

PROPERTY MANAGEMENT AGREEMENT

Document updated:
August 2010



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1. PARTIES

1. Owner: _____
 2. Broker: R&C Real Estate Inv. LLC acting through Rose McKinney
FIRM NAME SALESPERSON

2. EMPLOYMENT

3. Owner employs and appoints Broker as Owner's sole and exclusive agent to lease, operate and manage the Property located at:
4. Property Address: _____
5. City: _____ County: _____ AZ Zip: _____
6. Legal description: _____ ("Property"), and any personal property
7. thereon as set forth on the attached addendum or _____, upon the following terms.
8. **Addenda Incorporated:** The following addenda are attached hereto and incorporated herein by reference:
9. See Addendum "A"
10. _____
11. **Term:** This Agreement shall commence on the _____ day of _____, _____ ("Commencement
12. Date") and shall end on the _____ day of _____, _____ ("Termination Date"). This Agreement
13. shall renew automatically for a period of Five days months years unless otherwise cancelled or terminated
14. as provided for herein. Broker shall send Owner a reminder notice at least thirty (30) days prior to the renewal date.
15. This Agreement shall be immediately and automatically terminated by: (i) the sale, transfer or other disposition of legal and beneficial
16. title to the Property, except for a transfer of the Property to a trust or other legal entity controlled solely by Owner; (ii) condemnation
17. of the Property or (iii) complete destruction of the Property.
18. **Cancellation:** Either party may cancel this Agreement upon thirty (30) days notice or 5 day written notice.
19. If Owner cancels this Agreement prior to the Termination Date or any extension thereof, Owner shall pay Broker an early
20. cancellation fee of 6 mo. mgt fees (if mgt agreement terminated during the 1st 6 months).
21. Broker may cancel this Agreement immediately by notice to Owner in the event that: (i) a notice of trustee's sale or judicial
22. foreclosure is recorded against the Property; (ii) Owner fails or refuses to comply with any rule, order, determination, code, ordinance
23. or law of any governmental authority; (iii) Owner refuses to correct a hazardous condition on the Property.
24. Either party may cancel this Agreement immediately by notice to the other party in the event a petition in bankruptcy is filed by or
25. against either Owner or Broker, or in the event that either makes an assignment for the benefit of creditors or takes advantage of any
26. insolvency act.
27. Upon cancellation of this Agreement, Owner shall assume all contractual obligations and payment of all outstanding amounts due
28. pertaining to the Property or arising from this Agreement. Broker may withhold funds as permitted by law to pay any amounts due,
29. expenses previously incurred but not yet invoiced, and to close accounts. Broker shall deliver to Owner the balance of any monies
30. due Owner, held by Broker, as well as a final accounting reflecting the balance of income and expenses as required by law.
31. **Tenant Deposits Upon Termination/Cancellation:** If this Agreement is terminated or cancelled for any reason other than trustee's
32. sale, judicial foreclosure or other forfeiture by Owner, any refundable tenant deposits will be forwarded to the Owner after notice has
33. been given to the tenant as required by law. If this Agreement is terminated due to trustee's sale, judicial foreclosure or other
34. forfeiture by Owner, any refundable tenant deposits due tenant shall be released to the tenant.

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Initials>

OWNER	OWNER



3. BROKER RESPONSIBILITIES

- 35. Management and Leasing: Broker shall use its best efforts to:
36. (i) Manage, supervise the maintenance of, and operate the Property.
37. (ii) Lease or rent the Property, including negotiating for and entering into leases on behalf of Owner, for terms not in excess of:
38. one days month(s) year(s) and rent in the amount of \$ or as otherwise agreed
39. upon or accepted by Owner;
40. (iii) Collect rents, deposits, and other fees.
41. Marketing: Broker may advertise the Property for lease and place signs on the Property if permitted by the applicable rules and
42. regulations or governing homeowners' association. Owner does does not authorize Broker to install and use a lockbox on the
43. Property containing the key to the Property. Owner acknowledges that a lockbox will permit access to the Property by other brokers,
44. with or without potential tenants. Owner further acknowledges that, from time to time, unauthorized persons may have gained access
45. to properties using lockboxes, and Broker is not insuring Owner or any occupant against theft, loss or vandalism resulting from any
46. access. Owner agrees that the Property will not be advertised through MLS unless Owner executes and delivers to Broker a
47. separate written agreement for listing the Property in the MLS.

