REFERENCE TITLE: local land subdivisions; size

State of Arizona House of Representatives Forty-eighth Legislature First Regular Session 2007

HB 2583

Introduced by Representatives Farley, Ableser, Bradley, Kirkpatrick, Saradnik, Thrasher: Alvarez, Campbell CH, Campbell CL, Meza, Rios P, Schapira, Ulmer

AN ACT

AMENDING SECTIONS 9-463.02, 11-809, 32-2101 AND 33-422, ARIZONA REVISED STATUTES; RELATING TO LAND SUBDIVISIONS.

(TEXT OF BILL BEGINS ON NEXT PAGE)

1 Be it enacted by the Legislature of the State of Arizona: 2 Section 1. Section 9-463.02, Arizona Revised Statutes, is amended to 3 read: 4 9-463.02. <u>Subdivision defined: applicability</u> 5 "Subdivision": Α. 6 1. Means improved or unimproved land or lands divided for the purpose 7 of financing, sale or lease, whether immediate or future, into four THREE or 8 more lots, tracts or parcels of land, or, if a new street is involved, any 9 such property which is divided into two or more lots, tracts or parcels of land, or, any such property, the boundaries of which have been fixed by a 10 11 recorded plat, which is divided into more than two parts. "Subdivision" also 12 2. Includes any condominium, cooperative, community apartment, 13 townhouse or similar project containing four or more parcels, in which an 14 undivided interest in the land is coupled with the right of exclusive 15 occupancy of any unit located thereon, but plats of such projects need not 16 show the buildings or the manner in which the buildings or airspace above the 17 property shown on the plat are to be divided. 18 B. The legislative body of a municipality shall not refuse approval of 19 a final plat of a project included in subsection A under provisions of an 20 adopted subdivision regulation because of location of buildings on the 21 property shown on the plat not in violation of such subdivision regulations 22 or on account of the manner in which airspace is to be divided in conveying 23 the condominium. Fees and lot design requirements shall be computed and 24 imposed with respect to such plats on the basis of parcels or lots on the 25 surface of the land shown thereon as included in the project. This 26 subsection does not limit the power of such legislative body to regulate the 27 location of buildings in such a project by or pursuant to a zoning ordinance. 28 ---Subdivision-----does not include the following: С. 29 The sale or exchange of parcels of land to or between adjoining 1. 30 property owners if such sale or exchange does not create additional lots. 31 2. The partitioning of land in accordance with other statutes 32 regulating the partitioning of land held in common ownership. 33 3. The leasing of apartments, offices, stores or similar space within 34 a building or trailer park, nor to mineral, oil or gas leases. 35 Sec. 2. Section 11-809, Arizona Revised Statutes, is amended to read: 36 11-809. <u>Review of land divisions; definitions</u> 37 A. The board of supervisors of each county may adopt ordinances and regulations pursuant to this section for staff review and approval of land 38 39 divisions of five THREE or fewer lots, parcels or fractional interests, any 40 of which is ten acres or smaller in size. The county may not deny approval 41 of any land division that meets the requirements of this section. If review 42 of the request is not completed within thirty days after receiving the 43 request, the land division is considered to be approved. At its option, the 44 board of supervisors may submit a ballot question to the voters of the county

1 to allow the voters to determine the application of subsections B and C to 2 qualifying land divisions in that county.

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B. An application to split a parcel of land shall be approved if:

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The lots, parcels or fractional interests each meet the minimum 1. applicable county zoning requirements of the applicable zoning designation.

6 2. The applicant provides a standard preliminary title report or other 7 acceptable document that demonstrates legal access to the lots, parcels or 8 fractional interests.

9 3. The applicant provides a statement from a licensed surveyor or engineer, or other evidence acceptable to the county, stating whether each 10 11 lot, parcel or fractional interest has physical access that is traversable by 12 a two-wheel drive passenger motor vehicle.

13 4. The applicant reserves the necessary and appropriate utility 14 easements to serve each lot, parcel or fractional interest created by the 15 land division.

