RESIDENTIAL SELLER DISCLOSURE ADVISORY



Document updated: February 2014



WHEN IN DOUBT - DISCLOSE!





Arizona law <u>requires</u> the seller to disclose material (important) facts about the property whether or not you are asked by the buyer or a real estate agent. These disclosure obligations remain even if you and the buyer agree that no Seller's Property Disclosure Statement ("SPDS") will be provided.

The SPDS is designed to assist you, the seller, in making these legally required disclosures and to avoid inadvertent nondisclosures of material facts. To satisfy your disclosure obligations and protect yourself against alleged nondisclosure, you should complete the SPDS by answering all questions as truthfully and as thoroughly as possible. Attach copies of any available invoices, warranties, inspection reports, and leases, to insure that you are disclosing accurate information. Use the blank lines to explain your answers. If you do not have the personal knowledge to answer a question, it is important not to guess – use the blank lines to explain the situation.



If the buyer asks you about an aspect of the property, you have a duty to disclose the information, regardless of whether or not you consider the information material. You also have a legal duty to disclose facts when disclosure is necessary to prevent a previous statement from being misleading or misrepresented: for example, if something changes.

If you do not make the legally required disclosures, you may be subject to civil liability. Under certain circumstances, nondisclosure of a fact is the same as saying that the fact does not exist. Therefore, nondisclosure may be given the same legal effect as fraud.

If you are using the Arizona Association of REALTORS® ("AAR") Residential Resale Real Estate Purchase Contract, the seller is required to deliver to the buyer "a completed AAR Residential SPDS form to the Buyer within five (5) days after Contract acceptance." If the Seller does not provide the SPDS as the Contract requires, the Seller is potentially in breach of the Contract, thereby enabling the Buyer to cancel the transaction and receive the earnest money deposit.

Please note: By law, sellers are not obligated to disclose that the property is or has been: (1) a site of a natural death, suicide, homicide, or any other crime classified as a felony; (2) owned or occupied by a person exposed to HIV, or diagnosed as having AIDS or any other disease not known to be transmitted through common occupancy of real estate; or (3) located in the vicinity of a sex offender. However, the law does not protect a seller who makes an intentional misrepresentation. For example, if you are asked whether there has been a death on the property and you know that there was such a death, you should not answer "no" or "I don't know"; instead you should either answer truthfully or respond that you are not legally required to answer the question.





ESIDENTIAL SELLER'S PROPERTY DISCLOSURE STATEMENT (SPDS) (To be completed by Seller)

Document updated:

February 2014



The pre-printed portion of this form has been drafted by the Arizona Association of REALTORS®. Any change in the pre-printed language of this form must be made in a prominent manner. No representations are made as to the legal validity, adequacy and/or effects of any provision, including tax consequences thereof. If you desire legal, tax or other professional advice, please consult your attorney, tax advisor or professional consultant.



MESSAGE TO THE SELLER:

Sellers are obligated by law to disclose all known material (important) facts about the Property to the Buyer. The SPDS is designed to assist you in making these disclosures. If you know something important about the Property that is not addressed on the SPDS, add that information to the form. Prospective Buyers may rely on the information you provide.

INSTRUCTIONS: (1) Complete this form yourself. (2) Answer all questions truthfully and as fully as possible. (3) Attach all available supporting documentation. (4) Use explanation lines as necessary. (5) If you do not have the personal knowledge to answer a question, use the explanation lines to explain. By signing on page 7, you acknowledge that the failure to disclose known material information about the Property may result in liability.

MESSAGE TO THE BUYER:

Although Sellers are obligated to disclose all known material (important) facts about the Property, there are likely facts about the Property that the Sellers do not know. Therefore, it is important that you take an active role in obtaining information about the Property.

