

HMBI, Inc.

2000 E. Lamar Blvd., Suite 710, Arlington, TX 76011

817-299-9320

Property Condition Report



Case Number: 381-726793

Full Address: 100 Creek Springs Drive
New Bern, NC 28560

Inspection Date: 04-06-2010

Revision Date: 05-26-2010

Inspection Type: Property Condition Inspection

Prepared By: Snow Enterprises, LLC

NOTICE TO ALL PROSPECTIVE PURCHASERS: Pursuant to section 5.3.4 of HUD RFP: R-OPC-22505, you are hereby notified that the contents of this inspection report are for information only and do not imply any guarantee or warranty of property condition.

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1. INSPECTION REQUIREMENTS

STRUCTURAL COMPONENTS including foundation, floors, walls, columns, ceilings, and roofs.

EXTERIOR OF STRUCTURE including wall claddings, entryway doors, decks, steps, eaves, driveways, windows, patios, pools/spas, lawns, landscape, retaining walls, sheds/outbuildings, and fences.

ROOFING including roof coverings, roof drainage systems, flashing, skylights, and chimneys.

PLUMBING including interior water supply and distribution system, interior waste drains and vent system, hot water system, fuel storage and distribution system, and sump pump.

ELECTRICAL including service entrance conductors, service equipment, main distribution panels, voltage ratings, a representative number of installed ceiling fans, lighting fixtures, switches and receptacles, ground fault circuit interrupters, and smoke detectors.

HVAC (Heating Ventilation, Air Conditioning) including permanently installed heating system and its controls, chimneys, heat distribution system, including fans, pumps, and ducts , and automatic safety controls.

Normal operating control of the central air conditioning system and the distribution system.

Insulation vapor barriers, ventilation of attic and foundation, kitchen, bathroom and laundry venting systems, and the operation of any readily accessible attic ventilation fan when temperature permits

INTERIOR including walls, ceilings, floors, steps, cabinets, doors, windows, etc

BUILT-IN KITCHEN APPLIANCES including the observation and operation of dishwasher, range, trash compactor, garbage disposal, ventilation equipment, permanently installed oven and microwave oven.

1.1. Exclusions of Inspection

1.2. Exclusions and Limitations

This inspection is limited to visual observations of apparent conditions existing at the time of the inspection only. This inspection is not intended to provide the purchaser with information regarding the advisability of this purchase, the market value of the property, the compliance or non-compliance with codes, ordinances and statutes, the suitability of this property for specialized use, the life expectancy of any component or system in the property, the presence or absence of pests or insects, or cosmetic or underground items or items that are not permanently installed. This inspection report does not address and is not intended to address the possible presence of any danger from any potentially harmful substance and environmental hazards, including but not limited to radon gas, lead paint, asbestos, urea formaldehyde (UFFI), toxic or chemical analysis, airborne hazards, polluted water, or underground oil tanks.

2 Report Summary

This summary is provided to highlight those findings that we believe are for information, significant in nature or which appear to be in immediate need of repair or a safety concern.

This inspection is visual only in areas that were accessible at the time of inspection. No dismantling of building components or systems, no destructive testing, no engineering functions, and no code compliance inspections were performed at the time of the inspection. The findings were as follows:

Structure

- The structure of the unit was in satisfactory condition.
- The checkpoints within the "Structure" area of the property condition report pertain to the foundation areas of the home. This includes slabs, crawlspaces, and basements. Information on Non-structural issues regarding floors, walls, and ceilings will be found on the "Interior" page of the report.

Exterior

- At the time of the inspection, the exterior of the unit was in acceptable condition except for the deficiencies noted.

Roof

- There were no apparent deficiencies noted regarding the roof of the unit.