16 C. An application to split a parcel of land that does not comply with 17 one or more of the items listed in subsection B shall still be approved if the applicant provides an acknowledgment that is signed by the applicant and 18 19 that confirms that no building or use permit will be issued by the county 20 until the lot, parcel or fractional interest has met the requirements of 21 subsection B. The county may grant a variance from one or more of the items listed in subsection B. 22

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D. Any approval of a land division under this section may:

24 Include the minimum statutory requirements for legal and physical 1. 25 on-site access that must be met as a condition to the issuance of a building or use permit for the lots, parcels or fractional interests. 26

27 2. Identify topographic, hydrologic or other site constraints, 28 requirements or limitations that must be addressed as conditions to the 29 issuance of a building or use permit. These constraints, eventual requirements or limitations may be as noted by the applicant or through 30 31 county staff review, but there shall be no requirement for independent 32 studies.

33 If the requirements of subsections A through D do not apply, a Ε. county may adopt ordinances and regulations pursuant to this chapter for 34 35 staff review of land divisions of five THREE or fewer lots, parcels or fractional interests but only to determine compliance with minimum applicable 36 37 county zoning requirements and legal access, and may grant waivers from the 38 county zoning and legal access requirements. The county may not deny 39 approval of any land division that meets the requirements of this section or 40 where the deficiencies are noticed in the deed. A county may not require a 41 public hearing on a request to divide five or fewer lots, parcels or 42 fractional interests, and if review of the request is not completed within 43 thirty days from receipt of the request, the land division shall be deemed 44 approved. If no legal access is available, the legal access does not allow 45 access by emergency vehicles or the county zoning requirements are not met,

the access or zoning deficiencies shall be noticed in the deed. If a county by ordinance requires a legal access of more than twenty-four feet roadway width, the county is responsible for the improvement and maintenance of the improvement. If the legal access does not allow access to the lots, parcels or fractional interests by emergency vehicles, neither the county nor its agents or employees are liable for damages resulting from the failure of emergency vehicles to reach such lot, parcel or fractional interest.

8 F. It shall be unlawful for a person or group of persons acting in 9 concert to attempt to avoid the provisions of this section or the subdivision 10 laws of this state by acting in concert to divide a parcel of land into six 11 or more lots or sell or lease six or more lots by using a series of owners or 12 conveyances. This prohibition may be enforced by any county where the 13 division occurred or by the state real estate department pursuant to title 14 32, chapter 20.

15

G. In this section:

16 1. "Legal access" means a public right of vehicular ingress and egress 17 between the lots, parcels or fractional interests being created.

18 2. "Minimum applicable county zoning requirements" means the minimum
19 acreage and dimensions of the resulting lot, parcel or fractional interest as
20 required by the county's zoning ordinance.

21 3. "Utility easement" means an easement of eight feet in width 22 dedicated to the general public to install, maintain and access sewer, 23 electric, gas and water utilities.

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Sec. 3. Section 32-2101, Arizona Revised Statutes, is amended to read: 32-2101. <u>Definitions</u>

In this chapter, unless the context otherwise requires:

27 1. "Acting in concert" means evidence of collaborating to pursue a
 28 concerted plan.

2. "Advertising" means the attempt by publication, dissemination, 30 exhibition, solicitation or circulation, oral or written, or for broadcast on 31 radio or television to induce directly or indirectly any person to enter into 32 any obligation or acquire any title or interest in lands subject to this 33 chapter including the land sales contract to be used and any photographs, 34 drawings or artist's presentations of physical conditions or facilities 35 existing or to exist on the property. Advertising does not include:

(a) Press releases or other communications delivered to newspapers,
 periodicals or other news media for general information or public relations
 purposes if no charge is made by the newspapers, periodicals or other news
 media for the publication or use of any part of these communications.

- 40
- (b) Communications to stockholders as follows:
- 41
- (i) Annual reports and interim financial reports.
- 42 (ii) Proxy materials.

43 (iii) Registration statements.

- 44 (iv) Securities prospectuses.
- 45 (v) Applications for listing of securities on stock exchanges.

1 (vi) Prospectuses.

(vii) Property reports.

(viii) Offering statements.

4 3. "Affiliate" means a person who, directly or indirectly through one 5 or more intermediaries, controls, is controlled by or is under common control 6 with the person specified.

