8

HOUSE BILL No. 5688

February 6, 2008, Introduced by Reps. Miller, Vagnozzi, Constan, Donigan, Meisner, Espinoza, LeBlanc, Kathleen Law, Jackson, Condino, Hammon, Gonzales and Wenke and referred to the Committee on Regulatory Reform.

A bill to amend 1993 PA 92, entitled

"Seller disclosure act,"

by amending section 7 (MCL 565.957), as amended by 2005 PA 163.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 7. (1) The disclosures required by this act shall be
- 2 made on the following form:

3		SELLER'S	DISCLOSURE	STATEMENT		
4	Property Address	·:				
5 6				Street		Michigan
7			City, Vil	lage, or T	ownship	_ MICHIGAH

Purpose of Statement: This statement is a disclosure of the condition of the property in compliance with the seller

disclosure act. This statement is a disclosure of the condition

- 1 and information concerning the property, known by the seller.
- 2 Unless otherwise advised, the seller does not possess any
- 3 expertise in construction, architecture, engineering, or any
- 4 other specific area related to the construction or condition of
- 5 the improvements on the property or the land. Also, unless
- 6 otherwise advised, the seller has not conducted any inspection of
- 7 generally inaccessible areas such as the foundation or roof. This
- 8 statement is not a warranty of any kind by the seller or by any
- 9 agent representing the seller in this transaction, and is not a
- 10 substitute for any inspections or warranties the buyer may wish
- 11 to obtain.
- 12 Seller's Disclosure: The seller discloses the following
- 13 information with the knowledge that even though this is not a
- 14 warranty, the seller specifically makes the following
- 15 representations based on the seller's knowledge at the signing of
- 16 this document. Upon receiving this statement from the seller, the
- 17 seller's agent is required to provide a copy to the buyer or the
- 18 agent of the buyer. The seller authorizes its agent(s) to provide
- 19 a copy of this statement to any prospective buyer in connection
- 20 with any actual or anticipated sale of property. The following
- 21 are representations made solely by the seller and are not the
- 22 representations of the seller's agent(s), if any. THIS
- 23 INFORMATION IS A DISCLOSURE ONLY AND IS NOT INTENDED TO BE A PART
- 24 OF ANY CONTRACT BETWEEN BUYER AND SELLER.
- 25 Instructions to the Seller: (1) Answer ALL questions. (2)
- 26 Report known conditions affecting the property. (3) Attach
- 27 additional pages with your signature if additional space is

- 1 required. (4) Complete this form yourself. (5) If some items do
- 2 not apply to your property, check NOT AVAILABLE. If you do not
- 3 know the facts, check UNKNOWN. FAILURE TO PROVIDE A PURCHASER
- 4 WITH A SIGNED DISCLOSURE STATEMENT WILL ENABLE A PURCHASER TO
- 5 TERMINATE AN OTHERWISE BINDING PURCHASE AGREEMENT.
- 6 Appliances/Systems/Services: The items below are in working order
- 7 (the items below are included in the sale of the property only if
- 8 the purchase agreement so provides):

9					Not
10		Yes	No	Unknown	Available
11	Range/Oven				
12	Dishwasher				
13	Refrigerator				
14	Hood/fan				
15	Disposal				
16	TV antenna, TV rotor				
17	& controls				
18	Electrical system				
19	Garage door opener &				
20	remote control				
21	Alarm system				
22	Intercom				
23	Central vacuum				
24	Attic fan				
25	Pool heater, wall				
26	liner & equipment				
27	Microwave				
28	Trash compactor				- <u></u>

1	Ceiling fan				
2	Sauna/hot tub				
3	Washer				
4	Dryer				
5	Lawn sprinkler system				
6	Water heater				
7	Plumbing system				
8	Water				
9	softener/conditioner				
10	Well & pump				
11	Septic tank & drain				
12	field				
13	Sump pump				
14	City Water System				
15	City Sewer System				
16	Central air				
17	conditioning				
18	Central heating system				
19	Wall furnace				
20	Humidifier				
21	Electronic air filter				
22	Solar heating system				
23	Fireplace & chimney				
24	Wood burning system				
25	Explanations (attach addit	tional s	heets if n	ecessary):	
26					
27					
28					
29					
30					
31	UNLESS OTHERWISE AGREED, A	ALL HOUS	EHOLD APPL	IANCES ARE S	OLD IN

