone, Condominium Specialist Katherine Linster, Condominium Specialist Shari Wong, Deputy Attorney General Amy Fujioka, Recording Secretary

Others: James M. K. Stone, Coldwell Banker Pacific Properties Real Estate School

Call to Order: The Chair called the meeting to order at 9:34 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.

Real Estate

Specialist's Report:

Minutes of Previous Meeting

Upon a motion by Commissioner Faulkner, seconded by Commissioner Lee, it was voted on and unanimously carried to accept the minutes of the April 7, 2014 Education

Review Committee meeting.

Continuing Education: <u>Administrative Issues</u>

2013-2014 Continuing Education Providers and Courses Ratification List

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

Registration/Certification

Effective Date

Course(s)

"Give Your Clients the Green Light: Simple Ways to Green a Home" (3 credits) (ARELLO/McKissock, LP)

March 31, 2014

"How to Work with Real Estate Investors – Part 2" (3 credits)
(ARELLO/McKissock, LP) March 31, 2014

"A New Look at Contract Law" (3 credits)
(ARELLO/American School of Real Estate) April 21, 2014

"Craigslist Marketing: How to Effectively Use Craigslist and Avoid Scams" (3 cr) (ARELLO/American School of Real Estate)

April 21, 2014

"Demystifying Appraisals" (3 credits)
(ARELLO/American School of Real Estate) April 21, 2014

"How to Work with Real Estate Investors – Part 2" (3 credits)
(ARELLO/American School of Real Estate) April 21, 2014

Applications

Course – "'D' Is For Disclosure: What Every Licensee Needs To Know"; Author/Owner: James M. K. Stone; Provider: Coldwell Banker Pacific Properties Real Estate School; Course Categories: Real Estate Law, Risk Management, Other: Disclosure; Clock Hours: 3

Mr. James Stone was present to answer any questions. Mr. Stone created this course to focus on disclosure obligations in real estate to reduce legal claims against real estate brokers, salespersons and their clients. He explained that the course would cover HRS 508D and 467 and focus on the seller's real property disclosure statement, and how to avoid claims.

The course stresses that sellers must act in good faith and disclose all material facts, but also buyers should notice any red flags and question any issues of concern to avoid a RICO complaint or lawsuit.

The Commissioners agreed that this is an important and timely course.

Senior Real Estate Specialist Fujimura pointed out on page 14, the word, "Realtor®" should be replaced by "licensee."

Upon a motion by Commissioner Sherley, seconded by Commissioner Gendrano, it was voted on and unanimously carried to approve "D Is For Disclosure: What Every Licensee Needs To Know" as a three credit hour continuing education elective course, under the course categories: Real Estate Law, Risk Management, Other: Disclosure.

Continuing Education Core Course

Copies of a summary of the meeting for review of the first draft of the Core B course were distributed to the Commissioners for their information.

Senior Specialist Fujimura stated that she received the second draft this week and the Ad Hoc Committee on Education ("ACE") will be reviewing it. She also commented that the Train-the-Trainer session is scheduled for 7/14/2014 at the Honolulu Board of REALTORS®, and the course may be offered thereafter.

Commissioner Sherley questioned seeing advertisements of the course at this time. Senior Specialist Fujimura commented that the course should be labeled "pending approval" in any advertisement prior to the final acceptance approval of Core B, 2013-2014.

Senior Specialist Fujimura stated that for the 2015-2016 biennium, 8 credit hours of Core will be required (4 credit hours for Core A and 4 credit hours for Core B). She is asking for ideas of two topics.

Prelicense Education: A

Applications

Instructor – Ken Kiyohara, Coldwell Banker Pacific Properties Real Estate School, Trudy Nishihara - Principal, Salesperson and Broker Curriculums

Upon a motion by Commissioner Faulkner, seconded by Commissioner Sherley, it was voted on and unanimously carried to approve Ken Kiyohara as an instructor for Coldwell Banker Pacific Properties Real Estate School, Salesperson and Broker curriculums.

Evaluation and Education Program

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

- Proschools, Inc. (10)
- Continuing Ed Express (5)
- Abe Lee Seminars (38)
- Coldwell Banker (22)

Administration of Examinations:

<u>PSI</u>

Licensing Examination Statistics – April 2014

Examination statistics for April 2014 were distributed to the Commissioners for their information.

School Pass/Fail Rates - April 2014

School pass/fail rate statistics for April 2014 were distributed to the Commissioners for their information.

School Summary by Test Category – April 2014

Copies of the April 2014 test category summary reports, by school, were distributed to the Commissioners for their information.

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Program of Work: Annual Report, Quarterly Bulletin, and School Files

Senior Real Estate Specialist Fujimura reported that the May 2014 issue of the Real Estate Commission Bulletin was distributed and is available on the Commission's

website: www.hawaii.gov/hirec.

Budget and Finance

Report:

Upon a motion by Commissioner Faulkner, seconded by Commissioner Lee, it was voted on and unanimously carried to accept the Real Estate Education Fund Finance

Report for the period ending March 31, 2014.

Next Meeting: Wednesday, June 18, 2014

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

Adjournment: With no further business to discuss, Chair Cobb adjourned the meeting at 9:54 a.m.

Reviewed and approved by:

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

May	29, 2014	

Date

X] Minutes approved as is.

Minutes approved with changes, see minutes of ______