7 4. "Associate broker" means a licensed broker employed by another 8 broker. Unless otherwise specifically provided, an associate broker has the 9 same license privileges as a salesperson.

5. "Barrier" means a natural or man-made geographical feature that prevents parcels of land from being practicably, reasonably and economically united or reunited and that was not caused or created by the owner of the parcels.

6. "Blanket encumbrance" means any mortgage, any deed of trust or any other encumbrance or lien securing or evidencing the payment of money and affecting more than one lot or parcel of subdivided land, or an agreement affecting more than one lot or parcel by which the subdivider holds the subdivision under an option, contract to sell or trust agreement. Blanket encumbrance does not include taxes and assessments levied by public authority.

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7. "Board" means the state real estate advisory board.

8. "Broker", when used without modification, means a person who is licensed as a broker under this chapter or who is required to be licensed as a broker under this chapter.

9. "Camping site" means a space designed and promoted for the purpose
of locating any trailer, tent, tent trailer, pickup camper or other similar
device used for camping.

10. "Cemetery" or "cemetery property" means any one, or a combination of more than one, of the following in a place used, or intended to be used, and dedicated for cemetery purposes:

31 32 (a) A burial park, for earth interments.

(b) A mausoleum, for crypt or vault entombments.

33 (c) A crematory, or a crematory and columbarium, for cinerary 34 interments.

35 (d) A cemetery plot, including interment rights, mausoleum crypts,36 niches and burial spaces.

37 11. "Cemetery broker" means a person other than a real estate broker or38 real estate salesperson who, for another, for compensation:

39 (a) Sells, leases or exchanges cemetery property or interment services
 40 of or for another, or on the person's own account.

41 (b) Offers for another or for the person's own account to buy, sell,
42 lease or exchange cemetery property or interment services.

43 (c) Negotiates the purchase and sale, lease or exchange of cemetery44 property or interment services.

1 (d) Negotiates the purchase or sale, lease or exchange, or lists or 2 solicits, or negotiates a loan on or leasing of cemetery property or 3 interment services.

4 12. "Cemetery salesperson" means a natural person who acts on the 5 person's own behalf or through and on behalf of a professional limited 6 liability company or a professional corporation engaged by or on behalf of a 7 licensed cemetery or real estate broker, or through and on behalf of a 8 corporation, partnership or limited liability company that is licensed as a 9 cemetery or real estate broker, to perform any act or transaction included in 10 the definition of cemetery broker.

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13. "Commissioner" means the state real estate commissioner.

12 "Common promotional plan" means a plan, undertaken by a person or a 14. 13 group of persons acting in concert, to offer lots for sale or lease. If the 14 land is offered for sale by a person or group of persons acting in concert, 15 and the land is contiguous or is known, designated or advertised as a common 16 unit or by a common name, the land is presumed, without regard to the number 17 of lots covered by each individual offering, as being offered for sale or 18 lease as part of a common promotional plan. Separate subdividers selling 19 lots or parcels in separately platted subdivisions within a master planned 20 community shall not be deemed to be offering their combined lots for sale or 21 lease as part of a common promotional plan.

15. "Compensation" means any fee, commission, salary, money or other valuable consideration for services rendered or to be rendered as well as the promise of consideration whether contingent or not.

25 16. "Contiguous" means lots, parcels or fractional interests that share 26 a common boundary or point. Lots, parcels or fractional interests are not 27 contiguous if they are separated by either of the following:

28

(a) A barrier.

(b) A road, street or highway that has been established by this state or by any agency or political subdivision of this state, that has been designated by the federal government as an interstate highway or that has been regularly maintained by this state or by any agency or political subdivision of this state and has been used continuously by the public for at least the last five years.

35 17. "Control" or "controlled" means a person who, through ownership, 36 voting rights, power of attorney, proxy, management rights, operational 37 rights or other rights, has the right to make decisions binding on an entity, 38 whether a corporation, a partnership or any other entity.

18. "Corporation licensee" means a lawfully organized corporation that
is registered with the Arizona corporation commission and that has an officer
licensed as the designated broker pursuant to section 32-2125.

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19. "Department" means the state real estate department.

