1	MINUTES
2	South Carolina Real Estate Commission
3	Synergy Business Park, Kingstree Building,
4	110 Centerview Drive, Columbia, South Carolina 29210
5	Wednesday, February 16, 2022, 10:00 a.m.
6	Video/Teleconference Meeting
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8	Meeting Called to Order
10 11 12 13 14 15 16	Chairman Lee called the meeting of the South Carolina Real Estate Commission to order at 10:00 a.m. and announced that public notice of this meeting had been properly posted at the S.C. Real Estate Commission Office, Synergy Business Park, Kingstree Building, the Commission's website, and was provided to all requesting persons, organizations, and news media in compliance with Section 30-4-80 of the South Carolina Freedom of Information Act. The meeting was held via Video/Teleconferencing.
17	Roll Call of Commission Members and Staff
18 19 20	Commission Members and staff participating in the meeting included:
21 22	Commission Members
23 24 25 26 27 28 29 30 31 32	Andy Lee - Chair - 3 rd Congressional District David C. Lockwood, III - Vice Chair - 2 _{nd} Congressional District Candace Pratt - 1 _{st} Congressional District David Burnett - 4 th Congressional District John Rinehart - 5 th Congressional District Janelle Mitchell - 6 th Congressional District W. Brown Bethune - 7 th Congressional District Johnathan Stackhouse - Public Member Gary A. Pickren - At Large Member
33 34	Staff Members
35 36 37 38	Staff members participating during the meeting included Roderick Atkinson, Commission Administrator; Gina Sams, Administrative Assistant; Kyle Tennis, Office of Advice Counsel; and Rodney Pigford, Office of Investigations and Enforcement.
39	Invocation
40 41 42 43 44 45	Mr. Rinehart gave the invocation.

46 **Approval of Excused Absences** 47 48 There were no absences to be excused. 49 50 Approval of Agenda 51 52 **MOTION** 53 On the motion of Mr. Bethune, seconded by Mr. Burnett, the Commission voted unanimously in favor to approve the February 16, 2022 agenda as presented. The motion 54 55 passed. 56 57 Approval of Minutes- January 19, 2022 58 59 **MOTION** 60 On the motion of Mr. Lockwood, seconded by Ms. Pratt, the Commission voted 61 unanimously in favor to adopt the Commission's January 19, 2022 meeting minutes. The 62 motion passed. 63 64 **Chair's Remarks- (Andy Lee)** 65 66 Chairman Lee forewent providing remarks. 67 68 Administrator's Remarks- (Roderick Atkinson) 69 70 Mr. Atkinson recognized Mr. Pigford to present the IRC Report. 71 72 **IRC Report- February 2, 2022 (Rodney Pigford)** 73 74 Mr. Pigford presented the IRC's February 2, 2022 meeting recommendations to the 75 Commission. The IRC's recommendations were for the Commission to consider the 76 approval of 25 cases, consisting of 15 Dismissals, 4 Dismissals with C&D, 3 Formal 77 Complaints, and 3 Letters of Caution. 78 79 Discussions were held on the IRC's recommendations for case numbers 2021-395, 2021-80 621, and 2021-441, and the following actions were taken: 81 82 **MOTION** 83 Mr. Pickren moved to remove the recommendations for the letters of caution for Case Numbers 2021-621 and 2021-441, as well as the recommendation for 1 dismissal for 84 85 Case Number 2021-395 from the IRC's recommendations being considered until further 86 information is provided at the next Commission meeting. 87 88 Upon further discussions, Mr. Pickren agreed to remove case number 2021-395 from his

MOTION

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On the motion of Mr. Pickren, seconded by Ms. Pratt, the Commission voted unanimously in favor to amend the first motion, and to remove case numbers 2021-621

motion. The following action was taken to amend the motion:

and 2021-441 from the IRC's recommendations for approval until the Commission receives further information on why both recommended for a letter of caution; and to approve the remainder of the February 2, 2022 IRC recommendations. The motion passed.

2022 Statements of Economic Interest

As a reminder, Mr. Atkinson reported that the SC Ethics Commission's filing deadline for the 2022 Statement of Economic Interest is March 30, 2022. He recommended for Commissioners to contact the Ethics Commission if there were any questions with using the new online filing processes.

Legislative Update

Mr. Atkinson provided an update on recent legislation H.3255 regarding the Real Estate Appraisers Act and the Commission's Practice Act. With respect to the Commission's Practice Act, this bill would add an age and experience continuing education waiver for real estate licensees in S.C. Code Ann. § 40-57-340(B).

Mr. Atkinson reported there were 2 representatives considering filing legislation to give clarity to the practice of wholesaling or marketing a contract for real property or equitable interest in real property to the public. Mr. Atkinson anticipates that this potential legislation would give further clarity and be in conformance with the Commission's existing interpretation of its Practice Act with respect to wholesaling.

Discussions were also held regarding S.295 regarding how professional licensing boards, including the Commission, consider criminal convictions when evaluating applicants for licensure.