(OWNER'S INITIALS REQUIRED) OWNER OWNER

- 49. Tenant Performance: Broker shall make reasonable efforts to screen potential tenant(s) and to collect rents, but does not guarantee
50. future performance of tenant(s) and is not obligated to refund to Owner any compensation or commissions in the event of tenant breach.
51. Repair and Maintenance: Broker shall assist Owner in the employment and supervision of all labor and contractors required for the
52. repair and maintenance of the Property at Owner's expense. All labor and contractors shall be deemed sub-contractors of the Owner
53. and not the Broker unless otherwise agreed in writing, and Broker shall not be liable or responsible for their acts, defaults or
54. negligence. Owner shall approve all expenditures in excess of \$ 250.00 for any one item, including repairs to be paid
55. by deductions from tenant's deposits, except that no Owner approval shall be required for recurring operating expenses or
56. emergency repairs if in the sole discretion of the Broker such repairs are necessary to protect the Property from damage or to
57. maintain services to the tenant as required by the lease(s).
58. Property Management Trust Account: Broker shall deposit all Property rents, miscellaneous income, tenant security deposits and
59. Owner's reserve funds into Broker Property Management Trust Account(s) ("PMTA"), which shall be maintained as required by law.
60. The PMTA may earn interest, which shall be paid to Broker as additional compensation for Broker's services.
61. Disbursements: Broker shall disburse to Owner by the 20-30 day of the month or the first business day thereafter, rent and
62. other funds due and collected, after deducting all fees, bills or other amounts due, Broker compensation, commissions, and other
63. operating expenses and funds required to maintain the reserve account. Broker shall not disburse tenant's refundable security
64. deposits, prepaid rent or other prepaid funds to Owner until earned, unless instructed otherwise by Owner.
65. Accounting Report: Broker shall issue Owner a report with an accounting of all funds collected and/or disbursed on the Owner's
66. behalf, including the balance of the tenant security deposits
67. monthly quarterly annually other Monthly by e-mail or as otherwise required by law.
68. Tax Reporting: Broker shall report Owner income as required by law and issue Owner an IRS 1099 Miscellaneous Income form for
69. all funds received for tax purposes. Owner agrees to complete a W-9 or other applicable income reporting form with an accurate
70. Social Security Number or Tax Identification Number and address, in addition to any other requested information or required tax
71. reporting form, and to notify Broker if changes require the information to be updated.
72. Personal Information: Broker shall comply with all applicable laws concerning the retention and disclosure of personal and financial
73. information obtained from both Owner and tenant.

4. OWNER REPRESENTATIONS AND RESPONSIBILITIES

- 74. Owner Representation: Owner represents that (i) Owner has the legal authority to lease the Property, (ii) no other real estate broker
75. represents Owner in connection with the Property; (iii) there is no pending or anticipated sale, exchange, transfer, foreclosure,
76. bankruptcy or other proceeding that could affect the ability to lease the Property. Owner shall immediately notify Broker of any
77. changes in these representations.
78. Disclosure: Owner shall disclose in writing all material (important) facts regarding the Property to Broker, including all physical,
79. environmental, and other conditions that affect the Property and any violations of applicable building, zoning, fire, health, and safety
80. codes. Owner shall immediately notify Broker of any changes in the disclosures made herein or otherwise. Owner acknowledges that
81. the failure to make legally required disclosures may result in civil liability.