20. "Designated broker" means the natural person who is licensed as a
broker under this chapter and who is either:

1 (a) Designated to act on behalf of an employing real estate, cemetery 2 or membership camping entity.

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(b) Doing business as a sole proprietor.

4 21. "Developer" means a person who offers real property in a 5 development for sale, lease or use, either immediately or in the future, on 6 the person's own behalf or on behalf of another person, under this chapter. 7 Developer does not include a person whose involvement with a development is 8 limited to the listing of property within the development for sale, lease or 9 use.

10 22. "Development" means any division, proposed division or use of real 11 property that the department has authority to regulate, including subdivided 12 and unsubdivided lands, cemeteries, condominiums, timeshares, membership 13 campgrounds and stock cooperatives.

14 23. "Employing broker" means a person who is licensed or is required to 15 be licensed as a:

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(a) Broker entity pursuant to section 32-2125, subsection A.

17 (b) Sole proprietorship if the sole proprietor is a broker licensed18 pursuant to this chapter.

19 24. "Fractional interest" means an undivided interest in improved or 20 unimproved land, lots or parcels of any size created for the purpose of sale 21 or lease and evidenced by any receipt, certificate, deed or other document 22 conveying the interest. Undivided interests in land, lots or parcels created 23 in the names of a husband and wife as community property, joint tenants or 24 tenants in common, or in the names of other persons who, acting together as 25 part of a single transaction, acquire the interests without a purpose to 26 divide the interests for present or future sale or lease shall be deemed to 27 constitute only one fractional interest.

28 "Improved lot or parcel" means a lot or parcel of a subdivision 25. 29 upon which lot or parcel there is a residential, commercial or industrial 30 building or concerning which a contract has been entered into between a 31 subdivider and a purchaser that obligates the subdivider directly, or 32 indirectly through a building contractor, to complete construction of a 33 residential, commercial or industrial building on the lot or parcel within two years from the date on which the contract of sale for the lot is entered 34 35 into.

36 26. "Inactive license" means a license issued pursuant to article 2 of 37 this chapter to a licensee who is on inactive status during the current 38 license period and who is not engaged by or on behalf of a broker.

39 27. "Lease" or "leasing" includes any lease, whether it is the sole,40 the principal or any incidental part of a transaction.

28. "License" means the whole or part of any agency permit,
certificate, approval, registration, public report, charter or similar form
of permission required by this chapter.

44 29. "License period" means the two year period beginning with the date 45 of original issue or renewal of a particular license. 1 30. "Licensee" means a person to whom a license for the current license 2 period has been granted under any provision of this chapter, and, for 3 purposes of section 32-2153, subsection A, shall include original license 4 applicants.

5 31. "Limited liability company licensee" means a lawfully organized 6 limited liability company that has a member or manager who is a natural 7 person and who is licensed as the designated broker pursuant to section 8 32-2125.

9 32. "Lot reservation" means an expression of interest by a prospective 10 purchaser in buying at some time in the future a subdivided or unsubdivided 11 lot, unit or parcel in this state. In all cases, a subsequent affirmative 12 action by the prospective purchaser must be taken to create a contractual 13 obligation to purchase.

33. "Master planned community" means a development that consists of two or more separately platted subdivisions and that is either subject to a master declaration of covenants, conditions or restrictions, is subject to restrictive covenants sufficiently uniform in character to clearly indicate a general scheme for improvement or development of real property or is governed or administered by a master owner's association.

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34. "Member" means a member of the real estate advisory board.

21 35. "Membership camping broker" means a person, other than a 22 salesperson, who, for compensation:

23 (a) Sells, purchases, lists, exchanges or leases membership camping24 contracts.

25 (b) Offers to sell, purchase, exchange or lease membership camping 26 contracts.

27 (c) Negotiates or offers, attempts or agrees to negotiate the sale,
 28 purchase, exchange or lease of membership camping contracts.

(d) Advertises or holds himself out as being engaged in the business
 of selling, buying, exchanging or leasing membership camping contracts or
 counseling or advising regarding membership camping contracts.

(e) Assists or directs in the procuring of prospects calculated or
 intended to result in the sale, purchase, listing, exchange or lease of
 membership camping contracts.

