The reason you can't use the w3d file, is because all w3d files can be possible cheats. A w3d files has to be first approved before you can use it with Renguard. You won't get banned because of having a w3d file in your data directory but you can't use Renguard untill you either removed the file or the file has been officially approved.

My advise is removing the file from your directory and see if you can now run Renguard, if not there must something else wrong.