HB 3172-3 (LC 1380) 4/15/13 (BHC/ps)

## PROPOSED AMENDMENTS TO HOUSE BILL 3172

1 On <u>page 1</u> of the printed bill, line 2, after "ORS" insert "105.464.".

2 Delete line 3.

3 Delete lines 5 through 30 and delete pages 2 through 11 and insert:

4 "SECTION 1. ORS 105.464 is amended to read:

5 "105.464. A seller's property disclosure statement must be in substantially
6 the following form:

- 7 "
- 8

9 If required under ORS 105.465, a seller shall deliver in substantially the fol-10 lowing form the seller's property disclosure statement to each buyer who 11 makes a written offer to purchase real property in this state:

12

## 13 INSTRUCTIONS TO THE SELLER

14

Please complete the following form. Do not leave any spaces blank. Please refer to the line number(s) of the question(s) when you provide your explanation(s). If you are not claiming an exclusion or refusing to provide the form under ORS 105.475 (4), you should date and sign each page of this disclosure statement and each attachment.

20

Each seller of residential property described in ORS 105.465 must deliver this form to each buyer who makes a written offer to purchase. Under ORS 1 105.475 (4), refusal to provide this form gives the buyer the right to revoke 2 their offer at any time prior to closing the transaction. Use only the 3 section(s) of the form that apply to the transaction for which the form is 4 used. If you are claiming an exclusion under ORS 105.470, fill out only Sec-5 tion 1.

6

7 An exclusion may be claimed only if the seller qualifies for the exclusion 8 under the law. If not excluded, the seller must disclose the condition of the 9 property or the buyer may revoke their offer to purchase anytime prior to 10 closing the transaction. Questions regarding the legal consequences of the 11 seller's choice should be directed to a qualified attorney.

## 13 (<u>DO NOT</u> FILL OUT THIS SECTION UNLESS YOU ARE CLAIMING AN 14 EXCLUSION UNDER ORS 105.470)

15

12

16 Section 1. EXCLUSION FROM ORS 105.462 TO 105.490:

17

18 You may claim an exclusion under ORS 105.470 only if you qualify under the 19 statute. If you are not claiming an exclusion, you must fill out Section 2 of 20 this form completely.

21

22 Initial only the exclusion you wish to claim.

23

24 \_\_\_\_\_ This is the first sale of a dwelling never occupied. The dwelling is 25 constructed or installed under building or installation permit(s) #\_\_\_\_\_, is-26 sued by \_\_\_\_\_.

27

28 \_\_\_\_\_ This sale is by a financial institution that acquired the property as 29 custodian, agent or trustee, or by foreclosure or deed in lieu of foreclosure. 30

1	The seller is a court appointed receiver, personal representative,
<b>2</b>	trustee, conservator or guardian.
3	
4	This sale or transfer is by a governmental agency.
5	
6	
7	Signature(s) of Seller claiming exclusion
8	Date
9	
10	
11	Buyer(s) to acknowledge Seller's claim
12	Date
13	
14	
15	(IF YOU DID NOT CLAIM AN EXCLUSION IN SECTION 1, YOU MUST
16	FILL OUT THIS SECTION.)
17	
18	Section 2. SELLER'S PROPERTY DISCLOSURE STATEMENT
19	
20	(NOT A WARRANTY)
21	(ORS 105.464)
22	
23	NOTICE TO THE BUYER: THE FOLLOWING REPRESENTATIONS ARE
24	MADE BY THE SELLER(S) CONCERNING THE CONDITION OF THE
25	PROPERTY LOCATED AT ("THE PROPERTY").
26	
27	DISCLOSURES CONTAINED IN THIS FORM ARE PROVIDED BY THE
28	SELLER ON THE BASIS OF SELLER'S ACTUAL KNOWLEDGE OF THE
29	PROPERTY AT THE TIME OF DISCLOSURE. BUYER HAS FIVE DAYS
30	FROM THE SELLER'S DELIVERY OF THIS SELLER'S DISCLOSURE

HB 3172-3 4/15/13 Proposed Amendments to HB 3172 STATEMENT TO REVOKE BUYER'S OFFER BY DELIVERING BUYER'S
 SEPARATE SIGNED WRITTEN STATEMENT OF REVOCATION TO THE
 SELLER DISAPPROVING THE SELLER'S DISCLOSURE STATEMENT,
 UNLESS BUYER WAIVES THIS RIGHT AT OR PRIOR TO ENTERING
 INTO A SALE AGREEMENT.

