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REFERENCE TITLE: **Land divisions; disclosure affidavit; recording**

State of Arizona
House of Representatives
Fifty-sixth Legislature
Second Regular Session
2024

HB 2023

Introduced by
Representative Griffin

AN ACT

AMENDING SECTION 33-422, ARIZONA REVISED STATUTES, AS AMENDED BY LAWS 2019, CHAPTER 103, SECTION 1 AND CHAPTER 131, SECTION 1; REPEALING SECTION 33-422, ARIZONA REVISED STATUTES, AS AMENDED BY LAWS 2023, CHAPTER 77, SECTION 3; RELATING TO PROPERTY.

(TEXT OF BILL BEGINS ON NEXT PAGE)

1 Be it enacted by the Legislature of the State of Arizona:
2 Section 1. Section 33-422, Arizona Revised Statutes, as amended by
3 Laws 2019, chapter 103, section 1 and chapter 131, section 1, is amended
4 to read:

33-422. Land divisions; recording; disclosure affidavit

6 A. A seller of five or fewer parcels of land, other than subdivided
7 land, in an unincorporated area of a county and any subsequent seller of
8 ~~such a~~ ANY parcel THAT IS THE SUBJECT OF AN AFFIDAVIT RECORDED AS
9 PRESCRIBED BY THIS SECTION shall COMPLETE AND furnish a written affidavit
10 of disclosure to the buyer at least seven days before the transfer of the
11 property and the buyer shall acknowledge receipt of the affidavit.

12 B. The affidavit must be written in twelve-point type.

13 C. A release or waiver of a seller's liability arising out of any
14 omission or misrepresentation contained in an affidavit of disclosure is
15 not valid or binding on the buyer.

16 D. The buyer has the right to rescind the sales transaction for a
17 period of five days after the affidavit of disclosure is furnished to the
18 buyer.

19 E. ~~The seller~~ AN ESCROW AGENT FOR THE TRANSACTION WHO IS LICENSED
20 PURSUANT TO TITLE 6, CHAPTER 7 OR, IF NONE, THE SELLER shall record the
21 executed affidavit of disclosure at the same time that the deed is
22 recorded. The county recorder is not required to verify the accuracy of
23 any statement in the affidavit of disclosure. A subsequently recorded
24 affidavit supersedes any previous affidavit AND THE LICENSED ESCROW AGENT
25 FOR ANY SUBSEQUENT SELLER OF A PARCEL THAT IS THE SUBJECT OF AN AFFIDAVIT
26 RECORDED PURSUANT TO THIS SECTION OR, IF NONE, THE SUBSEQUENT SELLER SHALL
27 RECORD THE SUBSEQUENTLY EXECUTED AFFIDAVIT PRESCRIBED BY THIS SECTION. A
28 LICENSED ESCROW AGENT WHO RECORDS AN AFFIDAVIT PURSUANT TO THIS SUBSECTION
29 IS NOT LIABLE FOR ANY INACCURATE INFORMATION IN THE AFFIDAVIT, INCLUDING
30 ANY OMISSIONS OF MATERIAL FACTS.

31 F. The affidavit of disclosure shall CONTAIN ALL OF THE FOLLOWING
32 DISCLOSURES, BE COMPLETED BY THE SELLER, meet the requirements of section
33 11-480 and follow substantially the following form:

34 When recorded mail to:

Affidavit of Disclosure

Pursuant to A.R.S. § 33-422

41 I, _____ (seller(s))
42 being duly sworn, hereby make this affidavit of disclosure
43 relating to the real property situated in the unincorporated
44 area of:

1 _____, County, State of Arizona, located at:

2 _____
3 and legally described as:

4 (Legal description attached hereto as exhibit "A")
5 (property).

- 6 1. There is is not legal access to the property,
7 as defined in A.R.S. § 11-831 unknown

8 Explain: _____
9 _____

- 10 _____
11 2. There is is not physical access to the property.
12 unknown

13 Explain: _____
14 _____

- 15 _____
16 3. There is is not a statement from a licensed
17 surveyor or engineer available stating whether the property has
18 physical access that is traversable by a two-wheel drive
19 passenger motor vehicle.

- 20 4. The legal and physical access to the property is is not
21 the same.... unknown not applicable.

22 Explain: _____
23 _____

24 _____
25 *If access to the parcel is not traversable by emergency
26 vehicles, the county and emergency service providers may not
27 be held liable for any damages resulting from the inability to
28 traverse the access to provide needed services.*

- 29 5. The road(s) is/are publicly maintained privately
30 maintained not maintained not applicable. If
31 applicable, there is is not a recorded road
32 maintenance agreement.

