

The Premier Broker for Senior Housing and Healthcare Facilities

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Value Add Lease/Purchase Opportunity



ABBE HALL 80 Bed Assisted Living Facility (56 Existing and 24 New Construction)

109-113 West Fourth Street Historic South Bethlehem Northampton County, Pennsylvania Projected Net Income \$1,093,753

Exclusive Offering...\$3,490,000

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Executive Summary

ABBE HALL is an 80 bed assisted living center at 109-113 West Fourth Street in the South Bethlehem neighborhood of the City of Bethlehem, Northampton County, Pennsylvania. Phase One of this project, a 56 bed portion, opened on or about August 1, 2007, Phase Two, a 24 bed annex, will open on or about October 1, 2015 or earlier. The original 21,124 square foot building was constructed as an urban hospital and clinic in the late 1940's. The building meets or exceeds all building requirements for senior care. The project offers secure and adjacent exterior courtyard, off-street parking and other necessary utility space for deliveries.

Utilizing a new paradigm for senior care **ABBE HALL** represents a shift in the current industry model. As younger adults and families moved away from urban areas into suburban locations the builders of retirement centers followed pattern. Most new assisted living facilities have been constructed in suburban locations, away from urban settings that include churches, shopping and cultural events. In most cases, the residents become dependent on the facility to provide transportation to events and activities of daily living. The owners of **ABBE HALL** analyzed the needs of those who seek assisted living and found that the individuals wanted freedom, access to their original communities, availability of services on their schedules and the right to choose when and where to go. To achieve this, a new paradigm was developed to address the needs of older adults, who remain active but seek the security and services of an assisted living facility. South Bethlehem was selected due to the resurgence of this urban community, the historic residential nature, the access to cultural, educational and lifestyle events and the socio-economic structure of the community.

Bethlehem is a city in eastern Pennsylvania. It lies in Northampton and Lehigh counties. Bethlehem borders the cities of Allentown and Easton and is part of the greater Lehigh Valley community. It has an estimated population of around seventy thousand. South Bethlehem, a distinct neighborhood, sits on the south side of the Lehigh River and is in Northampton County. South Bethlehem had been home for Bethlehem Steel and is home for Lehigh University. The South Bethlehem community is currently undergoing a strong resurgence, with significant effort towards preservation of the historic nature of the community.

ABBE HALL will take advantage of a revitalized urban community to encourage families to stay close. Fourth Street in South Bethlehem is a major avenue and offers a myriad of options for the residents of **ABBE HALL**. The cultural and athletic centers of Lehigh University are nearby, as are Northampton Senior Services, Bethlehem Public Library, shops, stores and restaurants. The availability of a heightened socialization pattern will enhance the resident's quality of life and allow them to feel less isolated. A significant factor was the number of churches in the community, which allows residents to stay active in the community they feel most comfortable.

Mission

The mission of ABBE HALL is to provide high quality assisted living in a safe and secure urban setting.

Objectives

The objectives of the ABBE HALL are:

- 1. To create economies of scale, without diminishing the marketing advantage of a care center that offers personalized services in a premier setting.
- 2. To provide 80 assisted living beds
- 3. To offer an exterior, secure courtyard for resident use that encourages outdoor activity, yet provides security.
- 4. To create a more unified exterior physical appearance, helping to promote the historic nature of the community and maintain the architectural value

Services

ABBE HALL provides personal care services in an assisted living environment. In addition to their room, the residents receive three meals, snacks, organized activities, health and medication supervision, housekeeping and laundry services. There is staff on duty 24 hours a day.

Floor	Total Beds	High Care	Small	Private	Semi-Private	Triple
		Private	Private			
1 st FL	18	2	1	-	14	-
2 nd FL	31	-	2	5	18	4
3 rd FL	31	-	1	3	22	-
Total	80	2	4	8	54	4

BED AND ROOM ALLOCATION

ABBE HALL provides excellent accommodations in a revitalized urban setting, with excellent access for families and visitors. Meals and snacks are provided from the central kitchen. The facility anticipates an activity director to organize and present therapeutic and recreational activities. There are highly trained residential assistance staff around the clock to provide assistance with bathing, hair care, clothing, and other activities of daily living. A professional nurse will be on duty each day to provide medical assistance, nursing follow-up, and medication distribution.