INSTRUCTIONS: (1) Review this form and any attachments carefully. (2) Verify all important information. (3) Ask about any incomplete or inadequate responses. (4) Inquire about any concerns not addressed on the SPDS. (5) Review all other applicable documents, such as CC&R's, association bylaws, surveys, rules, and the title report or commitment. (6) Obtain professional inspections of the Property. (7) Investigate the surrounding area.

THE FOLLOWING ARE REPRESENTATIONS OF THE SELLER(S) AND ARE NOT VERIFIED BY THE BROKER(S) OR AGENT(S).

	OWNERSHIP AND PROPERTY									
2.										
3.	PROPERTY ADDRESS:(STREET ADDRESS) (CITY) (STATE) (ZIP)									
	(STREET ADDRESS) (CITY) (STATE) (ZIP)									
	Does the Property include any leased land? \square Yes \square No									
	Explain:									
	Is the Property located in an unincorporated area of the county? \square Yes \square No $\!$ If yes, and five or fewer parcels of land other than subdivided land									
7.	are being transferred, the Seller must furnish the Buyer with a written Affidavit of Disclosure in the form required by law.									
8.	LEGAL OWNER(S) OF PROPERTY: Date Purchased:									
10. 11.	The Property is currently: Owner-occupied Leased Estate Foreclosure Vacant If vacant, how long? If a rental property, how long? Expiration date of current lease: (Attach a copy of the lease if available.) If any refundable deposits or prepaid rents are being held, by whom and how much? Explain:									
	Is the legal owner(s) of the Property a foreign person or a non-resident alien pursuant to the Foreign Investment in Real Property Tax Act (FIRPTA)? \square Yes \square No If yes, consult a tax advisor; mandatory withholding may apply.									
	Is the Property located in a community defined by the fair housing laws as housing for older persons? \square Yes \square No Explain:									
17.	Approximate year built: If Property was built prior to 1978, Seller must furnish the Buyer with a lead-based paint disclosure form.									
18. 19. 20.	NOTICE TO BUYER: If the Property is in a subdivision, a subdivision public report, which contains a variety of information about the subdivision at the time the subdivision was approved, may be available by contacting the Arizona Department of Real Estate or the homebuilder. The public report information may be outdated. www.azre.gov.									

_	`
_	_

	YES	NO					
21.			Have you entered into any agreement to transfer your interest in the Property in any way, including rental renewals				
22.			or options to purchase? Explain:				
23.			Are you aware if there are any association(s) governing the Property?				
24.			If yes, provide contact(s) information: Name: Phone #:				
25.			Name: Phone #:				
26.			If yes, are there any fees? How much? \$ How often?				
27.			How much? \$ How often?				
28. 29.			Are you aware of any transfer fees or other fees due upon transfer of the Property? Explain:				
30. 31.			Are you aware of any proposed or existing association assessment(s)? Explain:				
32. 33.			Are you aware of any pending or anticipated disputes or litigation regarding the Property or the association(s)? Explain:				
34. 35.			Are you aware of any of the following recorded against the Property? (Check all that apply): ☐ Judgment liens ☐ Tax liens ☐ Other non-consensual liens				
36.			Explain:				
37. 38. 39.			Are you aware of any assessments affecting the Property? (Check all that apply): ☐ Paving ☐ Sewer ☐ Water ☐ Electric ☐ Other Explain:				
40. 41. 42. 43.			Are you aware of any title issues affecting the Property? (Check all that apply): Recorded easements Use restrictions Lot line disputes Encroachments Unrecorded easements Use permits Other				
44. 45.			Explain: Are you aware if the Property is located within the boundaries of a Community Facilities District (CFE If yes, provide the name of the CFD:				
46. 47. 48.			Are you aware of any public or private use paths or roadways on or across the Property? Explain:				
49.			Are you aware of any problems with legal or physical access to the Property? Explain:				
50. 51.			The road/street access to the Property is maintained by the County City Homeowners' Association Privately If privately maintained, is there a recorded road maintenance agreement? Explain:				
52.			Are you aware of any violation(s) of any of the following? (Check all that apply):				
53. 54. 55.			Zoning Building Codes Utility Service Sanitary health regulations Covenants, Conditions, Restrictions (CC&R's) Other (Attach a copy of notice(s) of violation if available. Explain:				
56.							
57. 58.			Are you aware of any homeowner's insurance claims having been filed against the Property? Explain:				
NOTICE TO BUYER: Your claims history, your credit report, the Property's claims history and other f affect the insurability of the Property and at what cost. Under Arizona law, your insurance company r your homeowner's insurance within 60 days after the effective date. Contact your insurance company							
	BUIL	DING A	AND SAFETY INFORMATION				
62.	YES	NO	STRUCTURAL:				
63.			NOTICE TO BUYER: Contact a professional to verify the condition of the roof.				
64. 65.			Are you aware of any past or present roof leaks? Explain:				
			Are you aware of any other past or present roof problems? Explain:				