Plumbing

- The plumbing system was not in working condition at the time of inspection.
- Wells and septic systems, if present, are inspected only for the presence of obvious visible defects. The water quality and flow capacity of wells is not determined and the full operational functionality of septic systems cannot be determined due to the unavailability of water and the extended non-use of the system.
- This report reflects general conditions noted during the time of the inspection. Systems such as HVAC, Plumbing, and Electrical because of their nature and complexity are subject to deterioration or breakdown over time that cannot be predicted.
- **Because of this, prospective buyers are strongly urged to obtain a full home inspection prior to purchase.**

Electrical

- The electrical system was not functional.
- Electrical systems, if not active, are tested using 220 volt generators.
- This report reflects general conditions noted during the time of the inspection. Systems such as HVAC, Plumbing, and Electrical because of their nature and complexity are subject to deterioration or breakdown over time that cannot be predicted.
- **Because of this, prospective buyers are strongly urged to obtain a full home inspection prior to purchase.**

HVAC

- The HVAC system was not in working condition at the time of inspection, the outside unit is missing and the inside unit is damaged and has parts missing.
- This report reflects general conditions noted during the time of the inspection. Systems such as HVAC, Plumbing, and Electrical because of their nature and complexity are subject to deterioration or breakdown over time that cannot be predicted.
- **Because of this, prospective buyers are strongly urged to obtain a full home inspection prior to purchase.**

Interior

- The interior of the structure was in acceptable condition except for the deficiencies noted.

Appliances

- The appliances present at the time of inspection were not in working condition due to the inoperable electrical system.

3 Directions to Property

From Hwy 17 take the Hwy 55 East exit and turn southwest 1.5 miles
Turn right onto Broad Creek Road for 3.7 miles
Turn left onto Creek Springs Drive and the home is on the right corner.

4 Property Information

Address: 100 Creek Springs Drive, New Bern, NC 28560
Structure Age: 1999
Access to Property: Hud Key
Number of Bathrooms: 3
Square Footage: 2001-2500 Sq. Ft.
Electric Status: Inactive
Water Status: Inactive
Gas Status: NA
Occupancy Status: No

5 Additional Comments

Power Company: Not Visible
Meter Number: Meter Missing

Water Company: Municipal

This is a triple wide manufactured home.

HUD Numbers: RAD1206138, RAD1206139, and RAD1206140

Serial Number and Model Unit Designation: NCFLX69A B C17971-LS23-7564K

GH

6 Structure

This portion of the inspection covers general structural component checkpoints of the subject property such as foundation, floors, walls, columns, ceilings, basement, etc.

6.1 General Structure Information

Access Method: Access Door
Basement Type: CrawlSpace

Foundation Type: Block

6.2 Structure Checkpoints

Checkpoint	Rating	Comment
Basement Floor:	NA	
Beam Supports:	S	
Ceilings:	NA	
Cracks:	NV	
Crawlspace Door:	S	The crawlspace door is in the rear of the home.
Floor:	NA	
Footing Drain:	NV	
Ground Grade:	S	
Insulation:	NV	
Joists:	NV	
Sill Plate:	NV	
Structural:	S	
Sub-Flooring:	NV	
Walls:	MR	
Wood-Ground Distance:	S	

Key: Y=Yes N=No S=Satisfactory U=Unsatisfactory MR=Marginal MG=Missing NA=Not Applicable NV=Not Visible

6.3 Structure Comments

The structure of the unit was in satisfactory condition.

The checkpoints within the "Structure" area of the property condition report pertain to the foundation areas of the home. This includes slabs, crawlspaces, and basements. Information on Non-structural issues regarding floors, walls, and ceilings will be found on the "Interior" page of the report.

7 Exterior

This portion of the inspection covers general exterior checkpoints of the subject property structure such as wall claddings, entryway doors, decks, steps, eaves, driveways, windows, patios, pools/spas, lawns, landscape, retaining walls, sheds/outbuildings, fences, etc.