6

FOR A MORE COMPREHENSIVE EXAMINATION OF THE SPECIFIC 7 CONDITION OF THIS PROPERTY, BUYER IS ADVISED TO OBTAIN AND 8 PAY FOR THE SERVICES OF A QUALIFIED SPECIALIST TO INSPECT 9 THE PROPERTY ON BUYER'S BEHALF INCLUDING, FOR EXAMPLE, 10 ONE OR MORE OF THE FOLLOWING: ARCHITECTS, ENGINEERS, 11 PLUMBERS, ELECTRICIANS, ROOFERS, ENVIRONMENTAL INSPEC-12TORS, BUILDING INSPECTORS, CERTIFIED HOME INSPECTORS, OR 13 PEST AND DRY ROT INSPECTORS. 14

15

16 Seller \_\_\_\_\_ is/ \_\_\_\_\_ is not occupying the property.

17

18 I. SELLER'S REPRESENTATIONS:

19

The following are representations made by the seller and are not the representations of any financial institution that may have made or may make a loan pertaining to the property, or that may have or take a security interest in the property, or any real estate licensee engaged by the seller or the buyer.

25

\*If you mark yes on items with \*, attach a copy or explain on an attached
sheet.

28

29 1. TITLE

30 A. Do you have legal authority to sell the property? [ ]Yes [ ]No [ ]Unknown

1	*B.	Is title to the property subject to any of the			
2		following:	[]Yes	[ ]No	[]Unknown
3	(1)	First right of refusal			
4	(2)	Option			
5	(3)	Lease or rental agreement			
6	(4)	Other listing			
7	(5)	Life estate?			
8	*C.	Is the property being transferred an			
9		unlawfully established unit of land?	[]Yes	[ ]No	[]Unknown
10	*D.	Are there any encroachments, boundary			
11		agreements, boundary disputes or recent			
12		boundary changes?	[]Yes	[ ]No	[]Unknown
13	*E.	Are there any rights of way, easements,			
14		licenses, access limitations or claims that			
15		may affect your interest in the property?	[]Yes	[ ]No	[]Unknown
16	*F.	Are there any agreements for joint			
17		maintenance of an easement or right of way?	[]Yes	[ ]No	[]Unknown
18	*G.	Are there any governmental studies, designations,			
19		zoning overlays, surveys or notices that would			
20		affect the property?	[]Yes	[ ]No	[]Unknown
21	*H.	Are there any pending or existing governmental			
22		assessments against the property?	[]Yes	[ ]No	[]Unknown
23	*I.	Are there any zoning violations or			
24		nonconforming uses?	[]Yes	[ ]No	[]Unknown
25	*J.	Is there a boundary survey for the			
26		property?	[]Yes	[ ]No	[]Unknown
27	*K.	Are there any covenants, conditions,			
28		restrictions or private assessments that			
29		affect the property?	[]Yes	[ ]No	[]Unknown
30	*L.	Is the property subject to any special tax			

