*SOP 3-4:* Failure to disclose to cooperating brokers differential that would result in dual or variable rate commission arrangement if sale/lease results through efforts of seller/landlord

*SOP 3-6:* Failing to disclose existence of accepted offers, including offers with unresolved contingencies, to cooperating brokers

*SOP 3-8:* Misrepresenting the availability of access to show or inspect a listed property *SOP 3-9:* Providing access to listed property on terms other than those established by the owner or listing broker

#### Article 4:

Failing to disclose REALTOR®'s ownership or other interest in writing to the purchaser or their representative *(second sentence)* 

# Article 5:

Providing professional services without disclosing REALTOR®'s present interest in property *(limited to present interest, not contemplated)* Article 6:

Accepting any commission, rebate, or profit on expenditures without client's knowledge or consent *(first paragraph)* 

Failure to disclose to a client or customer REAL-TOR®'s financial benefits or fees received as a direct result of recommending real estate products or services *(Second paragraph)* 

**SOP 6-1:** Failure to disclose REALTOR®'s direct interest in an organization or business entity when recommending to a client or customer that they use the services of that organization or business entity

# Article 12:

Failing to present a true picture in real estate communications and advertising

Failing to disclose status as real estate professional in advertising and other representations

*SOP 12-1:* Failure to provide all terms governing availability of a "free" product or service in an advertisement or other representation

**SOP 12-2:** Failure to disclose potential to obtain a benefit from third party when REALTOR® represents their services as "free" or without cost

*SOP 12-3:* Failure to exercise care and candor when communicating the terms and conditions of premiums, prizes, merchandise discounts or other inducements to list, sell, purchase, or lease

*SOP 12-4:* Advertising property for sale/lease without authority of owner or listing broker

*SOP 12-5:* Failing to disclose name of firm in advertisement for listed property

**SOP 12-6:** Failing to disclose status as both owner/ landlord and REALTOR® or licensee when advertising property in which REALTOR® has ownership interest

SOP 12-7: Falsely claiming to have "sold" property

*SOP 12-8:* Failure to take corrective action when it becomes apparent that information on a REALTOR®'s website is no longer current or accurate

*SOP 12-9:* Failure to disclose firm name and state of licensure on REALTOR® firm website

*SOP 12-10:* Misleading consumers through deceptive framing, manipulating content, deceptively diverting internet traffic, or presenting other's content without attribution or permission

*SOP 12-12:* Registering or using of deceptive URL or domain name

*SOP 12-13:* Representing that the REALTOR® has a designation, certification, or other credential they are not entitled to use

# Article 14:

Failing to cooperate in a professional standards proceeding or investigation in circumstances when cooperation has been demanded by the association and association has advised REALTOR® failure to cooperate could result in an allegation of a violation of Article 14

# Article 16:

*SOP 16-16:* Conditioning submission of a buyer's offer on additional compensation from a listing broker

*SOP 16-19:* Placing for sale/lease sign on property without permission of seller/landlord

# For More information:

www.MLKAR.com or Call: 305-743-2485 Email: CEO@MLKAR.com

# Marathon and Lower Keys Association of REALTORS®

# **Citation Program**

# **Citation Policy for Code of Ethics Violations**

MLKAR's ongoing effort to increase professionalism in the marketplace for our membership, streamline the ethics hearing process and protect the interests of the general public.

# Background

MLKAR's Professional Standards and Grievance Committee is charged with upholding the highest principles of the Association and ensuring that members adhere to the REALTOR® Code of Ethics. Over the years, members have sought ways to avoid time-consuming ethics complaint filings and hearings. In response, MLKAR introduced the Citation Policy.



Wayne Carter Chief Executive Officer Marathon and Lower Keys Association of Realtors® 5800 Overseas Hwy #15 Marathon, FL 33050 305-743-2485 CEO@MLKAR.com <u>www.MLKAR.com</u>

# MLKAR Citation Program

# Filing an ethics complaint

- Is a time-consuming process. With Citation Policy, Respondents can elect to avoid the lengthy hearing process when a REALTOR® or a member of the public files of a complaint against them.
- A Realtor® or a member of the public would file a complaint.
- If the Grievance Committee decides that the articles in the citation make the case eligible for the Citation Policy, the Respondent will be notified and given 20 days to elect to participate in the Citation Policy or request an ethics hearing.
- If the Respondent agrees to the Citation Policy, he/ she would pay the standard, pre-set fine associated with that article.
- The Complainant may elect to file anonymously, if the Respondent chooses to go to a hearing the complainant is no longer anonymous and must attend the hearing process.

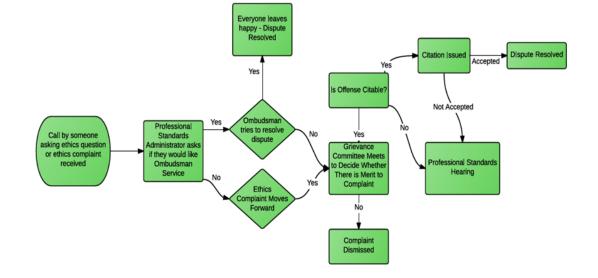
**Ethics Complaint Flow Chart:** 

# Why consider use of the Citation policy?

**For Respondents**, electing the Citation Policy avoids and uncomfortable and often time-consuming hearing process. Due process rights are still protected since Respondents may elect NOT to use the policy and proceed with a full hearing. Citation Policy is as confidential as the hearing process.

**For Complainants**, there may be less time involved, yet justice will still be served, thereby protecting the industry from unethical behavior. However, if the Respondent elects to have a hearing, the Complainant would need to be prepared to attend. The Complaint may be filed anonymously, however, if the Respondent elects to have a hearing instead of choosing to pay the citation the Complainant will no longer be anonymous and must attend the hearing.

Are all ethics complaints eligible for a citation? No. The Citation Policy is limited to certain aspects of the Articles listed on the chart located in this brochure. The charges must also be substantiated with written or other documented evidence.



#### **Eligible Code of Ethics Violations:**

Please note that Citation Program is limited to these violations only. Other Code of Ethics violations and arbitration/mediation services follow the regular complaint process. Fine Schedule for all listed offenses is as follows: Attendance within 90 days of the approved Code of Ethics Course and a fine of \$400 for 1<sup>st</sup> offense, \$800 for 2<sup>nd</sup> offense and \$1200 for 3<sup>rd</sup> offense in a 3 year period.

# Article 1:

**SOP 1-5:** Failure to fully disclose and obtain consent from both parties when representing both the seller/landlord and buyer/tenant in the same transaction

**SOP 1-6:** Failure to submit offers and counteroffers objectively and as quickly as possible

**SOP 1-12:** Failure to advise sellers/landlords of information specified in Standard of Practice 1-12 prior to entering into a listing contract

**SOP 1-13:** Failure to advise buyers/tenants of information specified in Standard of Practice 1-13 prior to entering into a buyer/tenant agreement

*SOP 1-16:* Accessing or using, or allowing others to access or use, a property managed or listed on terms other than those authorized by the owner or seller

#### Article 3:

**SOP 3-2:** Failure to communicate a change in compensation for cooperative services prior to the time that REALTOR® submits an offer to purchase/ lease the property

*SOP 3-2:* As a listing broker, attempting to unilaterally modify the offered compensation with respect to a cooperative transaction after a REALTOR® has submitted an offer to purchase or lease that property

*SOP 3-4:* Failing to disclose existence of dual or variable rate commission arrangements

# **Continued on Back**