

Good morning! DRE Forum

California Association of REALTORS®

Wednesday, February 3, 2021



	Name	Title
	Doug McCauley	Commissioner
	Marcus McCarther	Chief Deputy Commissioner
	Chika Sunquist	Assistant Commissioner, Enforcement
	Jeff Oboyski	Assistant Commissioner, Licensing
	Steve Lerner	Assistant Commissioner, Legal Affairs
	Rick Lopes	Assistant Commissioner, Communications & Publications
	Tom Cameron	Assistant Commissioner, Audits
	Shelly Wilson	Assistant Commissioner, Administrative Services
	Chris Neri	Assistant Commissioner, Subdivisions
	Jim Damrell	Assistant Commissioner, Legislation & Regulations
CALIFORNIA DRE		

Doug McCauley

Commissioner

@DougMcCauleyDRE

Doug's Brief Bio:

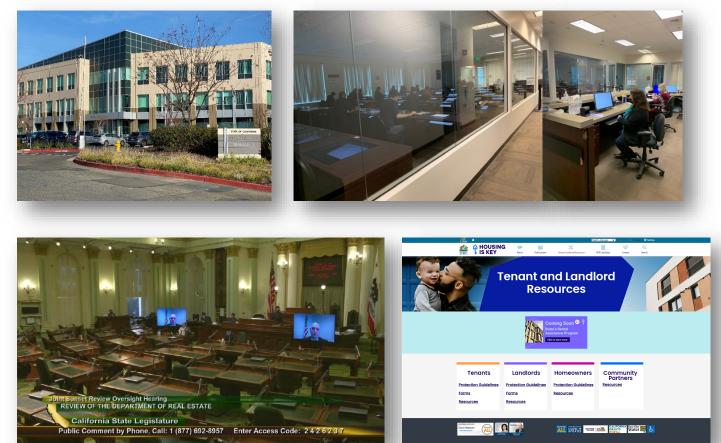
- DRE Commissioner since May2020
- State service includes:
 - Two years at the Department of Housing & Community Development
 - 17 years as the Executive Officer of California Architects Board



What Happening @ DRE

- COVID-19
 - 90% of DRE Employees Telework
 - Four of Five Exam Centers Reopened Last Week
 - Fifth Exam Center Opens This Week
- Sunset Review
- Landlord-Tenant
 - HousingIsKey.com Website









Marcus McCarther

Chief Deputy Commissioner Marcus.McCarther@dre.ca.gov

Marcus' Brief Bio:

- DRE Deputy Chief Commissioner since November 2020
- State service includes:
 - Two + years as Assistant Executive Officer at Board of Chiropractic Examiners
 - Four years at Department of Consumer Affairs
 - Two years in Office of Governor Edmund G. Brown, Jr.



Organizational Governance

- Goal is to increase the Department's capacity to gather data that aids decision-making in support of our strategic goals.
 - Strategic Plan
 - Equal Employment Opportunity (EEO) and Training Officer
 - All Staff Training and Development
 - Executive Leadership Coaching
 - Expansion of Testing Capacity
 - Expansion of online transactions
 - Succession Planning/Workforce Planning
 - Completion of Regulatory Changes



Chika Sunquist

Assistant Commissioner, Enforcement Chika.Sunquist@dre.ca.gov

Chika's Brief Bio:

- Started with DRE in August 2006
- DRE career includes:
 - 14 years in Enforcement & Mortgage Loan Activities; Assistant Commissioner since October 2020



DRE Enforcement

- Real Estate Law & Subdivided Lands Act
- Investigations
 - Licensees
 - Unlicensed Persons
 - License Applicants



DRE Enforcement

- Enforcement Field Program
 - Proactive Broker Office Surveys
 - Discipline Follow-Up
- Enforcement Statistics

	FY 2017-18	FY 2018-19	FY 2019-20
Complaints Received	6,197	6,497	6,184
Complaints Referred for Investigation	4,181	4,088	4,767
Complaints Referred for Disciplinary Action	1,093	1,081	913



DRE Enforcement

- Outreach
- Task Forces
- Complaint Resolution Program



Common Violations

- 1. Failure to Supervise (Brokers)
- 2. Misrepresentation
- 3. Advertising
- 4. Unlicensed Activity



DRE Industry Scam Alerts

- Licensee Identity Theft
- Fake DRE Representative Contacts



Compliance Resources

www.dre.ca.gov

- Broker Compliance Evaluation Manual
- Mortgage Loan Broker Compliance Manual
- Real Estate Advertising Guide
- Trust Funds Guide