(OWNER'S INITIALS REQUIRED) OWNER OWNER

Initials>

Table with 2 columns: OWNER, OWNER



- 83. **Lead-Based Paint:** Owner shall comply with all lead-based paint laws. If the Property was built prior to 1978, Owner shall notify Broker of any
- 84. known lead-based paint ("LBP") or LBP hazards in the Property and provide Broker with any LBP risk assessments or inspections of the Property.
- 85. Further, Owner shall use EPA Lead-Safe certified contractors to perform renovation, repair or painting projects that disturb lead-based paint.
- 86. **Swimming Pool Barrier Regulations:** Owner, at Owner's expense, shall comply with all applicable state, county, and municipal
- 87. swimming pool barrier laws or regulations prior to the Property being occupied.
- 88. **Documentation:** Owner shall provide to Broker copies of all relevant documents pertaining to the Property, including but not limited
- 89. to, covenants, conditions, and restrictions (CC&Rs), homeowners association governing documents, service contracts, leases/rental
- 90. agreements, notices of pending special assessments, association fees, claims or litigation, personal property lists and any other
- 91. agreements, documents, studies, or reports relating to the Property.
- 92. **Responsibility to Tenant:** Owner shall fulfill all Owners' obligations to tenant pursuant to the lease/rental agreement and as
- 93. required by law.
- 94. **Authorized Access:** Owner shall not visit Property or contact tenant without five (5) business days or _____ business days prior
- 95. notice to Broker to allow Broker sufficient time to provide tenant with any legally required notice. Owner shall not enter the property
- 96. unless accompanied by the Broker.
- 97. **Inquiries/Negotiations:** Owner shall refer all inquiries regarding the Property, including inquires regarding lease or lease renewals,
- 98. to Broker and all negotiations regarding the Property shall be conducted solely by or under the direction of Broker.
- 99. **Sale or Transfer of Property:** In the event Owner decides to sell, exchange or transfer the Property, Owner shall notify Broker immediately.
- 100. **Foreclosure:** Owner shall pay all loan obligations, property taxes, association fees and any other obligations which could lead to a
- 101. foreclosure action. Owner shall notify Broker and tenant within ten (10) days after receipt of notice of any trustee's sale or judicial
- 102. foreclosure related to the Property, or as otherwise prescribed by law.
- 103. **Broker's Employees:** Owner shall not hire or contract with any employee of Broker to do any work or perform any service related to
- 104. the Property without Broker's written consent.
- 105. **Registration, Licensure and Tax:** Owner, at Owner's expense, shall register the Property with the County Assessor and, if residing
- 106. out-of-state, designate a statutory agent who lives in Arizona to accept legal service on behalf of Owner. Owner agrees to purchase
- 107. any business license or other license required by the applicable governmental authority and pay any fees or taxes when due.
- 108. **Operating Reserve Account:** Owner shall maintain a reserve account operating balance of \$ 250.00 in the PMTA to meet
- 109. obligations in the event of a shortage of current rental income or emergencies. Broker, in Broker's sole discretion, may, but shall not
- 110. be obligated to, advance Broker funds on behalf of Owner to keep Owner's account open or to avoid charges for an insufficient
- 111. minimum balance. Owner shall reimburse Broker for all advanced funds, interest or fees upon demand and remit any funds to Broker
- 112. necessary to maintain reserve account at the agreed upon amount.
- 113. **Insurance:** Owner, at Owner's sole expense, shall maintain adequate Property insurance, public liability insurance and any other
- 114. necessary insurance on the Property, in an adequate amount to protect the interests of Owner and Broker. Owner shall name Broker
- 115. as co-insured on all insurance policies covering the Property and provide Broker with Certificates of Insurance or copies of the
- 116. policies. Such insurance shall remain in full force and effect during the term of this Agreement and any renewals thereof.
- 117. **Legal and Tax Advice:** Owner recognizes, acknowledges, and agrees that Broker is not qualified or licensed to provide legal or tax
- 118. advice. Only an attorney is qualified to represent the Owner in court. Owner shall consult with an attorney, professional tax
- 119. consultant, or other qualified licensed professional to advise Owner with respect to legal or tax issues.
- 120. **Release of Claims:** Owner hereby expressly releases, holds harmless and indemnifies Broker from any and all claims liability,
- 121. damages or legal actions arising from the management of the Property, including liability from any injury suffered by an employee or
- 122. other person on the Property, liability in connection with any trustee's sale or judicial foreclosure of the Property or in connection with
- 123. prior management of the property and/or any deposits not released to the Broker. Owner agrees to promptly and diligently defend, at
- 124. Owner's sole expense, any claim, legal action or other proceeding brought against the Broker arising from the management of the
- 125. Property, except in the case of Broker's willful misconduct and/or gross negligence. Owner agrees to reimburse Broker for any
- 126. monies which the Broker expends in connection with, or in defense of, any claim, civil or criminal action proceeding, charge or
- 127. prosecution made, instituted, or maintained against Broker, or Owner and Broker jointly or severally.