35 (f) Performs any of the foregoing acts as an employee or on behalf of 36 a membership camping operator or membership contract owner.

37 36. "Membership camping contract" means an agreement offered or sold in 38 this state evidencing a purchaser's right or license to use the camping or 39 outdoor recreation facilities of a membership camping operator and includes a 40 membership that provides for this use.

41 37. "Membership camping operator" means an enterprise, other than one 42 that is tax exempt under section 501(c)(3) of the internal revenue code of 43 1986, as amended, that solicits membership paid for by a fee or periodic 44 payments and has as one of its purposes camping or outdoor recreation 45 including the use of camping sites primarily by members. Membership camping operator does not include camping or recreational trailer parks that are open to the general public and that contain camping sites rented for a per use fee or a mobile home park.

4 "Membership camping salesperson" means a natural person who acts on 38. 5 the person's own behalf or through and on behalf of a professional limited 6 liability company or a professional corporation engaged by or on behalf of a 7 licensed membership camping or real estate broker, or by or on behalf of a corporation, partnership or limited liability company that is licensed as a 8 9 membership camping or real estate broker, to perform any act or participate 10 in any transaction in a manner included in the definition of membership 11 camping broker.

39. "Partnership licensee" means a partnership with a managing general
 partner who is licensed as the designated broker pursuant to section 32-2125.

40. "Permanent access", as required under article 4 of this chapter,
means permanent access from the subdivision to any federal, state or county
highway.

17 41. "Perpetual or endowed-care cemetery" means a cemetery wherein lots 18 or other burial spaces are sold or transferred under the representation that 19 the cemetery will receive "perpetual" or "endowed" care as defined in this 20 section free of further cost to the purchaser after payment of the original 21 purchase price for the lot, burial space or interment right.

42. "Perpetual-care" or "endowed-care" means the maintenance and care of all places where interments have been made of the trees, shrubs, roads, streets and other improvements and embellishments contained within or forming a part of the cemetery. This shall not include the maintenance or repair of monuments, tombs, copings or other man-made ornaments as associated with individual burial spaces.

43. "Person" means any individual, corporation, partnership or company
and any other form of multiple organization for carrying on business, foreign
or domestic.

44. "Private cemetery" means a cemetery or place that is not licensed under article 6 of this chapter, where burials or interments of human remains are made, in which sales or transfers of interment rights or burial plots are not made to the public and in which not more than ten interments or burials occur annually.

45. "Promotion" or "promotional practice" means advertising and any other act, practice, device or scheme to induce directly or indirectly any person to enter into any obligation or acquire any title or interest in or use of real property subject to this chapter, including meetings with prospective purchasers, arrangements for prospective purchasers to visit real property, travel allowances and discount, exchange, refund and cancellation privileges.

43 46. "Real estate" includes leasehold-interests and any estates in land 44 as defined in title 33, chapter 2, articles 1 and 2, regardless of whether 45 located in this state. 47. "Real estate broker" means a person, other than a salesperson, who,
 for another and for compensation:

3 (a) Sells, exchanges, purchases, rents or leases real estate or
 4 timeshare interests.

5 6

(b) Offers to sell, exchange, purchase, rent or lease real estate or timeshare interests.

7 (c) Negotiates or offers, attempts or agrees to negotiate the sale,
 8 exchange, purchase, rental or leasing of real estate or timeshare interests.

9 (d) Lists or offers, attempts or agrees to list real estate or 10 timeshare interests for sale, lease or exchange.

11 (e) Auctions or offers, attempts or agrees to auction real estate or 12 timeshare interests.

13 (f) Buys, sells, offers to buy or sell or otherwise deals in options 14 on real estate or timeshare interests or improvements to real estate or 15 timeshare interests.

16 (g) Collects or offers, attempts or agrees to collect rent for the use 17 of real estate or timeshare interests.

(h) Advertises or holds himself out as being engaged in the business
 of buying, selling, exchanging, renting or leasing real estate or timeshare
 interests or counseling or advising regarding real estate or timeshare
 interests.

(i) Assists or directs in the procuring of prospects, calculated to
 result in the sale, exchange, leasing or rental of real estate or timeshare
 interests.