Jeff Oboyski

Assistant Commissioner, Licensing

Jeff.Oboyski@dre.ca.gov

Jeff's Brief Bio:

- Started at DRE in June 2005
- DRE career includes:
 - Eight + years in Licensing Program; Assistant Commissioner since July 2020
 - Five + years in Enforcement Program
 - Two years in Legislative Program

Exams Administered

	2020-21	2019-20	Change
July	2,934	3,708	-21%
August	2,615	3,997	-35%
September	2,700	3,178	-15%
October	3,114	3,532	-12%
November	2,629	3,000	-12%
TOTAL	13,992	17,415	-20%
	2020-21	2019-20	Change
July	263	398	-34%
August	338	440	-23%
September	375	367	+2%
October	415	363	+14%
	345	369	-7%
November	545	507	7 70

Examination Update

- Exam Center Health & Safety Precautions
 - Exam Center Capacity Cut by 50%
 - Social Distancing, Face Coverings,
 - Disinfecting Exam Centers & Test Stations After Each Session
- How We're Increasing Test Numbers
 - Hiring Additional Proctors
 - Added Extra Sessions (Weekdays)
 - Added Saturday Exams (Sacramento & La Palma)
 - Adding Evening Sessions (Weekdays)
 - Adding Auxiliary Exam Center in Sacramento



- Four Executive Orders Issued by Governor Newsom
 - October 2020: N-83-20
 - Extends Some Deadlines for Applicants & Licensees
 - Extensions Apply to Examinations, Original License, & Renewal Applications

EXECUTIVE DEPARTMENT STATE OF CALIFORNIA	Example #1		
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WHERA is measure a summerical open and the second s	Licenses That Expired Before April 16, 2020	No	
Image: State Stat	Licenses That Expire on April 16, 2020 or After	Yes Granted an extension to submit renewal application, fee and, CE requirements until 6/30/2021	

- Four Executive Orders Issued by Governor Newsom
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EXECUTIVE DEPARTMENT STATE OF CALIFORNA	Example #2		
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<text><text><text><text><text><text><text></text></text></text></text></text></text></text>	Licenses Where Two-Year Right to Renew Ends on April 16, 2020 or After	Yes Granted an extension to submit renewal application, "late" fee, and CE requirements until 6/30/2021	

- Four Executive Orders Issued by Governor Newsom
 - October 2020: N-83-20
 - Extends Some Deadlines for Applicants & Licensees
 - Extensions Apply to Examinations, Original License, & Renewal Applications

EXECUTIVE DEPARTMENT STATE OF CALIFORNIA	Example #3		
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Bay (and Baseline The Mitham O Baselin	Exam Expiration Date on April 16, 2020 or After	Yes Granted an extension to take and pass the real estate exam until 6/30/2021	
Construction C			

- Four Executive Orders Issued by Governor Newsom
 - October 2020: N-83-20
 - Extends Some Deadlines for Applicants & Licensees
 - Extensions Apply to Examinations, Original License, & Renewal Applications

EXECUTIVE DEPARTMENT STATE OF CALIFORNA	Example #4		
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WHITEND and measure is uncommonic again the set of the	Deadline to Apply for License Ended Before April 16, 2020	No	
In acceleration of Loss and Lo	Deadline to Apply for License Ends on April 16, 2020 or After	Yes Granted an extension to apply for licensure until 6/30/2021	
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Licensing Email



Ask.DRELicensing@dre.ca.gov

- Get Your General Licensing & Exam Questions Answered
- Please Give Us Three Business Days to Respond
- Emails Answered in Order Received



DRE Virtual Call Center (VCC)

877-373-4542

Monday – Friday / 8:00 a.m. – 5:00 p.m.

The VCC System Receives an average of 30,000 Calls per Month



Steve Lerner

Assistant Commissioner, Legal Affairs Stephen.Lerner@dre.ca.gov

Steve's Brief Bio:

- Started with DRE in November 2015
- State service includes:
 - Four years at the Attorney General's Office
- 16 years in private practice



Disciplinary Tools

- Revocation
- Restriction
- Suspension
- Surrender
- Public Reproval
- Corrective Action Letter
- Cite and Fine
- Desist and Refrain Order
- Bar Order