Discussions were held, and there were no actions taken.

ARELLO Leadership Symposium report (John Rinehart)

Mr. Rinehart provided an overview of the purpose of the ARELLO Leadership Symposium.

Mr. Rinehart encouraged Commission members to attend the investigator workshops as the information that would be received would be timely and help with their consideration of cases coming before them.

Mr. Rinehart reported on the following upcoming events:

-ARELLO Mid-Year Meeting, April 6-8, 2022, Savannah, Georgia

-Annual Conference, August 29-September 2, 2022 in Nashville, Tennessee

ARELLO MID-Year Meeting-Savannah, GA – April 6-8, 2022

- Mr. Atkinson reported on the policy for attending conferences, and stated the 142
- 143 Commission would need to approve the attendance of those interested in attending the
- 144 ARELLO Mid-Year Meeting.

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146 Upon discussions the following action was taken:

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MOTION

149 On the motion of Ms. Pratt, seconded by Ms. Mitchell, the Commission voted 150 unanimously in favor to approve the attendance of interested Commissioners and 151 appropriate staff members to the ARELLO Mid-Year Meeting, and for those interested in 152 attending to report to Mr. Atkinson for further processing of their attendance and travel

153 approvals, as required.

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Application Hearings

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Felicia Williams

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159 Chairman Lee called the Application Hearing to order.

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The Commission held an application hearing regarding Ms. Williams' application to take the South Carolina Salesperson Examination. Ms. Williams appeared before the Commission where her identity was confirmed by the Court Reporter. Ms. Williams confirmed she would not be represented by legal counsel, and there would be witness testimony from Mr. Thomas Kevin Jones. The applicant and the witness were thereafter sworn in.

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Ms. Williams and Mr. Jones testified before the Commission, and upon discussions the following action was taken:

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MOTION

On the motion of Ms. Mitchell, seconded by Mr. Pickren, the Commission voted in favor to approve Ms. Williams' application to take the South Carolina Real Estate Salesperson Examination.

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176 Mr. Rinehart and Mr. Bethune opposed. The motion passed.

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Chad Hatley

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180 Chairman Lee called the Application Hearing to order.

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The Commission held an application hearing regarding Mr. Hatley's application to take Mr. Hatley appeared before the the South Carolina Salesperson Examination. Commission where his identity was confirmed by the Court Reporter. Mr. Hatley confirmed he would not be represented by legal counsel, and there would be witness testimony from by Ms. Marilyn Hatley and Mrs. Jacquelyne Vereen Hatley. applicant and both witnesses were thereafter sworn in.

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189 Mr. Hatley and both witnesses testified before the Commission, and upon discussions the 190 following action was taken: 191 192 **MOTION** 193 On the motion of Mr. Bethune, seconded by Mr. Stackhouse, the Commission voted 194 unanimously in favor to approve Mr. Hatley's application to take the South Carolina Real 195 Estate Salesperson Examination. The motion passed. 196 197 RECESS – 11:40 a.m.-11:51 a.m. 198 199 Chairman Lee called for a 10 minute break. 200 201 Chairman Lee called the meeting back to order. 202 203 Sammy Grinate 204 205 Chairman Lee called the Application Hearing to order. 206 207 Mr. Grinate appeared before the Commission where his identity was confirmed by the 208 Court Reporter. Mr. Grinate confirmed he would not be represented by legal counsel, 209 and there would not be witness testimony presented. The applicant was thereafter sworn 210 in. 211 212 Mr. Grinate spoke before the Commission where discussions were held concerning his 213 reference letters not being provided to the Commission for consideration in advance of 214 the meeting. 215 216 Because these letters were not timely submitted in advance of the hearing, Chairman Lee stated the Commission would postpone the application hearing for Mr. Sammy Grinate 217 218 until later in the meeting. Chairman Lee requested for Mr. Grinate to forward his 219 reference letters to Mr. Atkinson, which would then be provided to the Commission. 220 221 John Summers 222 223 Chairman Lee called the Application Hearing to order. 224 225 The Commission held an application hearing regarding Mr. Summers' application to take 226 the South Carolina Salesperson Examination. Mr. Summers appeared before the 227 Commission where his identity was confirmed by the Court Reporter. Mr. Summers 228 confirmed he would not be represented by legal counsel, and stated there would be 229 witness testimony from both Ms. Amanda Fulford and Mr. Tad Fulford. The applicant 230

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232 Mr. Summers spoke before the Commission, and both witnesses testified. Upon 233 discussion the following action was taken:

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MOTION

and both witnesses were thereafter sworn in.

- On the motion of Mr. Pickren, seconded by Mr. Lockwood, the Commission voted in
- 237 favor to approve Mr. Summers' application to take the South Carolina Real Estate
- 238 Salesperson Examination. Ms. Mitchell opposed, Ms. Pratt abstained, and the motion

passed.

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Tyrell Taylor

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243 Chairman Lee called the Application Hearing to order.

