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Attorney for the Arizona Board of Technical Registration

BEFORE THE ARIZONA STATE **BOARD OF TECHNICAL REGISTRATION** IN THE OFFICE OF ADMINISTRATIVE HEARINGS

In the Matter of:

Phillip Hiller,

Home Inspector Certification No. 61017,

Respondent.

Docket No.: 23F-HI22-020-BTR BTR Case Nos.: HI22-020

CONSENT AGREEMENT

In the interest of a prompt and judicious resolution of the above-captioned matter before the Arizona State Board of Technical Registration (the "Board") and consistent with the public interest, statutory requirements, and the responsibilities of the Board, and pursuant to Arizona Revised Statutes ("A.R.S.") § 32-101, et seq., and Arizona Administrative Code ("A.A.C.") R4-30-120(G), the Board and the undersigned party, Phillip Hiller ("Respondent"), enter into the following Recitals, Findings of Fact, Conclusions of Law and Order ("Consent Agreement") as a final disposition of this matter.

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RECITALS

- 1. The Board has not conducted a hearing nor made a determination on the merits contained herein. Instead, the Board and Respondent have agreed to a full and final settlement of this matter in lieu of formal disciplinary proceedings, pursuant to A.A.C. R4-30-123(B).
- 2. Respondent has read and understands this Consent Agreement and has had the opportunity to discuss this Consent Agreement with an attorney, or has waived the opportunity to discuss this Consent Agreement with an attorney.
- 3. Respondent understands that he has a right to a public administrative hearing concerning this case. He further acknowledges that, at such formal hearing, he could present evidence and cross-examine witnesses. By entering into this Consent Agreement, Respondent knowingly, voluntarily, and irrevocably waives his right to such an administrative hearing, as well as rights of rehearing, review, reconsideration, appeal, judicial review, or any other administrative and/or judicial action concerning the matters set forth herein.
- 4. Respondent affirmatively agrees that this Consent Agreement shall be irrevocable.
- 5. Respondent understands that this Consent Agreement or any part of the agreement may be considered in any future disciplinary action by the Board against him.
- 6. The Consent Agreement, any record prepared in this matter, all investigative materials prepared or received by the Board, and all related exhibits and materials, are records (as defined in A.R.S. § 41-151.18) upon acceptance by the Board of this Consent Agreement and may be retained in the Board's files pertaining to this matter.
- 7. Respondent understands this Consent Agreement deals with Board case number HI22-020 involving allegations that Respondent engaged in conduct that would subject Respondent to discipline under the Board's statutes and rules. The investigation

into these allegations against Respondent shall be concluded upon the Board's adoption of this Consent Agreement.

- 8. Respondent understands that this Consent Agreement is solely to settle case number HI22-020, does not preclude the Board from instituting other proceedings as may be appropriate now or in the future, does not constitute a dismissal or resolution of any other matters currently pending before the Board, if any, and does not constitute any waiver, express or implied, of the Board's statutory authority or jurisdiction regarding any other pending or future investigation, action or proceeding.
- 9. Respondent also understands that, with respect to the conduct that is the subject of this Consent Agreement, acceptance of this Consent Agreement does not preclude any other agency, subdivision, or officer of this state from instituting any other civil or criminal proceedings, investigating claims, or taking legal action as may be appropriate now or in the future relating to this matter or other matters concerning Respondent, including but not limited to violations of Arizona's Consumer Fraud Act. Respondent acknowledges that, other than with respect to the Board, this Consent Agreement makes no representation, implied or otherwise, about the views or intended actions of any other state agency or officer or political subdivision of the state relating to this matter or other matters concerning Respondent.
- 10. Respondent acknowledges and agrees that, upon signing this Consent Agreement and returning this document to the Board's Executive Director, Respondent may not revoke acceptance of the Consent Agreement or make any modifications to the document regardless of whether the Consent Agreement has been signed on behalf of the Board. Any modification to this original document is ineffective and void unless mutually agreed by the parties in writing.
- 11. This Consent Agreement is subject to the approval of the Board and is effective only when accepted by the Board and signed on behalf of the Board. If the Board does not accept this Consent Agreement, the Board retains its authority to hold a

formal administrative hearing pursuant to A.R.S. § 32-128(E). In the event that the Board does not approve this Consent Agreement, it is withdrawn, shall be of no evidentiary value, and shall not be relied upon nor introduced in any action by any party. Respondent agrees that should the Board reject this Consent Agreement and this case proceeds to hearing, Respondent shall assert no claim that the Board was prejudiced by its review and discussion of this document or any records relating thereto.