Legal Stats

Activity	Cases Filed	Orders Issued
Statement of Issues Cases	184	-
Accusation Cases	442	-
Desist & Refrain Cases	-	18
Petitions for Reinstatement	-	58
Petitions for Removal of Restrictions	-	2
Petitions for Removal of Discipline History from Website	-	5
Licensing Revocations (Including Restricted)	-	162
License Suspensions	-	87
Voluntary Surrenders	-	62
Stipulations & Waivers/Agreements	-	164
Dismissals (Accusations or Statements of Issues)	-	60
Public Reprovals	-	8
License Denials (Including Restricted)	-	113
Final Bar Orders	-	4
👍 Total	626	743
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COVID-19 & Rental Housing

- Assembly Bill (AB) 3088
- Senate Bill (SB) 91
 - Prohibition Against Evictions (Related to COVID)
 - March 1, 2020 through August 31, 2020
 - September 1, 2020 through January 31, 2021
 - February 1, 2021 through June 30, 2021
 - Financial Assistance to Help Tenants with Unpaid Rent



All Californians deserve a place to call home



COVID-19 & Rental Housing

• DRE Hosts HousingIsKey.com Website







CALIFORNIA COURT STORE WILL CALIFORNIA GRANTS PORTAL



All Californians deserve a place to call home

Rick Lopes

Assistant Commissioner, Communications & Education

<u>Rick.Lopes@dre.ca.gov</u>

Rick's Brief Bio:

- Joined DRE in November 2020
- State service includes:
 - 17 years as Public Affairs Chief for Contractors State License Board
 - Three years in communications management at Department of Consumer Affairs
- 14+ years as a broadcast journalist

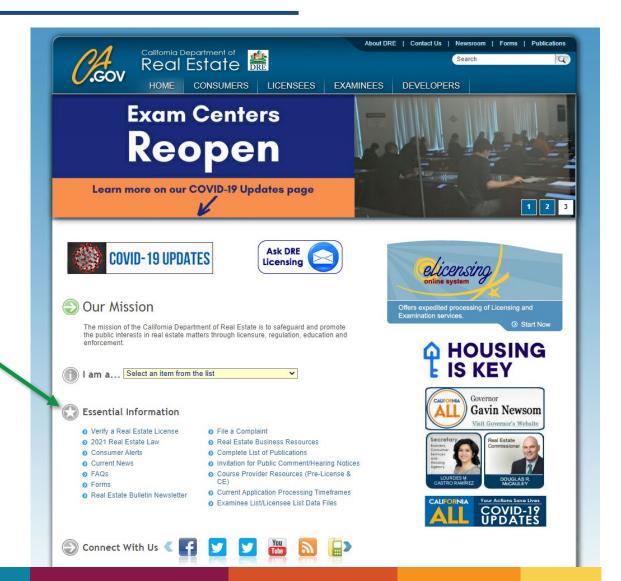


DRE Online

- Visit DRE Online
 - www.dre.ca.gov



- @CaliforniaDepartmentOfRealEstate
- @CA_DRE
- @ca_dre_esp
 @DougMcCauleyDRE
- Essential Information
 - Verify a Real Estate License
 - 2021 Real Estate Law
 - Consumer Alerts
 - Current News
 - FAQs
 - Forms
 - Real Estate Bulletin Newsletter
 - Real Estate Business Resources





Check Your Own License

- Make Sure Everything is Accurate
 - Mailing Address
 - Business Address
 - Fictitious Business Names
 - Affiliated Salespeople

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California Department of Real Estate Real

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	STATE OF CALIFORNIA DEPARTMENT OF REAL ESTATE	
are being reviewed fo are being reviewed fo Some historical disci assistance	ee's information, please be aware that license discipline information may have been removed record pursuant to Business & Professions Code Section 10083.2 (c). However, discipline the Department's public information line at 1:077-373-4542. shown below represents public information. It will not reflect pending licensing changes which re included, this information is not intended for mass mailing purposes. plinary action documents may not be in compliance with certain accessibility functions. For with these documents, please contact the Department's Licensing Flag Section. taken from records of the Department of Real Estate on 11/25/2020 1:54:33 PM SAI ESPERDED.	3
License Type:	SALESPERSON	
Name:		
Mailing Address:	GRANITE BAY, CA 95746	
License ID:	014	
Expiration Date:	12/09/24	
License Status:	LICENSED	
Salesperson License I	ssued: 12/10/04	
Former Name(s):	NO FORMER NAMES	
Responsible Broker:	License ID: 019	
	SACRAMENTO, CA 95864	
<u>Comment</u> :	NO DISCIPLINARY ACTION	
	NO OTHER PUBLIC COMMENTS	
	>>>> Public information request complete <<<<	