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- The Commission held an application hearing regarding Mr. Taylor's application to take the South Carolina Broker Examination. Mr. Taylor appeared before the Commission where his identity was confirmed by the Court Reporter. Mr. Taylor confirmed he would not be appropriately and the appropriate testifician and the conversal and the appropriate testifician and the appropriate testification and th
- not be represented by legal counsel, and there would not be any witnesses testifying on
- 249 his behalf. The applicant was thereafter sworn in.

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Mr. Taylor spoke before the Commission, and upon discussions the following actions were taken:

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Executive Session- Convened 12:34 p.m.

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256 MOTION

On the motion of Mr. Stackhouse, seconded by Mr. Rinehart, the Commission voted unanimously in favor to enter into Executive Session for the purpose of receiving legal advice.

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Meeting reconvened 12:56 p.m.

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MOTION

On the motion of Mr. Lockwood, seconded by Ms. Pratt, the Commission voted unanimously in favor to exit from Executive Session where legal advice was received an no actions were taken.

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Because the Applicant submitted a broker application despite not having the required experience pursuant to S.C. Code Ann. § 40-57-320(A)(2)(a), Chairman Lee suggested for Mr. Taylor to withdraw his current broker examination application and to submit the salesperson examination application and reappear before the Commission at the Commission's next available meeting.

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Mr. Taylor withdrew his broker examination application and intends to submit a salesperson examination application.

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Nichael Lessey

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279 Chairman Lee called the Application Hearing to order.

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- The Commission held an application hearing regarding Ms. Nichael Lessey's application
- 282 to take the South Carolina Salesperson Examination. Ms. Lessey appeared before the
- 283 Commission where her identity was confirmed by the Court Reporter. Ms. Lessey

confirmed she would not be represented by legal counsel, and there would not be any witnesses testifying on her behalf. The applicant was thereafter sworn in.

Ms. Lessey testified before the Commission, and upon discussion the following action was taken:

MOTION

On the motion of Mr. Pickren, seconded by Mr. Bethune, the Commission voted unanimously to deny the application for Ms. Lessey to sit for the South Carolina Salesperson Examination. The motion passed.

Sammy Grinate

Chairman Lee called the Application Hearing to order again after it was initially postponed from earlier in the meeting due to Applicant not providing Commission staff with reference letters prior to the meeting.

The Commission held an application hearing regarding Mr. Grinate's application to take the South Carolina Salesperson Examination. Mr. Grinate appeared before the Commission where his identity was confirmed by the Court Reporter. Mr. Grinate again confirmed he would not be represented by legal counsel, and there would not be any witnesses testifying on his behalf. The applicant was thereafter sworn in.

Mr. Grinate spoke before the Commission, and upon discussion the following action was taken:

MOTION

On the motion of Mr. Bethune, seconded by Mr. Pickren, the Commission voted in favor to approve Mr. Grinate's application to take the South Carolina Real Estate Salesperson Examination. Mr. Rinehart and Mr. Burnett opposed. The motion passed.

Executive Session

Executive Session was not required.

Public Comments

Austin Smallwood with the South Carolina Association of Realtors provided an update and/or received feedback from the Commission regarding the following topics:

- Fingerprinting Notifications were sent out to members along with forms to coordinate fingerprinting events with IdentoGO.

- Clarification of NAR Code of Ethics regarding Offer Rejection Forms: To avoid confusion regarding the requirements of South Carolina real estate licensing law, the Commission indicated that the offer rejection form promulgated by the South Carolina Real Estate Commission per S.C. Code Ann. § 40-57-135(I)(5) should not be used for purposes other than what is required for license law compliance.

- Wholesaling: There was discussion regarding the practice referred to as wholesaling, or the marketing of assignable contracts/equitable interests in real property by individuals who are not the legal owner of the property.

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It has been interpreted by the Commission that the advertising of real property, belonging to another with the expectation of compensation falls under the statutory definition of "broker" in S.C. Code Ann. § 40-57-30(3)(a) and requires licensure. If unlicensed individuals are advertising these real property interests publicly with the expectation of compensation, the Commission has directed that Cease and Desist Orders be issued against those individuals. Pursuant to S.C. Code Ann. § 40-57-240(1), the licensing requirements of the Commission do not apply to the sale, lease, or rental of real estate by an unlicensed owner of real estate who owns any interest in the real estate if the interest being sold, leased, or rented is identical to the owner's legal interest. The Commission has interpreted that having an equitable interest is not equivalent to an owner's legal interest. Thus, an individual that only has an equitable interest in property that he is marketing for sale is not the property's owner and has no legal interest in the property for purposes of qualifying for the aforementioned exemption from licensure. Licensees are also reminded that they are required to have a listing agreement with the legal owner of the property before marketing a property pursuant to S.C. Code Ann. § -40-57-135(E)(1).

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Adjournment

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MOTION

On the motion of Mr. Rinehart, seconded by Ms. Pratt, the Commission voted unanimously in favor to adjourn. Time of adjournment was 2:07 p.m.