7.1 General Exterior Information

Exterior Siding: Vinyl
Weather Conditions: Clear
Temperature: 80-90

Lot Size: One-quarter to 1
Wall Structure: Frame

7.2 Exterior Checkpoints

Checkpoint	Rating	Comment
Balconies:	NA	
Carports:	NA	
Debris:	S	
Decks/Deck Steps:	NA	
Driveway:	S	The driveway is not paved.
Eaves:	S	
Entry Locks:	S	
Exterior Door/Locks:	U	The front and left side doors are damaged at the lock areas.
Fencing/Gates:	NA	
Garage Door:	NA	
Garage Door Opener:	NA	
Landscape:	S	
Lawn Care:	S	
Leaf Removal:	S	
Patio:	NA	
Pool/Spa:	NA	
Porches:	S	
Railings:	S	
Retaining Walls:	NA	
Sheds and Outbuildings:	NA	
Sidewalks:	NA	
Siding Condition:	MG	There is missing siding on the unit.
Snow Removal:	NA	
Exterior Steps:	S	
Storm/Screen Windows:	S	
Storm/Screen Doors:	S	
Windows:	S	

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7.3 Exterior Comments

At the time of the inspection, the exterior of the unit was in acceptable condition except for the deficiencies noted.

8 Roof

This portion of the inspection covers general exterior roofing component checkpoints of the subject property such as roof coverings (shingles, flashing, skylights, chimneys, etc.), structural elements of the roof (trusses, rafters, ceiling foists, etc.), roof drainage systems, etc.

8.1 General Roof Information

Roof Type: Gabled
Method to Observe Attic: NA
Number of Layers: 1
Roofing Material: Asphalt

Gutter Type: NA
Method to Observe Roof: Ladder
Attic Vent Type: Soffit, Other

8.2 Roof Checkpoints

Checkpoint	Rating	Comment
Shingle Cond.:	S	
Flashing/Joints:	S	
Soffits/Fascias:	S	
Skylights:	S	
Vent Pipes:	S	
Chimney:	NA	There is a prefabricated flue.
Gutters:	NA	
Downspouts:	NA	
Attic Ventilation:	S	
Attic Water:	NV	
Attic Insulation:	NV	
*Structural Cond.:	S	
*Sheathing Cond.:	NV	
Truss:	NV	
Roof Exhaust Fan(s):	NA	

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8.3 Roof Comments

There were no apparent deficiencies noted regarding the roof of the unit.

9 Plumbing

This portion of the inspection covers general plumbing checkpoints of the subject property such as interior water supply and distribution system, interior waste drains and vent system, hot water system, fuel storage and distribution system, and sump pump. Plumbing systems are checked utilizing compressed air introduced at a plumbing supply fixture. The plumbing system is pressurized to 15-20 PSI and checked for integrity by noting any drop that may occur over time. If no drop in pressure is noted, the system is considered to be sound.

9.1 General Plumbing Information

Waste Disposal: Septic

WH Size: 40 Gallons

WH Model: RH 0599B38048

Water Piping: CPVC

Waste Piping: ABS

WH Manufacturer: Rheem

Water Supply: Municipal

9.2 Plumbing Checkpoints

Checkpoint	Rating	Comment
Bar Sinks:	NA	
Bath Fixtures:	S	
Connections:	U	There are missing and loose plumbing lines at the water heater.
Interior Spa/Hot Tub:	NA	
Interior Vent:	S	
Kitchen Sink:	S	
Laundry Tub:	NA	
Main Shut Off:	NV	We were unable to locate the main shutoff.
Pressure Relief Valve:	S	
Pressure Tank:	NA	
Septic Location:	S	The septic system is located at the rear of the property.
Septic System:	S	
Sewer Drainage:	S	The drainage system was checked visually as no water was entered into the system.
Shower Pan:	S	
Sprinkler System:	NA	
Storage Tanks:	NA	
Vent System:	S	
Water Filter:	NA	
Water Heaters:	S	
Water Meter:	MG	The water meter is at the curbside.
Water Softener:	NA	
Water Supply:	S	
Well:	NA	
Well Location:	NA	
Well/Sump Pump:	NA	

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9.3 Plumbing Comments

The plumbing system was not in working condition at the time of inspection.