(OWNER'S INITIALS REQUIRED) _____ OWNER _____ OWNER

OWNER	OWNER



5. COMPENSATION

- 129. Owner agrees to compensate Broker for services rendered as set forth below.
- 130. **Management Fees:** Management fee(s) will be charged each month during the term of this Agreement regardless of whether or not
- 131. the Property is occupied by a tenant, as follows:
 - 132. Owner agrees to pay Broker a management fee of 12% when the
 - 133. Property is leased to a tenant.
 - 134. Owner agrees to pay Broker a management fee of -0- when the
 - 135. Property is vacant.
 - 136. Owner agrees to pay Broker Normal mangement does not include restoration and/or upgrade
 - 137. projects, these services will be charged at 10% of total costs of project.
 - 138. _____
 - 139. _____
 - 140. _____
 - 141. Management fees shall not be charged on sales tax.
 - 142. **Leasing Commission:** Owner agrees to pay Broker a commission of \$200 if Broker produces a
 - 143. ready, willing and able tenant, or if a rental of the Property is made by Owner or through any other broker, or otherwise, during the
 - 144. term of this Agreement for services rendered. Owner agrees to pay a commission of \$75.00 for
 - 145. any holdovers or rental renewal, regardless of whether or not this Agreement has expired.
 - 146. **Sales Commission:** Owner agrees to pay Broker a commission of 3% - 6% mls if during the term of
 - 147. any lease of the Property, including any renewals or holdovers, or within 90 days after lease termination, any tenant or
 - 148. tenant's heirs, executors or assigns enter into an agreement with Owner to purchase the Property.
 - 149. **Miscellaneous Owner Fees:** Owner agrees to pay Broker the following fees for additional services:
 - 150. Initial clean up /Property preparation fee: \$ T&D
 - 151. Set up fee: \$ 200 (if canceled in 1st 6 months)
 - 152. Marketing and Advertising fee: \$ 200.00
 - 153. Insurance coordination fee: \$ See line 157
 - 154. Document duplication fee: \$ _____
 - 155. Re-key fee: \$ 59.00- 79.00
 - 156. Statutory agent fee: \$ 10.00
 - 157. Other: LINE 153:10% WILL BE PAID BY THE INSURANCE COMPANY TO R&C FOR MANAGING ANY
 - 158. LOSS CLAIM.
 - 159. _____
 - 160. Other professional service fees shall be established by separate written agreement.
 - 161. Broker does does not charge for in-house services. (Explain) R&C does not add a handling charge to
 - 162. vendor invoices
 - 163. **Miscellaneous Tenant/Third Party Fees:** Owner agrees that Broker may charge the tenant the following fees, which Broker shall
 - 164. retain as additional compensation for services:
 - 165. Application fee: \$ 75.00
 - 166. Not Sufficient Funds (returned check) fee: \$ 50.00
 - 167. Service of notice fee: \$ 40.00
 - 168. Late fee: \$ 10.00 per day
 - 169. Other: R&C Real Estate collects Utility fees and carpet cleaning fees from tenant.
 - 170. COMMISSIONS PAYABLE FOR THE SALE, LEASING, OR MANAGEMENT OF PROPERTY ARE NOT SET BY ANY BOARD OR
 - 171. ASSOCIATION OF REALTORS®, OR MULTIPLE LISTING SERVICE, OR IN ANY MANNER OTHER THAN BETWEEN THE
 - 172. BROKER AND OWNER.