		Private	Semi-Private	Multiple Bed
Alexandria Manor (3 Facilities) 317 Bede	\$3,395	\$2,495	N/A
			. ,	
Atria	150 Beds	\$3,400	N/A	N/A
Country Meadows	442 Beds	\$5,890	\$3,372	N/A
Kirkland Village	64 Beds	\$3,380	\$2,900	N/A
Moravian Hall Square	106 Beds	\$4,929	\$4,185	N/A
Moravian Village	60 Beds	\$3,900	\$3,100	N/A
Northampton Village	63 Beds	\$3,410	\$2,325	\$2,200
Sacred Heart at Saucon Creek	120 Beds	\$3,900	\$2,940	\$2,250
Sacred Heart Senior Living	100 Beds	\$3,900	\$2,700	N/A
Saucon Valley Manor	142 Beds	\$3,255	\$2,400	N/A
The Village at Sullivan Trail	60 Beds	\$3,360	\$2,460	\$2,200
AREA WEIGHTED AVERA	GE	\$3,884	\$2,888	\$2,217
ABBE HALL	80 Beds	\$2,500	\$1,950	\$1,250

Competitive Comparison

(Rates are averages of the bed rates within a specific category, i.e. all private rooms)

Market Analysis Summary

The market for assisted living service in Bethlehem is growing substantially. Most of the growth has followed a pattern that leads developers to select suburban locations due to the availability of land. There have been few developed in the core city area. The growth in need has been staggering and the continued growth, as baby boomers age, is geometric. The over 65 cohort in the city of Bethlehem is 17.9%, which is significantly larger than the county and state.

This is a common trend in cities, as younger families move to the suburbs, but older adults stay in their communities, where they have ties to their churches and civic groups. The additional beds created by the expansion will only provide availability to an expanding population base.

Industry Analysis

The assisted living industry is the fastest growing segment of the senior care industry. Currently outpacing the growth of nursing homes, assisted living provides alternatives to seniors who need assistance but do not need the high cost of professional nursing around the clock. Pennsylvania has had a smaller growth in assisted living because of the very limited state level assistance program. In states where the state assistance has been more generous there has been a greater level of growth. This situation actually presents opportunity. First, there has been limited growth in assisted living facilities, particularly in the Bethlehem area. The lack of growth has allowed the demand for services to exceed availability. This is evidenced in the high occupancy at all existing facilities. Second, the State of Pennsylvania is currently looking at increasing the state assistance program. If this occurs then additional seniors will consider assisted living and, thereby, increase demand even further.

Strategy and Implementation Summary

The strategy for **ABBE HALL** is to provide a high quality, all inclusive service, priced to meet the needs of those of modest means.

- 1. **ABBE HALL** is a comfortable place in a culturally active urban setting that was established to serve the average citizen. This initial concept is critical to the overall perception, which the facility will carry for years.
- 2. Provide <u>ALL</u> services within the stated daily rates. The basic rate with add-ons is like buying a car and then realizing that you have to pay extra for power steering, air conditioning, and other features you consider standard. Families appreciate when the bill each month is exactly as advertised.
- 3. By constructing this facility in the heart of the redevelopment area, families have access to the arts, through Lehigh University, and other community resources.
- 4. The price for services should remain just below the basic range of costs currently being charged in the Bethlehem area.