1		assessment or tax treatment that may result				
2		in levy of additional taxes if the property				
3		is sold?	[]Yes	[ ]No	[]Unknown	
4						
5	2.	WATER				
6	A.	Household water				
7	(1)	The source of the water is (check ALL that apply	y):			
8		[ ]Public [ ]Community [ ]Private				
9		[ ]Other				
10	(2)	Water source information:				
11	*а.	Does the water source require a water permit?	[]Yes	[ ]No	[]Unknown	
12		If yes, do you have a permit?	[]Yes	[ ]No		
13	b.	Is the water source located on the property?	[]Yes	[ ]No	[]Unknown	
14		*If not, are there any written agreements for				
15		a shared water source?	[]Yes	[ ]No	[]Unknown	[ ]NA
16	*c.	Is there an easement (recorded or unrecorded)				
17		for your access to or maintenance of the water				
18		source?	[]Yes	[ ]No	[]Unknown	
19	d.	If the source of water is from a well or spring,				
20		have you had any of the following in the past				
21		12 months? [ ]Flow test [ ]Bacteria test				
22		[ ]Chemical contents test	[]Yes	[ ]No	[]Unknown	[ ]NA
23	*e.	Are there any water source plumbing problems				
24		or needed repairs?	[]Yes	[ ]No	[]Unknown	
25	(3)	Are there any water treatment systems for				
26		the property?	[]Yes	[ ]No	[]Unknown	
27		[]Leased []Owned				
28	В.	Irrigation				
29	(1)	Are there any [ ] water rights or [ ] other				
30		irrigation rights for the property?	[]Yes	[ ]No	[]Unknown	

1	*(2)	If any exist, has the irrigation water been			
2		used during the last five-year period?	[]Yes	[ ]No	[]Unknown []NA
3	*(3)	Is there a water rights certificate or other			
4		written evidence available?	[]Yes	[ ]No	[]Unknown []NA
5	C.	Outdoor sprinkler system			
6	(1)	Is there an outdoor sprinkler system for the			
7		property?	[]Yes	[ ]No	[]Unknown
8	(2)	Has a back flow valve been installed?	[]Yes	[ ]No	[]Unknown []NA
9	(3)	Is the outdoor sprinkler system operable?	[]Yes	[ ]No	[]Unknown []NA
10					
11	[3.	SEWAGE SYSTEM			
12	А.	Is the property connected to a public or			
13		community sewage system?	[ ]Yes	[ ]No	[]Unknown
14	В.	Are there any new public or community sewage			
15		systems proposed for the property?	[ ]Yes	[ ]No	[]Unknown
16	С.	Is the property connected to an on-site septic			
17		system?	[ ]Yes	[ ]No	[]Unknown
18		If yes, was it installed by permit?	[ ]Yes	[ ]No	[]Unknown []NA
19		*Has the system been repaired or altered?	[ ]Yes	[ ]No	[]Unknown
20		Has the condition of the system been			
21		evaluated and a report issued?	[ ]Yes	[ ]No	[]Unknown
22		Has it ever been pumped?	[ ]Yes	[ ]No	[]Unknown []NA
23		If yes, when?			
24	*D.	Are there any sewage system problems or			
25		needed repairs?	[ ]Yes	[ ]No	[]Unknown
26	Ε.	Does your sewage system require on-site			
27		pumping to another level?	[ ]Yes	[ ]No	[]Unknown]
28					
29	3.	SEWAGE SYSTEM			
30	А.	Is the property connected to a public or			

1		community sewage system?	[]Yes	[ ]No	[]Unknown
<b>2</b>	В.	Are there any new public or community sewag	ge		
3		systems proposed for the property?	[]Yes	[ ]No	[]Unknown
4	C.	Is the property connected to an on-site septic			
5		system?	[]Yes	[ ]No	[]Unknown
6	(1)	If yes, when was the system installed?			[]Unknown
7	(2)	*If yes, was the system installed by permit?	[]Yes	[ ]No	[]Unknown
8	(3)	*Has the system been repaired or altered?	[]Yes	[ ]No	[]Unknown
9	(4)	*Has the condition of the system been			
10		evaluated and a report issued?	[]Yes	[ ]No	[]Unknown
11	(5)	Has the septic tank ever been pumped?	[]Yes	[ ]No	[]Unknown
12		If yes, when?			[]Unknown
13	(6)	Does the system have a pump?	[]Yes	[ ]No	[]Unknown
14	(7)	Does the system have a treatment unit such			
15		as a sand filter or an aerobic unit?	[]Yes	[ ]No	[]Unknown
16	(8)	*Is a service contract for routine			
17		maintenance required for the system?	[]Yes	[ ]No	[]Unknown
18	(9)	Are all components of the system located on			
19		the property?	[]Yes	[ ]No	[]Unknown
20	D.	Are there any sewage system problems or			
21		needed repairs?	[]Yes	[ ]No	[]Unknown
22	Е.	Does your sewage system require on-site			
23		pumping to another level?	[]Yes	[ ]No	[]Unknown
24					
25	4.	DWELLING INSULATION			
26	A.	Is there insulation in the:			
27	(1)	Ceiling?	[]Yes	[ ]No	[]Unknown
28	(2)	Exterior walls?	[]Yes	[ ]No	[]Unknown
29	(3)	Floors?	[]Yes	[ ]No	[]Unknown
30	В.	Are there any defective insulated doors or			

