### RESIDENTIAL SELLER DISCLOSURE ADVISORY





# 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 abou

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 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.

\* 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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# RESIDENTIAL SELLER'S PROPERTY SCLOSURE STATEMENT (SPDS) (To be completed by Seller)

Document updated: June 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:**

**PROPERTY AND OWNERSHIP** 

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(SS) OR A

2.	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)
	(STREET ADDRESS) (CITY) (STATE) (ZIP)
4.	Does the Property include any leased land?   Yes No
	Explain:
	Is the Property located in an unincorporated area of the county?   Yes   No If yes, and five or fewer parcels of land other than subdivided land
	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?
10.	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
14.	Tax Act (FIRPTA)? Yes No If yes, consult a tax advisor; mandatory withholding may apply.
15.	Is the Property located in a community defined by the fair housing laws as housing for older persons? $\square$ Yes $\square$ No
16.	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	NOTICE TO BUYER: If the Property is in a subdivision, a subdivision public report, which contains information about the subdivision at the time the subdivision was approved, may be available by contacting

Department of Real Estate or the homebuilder. The public report information may be outdated. www.azre.gov.

20.

Kesia	lential	Seller's Property Disclosure Statement (SPDS)
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: S A M P L E Phone #:
		Name:
		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:
		Are you aware if the Property is located within the boundaries of a Community Facilities District (CFD)?
		If yes, provide the name of the CFD: SAMPLE
		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:
1	\	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:
		Are you aware of any violation(s) of any of the following? (Check all that apply):
		☐ Zoning ☐ Building Codes ☐ Utility Service ☐ Sanitary health regulations
	1	Covenants, Conditions, Restrictions (CC&R's) Other (Attach a copy of notice(s) of violation if available.)
		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. vour insurance company your homeowner's insurance within 60 days after the effective date. Contact your insurance company
BUIL	DING .	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:
		Are you aware of any other past or present roof problems? Explain:

67.

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	Reside	ential	Seller's Property Disclosure Statement (SBDS)
	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.			Are you aware of any interior wall/ceiling/door/window/floor problems? Explain:
73.			7 tie you aware of any interior wall/celling/acon/window/noor problems: Explain.
73. 74.			Are you aware of any cracks or settling involving the foundation, exterior walls or slab? Explain:
			Are you aware of any cracks of setting involving the foundation, extends wans of slab: Explain.
75. 76.		1 1	Are you aware of any chimney or fireplace problems, if applicable? Explain:
			Are you aware or any chimney or mepiace problems, if applicable: Explain.
77.			Are you aware of any damage to any structure on the Property by any of the following? (Check all that apply):
78. 70			
79.			☐ Flood ☐ Fire ☐ Wind ☐ Expansive soil(s) ☐ Water ☐ Hail ☐ Other
80.			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.			
88.			Are you aware of past or present treatment(s) of the Property for termites or other wood destroying organisms?
89.			If yes, date last treatment was performed:
90.			Name of treatment provider(s):
91.			Is there a treatment warranty? (Attach a copy of warranty if available.)
92.			If yes, is the treatment warranty transferrable?
92.			
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.		- 1	Approximate Age(s)
100.			Are you aware of any past or present problems with the heating or cooling system(s)?
101.			Explain:
101.	,	\	Expidin.
102.			PLUMBING:
103.		3	Are you aware of the type of water pipes, such as galvanized, copper, PVC, CPVC or polybutylene?
104.		_ \	If yes, identify:
105.			Are you aware of any past or present plumbing problems? Explain:
106.			
107.			Are you aware of any water pressure problems? Explain:
108.			Type of water heater(s): Gas Electric Solar Approx. age(s):
109.			Are you aware of any past or present water heater problems? Explain:
110.			
111.			Is there a landscape watering system? If yes, type: automatic timer manual both
112.			If yes, are you aware of any past or present problems with the landscape watering system?
113.			Explain:
114.			Are there any water treatment systems? (Check all that apply):
115.			water filtration reverse osmosis water softener Other
116. 116.			Is water treatment system(s) owned leased (Attach a copy of lease if available.)
110. 117.			
			Are you aware of any past or present problems with the water treatment system(s)?
118.			Explain:

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159. 160.

161.

Explain:

Are there any leased propane tanks, equipment or other systems on the Property? (Attach a copy of lease if available.)