- 12. If a court of competent jurisdiction rules that any part of this Consent Agreement is void or otherwise unenforceable, the remainder of the Consent Agreement shall remain in full force and effect.
- 13. Respondent agrees that any violation of this Consent Agreement may result in disciplinary action, including suspension or revocation of registration under A.R.S. § 32-150.
- 14. Respondent agrees that the Board will adopt the following Findings of Fact, Conclusions of Law and Order.

FINDINGS OF FACT

- 1. The Board is the duly constituted authority for the regulation and control of the practice of home inspection, pursuant to A.R.S. § 32-101, et seq.
 - 2. Respondent is the holder of home inspector registration # 61017.
- 3. On or about October 15, 2021, Respondent conducted a Home Inspection at 3717 E. Turley St. in Gilbert, Arizona.
- 4. On or about January 28, 2022, the Board received a complaint alleged that on October 15, 2021, after conducting a home inspection at 3717 E. Turley St. in Gilbert, Arizona, Respondent failed to report on a crack in a bedroom window and door, failed to report that the air filters were black and plugged, failed to report that the dryer door would not close, failed to report that the garage door was noisy, failed to report damage to painted walls in numerous areas, and failed to report that the microwave oven door would not close properly.

- 5. On August 4, 2022, an Enforcement Advisory Committee Meeting ("EAC") convened to review the complaint against Respondent. After reviewing the evidence and conducting interviews, the Committee substantiated one of the allegations from the original complaint, to wit: Respondent failed to report that the air filters were black and plugged. During the EAC meeting, Respondent indicated that he checked the home's vents for positive air flow and inferred that the air filters were not clogged at that time, but acknowledged that he did not check the air filters themselves as required by the Standards of Professional Practice for Arizona Home Inspectors ("SOP"). The Committee found that Respondent's home inspection report failed to meet the SOP, in that:
 - a. Respondent failed to report on the type and condition of the foundation as required in SOP #4.1 and #4.2;
 - b. Respondent failed to report on the type and condition of the floors of the structure as required in SOP #4.1 and #4.2;
 - c. Respondent failed to report on the type and condition of the walls as required in SOP #4.1 and #4.2;
 - d. Respondent failed to report on the type and condition of the columns as required in SOP #4.1 and #4.2;
 - e. Respondent failed to properly report on the type and condition of the roofs and ceilings as required in SOP #4.1 and #4.2;
 - f. Respondent failed to report on the condition of the flashing and trim as required in SOP #5.1;
 - g. Respondent failed to report on the condition of the eaves, soffits, and fascia as required in SOP #5.1;
 - h. Respondent failed to report on the condition of the interior supply and distribution piping as required in SOP #7.1;

- i. Respondent failed to report on the condition of supports and insulation as required in SOP #7.1;
- j. Respondent failed to report on the supply system functional flow as required in SOP #7.1;
- k. Respondent failed to report on the type and condition of the waste and vent piping system as required in SOP #7.1 and #7.2;
- 1. Respondent failed to report on the waste system functional drainage as required in SOP #7.1;
- m. Respondent failed to report on the presence and condition of the plumbing automatic safety controls as required in SOP #7.1;
- n. Respondent failed to report on the condition of the flues and vents as required in SOP #7.1;
- o. Respondent failed to report on the condition of the fuel storage and fuel distribution system and supports as required in SOP #7.1;
- p. Respondent failed to report on the presence and condition of the electrical system service grounding as required in SOP #8.1;
- q. Respondent failed to report on the condition of the electrical overcurrent protection devices as required in SOP #8.1;
- r. Respondent failed to report on the condition and compatibility of the electrical panel breakers and fuses as required in SOP #8.1;
- s. Respondent failed to report on the operation and condition of all GFCI ground fault circuit interrupters as required in SOP #8.1;
- t. Respondent failed to properly report on the type of heating equipment as required in SOP #9.2;
- u. Respondent failed to report on the presence and visible condition of the heating system automatic safety controls as required in SOP #9.1;