Wells and septic systems, if present, are inspected only for the presence of obvious visible defects. The water quality and flow capacity of wells is not determined and the full operational functionality of septic systems cannot be determined due to the unavailability of water and the extended non-use of the system. This report reflects general conditions noted during the time of the inspection. Systems such as HVAC, Plumbing, and Electrical because of their nature and complexity are subject to deterioration or breakdown over time that cannot be predicted.

Because of this, prospective buyers are strongly urged to obtain a full home inspection prior to purchase.

10 Electrical

This portion of the inspection covers general electrical checkpoints of the subject property such as service entrance conductors, service equipment, main distribution panels, voltage ratings, a representative number of installed ceiling fans, lighting fixtures, switches and receptacles, ground fault circuit interruptors, smoke detectors, etc.

10.1 General Electrical Information

Additional Space Available: Yes

Capacity: 200A 120-240V

General Wiring: Good

Panel Manufacturer: General Electric

Wiring: Copper

Box Location: Exterior

Conductor Type: Aluminum

Num. of Disconnects: 1

Panel Type: Breaker

10.2 Electrical Checkpoints

Checkpoint	Rating	Comment
Appliance Wiring:	MG	The stove and dryer 220v receptacles are missing.
Bath GFCI:	S	
Breaker Cond.:	S	
Exterior GFCI:	NA	
Exterior Wiring:	S	
Ground/Bonding:	S	
HVAC Wiring:	S	
Interior Wiring:	U	There is missing wiring at the water heater.
Kitchen GFCI:	S	
Lighting Fixtures:	MG	There are missing light fixtures.
Panel Box:	S	
Rec. Location:	S	
Service Attach:	S	
Service Meter:	MG	
Sub Panel Box:	S	

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10.3 Electrical Comments

The electrical system was not functional.

Electrical systems, if not active, are tested using 220 volt generators.

This report reflects general conditions noted during the time of the inspection. Systems such as HVAC, Plumbing, and Electrical because of their nature and complexity are subject to deterioration or breakdown over time that cannot be predicted.

Because of this, prospective buyers are strongly urged to obtain a full home inspection prior to purchase.

11 HVAC

This portion of the inspection covers general HVAC checkpoints of the subject property such as permanently installed heating system and its controls, chimneys, heat distribution system, including fans, pumps, and ducts, and automatic safety controls.

Normal operating control of the central air conditioning system and the distribution system, etc.

Insulation vapor barriers, ventilation of attic and foundation, kitchen, bathroom and laundry venting systems, and the operation of any readily accessible attic ventilation fan when temperature permits, etc.

11.1 General HVAC Information

Inside Unit Brand: Coleman
Inside Model No.: 990553332
Inside Unit Type: Electric

Outside Unit Brand: Missing
Outside Model No.: Missing
Outside Unit Type: Missing

11.2 HVAC Checkpoints

Checkpoint	Rating	Comment
A/C Component Cond.:	MG	An air conditioning sharing an interior air handler supplies the air conditioning.
Boiler:	NA	
Coil:	MG	
Coil Fins:	MG	
Condens. Pipe:	MG	
Controls:	MG	
Draft Device:	NA	
Duct Work:	S	
Electric Heat:	U	An electric forced air unit supplies the heat.
Evaporator:	NA	
Fans:	MG	
Filter:	MG	
Fireplace:	S	
Flue Pipe/Draft:	S	
Furnace System:	NA	
Gas Lines:	NA	
Heat Exchanger:	NA	
Heat Pump:	NA	
Inside Fan Motor:	S	
Oil Tank:	NA	
Oil Tank Vent:	NA	
Refrigerant Line:	MG	
Supply Returns:	S	
Temp. Drop Test:	NA	
Thermostat:	S	
Vapor Barrier:	S	
Ventilation:	MR	

Key: Y=Yes N=No S=Satisfactory U=Unsatisfactory MR=Marginal MG=Missing NA=Not Applicable NV=Not Visible

11.3 HVAC Comments

The HVAC system was not in working condition at the time of inspection, the outside unit is missing and the inside unit is damaged and has parts missing.