(j) Assists or directs in the negotiation of any transaction
 calculated or intended to result in the sale, exchange, leasing or rental of
 real estate or timeshare interests.

(k) Incident to the sale of real estate negotiates or offers, attempts
or agrees to negotiate a loan secured or to be secured by any mortgage or
other encumbrance upon or transfer of real estate or timeshare interests
subject to section 32-2155, subsection C. This subdivision does not apply to
mortgage brokers as defined in and subject to title 6, chapter 9, article 1.

(1) Engages in the business of assisting or offering to assist another
 in filing an application for the purchase or lease of, or in locating or
 entering upon, lands owned by the state or federal government.

36 (m) Claims, demands, charges, receives, collects or contracts for the 37 collection of an advance fee in connection with any employment enumerated in this section, including employment undertaken to promote the sale or lease of 38 39 real property by advance fee listing, by furnishing rental information to a 40 prospective tenant for a fee paid by the prospective tenant, by advertisement 41 or by any other offering to sell, lease, exchange or rent real property or 42 selling kits connected therewith. This shall not include the activities of 43 any communications media of general circulation or coverage not primarily 44 engaged in the advertisement of real estate or any communications media

1 activities that are specifically exempt from applicability of this article 2 under section 32-2121.

3 (n) Engages in any of the acts listed in subdivisions (a) through (m) 4 of this paragraph for the sale or lease of other than real property if a real 5 property sale or lease is a part of, contingent on or ancillary to the 6 transaction.

7 (o) Performs any of the acts listed in subdivisions (a) through (m) of 8 this paragraph as an employee of, or in behalf of, the owner of real estate, 9 or interest in the real estate, or improvements affixed on the real estate, 10 for compensation.

11 48. "Real estate sales contract" means an agreement in which one party 12 agrees to convey title to real estate to another party upon the satisfaction 13 of specified conditions set forth in the contract.

49. "Real estate salesperson" means a natural person who acts on the person's own behalf or through and on behalf of a professional limited liability company or a professional corporation engaged by or on behalf of a licensed real estate broker, or by or on behalf of a limited liability company, partnership or corporation that is licensed as a real estate broker, to perform any act or participate in any transaction in a manner included in the definition of real estate broker subject to section 32-2155.

50. "Sale" or "lease" includes every disposition, transfer, option or offer or attempt to dispose of or transfer real property, or an interest, use or estate in the real property, including the offering of the property as a prize or gift if a monetary charge or consideration for whatever purpose is required.

51. "Salesperson", when used without modification, means a natural person who acts on the person's own behalf or through and on behalf of a professional limited liability company or a professional corporation licensed under this chapter or any person required to be licensed as a salesperson under this chapter.

31 52. "School" means a person or entity that offers a course of study 32 towards completion of the education requirements leading to licensure or 33 renewal of licensure under this chapter.

53. "Stock cooperative" means a corporation to which all of the following apply:

36 (a) The corporation is formed or used to hold title to improved real 37 property in fee simple or for a term of years.

(b) All or substantially all of the shareholders of the corporation
 each receives a right of exclusive occupancy in a portion of the real
 property to which the corporation holds title.

(c) The right of occupancy may only be transferred with the concurrent
 transfer of the shares of stock in the corporation held by the person having
 the right of occupancy.

54. "Subdivider" means any person who offers for sale or lease six FOUR or more lots, parcels or fractional interests in a subdivision or who causes land to be subdivided into a subdivision for the subdivider or for others, or who undertakes to develop a subdivision, but does not include a public agency or officer authorized by law to create subdivisions.

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55. "Subdivision" or "subdivided lands":

7 (a) Means improved or unimproved land or lands divided or proposed to 8 be divided for the purpose of sale or lease, whether immediate or future, 9 into six FOUR or more lots, parcels or fractional interests.

10 (b) Includes a stock cooperative, lands divided or proposed to be 11 divided as part of a common promotional plan and residential condominiums as 12 defined in title 33, chapter 9.

13 14 (c) Does not include:

(i) Leasehold offerings of one year or less.

(ii) The division or proposed division of land located in this state into lots or parcels each of which is or will be thirty-six acres or more in area including to the centerline of dedicated roads or easements, if any, contiguous to the lot or parcel.