33 *If the roads are not publicly maintained, it is the
34 responsibility of the property owner(s) to maintain the roads
35 and roads that are not improved to county standards and
36 accepted for maintenance are not the county's responsibility.*

- 37 6. A portion or all of the property is is not
38 located in a FEMA designated regulatory floodplain. If the
39 property is in a floodplain, it may be subject to floodplain
40 regulation.

- 1 7. The property is is not subject to fissures or
2 expansive soils. unknown

3 Explain: _____
4 _____
5 _____

- 6 8. The following services are currently provided to the property:
7 water sewer electric natural gas single
8 party telephone cable television services.

- 9 9. The property is is not served by a water
10 supply that requires the transportation of water to the
11 property. **IF THE PROPERTY IS SERVED BY A WATER SUPPLY THAT
12 REQUIRES THE TRANSPORTATION OF WATER TO THE PROPERTY, THE
13 SELLER SHALL DISCLOSE THE NAME AND CONTACT INFORMATION OF THE
14 WATER HAULER OR WATER HAULING COMPANY THAT IS CURRENTLY
15 PROVIDING THE TRANSPORTATION SERVICES TO THE PROPERTY AND THE
16 NAME AND LOCATION OF THE WATER SUPPLY FROM WHICH THE WATER IS
17 CURRENTLY BEING TRANSPORTED.**

18 **WATER HAULER NAME:** _____ **PHONE:** _____
19 **WATER SUPPLY:** _____ **LOCATION:** _____

- 20 10. The property is served by a private water company a
21 municipal water provider a private well a shared well
22 no well. If served by a shared well, the shared well
23 is is not a public water system, as defined by
24 the safe drinking water act (42 United States Code § 300f).

25 *Notice to buyer: If the property is served by a well, a
26 private water company or a municipal water provider the
27 Arizona department of water resources may not have made a
28 water supply determination. For more information about water
29 supply, contact the water provider.*

- 30 11. The property or the water used on the property is is not
31 the subject of a statement of claimant for the use of water in
32 a general adjudication of water rights. unknown.

33 *This is a lawsuit to determine the use of and relative
34 priority of water rights. A map of adjudicated areas is
35 available at the website of the department of water resources.*

- 36 12. The property does have does not have an on-site
37 wastewater treatment facility (i.e., standard septic or
38 alternative system to treat and dispose of wastewater).
39 unknown. If applicable: a) The property will will not
40 require installation of an on-site wastewater treatment
41 facility; b) The on-site wastewater treatment facility has
42 has not been inspected.

- 43 13. The property has been has not been subject to a
44 percolation test. unknown.

1 14. The property does have does not have one or more solar
2 energy devices that are leased owned.

3 ~~Notice to buyer: If the property contains solar energy~~
4 ~~devices, it is the responsibility of the buyer to verify the~~
5 ~~proper replacement and disposal method for the devices, as~~
6 ~~applicable. If the solar energy devices are leased, the~~
7 ~~seller or property owner shall disclose the name and contact~~
8 ~~information of the leasing company.~~

9 Leasing company name: _____ Phone: _____

10 15. THE PROPERTY DOES HAVE DOES NOT HAVE ONE OR MORE
11 BATTERY ENERGY STORAGE DEVICES THAT ARE LEASED OWNED.

12 *IF THE BATTERY ENERGY STORAGE DEVICES ARE LEASED, THE SELLER
13 SHALL DISCLOSE THE NAME AND CONTACT INFORMATION OF THE LEASING
14 COMPANY.*

15 *LEASING COMPANY NAME: _____ PHONE: _____*

16 ~~15.~~ 16. The property does does not . . . meet the
17 minimum applicable county zoning requirements of the applicable
18 zoning designation.

19 ~~16.~~ 17. The sale of the property does does not . . . meet
20 the requirements of A.R.S. § 11-831 *AND* § 32-2181 regarding
21 land divisions. If those requirements are not met, the
22 property owner may not be able to obtain a building permit. *IT*
23 *IS UNLAWFUL PURSUANT TO § 11-831, SUBSECTION F AND § 32-2181,*
24 *SUBSECTION D FOR A PERSON OR GROUP OF PERSONS TO ATTEMPT TO*
25 *AVOID THE SUBDIVISION LAWS OF THIS STATE BY ACTING IN CONCERT*
26 *TO DIVIDE A PARCEL OF LAND INTO SIX OR MORE LOTS OR*
27 *PARCELS. THE COUNTY WHERE THE LAND DIVISION OCCURRED OR THE*
28 *STATE REAL ESTATE DEPARTMENT MAY INVESTIGATE AND ENFORCE THE*
29 *PROHIBITION AGAINST ACTING IN CONCERT TO UNLAWFULLY DIVIDE A*
30 *PARCEL OF LAND INTO SIX OR MORE LOTS OR PARCELS.* The seller or
31 property owner shall disclose each of the deficiencies to the
32 buyer.