Residential Seller's Property Disclosure Statement (SPDS)
Updated: February 2014 • Copyright © 2014 Arizona Association of REALTORS®.
All rights reserved.

Initials> BUYER BUYER

	YES	NO						
68.			Are you aware of any roof repairs? Explain:					
69.			In the control of the					
70.			Is there a roof warranty? (Attach a copy of warranty if available.)					
71.			If yes, is the roof warranty transferable? Cost to transferAre you aware of any interior wall/ceiling/door/window/floor problems? Explain:					
72. 73.			Are you aware or any interior wall/celling/door/window/lloor problems? Explain:					
74. 75.	Are you aware of any cracks or settling involving the foundation, exterior walls or slab? Explain:							
76.			Are you aware of any chimney or fireplace problems, if applicable? Explain:					
77. 78. 79. 80.			Are you aware of any damage to any structure on the Property by any of the following? (Check all that apply): ☐ Flood ☐ Fire ☐ Wind ☐ Expansive soil(s) ☐ Water ☐ Hail ☐ Other Explain:					
81.			WOOD INFESTATION:					
82.			Are you aware of any of the following:					
83.			Past presence of termites or other wood destroying organisms on the Property?					
84.			Current presence of termites or other wood destroying organisms on the Property?					
85.			Past or present damage to the Property by termites or other wood destroying organisms?					
86.			Explain:					
87.			Are you aware of past or present treatment(s) of the Dreparty for townites or other wood destroying evenings?					
88.			Are you aware of past or present treatment(s) of the Property for termites or other wood destroying organisms? If yes, date last treatment was performed:					
89. oo			Name of treatment provider(s):					
90. 91.			Is there a treatment warranty? (Attach a copy of warranty if available.)					
91. 92.			If yes, is the treatment warranty transferrable?					
93. 94.			NOTICE TO BUYER: Contact Office of Pest Management for past termite reports or treatment history. www.sb.state.az.us					
95.			HEATING & COOLING:					
96.			Heating: Type(s)					
97.			Approximate Age(s)					
98.			Cooling: Type(s)					
99.			Approximate Age(s)					
00.			Are you aware of any past or present problems with the heating or cooling system(s)?					
01.			Explain:					
02.			PLUMBING:					
03.			Are you aware of the type of water pipes, such as galvanized, copper, PVC, CPVC or polybutylene?					
04.			If yes, identify:					
05.			Are you aware of any past or present plumbing problems? Explain:					
06. 07			Are you aware of any water pressure problems? Explain:					
07. 08.			Type of water heater(s): Gas Electric Solar Approx. age(s):					
06. 09.			Are you aware of any past or present water heater problems? Explain:					
			Are you aware or any past or present water neater problems: Explain.					
10. 11.			Is there a landscape watering system? If yes, type: automatic timer manual both					
11. 12.			If yes, are you aware of any past or present problems with the landscape watering system?					
13.			Explain:					
14.			Are there any water treatment systems? (Check all that apply):					
15.			□ water filtration □ reverse osmosis □ water softener □ Other					
16.			Is water treatment system(s) \square owned \square leased (Attach a copy of lease if available.)					
17.	☐ Are you aware of any past or present problems with the water treatment system(s)?							
18.			Explain:					
			<u> Бъргант</u>					

Residential Seller's Property Disclosure Statement (SPDS)
Updated: February 2014 • Copyright © 2014 Arizona Association of REALTORS®.
All rights reserved.