1 WORKING ORDER EXCEPT AS NOTED, WITHOUT WARRANTY BEYOND DATE OF

2	CLO	SING.		
3	Pro	perty conditions, improvements & additional information:		
4	1.	Basement/crawl space: Has there been evidence of water?		
5		yes no		
6		If yes, please explain:		
7	2.	Insulation: Describe, if known		
8		Urea Formaldehyde Foam Insulation (UFFI) is installed?		
9		unknown yes no		
10	3.	Roof: Leaks? yes no		
11		Approximate age if known		
L2	4.	Well: Type of well (depth/diameter, age, and repair history,		
13		if known):		
14		Has the water been tested? yes no		
15		If yes, date of last report/results:		
16	5.	Septic tanks/drain fields: Condition, if known:		
L7				
18	6.	Heating System: Type/approximate age:		
L9	7.	Plumbing system: Type: copper galvanized other		
20		Any known problems?		
21	8.			
22				
23	9.	History of infestation, if any: (termites, carpenter ants,		
24		etc.)		
25	10.	Environmental Problems: Are you aware of any substances,		
26		materials, or products that may be an environmental hazard		
27		such as, but not limited to, asbestos, radon gas,		
28		formaldehyde, lead-based paint, fuel or chemical storage		
29		tanks and contaminated soil on the property.		
30		unknown yes no		
31		If yes, please explain:		

1		
2	11.	Flood insurance: Do you have flood insurance on the
3		property? unknownyesno
4	12.	Mineral rights: Do you own the mineral rights?
5		unknown yes no
6	Oth	er Items: Are you aware of any of the following:
7	1.	Features of the property shared in common with the adjoining
8		landowners, such as walls, fences, roads and driveways, or
9		other features whose use or responsibility for maintenance
10		may have an effect on the property?
11		unknown yes no
12	2.	Any encroachments, easements, zoning violations, or
13		nonconforming uses? unknown yes no
14	3.	Any "common areas" (facilities like pools, tennis courts,
15		walkways, or other areas co-owned with others), or a
16		homeowners' association that has any authority over the
17		property? unknown yes no
18	4.	Structural modifications, alterations, or repairs made
19		without necessary permits or licensed contractors?
20		unknown yes no
21	5.	Settling, flooding, drainage, structural, or grading
22		problems? unknown yes no
23	6.	Major damage to the property from fire, wind, floods, or
24		landslides? unknown yes no
25	7.	Any underground storage tanks? unknown yes no
26	8.	Farm or farm operation in the vicinity; or proximity
27		to a landfill, airport, shooting range, etc.?
28		unknown yes no
29	9.	Any outstanding utility assessments or fees, including
30		any natural gas main extension surcharge?
31		unknown yes no

1	10. Any outstanding municipal assessments or fees?
2	unknown yes no
3	11. Any pending litigation that could affect the property
4	or the seller's right to convey the property?
5	unknown yes no
6	If the answer to any of these questions is yes, please explain.
7	Attach additional sheets, if necessary:
8	
9	
10	
11	
12	The seller has lived in the residence on the property from
13	(date) to (date). The seller
14	has owned the property since (date). The
15	seller has indicated above the condition of all the items based
16	on information known to the seller. If any changes occur in the
17	structural/mechanical/appliance systems of this property from the
18	date of this form to the date of closing, seller will immediately
19	disclose the changes to buyer. In no event shall the parties hold
20	the broker liable for any representations not directly made by the
21	broker or broker's agent.
22	Seller certifies that the information in this statement is true
23	and correct to the best of seller's knowledge as of the date of
24	seller's signature.
25	BUYER SHOULD OBTAIN PROFESSIONAL ADVICE AND INSPECTIONS
25 26	OF THE PROPERTY TO MORE FULLY DETERMINE THE CONDITION
	OF THE PROPERTY. THESE INSPECTIONS SHOULD TAKE INDOOR
27 28	AIR AND WATER QUALITY INTO ACCOUNT, AS WELL AS ANY
20 29	EVIDENCE OF UNUSUALLY HIGH LEVELS OF POTENTIAL ALLERGENS
30	INCLUDING, BUT NOT LIMITED TO, HOUSEHOLD MOLD, MILDEW AND

