RESIDENTIAL SELLER DISCLOSURE ADVISORY

Document updated: October 2017



WHEN IN DOUBT - DISCLOSE!



Arizona law <u>requires</u> the seller to disclose material (important) facts about the property, even if you are not 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, even if you do not 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 "a completed AAR Residential SPDS form to the Buyer within three (3) 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.

* 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.

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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).

PROPERTY AND OWNERSHIP

1

	As used herein, "Property" shall mean the real property and all fixtures and improvements thereon and appurtenances incidental thereto, plus fixtures and personal property described in the Contract.
3.	PROPERTY ADDRESS:
	(STREET ADDRESS) (CITY) (STATE) (ZIP)
4.	Does the Property include any leased land? ☐ Yes ☐ No
5.	Explain:
6.	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:
9.	The Property is currently: Owner-occupied Leased Estate Foreclosure Vacant If vacant, how long?
0.	If a rental property, how long? Expiration date of current lease: (Attach a copy of the lease if available.)
1.	If any refundable deposits or prepaid rents are being held, by whom and how much? Explain:
2.	
3	Is the legal owner(s) of the Property a foreign person pursuant to the Foreign Investment in Real Property Tax Act (FIRPTA)?
	Yes 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? Yes No
	Explain:
7.	Approximate year built: If Property was built prior to 1978, Seller must furnish the Buyer with a lead-based paint disclosure form.
8. 9.	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.

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YES	NO						
		Have you entered into any agreement to transfer your interest in the Property in any way, including rental renewals					
		or options to purchase? Explain:					
		Are you aware if there are any association(s) governing the Property?					
		If yes, provide contact(s) information: Name: Phone #:					
		Name: Phone #:					
		If yes, are there any fees? How much? \$ How often?					
		How much? \$ How often?					
		Are you aware of any association fees payable upon transfer of the Property? Explain:					
		Are you aware of any proposed or existing association assessment(s)? Explain:					
		Are you aware of any pending or anticipated disputes or litigation regarding the Property or the association(s)? Explain:					
		Are you aware of any of the following recorded against the Property? (Check all that apply):					
		☐ Judgment liens ☐ Tax liens ☐ Other non-consensual liens					
		Explain:					
		Are you aware of any assessments affecting the Property? (Check all that apply):					
_		□ Paving □ Sewer □ Water □ Electric □ Other					
		Explain:					
		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					
		Explain:					
\neg		Are you aware if the Property is located within the boundaries of a Community Facilities District (CFI					
		If yes, provide the name of the CFD:					
		if yes, provide the fiditie of the OFD.					
		Annual control of a control of					
		Are you aware of any public or private use paths or roadways on or across the Property?					
		Explain:					
		Are you aware of any problems with legal or physical access to the Property? Explain:					
		The road/street access to the Property is maintained by the County City Homeowners' Association Privation					
		If privately maintained, is there a recorded road maintenance agreement? Explain:					
		Are you aware of any violation(s) of any of the following? (Check all that apply):					
		☐ 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 conditions, Restrictions (CC&R's)					
		Explain:					
		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 factors may					
		affect the insurability of the Property and at what cost. Under Arizona law, your insurance company may cancel					
		your homeowner's insurance within 60 days after the effective date. Contact your insurance company.					
BUIL	DING A	AND SAFETY INFORMATION					
YES	NO	ROOF / STRUCTURAL:					
		NOTICE TO BUYER: Contact a professional to verify the condition of the roof.					
		Are you aware of any past or present roof leaks? Explain:					
П		Are you aware of any other past or present roof problems? Explain:					
		you arraite or any other past or prosent roof problems: Explain.					
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	YES	NO	
68.			Are you aware of any roof repairs? Explain:
69.			
70.			Is there a roof warranty? (Attach a copy of warranty if available.)
71.			If yes, is the roof warranty transferable? Cost to transfer
72. 73.	Ш		Are you aware of any interior wall/ceiling/door/window/floor problems? Explain:
74.			Are you aware of any cracks or settling involving the foundation, exterior walls or slab? Explain:
75. 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. 86.			Past or present damage to the Property by termites or other wood destroying organisms? Explain:
87.		_	
88. 89.			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:
90.			Name of treatment provider(s):
91. 92.			Is there a treatment warranty? (Attach a copy of warranty if available.) If yes, is the treatment warranty transferrable?
93.	_	_	NOTICE TO BUYER: Contact Office of Pest Management for past termite reports or
94.			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. 01.			Are you aware of any past or present problems with the heating or cooling system(s)? 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:
08.			Type of water heater(s): Gas Electric Solar Approx. age(s):
09.			Are you aware of any past or present water heater problems? Explain:
10.			
11.			Is there a landscape watering system? If yes, type: \square automatic timer \square manual \square both
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:
			>>
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	Residential Seller's Property Disclosure Statement (SPDS) >>						
	YES	NO					
119.	_	_	SWIMMING POOL/SPA/HOT TUB/SAUNA/WATER FEATURE:				
120.			Does the Property contain any of the following? (Check all that apply):				
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 ☐ Other				
130.			Are you aware of any past or present problems with the security system? Explain:				
131.							
132.			Does the Property contain any of the following systems or detectors?(Check all that apply):				
133.			☐ Smoke/fire detection ☐ Fire suppression (sprinklers) ☐ Carbon monoxide detector				
134.			If yes, are you aware of 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.			7,7				
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 □ Bed Bugs □ 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.							
150.			Were permits for the work required? Explain:				
151.			If yes, were permits for the work obtained? Explain:				
152.		X	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.			Are you aware of any past or present problems with any built-in appliances? Explain:				
157.			Are you aware or any past or 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.							
101.							
			>>				
	Residen	tial Seller's	Property Disclosure Statement (SPDS)				