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Photos













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Photos











ABBE HALL ASSISTED LIVING

FIRST FLOOR

ACTUAL INCOME

PROJECTED INCOME

	Original	Buildin	g		Annex I	Building	2
<u>RM#</u> 101 102	<u>RATE</u> \$2,000 \$2,200	BEDS 1 1	TOTAL \$2,000 \$2,200	RM# 121A 121B	<u>RATE</u> \$1,950 \$1,950	BEDS 2	<u>TOTAL</u> \$3,900
103A 103B	\$2,000 \$1,700	2	\$3,700	122A 122B	\$1,850 \$1,850	2	\$3,700
104A 104B	\$1,095 \$1,250	2	\$2,345	123	\$1,950	1	\$1,950
105A 105B	\$1,850 \$1,850	2	\$3,700	124A 124B	\$1,950 \$1,950	2	\$3,900
106A 106B	\$2,600	2	\$2,600	Total		7	\$13,450
107	\$1,950	1	\$1,950				
Total		11	\$18,495				

ABBE HALL ASSISTED LIVING

SECOND FLOOR **ACTUAL INCOME PROJECTED INCOME Original Building** Annex Building RM# RATE BEDS TOTAL <u>RM #</u> RATE BEDS TOTAL 201A \$1,750 2 \$3,400 221 \$2,600 1 \$2,600 20IB \$1,650 222A \$1,850 2 \$3,700 \$1,850 202A \$1,500 2 \$3,000 222B 202B \$1,500 223A \$1.950 2 \$3,900 203 \$1.480 1 \$1,480 223B \$1,950 204A \$1,400 1 \$2,800 224A \$1,095 4 \$4,380 \$1,400 224B \$1.095 224C \$1,095 205 \$2,500 1 \$2,500 225 \$1,850 1 \$1,850 206 \$2,600 1 \$2,600 226A \$1,950 2 \$3,900 2 \$1,075 226B \$1,950 207A \$2,350 \$1,275 207B Total 11 \$20,330 2 208A \$1,650 \$3,500 208B \$1,850 209A \$1,095 2 \$2,190 209B \$1,095 210 1 \$2,600 \$2,600 \$2,170 211 \$2,170 1 212 \$1,075 2 \$2,225 \$1,150 213 \$1,850 1 \$1,850

Total

19

\$32,665

ABBE HALL ASSISTED LIVING

	<u>ACTUA</u>	AL INCOM		<u>D FLOOR</u>	PROJEC	TED INCO	ME
Original Building				Annex	Building		
<u>RM#</u>	<u>RATE</u>	BE <u>DS</u>	TOTAL	RM #	RATE	BEDS	<u>TOTAL</u>
301A 301B	\$1,850 \$1,850	2	\$3,700	321	\$2,500	1	\$2,500
302A 302B	\$1,600 \$1,600	2	\$3,200	322A 322B	\$1,850 \$1,850	2	\$3,700
303	\$2,450	1	\$2,450	323A 323B	\$1,950 \$1,950	2	\$3,900
304	\$2,600	1	\$2,600	Total		5	\$10,100
305A 305B	\$1,450 \$1,095	2	\$2,545				
306A 306B	\$1,200 \$1,095	2	\$2,295				
307A 307B 307C	\$1,095 \$1,095 \$1,095	3	\$3,285				
308 309A/B	\$1,850 \$2,200	1 2	\$1,850 \$2,200				
310A 310B	\$1 ,095	2	\$2,190				
311A 311B	\$1,400 \$1,125	2	\$2,525				
312	\$2,000	1	\$2,000				
313A 313B	\$1,095 \$1,095	2	\$2,190				
314A 314B	\$1,400 \$1,400	2	\$2,800				
315	\$2,700	1	\$2,700				
Total		26	\$89,690				
Total Beds	: 56			Total Nev	v Beds: 24		

ABBE HALL PERSONNEL

ASSISTED LIVING (79 BEDS)	FTE	HOURS x	RATE	PAYROLL	TAXES	TOTAL
Administrator	1	2080		\$44,200	\$5,746	\$49,946
Med Techs	3	6240	\$12.00	\$74,880	\$9,734	\$84,614
Med Techs	3	2496	\$12.00	\$29,954	\$3,894	\$33,849
Personal Care Aides	9	18720	\$10.00	\$187,200	\$24,336	\$211,536
Personal Care Aides	9	7488	\$10.00	\$74,880	\$9,734	\$84,614
Activities	1	2080	\$10.00	\$20,800	\$2,704	\$23,504
Housekeeping	2	4160	\$9.00	\$37,440	\$4,867	\$42,307
Head Chef	1	2080	\$12.00	\$24,960	\$3,245	\$28,205
Cooks	2	2288	\$10.00	\$22,880	\$2,974	\$25,854
Dietary Aides	2	4160	\$10.00	\$41,600	\$5,408	\$47,008
Maintenance	1	2080	\$10.00	\$20,800	\$2,704	\$23,504
TOTAL				\$579,594	\$75,347	\$654,942