1		windows?	[]Yes	[ ]No	[]Unknown
<b>2</b>					
3	5.	DWELLING STRUCTURE			
4	*A.	Has the roof leaked?	[]Yes	[ ]No	[]Unknown
5		If yes, has it been repaired?	[]Yes	[ ]No	[]Unknown []NA
6	B.	Are there any additions, conversions or			
7		remodeling?	[]Yes	[ ]No	[]Unknown
8		If yes, was a building permit required?	[]Yes	[ ]No	[]Unknown []NA
9		If yes, was a building permit obtained?	[]Yes	[ ]No	[]Unknown []NA
10		If yes, was final inspection obtained?	[]Yes	[ ]No	[]Unknown []NA
11	C.	Are there smoke alarms or detectors?	[]Yes	[ ]No	[]Unknown
12	D.	Are there carbon monoxide alarms?	[]Yes	[ ]No	[]Unknown
13	E.	Is there a woodstove or fireplace			
14		insert included in the sale?	[]Yes	[ ]No	[]Unknown
15		*If yes, what is the make?			
16		*If yes, was it installed with a permit?	[]Yes	[ ]No	[]Unknown
17		*If yes, is a certification label issued by the			
18		United States Environmental Protection			
19		Agency (EPA) or the Department of			
20		Environmental Quality (DEQ) affixed to it?	[]Yes	[ ]No	[]Unknown
21	*F.	Has pest and dry rot, structural or			
22		"whole house" inspection been done			
23		within the last three years?	[]Yes	[ ]No	[]Unknown
24	*G.	Are there any moisture problems, areas of water			
25		penetration, mildew odors or other moisture			
26		conditions (especially in the basement)?	[]Yes	[ ]No	[]Unknown
27		*If yes, explain on attached sheet the frequency			
28		and extent of problem and any insurance claims,			
29		repairs or remediation done.			
30	H.	Is there a sump pump on the property?	[]Yes	[ ]No	[]Unknown

1	I.	Are there any materials used in the			
2		construction of the structure that are or			
3		have been the subject of a recall, class			
4		action suit, settlement or litigation?	[]Yes	[ ]No	[]Unknown
5		If yes, what are the materials?			
6	(1)	Are there problems with the materials?	[]Yes	[ ]No	[]Unknown []NA
7	(2)	Are the materials covered by a warranty?	[]Yes	[ ]No	[]Unknown []NA
8	(3)	Have the materials been inspected?	[]Yes	[ ]No	[]Unknown []NA
9	(4)	Have there ever been claims filed for these			
10		materials by you or by previous owners?	[]Yes	[ ]No	[]Unknown []NA
11		If yes, when?			
12	(5)	Was money received?	[]Yes	[ ]No	[]Unknown []NA
13	(6)	Were any of the materials repaired or			
14		replaced?	[]Yes	[ ]No	[]Unknown []NA
15					
16	6.	DWELLING SYSTEMS AND FIXTURES			
17		If the following systems or fixtures are included			
18		in the purchase price, are they in good working			
19		order on the date this form is signed?			
20	A.	Electrical system, including wiring, switches,			
21		outlets and service	[]Yes	[ ]No	[]Unknown
22	B.	Plumbing system, including pipes, faucets,			
23		fixtures and toilets	[]Yes	[ ]No	[]Unknown
24	C.	Water heater tank	[]Yes	[ ]No	[]Unknown
25	D.	Garbage disposal	[]Yes	[ ]No	[]Unknown []NA
26	E.	Built-in range and oven	[]Yes	[ ]No	[]Unknown []NA
27	F.	Built-in dishwasher	[]Yes	[ ]No	[]Unknown []NA
28	G.	Sump pump	[]Yes	[ ]No	[]Unknown []NA
29	H.	Heating and cooling systems	[]Yes	[ ]No	[]Unknown []NA
30	I.	Security system [ ]Owned [ ]Leased	[]Yes	[ ]No	[]Unknown []NA