Initials>

OWNER	OWNER



6. REMEDIES

- 173. **Alternative Dispute Resolution:** Owner and Broker agree to mediate any dispute or claim arising out of or relating to this
- 174. Agreement. All mediation costs shall be paid equally by the parties. In the event that mediation does not resolve all disputes or
- 175. claims, the unresolved disputes or claims shall be submitted for binding arbitration. In such event, the parties shall agree upon an
- 176. arbitrator and cooperate in the scheduling of an arbitration hearing. If the parties are unable to agree on an arbitrator, the dispute
- 177. shall be submitted to the American Arbitration Association ("AAA") in accordance with the AAA Arbitration Rules for the Real Estate
- 178. Industry. The decision of the arbitrator shall be final and nonappealable. Judgment on the award rendered by the arbitrator may be
- 179. entered in any court of competent jurisdiction. Notwithstanding the foregoing, either party may opt out of binding arbitration within
- 180. thirty (30) days after the conclusion of the mediation conference by notice to the other and in such event either party shall have the
- 181. right to resort to court action.
- 182. **Attorney Fees and Costs:** The prevailing party in any dispute or claim arising out of or relating to this Agreement shall be awarded
- 183. their reasonable attorney fees and costs. Costs shall include, without limitation: attorney fees, expert witness fees, fees paid to
- 184. investigators, and arbitration costs.

7. ADDITIONAL TERMS AND CONDITIONS

- 185. Owner understand that in order to not overdraw their account the Department of Real
- 186. Estate required that all checks clear the bank before disbursement to the Owner.
- 187. Owner understand that the home will be listed as a NON SMOKING Home, Medical
- 188. Marijuana will NOT be accepted.
- 189. _____
- 190. Owner will provide copies of legal ownership of property if LLC, Trust, Corp. etc.
- 191. _____
- 192. _____
- 193. _____
- 194. _____
- 195. _____
- 196. _____
- 197. _____
- 198. _____
- 199. _____
- 200. _____
- 201. _____
- 202. _____
- 203. _____

- 204. **Equal Housing Opportunity:** Broker and Owner shall comply with all federal, state and local fair housing laws and regulations.
- 205. **Assignment:** Neither Broker nor Owner may assign any rights or obligations pursuant to this Agreement without the prior
- 206. consent of the other, and any attempted assignment without consent shall be void and of no effect.
- 207. **Other Owners:** Owner acknowledges and agrees that Broker may now or in the future represent other owners and tenants of
- 208. other similar properties.
- 209. **Arizona Law:** This Agreement shall be governed by Arizona law and jurisdiction is exclusively conferred on the State of Arizona.
- 210. **Notices/Statements/Reports:** Unless otherwise provided, delivery of all notices, statements, reports, and disbursements ("Notice")
- 211. required or permitted hereunder shall be in writing addressed to Owner or Broker as indicated in Sections 8 and 9 and deemed
- 212. delivered and received when: (i) hand-delivered; (ii) sent via facsimile transmission; (iii) sent via electronic mail, if email addresses
- 213. are provided herein; (iv) sent by recognized overnight courier service, or (v) sent by U.S. mail, in which case the Notice shall be
- 214. deemed received when actually received or five (5) days after the notice is mailed, whichever occurs first.

Initials>

OWNER	OWNER



- 215. **Days:** All references to days shall be deemed to be calendar days unless otherwise provided.
- 216. **Entire Agreement:** This Agreement and any addenda and attachments shall constitute the entire Property Management Agreement
- 217. between Owner and Broker, shall supersede any other written or oral agreements, and can be modified only by a writing signed by
- 218. Owner and Broker. Invalidity or unenforceability of one or more provisions of this Agreement shall not affect any other provisions of
- 219. this Agreement. The failure to initial any page of this Agreement shall not affect its validity or terms.

220. The undersigned agree to the terms and conditions set forth herein.

8. OWNER

221. _____ MO/DA/YR _____ MO/DA/YR
 ^ OWNER'S/AUTHORIZED REPRESENTATIVE'S SIGNATURE ^ OWNER'S/AUTHORIZED REPRESENTATIVE'S SIGNATURE