(c.t.)	CERAMIC TILE
(c-1)	CARPET
(v-)	VINYL
(P-1)	PAINT EXIST. FLO
(Q.T.)	QUARRY TILE
	WOOD FLOORING
(N/A)	NON-APPLICABL





(c .t.)	CERAMIC TILE
(c- 1)	CARPET
⟨v-1 ⟩	VINYL
(P-1)	PAINT EXIST. FLOOR
(Q.T.)	QUARRY TILE
	WOOD FLOORING
(N/A)	NON-APPLICABLE

2	SINGLES	=	2 BEDS
12	DOUBLES	=	24 BEDS
1	TRIPLES	=	3 BEDS
15	TOTAL	=	29 BEDS

4	SHOWERS	=	1:10	BEDS
5	TOILETS	=	1:6	BEDS



EXISTING BUILDING	
2 SINGLES	= 2 E
12 DOUBLES	= 24 E
1 TRIPLE	= 3 B
TOTAL	= 29 E
NEW BUILDING	
1 DOUBLES	= B
2 DOUBLES	= 4 B
TOTAL	= 5 E
THIRD FLOOR TOTAL	= 34



	(C.T.)	CERAMIC TILE
	(c-1)	CARPET
	⟨v -1⟩	VINYL
	(P-1)	PAINT EXIST. FLOOR
	(Q .T.)	QUARRY TILE
		WOOD FLOORING
	(N/A)	NON-APPLICABLE
L		

BUILDING IN	FORMATION
CODE	IBC 2003
OCCUPANCY/ USE	I -1
CONSTRUCTION TYPE	3-B
- BUILDING SHALL BE	SPRINKLERED PER NEPA-13
- BUILDING STORIES	MAX. PER CODE PROVIDED 4 4
- SQUARE FOOTAGE	MAX. PER CODE PROVIDED 30,000 16,800



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Maps

Demographics

Bethlehem (city), Pennsylvania

People QuickFacts	Bethlehem	Pennsylvania
Population, 2013 estimate	75,018	12,781,296
Population, 2010 (April 1) estimates base	74,982	12,702,884
Population, percent change - April 1, 2010 to July 1, 2013	Z	0.6%
Population, 2010	74,982	12,702,379
Persons under 5 years, percent, 2010	5.6%	5.7%
Persons under 18 years, percent, 2010	19.9%	22.0%
Persons 65 years and over, percent, 2010	16.2%	15.4%
Female persons, percent, 2010	51.9%	51.3%
White alone, percent, 2010 (a)	76.4%	81.9%
Black or African American alone, percent, 2010 (a)	6.9%	10.8%
American Indian and Alaska Native alone, percent, 2010 (a)	0.3%	0.2%
🛿 Asian alone, percent, 2010 (a)	2.9%	2.7%
Native Hawaiian and Other Pacific Islander alone, percent, 2010 (a)	Z	0.0%
Two or More Races, percent, 2010	3.4%	1.9%
Hispanic or Latino, percent, 2010 (b)	24.4%	5.7%
White alone, not Hispanic or Latino, percent, 2010	65.4%	79.5%
Living in same house 1 year & over, percent, 2009-2013	78.3%	88.0%
Foreign born persons, percent, 2009-2013	8.1%	6.0%
Language other than English spoken at home, pct age 5+, 2009-2013	23.0%	10.3%
High school graduate or higher, percent of persons age 25+, 2009-2013	85.7%	88.7%
Bachelor's degree or higher, percent of persons age 25+, 2009-2013	26.5%	27.5%
Veterans, 2009-2013	4,808	943,417
Mean travel time to work (minutes), workers age 16+, 2009-2013	21.8	25.9
Housing units, 2010	31,221	5,567,315
Homeownership rate, 2009-2013	52.8%	69.8%
Housing units in multi-unit structures, percent, 2009-2013	33.0%	20.5%
Median value of owner-occupied housing units, 2009-2013	\$171,600	\$164,700
II Households, 2009-2013	29,593	4,958,427
Persons per household, 2009-2013	2.33	2.48
Per capita money income in past 12 months (2013 dollars), 2009-2013	\$23,827	\$28,502
Median household income, 2009-2013	\$46,292	\$52,548
Persons below poverty level, percent, 2009-2013	19.7%	13.3%

