

CONDOMINIUM ADDENDUM TO REAL ESTATE CONDITION REPORT

1 THIS CONDOMINIUM ADDENDUM TO REAL ESTATE CONDITION REPORT (REPORT) IS AN ADDENDUM TO THE REAL ESTATE
2 CONDITION REPORT DATED _____ CONCERNING THE PROPERTY LOCATED AT
3 _____
4 _____ (STREET ADDRESS), IN THE (CITY) (VILLAGE) (TOWN) **STRIKE TWO**
5 OF _____, COUNTY OF _____, STATE OF WISCONSIN.

6 This Report is given in compliance with Wis. Stat. § 709.02(2) and is not a substitute for a professional review of the condominium
7 documents and disclosure materials.

8 I. CONDOMINIUM IDENTIFICATION and SELLER CONTACT INFORMATION

9 Name of Condominium: _____
10 Unit Number: _____
11 This Condominium was created by the recording of the condominium instruments with the Office of the Register of Deeds on
12 _____ (insert date).

13 The contact information for the (Unit Owner) (Unit Owner's agent/listing broker) **STRIKE ONE** is as follows:
14 Name: _____
15 Address: _____
16 Phone Number(s): _____
17 E-mail address (optional): _____

18 II. CONDOMINIUM ASSOCIATION INFORMATION

19 Name of the Condominium Association: _____
20 Address of the Condominium Association: _____
21 This Condominium Association is self-managed has hired or retained management **CHECK ONE** .
22 Contact Information (Association representative who can address the sale or the condominium in general):
23 Name: _____
24 Address: _____
25 Phone Number(s): _____
26 E-mail address (optional): _____

27 III. CONDOMINIUM ASSESSMENTS, FEES and CHARGES

28 The Unit Owner is responsible for the following current condominium assessments, fees, special assessments and other charges
29 (itemize) (Optional: attach a copy of the current budget for easy reference.): _____
30 _____ Have all current charges been paid? Yes No **CHECK ONE**

31 IV. EXECUTIVE SUMMARY

32 A copy of the Executive Summary is attached unless this is a small condominium electing Wis. Stat. § 703.365(8) disclosure
33 requirements. Check with the Condominium Association to be sure that it is the most current version.

34 The information in this Report is true, correct and current to the best of the Unit Owner's knowledge.
35 Unit _____ Date _____ Unit _____
36 Owner _____ Date _____ Owner _____ Date _____
37 Print Name Here ► Print Name Here ►

38 Buyer acknowledges receipt of a copy of this Report. Check if condominium disclosure materials have been received.
39 Buyer _____ Date _____ Buyer _____ Date _____
40 Print Name Here ► Print Name Here ►

41 RESIDENTIAL CONDOMINIUM CONCEPTS

42 In general terms, residential Condominiums take what otherwise might have been an apartment, townhouse or house, and permits
 43 individual sales of the separate dwelling Units. All of the dwelling Unit owners own the common areas together and collectively pay
 44 for the upkeep and other common expenses. A Condominium, however, is not like living in an apartment because the owner is
 45 usually responsible for the maintenance and repair of everything within the Unit - the property manager does not take care of it, as
 46 would be the case with a tenant. To understand Condominium ownership, an understanding of certain key concepts is needed.

47 ■ Declaration: The Declaration is a written document that creates a Condominium from one or more parcels of real estate. In the
 48 Declaration, the owner declares his or her property to now be a Condominium. The Declaration divides the property into several
 49 smaller parcels: Units, which are individually owned, and the Common Elements, which are owned in common by all of the Unit
 50 owners together. The Declaration sets out what percentage of ownership interest in the Common Elements is assigned to each
 51 Unit, and the number of votes that the owner of each Unit has in the Association.

52 ■ Declarant: The Declarant is the builder or developer who declares his or her property to be a Condominium by recording the
 53 Declaration and plat maps. The Declarant may reserve a period of "Declarant Control" that gives the Declarant time to finish
 54 construction of the Condominium project and/or to sell the Units. During this period, the Declarant exercises the powers and
 55 responsibilities of the Association through its exclusive right to appoint the directors to the Association board. As the Units are sold
 56 to purchasers, elections are held at different intervals and the Unit owners (other than the Declarant) elect an increasing number of
 57 the directors. Declarant Control lasts up to ten years in expandable Condominiums and up to three years in other Condominiums.