DOFS		
		PROPERTY CURRENTLY RECEIVE THE FOLLOWING SERVICES?
YES	NO	PROVIDER
		Electricity:
		Fuel: Natural gas Propane Oil
		Cable / Satellite:
		Internet:
		Telephone: SAMPLE
		Garbage Collection:
		Fire: SAMPLE
		Irrigation:
		Water Source:
		Public Private water co. Hauled water
		Private well Shared well If water source is a private or shared well, complete and attach
		Domestic Water Well/Water Use Addendum.
		NOTICE TO BUYER: If the Property is served by a well, private water company or a municipal water provider, all
		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.
		Are you aware of any past or present drinking water problems? Explain:
		The year artare of any pact of present anniting water problems: Explain:
		U.S. Postal Service delivery is available at: Property Cluster Mailbox Post Office Other
		Are there any alternate power systems serving the Property? (If no, skip to line 190.)
		If yes, indicate type (Check all that apply):
		☐ Solar ☐ Wind ☐ Generator ☐ Other
		Are you aware of any past or present problems with the alternate power system(s)? Explain:
		Are any alternate power systems serving the Property leased? Explain:
_ \		If yes, provide name and phone number of the leasing company (Attach copy of lease if available):
1		
FNVI	RONI	MENTAL INFORMATION
YES		
IES	NO	
		Are you aware of any past or present issues or problems with any of the following on the Property? (Check all that apply):
		☐ Soil settlement/expansion ☐ Drainage/grade ☐ Erosion ☐ Fissures ☐ Dampness/moisture ☐ Other
_		Explain:
		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):
		☐ Soil settlement/expansion ☐ Drainage/grade ☐ Erosion ☐ Fissures ☐ Other
		Explain:
		NOTICE TO BUYER: The Arizona Department of Real Estate provides earth fissure maps to any
		of the public in printed or electronic format upon request and on its website at www.azre.gov.
		Are you aware if the Property is subject to any present or proposed effects of any of the following? (Check all that apply):
		Are you aware if the Property is subject to any present or proposed effects of any of the following? (Check all that apply):  Airport noise Traffic noise Rail line noise Neighborhood noise Landfill Toxic waste disposal
		Airport noise Traffic noise Rail line noise Neighborhood noise Landfill Toxic waste disposal
		Airport noise Traffic noise Rail line noise Neighborhood noise Landfill Toxic waste disposal Odors Nuisances Sand/gravel operations Other
		Airport noise Traffic noise Rail line noise Neighborhood noise Landfill Toxic waste disposal Odors Nuisances Sand/gravel operations Other
		Airport noise Traffic noise Rail line noise Neighborhood noise Landfill Toxic waste disposal Odors Nuisances Sand/gravel operations Other  Explain:  Are you aware if any portion of the Property has ever been used as a "Clandestine drug laboratory" (manufacture of,

	Residential	Seller's Property Disclosure Statement (SBDS)
	YES NO	
253.		Are you aware of any past or present problems with the sewer? Explain:
254.		Is the Property served by an On-Site Wastewater Treatment Facility? (If no, skip to line 267.)
255.		If yes, the Facility is: Conventional septic system Alternative system; type:
256.		If the Facility is an alternative system, is it currently being serviced under a maintenance contract?
257.		If yes, name of contractor:S A M P L E Phone #:
258.		Approximate year Facility installed: (Attach copy of permit if available.)
259.		Are you aware of any repairs or alterations made to this Facility since original installation?
260.		Explain:
261.		
262.		Approximate date of last Facility inspection and/or pumping of septic tank:
263.		Are you aware of any past or present problems with the Facility? Explain:
264.		The year arraine of any past of procedule from the racing.
265. 266.		NOTICE TO SELLER AND BUYER: The Arizona Department of Environmental Quality requires a Pre-Transfer a Pre-Transfer a Inspection of On-Site Wastewater Treatment Facilities on re-sale properties.
200.		inspection of on-one wastewater freatment racinities of re-sale properties.
	OTHER OF	ANDITIONS AND FACTORS
	_	INDITIONS AND FACTORS
267.		aterial (important) information are you aware of concerning the Property that might affect the Buyer's decision-making
268.	process, the v	alue of the Property, or its use? Explain:
269.	_	
	ADDITION	AL EXPLANATIONS
	ADDITION	AL EXPLANATIONS
270.	_	
271.		
272.	_	SAMPLE
273.	_	
274.		
275.		SAMPLE
276.		
277.		
278.		SAMPLE
279.		
280.	SELLER CE	RTIFICATION: Seller certifies that the information contained herein is true and complete to the best of Seller's
281.		of the date signed. Seller agrees that any changes in the information contained herein will be disclosed in writing by Seller
	to Buyer prior	to Close of Escrow, including any information that may be revealed by subsequent inspections. Seller acknowledges
283.	receipt of Res	sidential Seller Disclosure Advisory titled When in Doubt — Disclose.
284.	^ SELLER'S	SIGNATURE MO/DA/YR ^ SELLER'S SIGNATURE MO/DA/YR
285.	Reviewed an	d updated: Initials: SAMPLE / SAMPLE SELLER SELLER MO/DA/YR
286.		CKNOWLEDGMENT Buyer acknowledges that the information contained herein is based only on the Seller's actual
287.		nd is not a warranty of any kind. Buyer acknowledges Buyer's obligation to investigate any material (important) facts in Property. Buyer is encouraged to obtain Property inspections by professional independent third parties and to
288. 289.		ning a home warranty protection plan.
290. 201		er acknowledges that by law, Sellers, Lessors and Brokers are not obligated to disclose that the Property is or has been: (1) the site ath, suicide, homicide, or any other crime classified as a felony; (2) owned or occupied by a person exposed to HIV, diagnosed as
291. 292.		any other disease not known to be transmitted through common occupancy of real estate; or (3) located in the vicinity of a sex offender.
	•	
293. 294.		below, Buyer acknowledges receipt only of this SPDS. If Buyer disapproves of any items provided he to Seller written notice of the items disapproved as provided in the Contract.
295.		SAMPLE
	^ BUYER'S S	IGNATURE MO/DA/YR ^ BUYER'S SIGNATURE MO/DA/YR
		s Property Disclosure Statement (SPDS)
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