Demographics

Bethlehem (city), Pennsylvania

Bethlehem	Pennsylvania
4,890	981,501
S	4.6%
S	0.3%
S	3.2%
F	0.0%
8.8%	2.3%
30.1%	27.0%
1,509,925	234,840,418
D	142,859,202
696,896	166,842,778
\$9,594	\$13,323
141,426	19,625,449
Bethlehem	Pennsylvania
19.10	44,742.70
3,925.3	283.9
06088	42
<u>Lehigh</u> <u>County</u> <u>Northamp-</u> ton County	
	4,890 S S S S C S C S C C C C C C C C C C C

(a) Includes persons reporting only one race.

(b) Hispanics may be of any race, so also are included in applicable race categories.

D: Suppressed to avoid disclosure of confidential information

F: Fewer than 25 firms

FN: Footnote on this item for this area in place of data

NA: Not available

S: Suppressed; does not meet publication standards

X: Not applicable

Z: Value greater than zero but less than half unit of measure shown

Source U.S. Census Bureau: State and County QuickFacts. Data derived from Population Estimates, American Community Survey, Census of Population and Housing, County Business Patterns, Economic Census, Survey of Business Owners, Building Permits, Census of Governments

Last Revised: Friday, 29-May-2015 15:08:22 EDT

CONFIDENTIALITY AGREEMENT 109-113 West Fourth Street, Bethlehem, PA 18015 FOR MORE INFORMATION ABOUT THIS PROPERTY COMPLETE THIS FORM. E-MAIL TO: INFO@PRESTIGEGROUP.COM OR FAX TO: 610.902.0800

This Offering Memorandum has been prepared by Prestige Group for use by a limited number of parties and does not purport to provide a necessarily accurate summary of the property or any of the documents related thereto, nor does it purport to be all-inclusive or to contain all of the information which prospective investors may need or desire. All projections have been developed by the Prestige Group, the Owners and designated sources and are based upon assumptions relating to the general economy, competition and other factors beyond the control of the Owners, and therefore are subject to variation. No representation is made by Prestige Group or Owners as to the accuracy or completeness of the information contained herein, performance of the Property. Although the information contained herein is believed to be correct, Owners and its employees disclaim any responsibility for inaccuracies and expect prospective purchasers to exercise due diligence in verifying all such information. Further Prestige Group, Owners and its employees disclaim any and all liability for representations and warranties, expressed and implied, contained in, or for omissions from Memorandum or any other written or oral communication transmitted or made available to the recipient. The Offering Memorandum does not constitute a representation that there has been non-change in the business or affairs of the Property or the information contained in the Offering Memorandum is solely the responsibility of the prospective Buyers.

The Owners and Prestige Group each expressly reserve the right, in their sole discretion, to reject any and all expressions of interest or offering regarding the Property and/or terminate discussions with any entity at any time with or without notice. The Owners shall have no legal commitment or obligation to any entity reviewing the Offering Memorandum or making an offer to purchase the Property unless and until a written agreement for the purchase of the property has been fully executed, delivered and approved by the Owners and its legal counsel, and any conditions to the Owner's obligations there under have been satisfied or waived. Prestige Group is not authorized to make any representations or agreements on behalf of Owners.

This Memorandum and its contents, except such information, which is a matter of public record or is provided in sources available to the public (such contents as so limited herein called "Contents", are of a confidential nature. By accepting the Offering Memorandum, you agree (I) to hold and treat it in the strictest of confidence, (II) not to photocopy, email or duplicate it, (III) not to disclose the offering Memorandum or any of its contents to any other entity (except outside advisors retained by you, if necessary, for your confidentiality) without the prior written authorization of the Owners or Prestige Group (IV) not to use the Offering Memorandum or any of the contents in any fashion or manner detrimental to the interest of the Owners or Prestige Group and (V) to return it to Prestige Group immediately upon request of Prestige Group or Owners.