Tom Cameron

Assistant Commissioner, Audits Tom.Cameron@dre.ca.gov

Tom's Brief Bio:

- Joined DRE in November 1989 (Not a typo!)
- DRE career includes:
 - Almost four years in current position
 - Previously 14 years as Audit Supervisor; 14 years as Auditor



Audit Stats

- Two Types of Audits
 - 1. Investigative Audit
 - 2. Proactive Routine Audit

Broker Activity	# of Audits Closed	#/% of Audits with Shortages		Amount of Shortage Found
Property Management	348	148	43%	\$4,720,363
Broker Escrow	62	14	23%	\$254,735
Mortgage Loan	52	4	8%	\$31,797
Sales/Other	71	0	0%	\$0
Total	533	166	31%	\$5,006,895



Audit Recommendations

- Common Audit Findings
- Best Practices to Avoid Violations



Shelly Wilson

Assistant Commissioner, Administrative Services

<u>Shelly.Wilson@dre.ca.gov</u>

Shelly's Brief Bio:

- Joined DRE in October 2000
- Current Position Since October 2020
- Previous Experience in DRE Licensing, Enforcement & Communications
- Other State service includes:
 - Three years at Employment Development Department



Financial Statistics FY 19/20

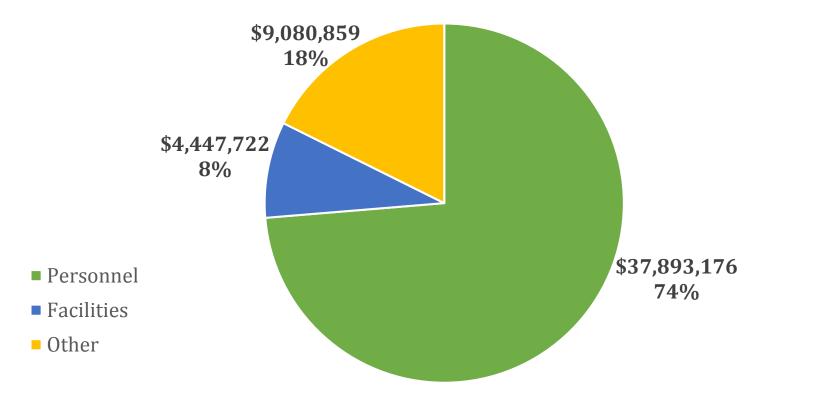
Budget \$55,883,000 **Revenues \$50,930,433*** Other \$7,981,750 16% **Examinations** \$3,444,058 7% Licensing \$32,602,901 **Subdivisions** 64% \$6,901,724 13%



*FY 19/20 closed on January 27, 2021

Financial Statistics FY 19/20

Budget \$55,883,000 Total Expenditures \$51,421,757*





*FY 19/20 closed on January 27, 2021

On the Horizon (Tentative for 2021)

- 1. Additional Testing Locations
- 2. Online Submittal of Exam & License Applications
- 3. eLicensing Enhancements for Additional Licensing Transactions
- Phase II Subdivisions Online Public Report Application System (SOPRAS)
- 5. Website Redesign (dre.ca.gov)



Chris Neri

Assistant Commissioner, Subdivisions Chris.Neri@dre.ca.gov

Chris' Brief Bio:

- Joined DRE in January 1989 (Not a typo either!)
- DRE career includes:
 - 17 Years in Current Position
 - 31 Years in Subdivision Program (Los Angeles & Sacramento)



Subdivision Stats

- Before a subdivision can be marketed in California, the subdivider must apply for and get the following from DRE:
 - Subdivision Public Report (California Project)
 - Permit (Out-of-State Timeshare)
 - Confirmation of Their Registration (Non-California projects located within the United States)
- FY 2019-20:
- FY 2018-20:
- 15 Year Average:

2,639 Final Public Report Applications **3,089** Final Public Report Applications 2,598 Final Public Report Applications



Jim Damrell

Assistant Commissioner, Legislation & Regulations

James.Damrell@dre.ca.gov

Jim's Brief Bio:

- Joined DRE in November 2020
- State service includes:
 - Nine years as an attorney for the Department of Social Services & Department of Justice
 - One year with Senate Office of Research
 - Eight years in private practice



Legislation/Regulations

- Sunset Review
- Currently Tracking 17 Bills Introduced in the Legislature
- Pending Regulations
 - Assembly Bill 2138
 - Protected Classes
 - Harmonizing CAR Omnibus Bill





Thank You!

dre.ca.gov HousingIsKey.com