- v. Respondent failed to report on the condition of the air filters as required in SOP #9.1;
- w. Respondent failed to report on the cooling source presence in each room as required in SOP #10.1;
- x. Respondent failed to report on the type and condition of the vapor retarder as required in SOP #12.1 and #12.2;
- y. Respondent failed to report on the presence and condition of the laundry ventilation as required in SOP #12.1.
- 6. On or about August 11, 2022, after the EAC meeting, Board staff received a copy of the Inspection Agreement from Respondent. Board staff provided the Inspection Agreement to an EAC Committee Member with a request that he assess the Inspection Agreement regarding SOP #2.2.
- 7. On or about August 12, 2022, the EAC Committee Member found that the Inspection Agreement was missing Respondent's firm address as required by SOP #2.2.
- 8. Respondent has affirmed to Board staff that he no longer intends to work as a home inspector, and wishes to voluntarily surrender his Certified Home Inspector Registration.

CONCLUSIONS OF LAW

- 1. The Board has jurisdiction in this matter pursuant to A.R.S. § 32-101, et seq.
- 2. The conduct alleged in the Factual Allegations constitutes grounds for discipline pursuant to A.R.S. § 32-128(C)(4) and Arizona Administrative Code R4-30-301.01, in that Respondent failed to conduct an Arizona home inspection in accordance with the SOP.

ORDER

Based on the foregoing Findings of Fact and Conclusions of Law, the Board issues the following Order:

- 1. SUSPENSION AND PROBATION. Respondent's Certified Home Inspector Registration, No. 61017, shall be suspended for ninety (90) days. During the suspension, Respondent's Certified Home Inspector Registration is placed on probation for ninety (90) days.
- 2. RESTITUTION. Within Thirty (30) days from the effective date of this Consent Agreement, Respondent shall pay restitution directly to the client, William Bradbury, in the amount of Four Hundred Dollars (\$400.00) for the cost of the home inspection in case HI22-020. Respondent shall provide proof to the Board that payment was made directly to the client.
- 3. VOLUNTARY SURRENDER. Once Respondent provides proof to Board staff that restitution has been made, the Board shall accept Respondent's voluntarily surrender of his Certified Home Inspector Registration No. 61017, and shall terminate Respondent's probation and suspension.
- 4. FINANCIAL ASSURANCE. Respondent shall ensure that he maintains financial assurance as required by A.R.S. § 32-122.02(B), until the Board accepts Respondent's voluntary surrender of Respondent's Certified Home Inspector Registration and has terminated the period of suspension and probation.
- 5. EFFECTIVE DATE. The effective date of this Consent Agreement and Order is the date it was last executed by the Respondent or the Board.
- 6. COSTS OF COMPLIANCE. Respondent shall pay all costs associated with complying with this Consent Agreement.
- 7. NONCOMPLIANCE. If Respondent is non-compliant with any terms of this Order during the ninety-day (90-day) suspension and probation period, this Consent Agreement will be considered null and void, and the Board will proceed with a hearing on the listed violations in Case No. 23F-HI22-020-BTR. In addition, if Respondent violates this Order in any way or fails to fulfill the requirements of this Order, the Board,

after giving notice and the opportunity to be heard, may also revoke, suspend or take other disciplinary actions against Respondent based on the violation of this Order.

ACCEPTED AND ORDERED this 27 day of June, 2023.

Jack Gilmore, L.A., Chairman

Arizona State Board Of Technical Registration

Consent Agreement and Order, No. Case # HI22-020 accepted this 13 day of June, 2023.

Phillip Hiller, Respondent

1	ORIGINAL filed this <u>28th</u> day of June, 2023, with:
2 3	Arizona State Board of Technical Registration 1110 W. Washington, Suite 240 Phoenix, Arizona 85007
4	COPY of the foregoing emailed, delivery and read receipts requested, and mailed by First Class Mail and Certified Mail No. 9214 8901 9434 4600 0928 74 on the 28 day of June, 2023, to:
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7	Phillip Hiller 2318 S. Country Club Rd #1054 Mesa, Arizona 85210 pghiller@gmail.com pghiller@icloud.com
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10	COPY of the foregoing emailed this day of June, 2023, to:
12	Deanie Reh deanie.reh@azag.gov
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14	By: Daniel Carthel
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