	UTILITIES							
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:					
172.			☐ Public ☐ Private water co. ☐ Hauled water					
173.			☐ Private well ☐ Shared well If water source is a private or shared well, complete and attach					
174.			Domestic Water Well/Water Use Addendum.					
175. 176. 177.			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, or any of the above services, contact the provider.					
178. 179.			Are you aware of any past or present drinking water problems? Explain:					
180.			U.S. Postal Service delivery is available at: ☐ Property ☐ Cluster Mailbox ☐ Post Office ☐ Other					
181.			Are there any alternate power systems serving the Property? (If no, skip to line 190.)					
182.			If yes, indicate type (Check all that apply):					
183.			□ Solar □ Wind □ Generator □ Other					
184.			Are you aware of any past or present problems with the alternate power system(s)? Explain:					
185.								
186.			Are any alternate power systems serving the Property leased? Explain:					
187.								
188. 189.			If yes, provide name and phone number of the leasing company (Attach copy of lease if available):					
190. 191.	NOTICE TO BUYER: If the Property is served by a solar system, Buyer is advised to read all pertinent documents and review the cost, insurability, operation, and value of the system, among other items.							
	ENVI	RONM	ENTAL INFORMATION					
	YES	NO						
192.			Are you aware of any past or present issues or problems with any of the following on the Property? (Check all that apply):					
193.			☐ Soil settlement/expansion ☐ Drainage/grade ☐ Erosion ☐ Fissures ☐ Dampness/moisture ☐ Other					
194.			Explain:					
195.			Are you aware of any past or present issues or problems in close proximity to the Property related to any of					
196.			the following? (Check all that apply):					
197.			☐ Soil settlement/expansion ☐ Drainage/grade ☐ Erosion ☐ Fissures ☐ Other					
198.			Explain:					
199. 200.			NOTICE TO BUYER: The Arizona Department of Real Estate provides earth fissure maps to any member of the public in printed or electronic format upon request and on its website at www.azre.gov.					
201.			Are you aware if the Property is subject to any present or proposed effects of any of the following? (Check all that apply):					
202.			☐ Airport noise ☐ Traffic noise ☐ Rail line noise ☐ Neighborhood noise ☐ Landfill ☐ Toxic waste disposal					
203.			☐ Odors ☐ Nuisances ☐ Sand/gravel operations ☐ Other					
204.			Explain:					
205. 206.			Are you aware if any portion of the Property has ever been used as a "Clandestine drug laboratory" (manufacture of, or storage of, chemicals or equipment used in manufacturing methamphetamine, ecstasy or LSD)?					
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	Residential Seller's Property Disclosure Statement (SPDS) >>							
	YES	NO						
207. 208.			Are you aware if the Property is located in the vicinity of a public or private airport? Explain:					
209. 210. 211. 212. 213.			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.					
214. 215.			Is the Property located in the vicinity of a military airport or ancillary military facility? Explain:					
216. 217. 218.			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 Explain:					
219. 220.			Are you aware if the Property is located within or subject to any of the following ordinances? (Check all that apply):					
221. 222.			Are you aware of any open mine shafts/tunnels or abandoned wells on the Property? If yes, describe location:					
223. 224.			Are you aware if any portion of the Property is in a flood plain/way? Explain:					
225. 226. 227. 228. 229. 230. 231. 232. 233. 234. 235. 236. 237. 238.			NOTICE TO BUYER: Your mortgage lender [may] [will] require you to purchase flood insurance in connection with your purchase of this property. The National Flood Insurance Program provides for the availability of flood insurance and establishes flood insurance policy premiums based on the risk of flooding in the area where properties are located. Recent changes to federal law (The Biggert-Waters Flood Insurance Reform Act of 2012 and the Homeowner Flood Insurance Affordability Act of 2014, in particular) will result in changes to flood insurance premiums that are likely to be higher, and in the future may be substantially higher, than premiums paid for flood insurance prior to or at the time of sale of the property. As a