Initials> BUYER BUYER

Page 3 of 7

119.	YES	NO	SWIMMING POOL/SPA/HOT TUB/SAUNA/WATER FEATURE:				
119. 120.			Does the Property contain any of the following? (Check all that apply):				
120. 121.			☐ Swimming pool ☐ Spa ☐ Hot tub ☐ Sauna ☐ Water feature				
122.			If yes, are either of the following heated? Swimming pool Spa If yes, type of heat:				
123.			Are you aware of any past or present problems relating to the swimming pool, spa, hot tub, sauna or water feature?				
124.			Explain:				
125.			ELECTRICAL AND OTHER RELATED SYSTEMS:				
126.			Are you aware of any past or present problems with the electrical system? Explain:				
127.							
128.			Is there a security system? If yes, is it (Check all that apply):				
129.			☐ Leased (Attach a copy of lease if available.) ☐ Owned ☐ Monitored ☐ OtherAre you aware of any past or present problems with the security system? Explain:				
130.			Are you aware of any past or present problems with the security system? Explain:				
131.			Does the Property contain any of the following systems or detectors?(Check all that apply):				
132.			Smoke/fire detection ☐ Fire suppression (sprinklers) ☐ Carbon monoxide detector				
133.			If yes, are you aware of any past or present problems with the above systems? Explain:				
134.			if yes, are you aware or any past or present problems with the above systems? Explain.				
135.							
136.			MISCELLANEOUS:				
137.			Are you aware of any animals/pets that have resided in the Property? If yes, what kind:				
138.	_						
139.			Are you aware of or have you observed any of the following on the Property? (Check all that apply):				
140.			☐ Scorpions ☐ Rabid animals ☐ Bee swarms ☐ Rodents ☐ Reptiles ☐ Other:				
141.			Explain:				
142.			Has the Property been serviced or treated for pests, reptiles, insects, birds or animals? If yes, how often:				
143.			Name of service provider(s): Date of last service:				
144.			Are you aware of any work done on the Property, such as building, plumbing, electrical or other improvements or				
145.			alterations or room conversions? (If no, skip to line 156.)				
146.			Explain:				
147.							
148.							
149.			Many a servite facility and as excited O Familia.				
150.			Were permits for the work required? Explain:				
151.			If yes, were permits for the work obtained? Explain:				
152.			Was the work performed by a person licensed to perform the work? Explain:				
153.			Was approval for the work required by any association governing the property? Explain:				
154.			If yes, was approval granted by the association? Explain:				
155. 156.			Was the work completed? Explain:Are there any security bars or other obstructions to door or window openings? Explain:				
150. 157.			Are you aware of any past or present problems with any built-in appliances? Explain:				
157. 158.			The you aware of any past of present problems with any built-in appliances? Explain.				
159.			Are there any leased propane tanks, equipment or other systems on the Property? (Attach a copy of lease if available.)				
160.			Explain:				
161.			•				