1	BACTERIA.
2	BUYERS ARE ADVISED THAT CERTAIN INFORMATION COMPILED
3	PURSUANT TO THE SEX OFFENDERS REGISTRATION ACT,
4	1994 PA 295, MCL 28.721 TO 28.732, IS AVAILABLE TO
5	THE PUBLIC. BUYERS SEEKING THAT INFORMATION SHOULD
6	CONTACT THE APPROPRIATE LOCAL LAW ENFORCEMENT AGENCY
7	OR SHERIFF'S DEPARTMENT DIRECTLY.
8	BUYER IS ADVISED THAT THE STATE EQUALIZED VALUE OF THE
9	PROPERTY, PRINCIPAL RESIDENCE EXEMPTION INFORMATION,
10	AND OTHER REAL PROPERTY TAX INFORMATION IS AVAILABLE
11	FROM THE APPROPRIATE LOCAL ASSESSOR'S OFFICE.
12	BUYER SHOULD NOT ASSUME THAT BUYER'S FUTURE TAX BILLS ON
13	THE PROPERTY WILL BE THE SAME AS THE SELLER'S PRESENT TAX
14	BILLS. UNDER MICHIGAN LAW, REAL PROPERTY TAX OBLIGATIONS
15	CAN CHANGE SIGNIFICANTLY WHEN PROPERTY IS TRANSFERRED.
16	Seller
16 17	Seller Date Seller Date
16 17	Seller Date Seller Date
17	Seller Date
17 18	Seller Date Buyer has read and acknowledges receipt of this statement.
17 18 19 20	Buyer has read and acknowledges receipt of this statement. Buyer Date Time: Buyer Date Time:
17 18 19 20	Buyer has read and acknowledges receipt of this statement. Buyer Date Time: Buyer Date Time: Buyer Date Time:
17 18 19 20 21	Buyer has read and acknowledges receipt of this statement. Buyer Date Time: Buyer Date Time: Buyer Date Time:
117 118 119 220 221 222 223	Buyer has read and acknowledges receipt of this statement. Buyer Date Time: Buyer Date Time: Buyer Date Time: BUYER IS ADVISED THAT THE STATE EQUALIZED VALUE OF THE PROPERTY, PRINCIPAL RESIDENCE EXEMPTION INFORMATION, AND OTHER REAL PROPERTY TAX INFORMATION IS AVAILABLE
117 118 119 220 221 222 223 224	Buyer has read and acknowledges receipt of this statement. Buyer Date Time: Buyer Date Time: Buyer Pate Time: Buyer Pate Time: Buyer State Equalized Value Of the PROPERTY, PRINCIPAL RESIDENCE EXEMPTION INFORMATION, AND OTHER REAL PROPERTY TAX INFORMATION IS AVAILABLE FROM THE APPROPRIATE LOCAL ASSESSOR'S OFFICE.
17 18 19 20 21 22 23 24 25	Buyer has read and acknowledges receipt of this statement. Buyer Date Time: Buyer Date Time: Buyer IS ADVISED THAT THE STATE EQUALIZED VALUE OF THE PROPERTY, PRINCIPAL RESIDENCE EXEMPTION INFORMATION, AND OTHER REAL PROPERTY TAX INFORMATION IS AVAILABLE FROM THE APPROPRIATE LOCAL ASSESSOR'S OFFICE. BUYER SHOULD NOT ASSUME THAT BUYER'S FUTURE TAX BILLS ON
117 118 119 220 221 222 223 224 225 226	Buyer has read and acknowledges receipt of this statement. Buyer Date Time: Buyer Date Time: Buyer IS ADVISED THAT THE STATE EQUALIZED VALUE OF THE PROPERTY, PRINCIPAL RESIDENCE EXEMPTION INFORMATION, AND OTHER REAL PROPERTY TAX INFORMATION IS AVAILABLE FROM THE APPROPRIATE LOCAL ASSESSOR'S OFFICE. BUYER SHOULD NOT ASSUME THAT BUYER'S FUTURE TAX BILLS ON THE PROPERTY WILL BE THE SAME AS THE SELLER'S PRESENT TAX
17 18 19 20 21 22 23 24 25	Buyer has read and acknowledges receipt of this statement. Buyer Date Time: Buyer Date Time: Buyer IS ADVISED THAT THE STATE EQUALIZED VALUE OF THE PROPERTY, PRINCIPAL RESIDENCE EXEMPTION INFORMATION, AND OTHER REAL PROPERTY TAX INFORMATION IS AVAILABLE FROM THE APPROPRIATE LOCAL ASSESSOR'S OFFICE. BUYER SHOULD NOT ASSUME THAT BUYER'S FUTURE TAX BILLS ON

29 BUYER HAS READ AND ACKNOWLEDGES THE STATEMENT ABOVE.

1	BUYER	DATE	TIME:
2	BUYER	DATE	TIME:

- 3 (2) A form described in subsection (1) printed before
- 4 January 1, 2006 THE EFFECTIVE DATE OF THE 2007 AMENDATORY ACT
- 5 THAT AMENDED THIS SECTION that was in compliance with this
- 6 section at that time may be utilized and shall be considered in
- 7 compliance with this section until April 1, 2006 180 DAYS AFTER
- 8 THE EFFECTIVE DATE OF THE 2007 AMENDATORY ACT THAT AMENDED THIS
- 9 SECTION.