This report reflects general conditions noted during the time of the inspection. Systems such as HVAC, Plumbing, and Electrical because of their nature and complexity are subject to deterioration or breakdown over time that cannot be predicted.

Because of this, prospective buyers are strongly urged to obtain a full home inspection prior to purchase.

12 Interior

The interior portion of the inspection covers checkpoints involving the interior walls, ceilings, floors, steps, cabinets, doors, and windows.

12.1 General Interior Information

There are no general information points in this section.

12.2 Interior Checkpoints

Checkpoint	Rating	Comment
Cabinets:	S	
Ceilings:	S	
Closets:	S	
Countertops:	S	
Interior Debris:	S	
Detectors:	MG	There are missing smoke detectors.
Door Hardware:	S	
Doors:	MG	This property has missing interior doors.
Dryer Vent:	S	
Floor:	U	This property has stained and damaged carpets.
Mold:	NV	
Railings:	NA	
Stairwells:	NA	
Steps:	NA	
Walls:	S	
Windows:	S	

Key: Y=Yes N=No S=Satisfactory U=Unsatisfactory MR=Marginal MG=Missing NA=Not Applicable NV=Not Visible

12.3 Interior Comments

The interior of the structure was in acceptable condition except for the deficiencies noted.

13 Appliances

The kitchen appliance portion of the inspection covers checkpoints involving the observation and operation of the refrigerator, dishwasher, range, trash compactor, garbage disposal, ventilation equipment, microwave and any other permanently installed appliances.

13.1 General Appliances Information

There are no general information points in this section.

13.2 Appliances Checkpoints

Checkpoint	Rating	Comment
Dishwasher:	MR	Serial Number: 21365504WQ
Disposal:	NA	The garbage disposal is not applicable.
Dryer:	MG	The dryer is missing.
Microwave:	S	
Oven:	MG	
Range Hood:	NA	
Range/Stove:	MG	The stove is missing.
Refrigerator:	MG	The refrigerator is missing.
Washer:	MG	The washing machine is missing.
Other:	NA	

Key: Y=Yes N=No S=Satisfactory U=Unsatisfactory MR=Marginal MG=Missing NA=Not Applicable NV=Not Visible

13.3 Appliances Comments

The appliances present at the time of inspection were not in working condition due to the inoperable electrical system.

14 HOA Information

There were no signs, notices, placards or other indications of an HOA visible at the time of inspection.

15 Code Violations

There are no known code violations.

16 Pending Litigation

There is no known pending litigation.

17 Demo Orders

There are no known property demo orders.

18 – Radon Gas and Mold Notice and Release Agreement

U.S. Department of Housing and Urban Development
Office of Housing
Federal Housing Commissioner

Property Case #: 381-726793
Property address: 100 Creek Springs Drive
New Bern, NC 28560

PURCHASERS ARE HEREBY NOTIFIED AND UNDERSTAND THAT RADON GAS AND SOME MOLDS HAVE THE POTENTIAL TO CAUSE SERIOUS HEALTH PROBLEMS.

Purchaser acknowledges and accepts that the HUD-owned property described above (the “Property”) is being offered for sale “AS IS” with no representations as to the condition of the Property. The Secretary of the U.S. Department of Housing and Urban Development, his/her officers, employees, agents, successors and assigns (the “Seller”) and HMBI, Inc., an independent management and marketing contractor (“M & M Contractor”) to the Seller, have no knowledge of radon or mold in, on, or around the Property other than what may have already been described on the web site of the Seller or M & M Contractor or otherwise made available to Purchaser by the Seller or M & M Contractor.