>>



	UIILI	IIIE2				
162.	DOES YES	THE PR NO	OPERTY CURRENTLY RECEIVE THE FOLLOWING SERVICES? PROVIDER			
163.			Electricity:			
164.			Fuel: Natural gas Propane Oil			
165.			Cable / Satellite:			
166.			Internet:			
167.			Telephone:			
168.			Garbage Collection:			
169.		_	Fire:			
170.			Irrigation:			
171.			Water Source: ☐ Public ☐ Private water co. ☐ Private well ☐ Shared well ☐ Hauled water			
172.			If water source is a private or shared well, complete and attach Domestic Water Well/Water Use Addendum.			
173.			If source is public, a private water company, or hauled water, Provider is:			
174. 175. 176.			NOTICE TO BUYER: If the Property is served by a well, private water company or a municipal water provider, the Arizona Department of Water Resources may not have made a water supply determination. For more information about water supply, contact the water provider.			
177. 178.			Are you aware of any past or present drinking water problems? Explain:			
179.			Are there any alternate power systems serving the Property? If yes, indicate type (Check all that apply):			
180.			☐ Solar ☐ Wind ☐ Generator ☐ Other			
181.			If yes, are you aware of any past or present problems with the alternate power system(s)? Explain:			
182.			,, , , , , , ,			
183.			If there are any alternate power systems serving the Property, are they leased? Explain:			
			m more are any anomate perior systems corving are more arey reaced. Explaining			
184						
	ENVI	RONM	ENTAL INFORMATION			
	YES	NO				
187.			Are you aware of any past or present issues or problems with any of the following on the Property? (Check all that apply):			
188.			☐ Soil settlement/expansion ☐ Drainage/grade ☐ Erosion ☐ Fissures ☐ Dampness/moisture ☐ Other			
189.			Explain:			
			•			
190. 191.			Are you aware of any past or present issues or problems in close proximity to the Property related to any of the following? (Check all that apply):			
192.			☐ Soil settlement/expansion ☐ Drainage/grade ☐ Erosion ☐ Fissures ☐ Other			
193.			Explain:			
194. 195.	· · · · · · · · · · · · · · · · · · ·					
196.			Are you aware if the Property is subject to any present or proposed effects of any of the following? (Check all that apply):			
197.			☐ Airport noise ☐ Traffic noise ☐ Rail line noise ☐ Neighborhood noise ☐ Landfill ☐ Toxic waste disposal			
198.			☐ Odors ☐ Nuisances ☐ Sand/gravel operations ☐ Other			
199.			Explain:			
200.			Are you aware if any portion of the Property has ever been used as a "Clandestine drug laboratory" (manufacture of,			
201.			or storage of, chemicals or equipment used in manufacturing methamphetamine, ecstasy or LSD)?			
202. 203.			NOTICE TO BUYER: the Arizona Board of Technical Registration (BTR) maintains a list of unremediated sites at www.azbtr.gov. To determine if the property was once on the list but has been remediated, contact the BTR.			