result, purchasers of property should not rely on the premiums paid for flood insurance on this property previously as an indication of the premiums that will apply after completion of the purchase. In considering purchase of this property you should consult with one or more carriers of flood insurance for a better understanding of flood insurance coverage, current and anticipated future flood insurance premiums, whether the prior owner's policy may be assumed by a subsequent purchaser of the property, and other matters related to the purchase of flood insurance for the property. You may also wish to contact the Federal Emergency Management Agency (FEMA) for more information about flood insurance as it relates to this property.					
239.			Are you aware of any portion of the Property ever having been flooded? Explain:					
240.241.242.			Are you aware of any water damage or water leaks of any kind on the Property? Explain:					
243. 244.			Are you aware of any past or present mold growth on the Property? If yes, explain:					
			STEWATER TREATMENT					
045	YES	NO	In the entire Dranget, connected to a course?					
245.246.247.			Is the entire Property connected to a sewer? If no, is a portion of the Property connected to a sewer? Explain:					
248. 249.			If the entire Property or a portion of the Property is connected to a sewer, has a professional verified the sewer connection? If yes, how and when:					
250.			NOTICE TO BUYER: Contact a professional to conduct a sewer verification test.					
251. 252.			Type of sewer: Public Private Planned and approved sewer system, but not connected Name of Provider:					
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	<u> Hesia</u>	ientiai S	Seller's Property Discio	sure Statement (S	PDS) >>				
	YES	NO							
253.									
254.						•	line 267.)		
255.			Is the Property served by an On-Site Wastewater Treatment Facility? (If no, skip to line 267.) If yes, the Facility is: Conventional septic system Alternative system; type:						
256.			If the Facility is an alter	· · · · · · · · · · · · · · · · · · ·	-				
257.		_	If yes, name of contrac	-					
258.			Approximate year Faci						
259.			Are you aware of any r	•				in available.)	
260.			Explain:	•		y on loo original motalic	20011		
261.			Ехрішії.		-				
262.			Approximate date of la	st Facility inspection a	nd/or numning of	sentic tank:			
263.			Are you aware of any p			=			
264.			7 lie you aware or arry p	ast of present probler	no with the racing	y : Explain:			
265. 266.				R AND BUYER: The te Wastewater Treatn			al Quality requires	a Pre-Transfer	
	ОТНІ	ER CO	NDITIONS AND FAC	CTORS					
267.	What	other m	aterial (important) inform	ation are you aware	of concerning the	e Property that might	affect the Buyer's	decision-making	
268.			alue of the Property, or its	<u>-</u>		. ,			
269.		•	. ,,	A					
				N W					
	ADDI	TION	AL EXPLANATIONS						
270.									
271.									
272.									
273.									
274.									
275.									
276.									
277.									
278.									
279.									
280.	CELL	ED CEI	RTIFICATION: Seller co	ortifica that the infa	matica contains	ad barain ia trua an	d complete to the	boot of Coller's	
281.	knowle	edge as	of the date signed. Seller	agrees that any char	des in the information	ation contained hereir	a complete to the a will be disclosed in	writing by Selle	
282.	to Buy	er prior	to Close of Escrow, incl	uding any information	that may be rev	vealed by subsequen	it inspections. Selle	er acknowledge:	
283.	receip	t of Res	idential Seller Disclosure	Advisory titled When	n in Doubt — Disc	close.			
284.	^ SELI	LEB'S S	IGNATURE	MO/D	A/YR ^ SELLER	R'S SIGNATURE		MO/DA/YR	
	022				02222				
285.	Revie	wed and	d updated: Initials:	1					
				SELLER	SELLER	MO/	DA/YR		
286.			KNOWLEDGMENT: Bu						
287. 288.			d is not a warranty of ar Property. Buyer is end						
289.			ning a home warranty prof		roperty mapeon	ons by professional	independent time	a parties and to	
				·	Brokers are not ob	ligated to disclose that	the Proporty is or have	s boon: (1) the site	
290. 291.			r acknowledges that by law ath, suicide, homicide, or ar						
292.			any other disease not know						
293. 294.			elow, Buyer acknowled o Seller written notice o				any items provide	d herein, Buye	
295.	A BUN	ED'O O	CNATURE	NAO (5.4	WB ABLIVES	'e cicnature		MO/DA/M	
			GNATURE	MO/DA	VIH VBUYER	'S SIGNATURE		MO/DA/YR	
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