1	J.	Are there any materials or products used in			
2		the systems and fixtures that are or have			
3		been the subject of a recall, class action			
4		settlement or other litigations?	[]Yes	[ ]No	[]Unknown
5		If yes, what product?			
6	(1)	Are there problems with the product?	[]Yes	[ ]No	[]Unknown
7	(2)	Is the product covered by a warranty?	[]Yes	[ ]No	[]Unknown
8	(3)	Has the product been inspected?	[]Yes	[ ]No	[]Unknown
9	(4)	Have claims been filed for this product			
10		by you or by previous owners?	[]Yes	[ ]No	[]Unknown
11		If yes, when?			
12	(5)	Was money received?	[]Yes	[ ]No	[]Unknown
13	(6)	Were any of the materials or products repaired			
14		or replaced?	[]Yes	[ ]No	[]Unknown
15					
16	7.	COMMON INTEREST			
17	A.	Is there a Home Owners' Association			
18		or other governing entity?	[]Yes	[ ]No	[]Unknown
19		Name of Association or Other Governing			
20		Entity			
21		Contact Person			
22		Address			
23		Phone Number			
24	В.	Regular periodic assessments: \$			
25		per [ ]Month [ ]Year [ ]Other			
26	*C.	Are there any pending or proposed special			
27		assessments?	[]Yes	[ ]No	[]Unknown
28	D.	Are there shared 'common areas' or joint			
29		maintenance agreements for facilities like			
30		walls, fences, pools, tennis courts, walkways			

1		or other areas co-owned in undivided interest			
<b>2</b>		with others?	[]Yes	[ ]No	[]Unknown
3	E.	Is the Home Owners' Association or other			
4		governing entity a party to pending litigation			
5		or subject to an unsatisfied judgment?	[]Yes	[ ]No	[]Unknown []NA
6	F.	Is the property in violation of recorded			
7		covenants, conditions and restrictions or in			
8		violation of other bylaws or governing rules,			
9		whether recorded or not?	[]Yes	[ ]No	[]Unknown []NA
10					
11	8.	GENERAL			
12	A.	Are there problems with settling, soil,			
13		standing water or drainage on the property			
14		or in the immediate area?	[]Yes	[ ]No	[]Unknown
15	B.	Does the property contain fill?	[]Yes	[ ]No	[]Unknown
16	C.	Is there any material damage to the property or			
17		any of the structure(s) from fire, wind, floods,			
18		beach movements, earthquake, expansive soils			
19		or landslides?	[]Yes	[ ]No	[]Unknown
20	D.	Is the property in a designated floodplain?	[]Yes	[ ]No	[]Unknown
21	E.	Is the property in a designated slide or other			
22		geologic hazard zone?	[]Yes	[ ]No	[]Unknown
23	*F.	Has any portion of the property been tested			
24		or treated for asbestos, formaldehyde, radon			
25		gas, lead-based paint, mold, fuel or chemical			
26		storage tanks or contaminated soil or water?	[]Yes	[ ]No	[]Unknown
27	G.	Are there any tanks or underground storage			
28		tanks (e.g., septic, chemical, fuel, etc.)			
29		on the property?	[]Yes	[ ]No	[]Unknown
30	H.	Has the property ever been used as an illegal			