>>

	YES	NO				
204. 205.			Are you aware if the Property is located in the vicinity of a public or private airport? Explain:			
206. 207. 208. 209. 210.			NOTICE TO SELLER AND BUYER: Pursuant to Arizona law a Seller shall provide a written disclosure to the Buyer if the Property is located in territory in the vicinity of a military airport or ancillary military facility as delineated on a map prepared by the State Land Department. The Department of Real Estate also is obligated to record a document at the County Recorder's Office disclosing if the Property is under restricted air space and to maintain the State Land Department Military Airport Map on its website at www.azre.gov.			
211.			Is the Property located in the vicinity of a military airport or ancillary military facility?			
212.	_	_	Explain:			
213. 214.			Are you aware of the presence of any of the following on the Property, past or present? (Check all that apply): Asbestos Radon gas Lead-based paint Pesticides Underground storage tanks Fuel/chemical storage			
215.			Explain:			
216. 217.			Are you aware if the Property is located within or subject to any of the following ordinances? (Check all that apply): Superfund / WQARF / CERCLA Wetlands area Natural Area Open Spaces			
218.			Are you aware of any open mine shafts/tunnels or abandoned wells on the Property?			
219.						
220.			Are you aware if any portion of the Property is in a flood plain/way? Explain:			
221.						
222. 223. 224. 225. 226. 227. 228. 229. 230. 231.			NOTICE TO BUYER: Your mortgage lender may require you to purchase flood insurance in connection with your purchase of the Premises. The National Flood Insurance Program ("NFIP") provides for the availability of flood insurance but also establishes flood insurance policy premiums based on the risk of flooding in the areas where properties are located. Due to amendments to federal law governing the NFIP those premiums are increasing, and in some cases will rise by a substantial amount over the premiums previously charged for flood insurance for the property. As a result, you should not rely on the premiums paid for flood insurance on this property previously as an indication of the premiums that will apply after you complete your purchase. In considering your purchase of this property you should consult with one or more carriers of flood insurance for a better understanding of flood insurance coverage, the premiums that are likely to be required to purchase such insurance any available information about how those premiums may increase in the future.			
232.			Are you aware of any portion of the Property ever having been flooded? Explain:			
233. 234.			Are you aware of any water damage or water leaks of any kind on the Property? Explain:			
235. 236.			Are you aware of any past or present mold growth on the Property? If yes, explain:			
	SEWI	ER/WA	STEWATER TREATMENT			
	YES	NO				
237.			Is the entire Property connected to a sewer?			
238.			If no, is a portion of the Property connected to a sewer? Explain:			
239. 240.			If the entire Property or a portion of the Property is connected to a sewer, has a professional verified the sewer connection?			
241.						
242.			NOTICE TO BUYER: Contact a professional to conduct a sewer verification test.			
243.			Type of sewer: Public Private Planned and approved sewer system, but not connected			
244.			Name of Provider:			
245.			Are you aware of any past or present problems with the sewer? Explain:			
246.	6.					
247.			If yes, the Facility is: ☐ Conventional septic system ☐ Alternative system; type:>>			



YES	NO				
		If the Facility is an alternati	ive system, is it currently bein	g serviced under a maintenance	contract?
		If ves. name of contractor:		Phone #:	
				(Attach	
		• • • • • • • • • • • • • • • • • • • •		Facility since original installation	
		• • •		T acility since original installation	
		<u> </u>			
		Approximate data of last C	Calify increation and/or num	sing of continuous	
				oing of septic tank:	
		Are you aware of any past	or present problems with the	Facility? Explain:	
			ND BUYER: The Arizona D Vastewater Treatment Facili	epartment of Environmental Quites on re-sale properties.	uality requires a Pre-Transfer
отні	ER CO	NDITIONS AND FACTO	ORS		
				ing the Property that might affe	ect the Buyer's decision-making
				g the Freporty that might and	
proces	os, ilie ve	lide of the Froperty, of its use	;: Lxpiairi.		
ADDI	TIONA	L EXPLANATIONS			
knowle to Buy	edge as ver prior	of the date signed. Seller agr to Close of Escrow, includir	rees that any changes in the	entained herein is true and co information contained herein will be revealed by subsequent ins lose.	be disclosed in writing by Selle
^ SELI	LER'S S	IGNATURE	MO/DA/YR ^ \$	ELLER'S SIGNATURE	MO/DA/YR
Revie	wed and	d updated: Initials:	/	LER MO/DA/Y	
				rmation contained herein is bas	
				uyer's obligation to investigate a	
		property. Buyer is encour ing a home warranty protecti		spections by professional ind	ependent third parties and to
			·		
				not obligated to disclose that the F	
				y; (2) owned or occupied by a pers noccupancy of real estate; or (3) loca	
•		•	· ·		•
			receipt only of this SPDS e items disapproved as pro	. If Buyer disapproves of any vided in the Contract.	items provided herein, Buye
^ BUY	ER'S SI	GNATURE	MO/DA/YR ^ BI	JYER'S SIGNATURE	MO/DA/YR
		<u> </u>			
	tıal Seller's	Property Disclosure Statement (SPI			
		2014 • Copyright © 2014 Arizona Asso	ociation of REALTORS®		

Page 7 of 7