### LAWS AND RULES 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 Office of the Lieutenant Governor, as required by Section 92-7(b), Hawaii Revised Statutes.

Date: Wednesday, November 8, 2017

Time: 9:00 a.m.

Place: Queen Liliuokalani Conference Room

King Kalakaua Building

335 Merchant Street, First Floor

Honolulu, Hawaii

Present: Scott Arakaki, Chair, Public / Honolulu Commissioner

Michael Pang, Vice Chair, Broker / Honolulu Commissioner

Laurie Lee, Broker / Honolulu Commissioner Rowena Cobb, Broker / Kauai Commissioner Bruce Faulkner, Broker / Maui Commissioner Nikki Senter, Public / Honolulu Commissioner Aileen Wada, Broker / Honolulu Commissioner Aleta Klein, Broker / Honolulu Commissioner Sean Ginoza, Broker / Hawaii Island 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

Carole Richelieu, Senior Condominium Specialist Benedyne Stone, Condominium Specialist

Dathan Choy, Condominium Specialist Shari Wong, Deputy Attorney General Tammy Norton, Recording Secretary

Others: Lourdes Scheibert, Kokua Council

Andrew Bunn, Chun Kerr LLC Imran Naeemullah, Chun Kerr LLC

Jean Campbell, Bays Lung Rose & Holma

K. Paine, Condo Maintenance

Absent: None.

Call to Order: The Chair called the meeting to order at 9:00 a.m., at which time quorum was

established.

Chair's Report: The Chair announced that the Commission may move into executive session to

consider and evaluate personal information relating to individuals applying for

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licensure in accordance with Section 92-5(a)(1), HRS, and/or to consult with the Commission's attorney on questions and issues pertaining to the Commission's powers, duties, privileges, immunities, and liabilities in accordance with Section 92-5(a)(4), HRS.

## SEO's Report:

# **Minutes of Previous Meetings**

Upon a motion by Commissioner Lee, seconded by Commissioner Faulkner, it was voted on and unanimously carried to accept the minutes of the October 11, 2017, Laws and Rules Review Committee meeting as circulated.

# ARELLO, Other Organizations And Jurisdictions:

#### **ARELLO Boundaries – October 2017**

Chair Arakaki provided an overview for those present of what the Association of Real Estate License Law Officials (ARELLO) is and that ARELLO's purpose is to bring regulators together to exchange ideas, review other jurisdictions laws, and to promote excellence in real estate regulation. The following articles from the October 2017 issue of ARELLO Boundaries were distributed for informational purposes: "ARELLO Law and Regulation Committee Issues Report on Real Estate Teams," "Brokers' "The Owners Did It" Defense Fails to End Fair Housing Suit," and "HUD Tightens Reverse Mortgage Rules, CFPB Warns Seniors."

## Meetings, Workshops, and Reports – 2017 Annual Conference Report

The committee acknowledged receipt of the 2017 ARELLO Annual Conference report submitted by staff.

Chair Arakaki reported that there was one technical glitch during the conference relating to the distance education vendor bidding. This issue will be discussed at the Mid Year Conference. The Commissioners' College is designed to prepare new commission members for their role as a regulatory decision-maker and the committee was looking into making it available online. Each year on the day preceding ARELLO's Annual Conference, the Commissioner College holds one of the two Commissioner College courses, sections 101 and 102, on a rotating basis. There were both positive and negative responses received during the conference relating to offering the Commissioners' College online.

Both Commissioners Wada and Ginoza attended Commissioners' College 101 at the most recent conference. Commissioner Wada noted that now that she has completed both sessions, she would recommend that Commissioner 101 be taken first and during the first 2 years upon appointment. Commissioner Ginoza commented that he felt that Commissioner College 101 was very beneficial to learning the basics and that it could be offered in an online format.

# Budget and Finance Report:

Commissioner Faulkner questioned if the funds in the State Treasury are insured funds, and if so, for how much.

Specialist Grupen responded the funds are insured and would verify for how much.

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Upon a motion by Commissioner Faulkner, seconded by Commissioner Pang, it was voted on and unanimously carried to accept the Real Estate Recovery Fund Financial Report for the period ending June 30, 2017.

Next Meeting: Wednesday, December 6, 2017

9:00 a.m.

Queen Liliuokalani Conference Room

King Kalakaua Building

335 Merchant Street, First Floor

Honolulu, Hawaii'

Adjournment: With no further business to discuss, the Chair adjourned the meeting at 9:14 a.m.

Reviewed and approved by:

/s/ Neil K. Fujitani

Neil K. Fujitani
Supervising Executive Officer

November 9, 2017

Date

[X] Approved as is.

[ ] Approved with amendments. See minutes of \_\_\_\_\_ meeting.

NF:tn