1		drug manufacturing or distribution site?	[]Yes	[ ]No	[]Unknown
2		*If yes, was a Certificate of Fitness issued?	[]Yes	[ ]No	[]Unknown
3	*I.	Has the property been classified as			
4		forestland-urban interface?	[]Yes	[ ]No	[]Unknown
5					
6	9.	FULL DISCLOSURE BY SELLERS			
7	*A.	Are there any other material defects affecting			
8		this property or its value that a prospective			
9		buyer should know about?	[]Yes	[ ]No	
10		*If yes, describe the defect on attached sheet and			
11		explain the frequency and extent of the problem			
12		and any insurance claims, repairs or remediation.			
13	B.	Verification:			
14		The foregoing answers and attached explanations	(if any)	are con	nplete and correct to
15	the	best of my/our knowledge and I/we have received a	copy of	this dis	sclosure statement.
16	I/we	authorize my/our agents to deliver a copy of this	disclosur	e stater	nent to all
17	pros	pective buyers of the property or their agents.			
18					
19		Seller(s) signature:			
20					
21		SELLER	DATE -		
22					
23		SELLER	DATE -		
24					
25					
26	II.	BUYER'S ACKNOWLEDGMENT			
27					
28	A	As buyer(s), I/we acknowledge the duty	y to pa	ay dili	gent attention to any
29	ma	terial defects that are known to me/us	or can	be ki	nown by me/us by uti-

B. Each buyer acknowledges and understands that the disclosures set forth 1 in this statement and in any amendments to this statement are made only  $\mathbf{2}$ by the seller and are not the representations of any financial institution that 3 may have made or may make a loan pertaining to the property, or that may 4 have or take a security interest in the property, or of any real estate licensee  $\mathbf{5}$ engaged by the seller or buyer. A financial institution or real estate licensee 6 is not bound by and has no liability with respect to any representation, 7 misrepresentation, omission, error or inaccuracy contained in another party's 8 disclosure statement required by this section or any amendment to the dis-9 closure statement. 10

11

C. Buyer (which term includes all persons signing the 'buyer's acknowledgment' portion of this disclosure statement below) hereby acknowledges receipt of a copy of this disclosure statement (including attachments, if any) bearing seller's signature(s).

16

DISCLOSURES, IF ANY, CONTAINED IN THIS FORM ARE PROVIDED 17 BY THE SELLER ON THE BASIS OF SELLER'S ACTUAL KNOWLEDGE 18 OF THE PROPERTY AT THE TIME OF DISCLOSURE. IF THE SELLER 19 HAS FILLED OUT SECTION 2 OF THIS FORM, YOU, THE BUYER, HAVE 20FIVE DAYS FROM THE SELLER'S DELIVERY OF THIS DISCLOSURE 21STATEMENT TO REVOKE YOUR OFFER BY DELIVERING YOUR SEP-22ARATE SIGNED WRITTEN STATEMENT OF REVOCATION TO THE 23SELLER DISAPPROVING THE SELLER'S DISCLOSURE UNLESS YOU 24WAIVE THIS RIGHT AT OR PRIOR TO ENTERING INTO A SALE 2526 AGREEMENT.

27

BUYER HEREBY ACKNOWLEDGES RECEIPT OF A COPY OF THIS
SELLER'S PROPERTY DISCLOSURE STATEMENT.

30

1	BUYER DATE
2	
3	BUYER DATE
4	
5	Agent receiving disclosure statement on buyer's behalf to sign and date:
6	
7	Real Estate Licensee
8	
9	Real Estate Firm
10	
11	Date received by agent
12	"
13	"SECTION 2. The amendments to ORS 105.464 by section 1 of this
14	2013 Act apply to written offers to purchase real property tendered or
15	or after the effective date of this 2013 Act.".
16	