(iii) The leasing of agricultural lands or apartments, offices, stores, hotels, motels, pads or similar space within an apartment building, industrial building, rental recreational vehicle community, rental manufactured home community, rental mobile home park or commercial building.

(iv) The subdivision into or development of parcels, plots or
 fractional portions within the boundaries of a cemetery that has been formed
 and approved pursuant to this chapter.

56. "Timeshare" or "timeshare property" means real property ownership or right of occupancy in real property pursuant to article 9 of this chapter. For the purposes of this chapter, a timeshare is not a security unless it meets the definition of a security under section 44-1801.

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57. "Trustee" means:

31 (a) A person designated under section 32-2194.27 to act as a trustee
 32 for an endowment-care cemetery fund.

(b) A person holding bare legal title to real property under a
 subdivision trust. A trustee shall not be deemed to be a developer,
 subdivider, broker or salesperson within this chapter.

36 58. "Unimproved lot or parcel" means a lot or parcel of a subdivision 37 that is not an improved lot or parcel.

59. "Unsubdivided lands" means land or lands divided or proposed to be divided for the purpose of sale or lease, whether immediate or future, into six FOUR or more lots, parcels or fractional interests and the lots or parcels are thirty-six acres or more each but less than one hundred sixty acres each, or that are offered, known or advertised under a common promotional plan for sale or lease, except that agricultural leases shall not be included in this definition.

1	Sec. 4. Section 33-422, Arizona Revised Statutes, is amended to read:
2	33-422. Land divisions: recording: disclosure affidavit
3	A. A seller of five THREE or fewer parcels of land, other than
4	subdivided land, in an unincorporated area of a county and any subsequent
5	seller of such a parcel shall furnish a written affidavit of disclosure to
6	the buyer, at least seven days before the transfer of the property, and the
7	buyer shall acknowledge receipt of the affidavit.
8	B. The affidavit must be written in twelve point type.
9	C. No release or waiver of a seller's liability arising out of any
10	omission or misrepresentation contained in an affidavit of disclosure is
10	valid or binding on the buyer.
12	D. The buyer has the right to rescind the sales transaction for a
13	period of five days after the affidavit of disclosure is furnished to the
14	buyer.
15	E. The seller shall record the executed affidavit of disclosure at the
16	same time that the deed is recorded. The county recorder is not required to
17	verify the accuracy of any statement in the affidavit of disclosure. A
18	subsequently recorded affidavit supersedes any previous affidavit.
19	F. The affidavit of disclosure shall meet the requirements of section
20	11–480 and follow substantially the following form:
21	When recorded mail to:
22	
23	
24	
25	
26	<u>Affidavit of Disclosure</u>
27	Pursuant to A.R.S. §33-422
28	I, (seller(s))
29	being duly sworn, hereby make this affidavit of disclosure
30	relating to the real property situated in the unincorporated
31	area of:
32	, County, State of Arizona, located at:
33	, coallog, coallog i i i 2011ay i coalou act
34	and legally described as:
35	(Legal description attached hereto as exhibit "A")
36	(property).
37	1. There □ is □ is not legal access to the property, as
38	defined in A.R.S. § 11-809 🗆 unknown
39	
40	Explain:
40 41	
-+ 1	