222. _____
 OWNER'S/AUTHORIZED REPRESENTATIVE'S PRINTED NAME OWNER'S/AUTHORIZED REPRESENTATIVE'S PRINTED NAME

223. _____
 ADDRESS ADDRESS

224. _____
 CITY STATE ZIP CODE CITY STATE ZIP CODE

225. _____
 TELEPHONE FAX TELEPHONE FAX

226. _____
 EMAIL EMAIL

227. _____
 EMERGENCY CONTACT AUTHORIZED TO ACT ON OWNER'S BEHALF TELEPHONE EMAIL

9. BROKER

228. _____ MO/DA/YR _____ MO/DA/YR
 ^ BROKER SIGNATURE ^ SALESPERSON'S SIGNATURE

229. Rose McKinney _____
 PRINT SALESPERSON'S NAME AGENT CODE MO/DA/YR

230. R&C Real Estate Inv. LLC _____
 PRINT SALESPERSON'S NAME FIRM CODE

231. P.O. Box 1909 _____ Gilbert _____ AZ _____ 85299 _____
 ADDRESS CITY STATE ZIP CODE

232. (480) 820-5201 _____ (480) 654-1688 _____
 TELEPHONE FAX

233. rose@rcpmaz.com _____
 EMAIL

For Broker Use Only:
 Brokerage File/Log No. _____ Manager's Initials _____ Broker's Initials _____ Date _____

Initials>

OWNER	OWNER



Property Management Agreement
Addendum "A"

RENTAL PROPERTY INSURANCE:

Owner's insurance company is: _____

Policy # _____

Agent Name: _____

Phone: _____

Owner will carry at least 1-million liability policy (umbrella policy). If the home is vacant for more than 30 days, Owner shall notify the insurance company listed above the vacancy insure that the home remains covered at all time. CONDO/ Townhome structural policy, Owner is aware that many of the HOA for condo/townhomes have changed the insurance they provide to a very high deductible. Owner will have their insurance agent confirm the policy that the HOA provides and provide adequate insurance to cover this deductible.

HOME WARRANTY:

If the home is covered by a Home Warranty company every effort will be made to have covered repairs done through this company. If the warranty company cannot meet a reasonable time frame with regard to a Health & Safety, R&C Real Estate Investments LLC reserves the right to procure another vendor that can meet this "reasonable" time frame. Owner will bear cost of such repairs. Owner is responsible to renew or purchase of home warranty coverage and will notify R&C Real Estate of such.

Home Warranty Company: _____

Policy: _____ Phone: _____

Per lines 51-57: Exception to the management agreement shall be Emergency Health and Safety issues that are covered by landlord tenant law. In the event of such emergencies, Owner authorized the management company to complete the repairs over \$250 without owner approval. i.e.; heat and cooling, water heaters, electrical etc.

HOME OWNER ASSOCIATION (HOA):

Owner shall provide Agent with the name of the Home Owners Association for each property that is managed. Owner understands that Agent will request HOA Management Company to send copies of all notice of fines and violation to Agent. Owner is responsible for paying the HOA fees unless direction is given to Agent to pay from rents collection. Agent shall not be responsible for unpaid HOA dues not collected from tenant in rents. Owner understands they will be required to pay the HOA fee if no rent is collected from the tenant. Owner is responsible for all HOA set up fees that may be required. Owner will be required to pay for any HOA violations, and reimbursement will be from the tenant, if not paid by tenant during tenancy, violation fee will be taken from security deposit.

HOA Management Company: _____

Address: _____

Phone: _____

Emergency:

Persons listed below are to be contacted on behalf of the Owner in their absence. The owner hereby appoints this person to accept termination of property management agreement if served by Agent.

Name: _____

Address: _____ City: _____ state: _____ zip: _____

Foreclosure: Line 100 of Management Agreement shall also include:

Although the owner may consider foreclosure or short sale personal business, it is a material fact that the tenant has the right to know. Owner will contact R&C Real Estate immediately if they are considering either action.

Should Broker be notified in any manner that foreclosure action has been initiated against the subject property, Owner authorized Broker to freeze all funds related to that property and Broker will make no further disbursement to owner.

Owner has 30 days to cure the default that initiated the foreclosure action. Should Owner fail to cure the default, Owner authorizes Broker to refund the security deposit to the tenant, allow them to terminate their tenancy.

Owner also allows R&C Real Estate to deduct from any Owner's funds on hand with Broker all amounts due to Broker or Tenant including, but not limited to, any refund to Tenant of prorated rent or expenses and all of the management fees that would be due to Broker through the end of the original lease term. Owner and Broker agree that nothing in this paragraph shall limit Broker's other legal remedies to collect from Owner any unpaid fees to Broker. Owner also understands that on case of Short Sale or Foreclosure the tenant may give a written notice to vacate and terminate their lease and move due to the uncertainty of their tenancy, after inspection security deposit will be returned to the tenant.