In consideration for this introduction, Buyer agrees that should Buyer enter into negotiations or agreements with respect to the Property the same shall be done through Prestige Group. In the event that Buyer violates this Agreement, both Prestige Group and Owner(s) shall be entitled to all remedies provided by law, including, but not limited to, injunctive relief and damages. In the event that Buyer disclosed the availability of above to a third party and this third party purchases the above Property(s) without Prestige Group, then Buyer in addition to the remedies specified herein, will also be responsible for the payment of Prestige Group's commission.

Buyer acknowledges that they are working with Prestige Group as Exclusive Broker and are not represented by any other real estate broker or agent. You also agree that you will not use this Investment Offering Package or any of its contents in any manner detrimental to the interest of the Owner or Prestige Group and will not contact Owner directly or indirectly under any circumstances. Additional information and an opportunity to inspect the Property will be made upon written request to qualified prospective Buyers.

ACKNOWLEDGED, AGREED ANI	O ACCEPTED this	day of,	2015, by
Buyer's Signature			
Buyer's Name (Print)		Buyer's Company (Print)	
Buyer's Mailing Address (Print)		Buyer's E-mail Address (Print)	
Buyer's Office Number		Buyer's Mobile Number	

Buyer's fax Number

This information is believed accurate though subject to errors, omissions and changes without notice

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CONSUMER NOTICE THIS IS NOT A CONTRACT

Pennsylvania Law requires real estate brokers and salespersons (licensees) to advise consumers who are seeking to sell or purchase residential or commercial real estate or tenants who are seeking to lease residential or commercial real estate where the licensee is working on behalf of the tenant of the business relationships permitted by the Real Estate Licensing and Registration Act. This notice must be provided to the consumer at the first contact where a substantive discussion about real estate occurs unless an oral disclosure has been previously provided. If the oral disclosure was provided, this notice must be provided at the first meeting or the first time a property is shown to the consumer by the broker or salesperson. Before you disclose any information to a licensee, be advised that unless you select an agency relationship, the licensee is NOT REPRESENTING YOU. A business relationship of any kind will NOT be presumed but must be established between the consumer and the licensee.

Any licensee who provides you with real estate services owes you the following duties:

Exercise reasonable professional skill and care which meets the practice standards required by the Act

Deal honestly and in good faith. Present, in a reasonably practicable period of time, all offers, counteroffers, notices, and communications to and from the parties in writing. The duty to present written offers and counteroffers may be waived if the waiver is in writing. Comply with Real Estate Seller Disclosure Act Account for escrow and deposit funds.

Disclose all conflicts of interest in a reasonably practicable period of time.

Provide assistance with document preparation and advise the consumer regarding compliance with laws pertaining to real estate transactions. Advise the consumer to seek expert advice on matters about the transaction that are beyond the licensee's expertise.

Keep the consumer informed about the transaction and the tasks to be completed.

Disclose financial interest in a service, such as financial, title transfer and preparation services, insurance, construction, repair or inspection, at the time service is recommended or the first time the licensee learns that the service will be used.

A licensee may have the following business relationships with the consumer:

Seller Agency:

Seller agency is a relationship where the licensee, upon entering into a written agreement, works only for a seller/ landlord. Seller's agents owe the additional duties of:

- Loyalty to the seller/landlord by acting in the seller's/landlord's best interest
- Confidentiality, except that a licensee has a duty to reveal known material defects about the property.

• Making a *continuous and good faith effort* to find a buyer for the property, except while the property is subject to an existing agreement Disclosure to other parties in the transaction that the licensee has been engaged as a seller's agent

A seller's agent may compensate other brokers as *subagents* if the seller/landlord agrees in writing. Subagents have the same duties and obligations as the seller's agent. Seller's agents may also compensate buyer's agents and transaction licensees who do not have the same duties and obligations as seller's agents. If you enter into a written agreement, the licensees in the real estate company owe you the additional duties identified above under seller agency. The exception is designated agency. See the designated agency section in this notice for more information.