1 2 3 4	2.	There □ is □ is not physical access to the property. □ unknown Explain:
5	2	
6 7 8 9	3.	There \Box is \Box is not a statement from a licensed surveyor or engineer available stating whether the property has physical access that is traversable by a two-wheel drive passenger motor vehicle.
10	4.	The legal and physical access to the property \Box is \Box is not
11 12 13 14		the same unknown
15 16 17 18		If access to the parcel is not traversable by emergency vehicles, the county and emergency service providers may not be held liable for any damages resulting from the inability to traverse the access to provide needed services.
19 20	5.	The road(s) is/are
21		applicable, there \Box is \Box is not a recorded road
22		maintenance agreement.
23		If the roads are not publicly maintained, it is the
24 25 26		responsibility of the property owner(s) to maintain the roads and roads that are not improved to county standards and accepted for maintenance are not the county's responsibility.
20 27	6.	A portion or all of the property \Box is \Box is not
28 29	0.	located in a FEMA designated regulatory floodplain. If the property is in a floodplain, it may be subject to floodplain
30		regulation.
31 32	7.	The property □ is □ is not subject to □ fissures or □ expansive soils. □ unknown
33 34		Explain:
35		
36	8.	The following services are currently provided to the property:
37		□ water □ sewer □ electric □ natural gas □ single
38	•	party telephone 🗆 cable television services.
39 40	9.	The property □ is □ is not served by a water supply that requires the transportation of water to the property.
41	10.	The property is served by 🛛 a private water company 🗆 a
42		municipal water provider 🗆 a private well 🗆 a shared well
43		□ no well. If served by a shared well, the shared well □ is
44 45		□ is not a public water system, as defined by the safe
45		drinking water act (42 United States Code § 300f).

1 Notice to buyer: If the property is served by a well, A private 2 water company or a municipal water provider the Arizona 3 department of water resources may not have made a water supply 4 determination. For more information about water supply, contact 5 the water provider. 6 11. The property □ does have □ does not have . . . an on-site 7 wastewater treatment facility (i.e., standard septic or 8 alternative system to treat and dispose of wastewater). 9 □ unknown. If applicable: a) The property □ will □ will not 10 require installation of an on-site wastewater treatment 11 facility; b) The on-site wastewater treatment facility \Box has 12 \Box has not been inspected. 13 12. The property \Box has been □ has not been subject to a 14 percolation test. □ unknown. 15 13. The property 🗆 does □ does not . . . meet the minimum 16 applicable county zoning requirements of the applicable zoning 17 designation. 18 14. The sale of the property \Box does \Box does not . . . meet the 19 requirements of A.R.S. § 11-809 regarding land divisions. If those 20 requirements are not met, the property owner may not be able to 21 obtain a building permit. The seller or property owner shall 22 disclose each of the deficiencies to the buyer. 23 Explain: 24 25 26 15. The property \Box is \Box is not located in the clear zone of a 27 military airport or ancillary military facility, as defined in 28 A.R.S. § 28-8461. (Maps are available at the state real estate 29 department's web site.) 30 \Box is not located in the high noise or 16. The property 🗆 is 31 accident potential zone of a military airport or ancillary military 32 facility, as defined in A.R.S. § 28-8461. (Maps are available at 33 the state real estate department's web site.) 34 17. Notice: If the property is located within the territory in the 35 vicinity of a military airport or ancillary military facility, the 36 property is required to comply with sound attenuation standards as 37 prescribed by A.R.S. § 28-8482. (Maps are available at the state 38 real estate department's web site.) 39 18. The property \Box is \Box is not located under military restricted 40 airspace. □ unknown. (Maps are available at the state real 41 estate department's web site.) 42 This affidavit of disclosure supersedes any previously recorded 43 affidavit of disclosure.

1 I certify under penalty of perjury that the information 2 contained in this affidavit is true, complete and correct 3 according to my best belief and knowledge. Dated this <u>(date)</u> day of <u>(year)</u> by: 4 5 Seller's name (print): _____ Signature: _____ Seller's name (print): ______ Signature: _____ 6 State of Arizona) 7 8) SS. County of _____) 9 Subscribed and sworn before me this <u>(date)</u> day of 10 11 <u>(year)</u>, by _____ 12 13 Notary public 14 My commission expires: 15 (date) Buyer(s) hereby acknowledges receipt of a copy of this affidavit 16 17 of disclosure this <u>(date)</u> day of <u>(year)</u> Buyer's name (print): ______ Signature: _____ Buyer's name (print): ______ Signature: _____ 18 19 20 G. For the purposes of this section, seller and subsequent seller do 21 not include a trustee of a deed of trust who is selling property by a 22 trustee's sale pursuant to title 33, chapter 6.1 or any officer who is 23 selling property by execution sale pursuant to title 12, chapter 9 and 24 title 33, chapter 6. If the seller is a trustee of a subdivision trust as 25 defined in section 6-801, the disclosure affidavit required by this section 26 shall be provided by the beneficiary of the subdivision trust.