Management reserves the right to terminate this management agreement with the Owner immediately by certified mail to the last known address of the Owner.

Home Condition:

The following items may need to be addressed in the leasing of your home. If the items below are not completed, Owner will be charged to provide/complete these items to the tenant and management company.

1. Home must be clean
 - a. Carpet needs to be cleaned and leasable condition
 - b. Walls and paint need to be cleaned and leasable condition
 - c. Windows need to be cleaned
2. Garage and yard need to be clean and maintained
3. Sprinklers need to be working
4. Pool-Fenced-gates need to be auto closing – nothing against fence
5. Pool NOT fenced- We recommend that all pools are fenced
 - a. Windows must be secure – locks installed
 - b. If tenant has a minor under the age of 6, a fence will be required
 - c. Doors need to be auto closing – double knobs to open
 - d. Windows need to have screens & thumb turn locks
6. Pool Needs to be in clean condition and running
7. Pool Equipment to maintain pool need to be available, if Owner does not want to repair and maintain a pool vac, then one should not be provided
8. Owner WILL provide chemical pool service to the home. Tenant will maintain on a daily basis.
9. Tenant will receive operating instruction from Pool company at Owner cost or to provided by Owner in writing
10. Electrical, all plugs and electrical must be in working order
11. Health & Safety issue need to be address and brought to city building code.
12. Keys- Sufficient keys will be supplied for leasing –All rekeying will be paid for by Owner- it is advised that Owner rekey between tenants. If tenants request Owner will comply.
 - a. House Keys
 - b. Pool Keys
 - c. Mail Box Keys
 - d. Mail box number
 - e. Garage door openers if applicable
 - f. Entry gate controller
 - g. No key dead bolts are allowed, must be changed to "thumb turn" (fire safety)
13. R/O Water filters must be changed and clean filters installed on a cycle by a regular cycle by the Owner – This is not a tenant responsibility or a tenant cost. Owner may have the R/O System removed before Tenant takes possession or house is put up for lease.
14. Owners understand that Tree maintenance IS NOT the responsibility of the tenant. Owner is responsible for the trimming of over grown trees and will be required to trim HOA requirements.
15. Owner WILL _____ (or) WILL NOT _____ provide yard maintenance for the home.
16. Owner understands that Tree maintenance on occasion the employment of subcontractors may be of a familiar nature.
17. Pet Policy: The owner WILL _____ or WILL NOT _____ allow dogs/cats with additional deposits. A deposit of \$200 will be collected from tenant when lease is written; exception will be assistive animals with the correct paperwork. Lb _____ Type _____
18. Smoking Policy: Smoking will not be allowed in the home.
19. Owner understands that if the home is RED tagged by or is concerning Health & Safety from any utility company, a licensed contractor may be required to complete the repairs to city/state/country codes.
 - a. Owner understands that items that break must be repaired if health and safety or required by law, tenant is only charged if abuse or neglect is proven by vendor.
20. Owner understands that pest control is normally maintained by the tenant, exception to that would be dangerous pets, i.e. Bee swarms scorpion, snakes, black widows, etc. in that event that would be a Owner charge or possible monthly service will be required for the home.
 - a. Bed bugs: Owner is aware that in July 2011 a new law concerning bed bugs has passed in AZ.
21. FOR clarification- Owner disbursement cannot be processed until after check has cleared the bank normally 10 business days after tenant has paid and checks are deposited into the bank.
22. Owner is aware that a home built before 1978, Lead Base Paint law applies to the home, for repairs or painting.

Marketing Amount to Start \$ _____ Amount rent minimum \$ _____

(If adjustments need to be made, Owner will be noticed and approved price changes by e-mail.

MLS entry required a Listing agreement be signed by the Owner; MLS agent will be paid a fee of \$200 if they provide an acceptable tenant.

Owner signature represents that this is a legal part of the management agreement and is hereby attached to property management agreement

BY: _____ Legal Owner Date: _____

BY: _____ Legal Owner Date: _____

R&C Real Estate: _____

Date: _____ Broker: _____ Date: _____

AGENT: R&C Real Estate Investments LLC.
P.O. Box 1909
Gilbert, AZ 85299
4890-820-5201