Buyer Agency:

Buyer agency is a relationship where the licensee, upon entering into a written agreement, works only for the buyer/tenant Buyer's agents owe the additional duties of:

Loyalty to the buyer/tenant by acting in the buyer's/tenant's best interest

Confidentiality, except that a licensee is required to disclose known material defects about the property.

Making a *continuous and good faith effort* to find a property for the buyer/tenant, except while the buyer/tenant is subject to an existing contract

Disclosure to other parties in the transaction that the licensee has been engaged as a buyer's agent

A buyer's agent may be paid fees, which may include a percentage of the purchase price, and, even if paid by the seller/ landlord, will represent the interests of the buyer Agent If you enter into a written agreement, the licensees in the real estate company owe you the additional duties identified above under buyer agency. The exception is designated agency. See the designated agency section in this notice for more information.

Dual Agency:

Dual agency is a relationship where the licensee acts as the agent for both the seller/landlord and the buyer/tenant in the same transaction with the written consent of all parties. Dual agents owe the additional duties of:

Taking no action that is adverse or detrimental to either party's interest in the transaction.

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Unless otherwise agreed to in writing, making a *continuous and good faith effort* to find a buyer for the property and a property for the buyer, unless either are subject to an existing contract.

• Confidentiality, except that a licensee is required to disclose known material defects about the property.

Designated Agency:

In designated agency, the employing broker may, with your consent, designate one or more licensees from the real estate company to represent you. Other licensees in the company may represent another party and shall not be provided with any confidential information. The designated agent(s) shall have the duties as listed above under seller agency and buyer agency.

In designated agency, the employing broker will be a dual agent and have the additional duties of:

Taking reasonable care to protect any confidential information disclosed to the licensee.

• Taking responsibility to direct and supervise the business activities of the licensees who represent the seller and buyer

while taking no action that is adverse or detrimental to either party's interest in the transaction. The designation may take place at the time that the parties enter into a written agreement, but may occur at a later time. Regardless of when the designation takes place, the employing broker is responsible for ensuring that confidential information is not disclosed.

Transaction Licensee:

A transaction licensee is a broker or salesperson who provides communication or document preparation services or performs other acts for which a license is required **WITHOUT being the agent or advocate** for either the seller/landlord or the buyer/ tenant Upon signing a written agreement or disclosure statement, a transaction licensee has the additional duty of limited confidentiality in that the following information may not be disclosed:

• The seller/landlord will accept a price less than the asking/listing price.

• The buyer/tenant will pay a price greater than the price submitted in a written offer. The seller/landlord or buyer/ tenant will agree to financing terms other than those offered.

Other information deemed confidential by the consumer shall not be provided to the transaction licensee.

OTHER INFORMATION ABOUT REAL ESTATE TRANSACTIONS

The following are negotiable and shall be addressed in an agreement/disclosure statement with the licensee:

- The duration of the employment, listing agreement or contract
- The fees or commissions.
- The scope of the activities or practices.
- The broker's cooperation with other brokers, including the sharing of fees.

Any sales agreement must contain the zoning classification of a property except in cases where the property is zoned solely or primarily to permit single family dwellings.

A Real Estate Recovery Fund exists to reimburse any person who has obtained a final civil judgment against a Pennsylvania real estate licensee owing to fraud, misrepresentation, or deceit in a real estate transaction and who has been unable to collect the judgment after exhausting all legal and equitable remedies. For complete details about the Fund, call (717) 783-3658.

ACKNOWLEDGMENT

I acknowledge that I have received this disclosure.

Date: _

Print (Consumer)	Print (Consumer)
Signed (Consumer)	Signed (Consumer)
Address (optional)	Address (optional)
Phone # (optional)	Phone # (optional)

I certify that I have provided this document to the above consumer.

Date ___

Print (Licensee)

Signed (Licensee) Adopted by the State Real Estate Commission at 49 Pa Code §35.336.