Radon is an invisible and odorless gaseous radioactive element. Mold is a general term for visible growth of fungus, whether it is visible directly or is visible when barriers, such as building components (for example, walls) or furnishings (for example, carpets), are removed.

Purchaser represents and warrants that Purchaser has not relied on the accuracy or completeness of any representations that have been made by the Seller and/or M & M Contractor as to the presence of radon or mold and that the Purchaser has not relied on the Seller’s or M & M Contractor’s failure to provide information regarding the presence or effects of any radon or mold found on the Property.

Real Estate Brokers and Agents are not generally qualified to advise purchasers on radon or mold treatment or its health and safety risks. **PURCHASERS ARE ENCOURAGED TO OBTAIN THE SERVICES OF A QUALIFIED AND EXPERIENCED PROFESSIONAL TO CONDUCT INSPECTIONS AND TESTS REGARDING RADON AND MOLD PRIOR TO CLOSING.** Purchasers are hereby notified and agree that they are solely responsible for any required remediation and/or resulting damages, including, but not limited to, any effects on health, due to radon or mold in, on or around the property.

In consideration of the sale of the Property to the undersigned Purchaser, Purchaser does hereby release, indemnify, hold harmless and forever discharge the Seller, as owner of the Property and separately, M & M Contractor, as the independent contractor responsible for maintaining and marketing the Property, and its officers, employees, agents, successors and assigns, from any and all claims, liabilities, or causes of action of any kind that the Purchaser may now have or at any time in the future may have against the Seller and/or M & M Contractor resulting from the presence of radon or mold in, on or around the Property.

Purchaser has been given the opportunity to review this Release Agreement with Purchaser’s attorney or other representatives of Purchaser’s choosing, and hereby acknowledges reading and understanding this Release. Purchaser also understands that the promises, representations and warranties made by Purchaser in this Release are a material inducement for Seller entering into the contract to sell the Property to Purchaser.

Dated this ____ day of _____, 20__.

Purchaser’s Signature

Purchaser’s Signature

Purchaser’s Printed Name

Purchaser’s Printed Name

19 Environmental Issues

There are no known property environmental issues.

Case Number: 381-726793

43130

Snow Enterprises, LLC

ENVIRONMENTAL COMPLIANCE RECORD SINGLE FAMILY PROPERTY DISPOSITION

FHA CASE NUMBER: 381-726793

PROPERTY ADDRESS: 100 Creek Spring Dr, New Bern, NC 28560-5959

COMPLIANCE FINDINGS

SOURCE DOCUMENTATION

1. HISTORIC PRESERVATION

 Property is is not listed on the National Register of Historic Places.

 Property is is not located in an Historical District.

Note: An appropriate deed restriction will be required if property meets either of the foregoing conditions.

Checked National Register of Historical Places

Checked National Register of Historical Places

2. FLOODPLAIN

 Property is is not located within the 100-year floodplain (Zones A & V).

Note: Flood insurance may be required.

Panel #:

Map #: 3720640800J

Date of Map: 7/2/2004

3. AIRPORT RUNWAY CLEAR ZONES (24 CFR 51D)

 Property is is not located within boundary of runway zones.

If so,

 ** has the airport operator declined to acquire the property? Yes No

** a signed disclaimer is required (24 CFR Part 51D).

Property not within 3,000 feet of the runway clear zone.

4. SUMMARY

 Additional actions are are not required on the basis of the findings above. If additional actions are required, describe them in an attachment.

NOTE: OTHER ENVIRONMENTAL STATUTES, EXECUTIVE ORDERS AND AUTHORITIES

The remaining statutes and authorities cited at 24 CFR 50.4 do not require compliance because they are not relevant to property disposition actions which do not involve new construction.

 Preparer: *Melnea S Hughes*

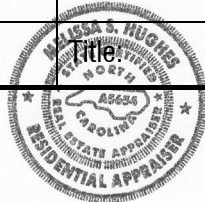
Title:

Date: April 15, 2010

Supervisor:

Title:

Date:





1. Front Elevation