33 Explain: _____
34 _____
35 _____

36 ~~17.~~ 18. The property is is not located in the clear zone
37 of a military airport or ancillary military facility, as
38 defined in A.R.S. § 28-8461. (Maps are available at the state
39 real estate department's website.)

40 ~~18.~~ 19. The property is is not located in the high noise
41 or accident potential zone of a military airport or ancillary
42 military facility, as defined in A.R.S. § 28-8461. (Maps are
43 available at the state real estate department's website.)

- 1 19. 20. Notice: If the property is located within the territory in
2 the vicinity of a military airport or ancillary military
3 facility, the property is required to comply with sound
4 attenuation standards as prescribed by A.R.S. § 28-8482. (Maps
5 are available at the state real estate department's website.)
6 20. 21. The property is is not located under military
7 restricted airspace. unknown. (Maps are available at the
8 state real estate department's website.)
9 21. 22. The property is is not located in a military
10 electronics range as defined in A.R.S. § 9-500.28 and § 11-818.
11 unknown. (Maps are available at the state real estate
12 department's website.)
13 22. 23. Use of the property is is not limited in any way
14 relating to an encumbrance of title due to a lis pendens, a
15 court order or a state real estate department order or a
16 pending legal action. If the use of the property is limited
17 due to an encumbrance of title, the seller or property owner
18 shall disclose the limitations to the buyer.

19 Explain: _____
20 _____

- 21
22 24. SELLER IS A TRUSTEE IN A TRUSTEE'S SALE, A PERSON
23 CONDUCTING AN EXECUTION SALE OR MORTGAGE FORECLOSURE OR A
24 PERSONAL REPRESENTATIVE OF AN ESTATE AND INFORMATION IS UNKNOWN
25 TO THAT SELLER.

26 *THE BUYER SHOULD INVESTIGATE THESE UNKNOWN ITEMS.*

27 This affidavit of disclosure supersedes any previously
28 recorded affidavit of disclosure.

29 I certify under penalty of perjury that the information
30 contained in this affidavit is true, complete and correct
31 according to my best belief and knowledge.

32 Dated this _____ day of _____ by:

33 Seller's name (print): _____ Signature: _____

34 Seller's name (print): _____ Signature: _____

35 State of Arizona)

36) ss.

37 County of _____)

38 Subscribed and sworn before me this _____ day
39 of _____ (year) _____, by _____.

40 _____ Notary public

42 My commission expires:

43 _____ (date)

1 Buyer(s) hereby acknowledges receipt of a copy of this
2 affidavit of disclosure this _____ (date) day
3 of _____ (year)

4 Buyer's name (print): _____ Signature: _____

5 Buyer's name (print): _____ Signature: _____

6

7 G. IF THE SELLER IS A TRUSTEE OF A SUBDIVISION TRUST AS DEFINED IN
8 SECTION 6-801, THE BENEFICIARY OF THE SUBDIVISION TRUST SHALL PROVIDE THE
9 DISCLOSURE AFFIDAVIT REQUIRED BY THIS SECTION.

10 H. For the purposes of this section, seller and subsequent
11 seller do not include ANY OF THE FOLLOWING:

12 1. A trustee of a deed of trust who is selling property by a
13 trustee's sale pursuant to chapter 6.1 of this title. ~~or~~

14 2. Any officer who is selling property by execution sale pursuant
15 to title 12, chapter 9 and chapter 6 of this title. ~~If the seller is a
16 trustee of a subdivision trust as defined in section 6-801, the disclosure
17 affidavit required by this section shall be provided by the beneficiary of
18 the subdivision trust.~~

19 3. A PERSONAL REPRESENTATIVE ACTING ON BEHALF OF AN ESTATE THAT IS
20 SELLING THE PROPERTY.

21 Sec. 2. Repeal

22 Section 33-422, Arizona Revised Statutes, as amended by Laws 2023,
23 chapter 77, section 3, is repealed.