58 ■ Unit: A Unit is the part of the Condominium that is privately owned and used by the Unit owner. A Unit owner has exclusive
 59 ownership and possession of his or her Unit. The statutes define Unit in terms of cubicles of air, enclosed spaces located on one or
 60 more floors, and rooms. A Unit may also include structural parts of a building (walls, wood frame) or a Unit may be a whole
 61 building, a building plus the surrounding land, or just land (similar to a lot). Units may also include separate areas that are some
 62 distance apart. For example, a Unit may include a dwelling plus a storage area, patio or parking space. The boundaries of each Unit
 63 are defined in the Declaration, which may describe the perimeter walls, sometimes known as the "perimetric boundaries," the upper
 64 boundaries and the lower boundaries. Generally, everything within these boundaries will be part of the Unit. Therefore, each Unit's
 65 boundaries may impact the Unit owner's maintenance responsibilities, ability to make improvements or alterations, and insurance
 66 liability.

67 ■ Common Elements: Common Elements means everything else in the Condominium that is not a Unit. In a typical residential
 68 Condominium, the Common Elements may include the land, the exterior and common areas of buildings (entranceway, halls,
 69 elevator, meeting room, etc.), landscaping, roads, any outside parking areas, outdoor lighting, any recreational facilities (swimming
 70 pool, tennis courts, clubhouse, etc.) and all other common areas and amenities.

71 ■ Limited Common Elements: The Limited Common Elements are Common Elements that are identified in the Declaration or plat
 72 as reserved for the exclusive use of less than all of the Unit owners. Typically, a Limited Common Element will be reserved for the
 73 use of just one Unit. Basically, you don't own it individually, but you are the only one who may use it. This exclusive use, however,
 74 may be subject to restrictions stated in the Declaration, Bylaws or Condominium rules and regulations. Limited Common Elements
 75 may include features like a storage area, patio, balcony, garage parking space, or a boat slip.

76 ■ Percentage Interests: Every Unit owner shares in the ownership of the Common Elements with the other owners. Each Unit is
 77 allotted a portion of this ownership interest called the Percentage Interests. The Percentage Interests are stated in the Declaration
 78 and come automatically with the ownership of a Unit. The Percentage Interests often determine the share of common expenses that
 79 the Unit owner must pay for the repair and maintenance of the Common Elements and for the operation of the Association.
 80 Percentage Interests may be an equal percentage for all Units, in proportion to the square footage of the Units, based upon the
 81 location or value of the Units, or based upon some other formula stated in the Declaration.

82 ■ Association: The Association is the entity that the Unit owners use to act together as a group to manage and maintain the
 83 Condominium property and finances. This group will be either a nonstock, nonprofit corporation or an unincorporated Association.
 84 Every Unit owner is automatically a member of the Association and votes for the Association directors who, on behalf of the
 85 Association, manage and maintain the Common Elements, adopt budgets and set the amount of the fees or assessments paid by
 86 the Unit owners for the Association's common expenses. The Association directors typically are responsible for the maintenance of
 87 the Condominium property, including lawn and garden care, snow removal, painting, roofs, and amenities such as swimming pools
 88 and tennis courts. They are responsible for collecting assessment fees, maintaining books and records, overseeing reserve funds,
 89 preparing financial reports, and filing tax returns. The board of directors is responsible for enforcing the rules and providing
 90 disclosure materials for Unit sales. Some or all of these functions may be delegated to a Condominium manager or other
 91 professionals such as accountants.

92 ■ Assessment Fees: The Association sets a budget for all of the Condominium expenses and divides those expenses among the
 93 Unit owners. These fees are called "common assessments" or "condo maintenance fees" and typically are paid monthly. The
 94 Association may also create reserves for future maintenance and repairs.

Residential Condominium Concepts was developed and distributed by the Wisconsin REALTORS® Association (2005).

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