

REAL ESTATE COMMISSION

PROFESSIONAL & VOCATIONAL LICENSING DIVISION
DEPARTMENT OF COMMERCE & CONSUMER AFFAIRS
STATE OF HAWAII
1010 RICHARDS STREET
P. O. BOX 3469
HONOLULU, HAWAII 96801

**FINAL
HORIZONTAL PROPERTY REGIMES (CONDOMINIUM)
PUBLIC REPORT**

on

1942/1946 PAUOA ROAD
1942/1946 Pauoa Road
Honolulu, Hawaii 96813

Registration No. 1667 (CONVERSION)

IMPORTANT — Read This Report Before Buying

This Report Is Not an Approval or Disapproval of This Condominium Project

It reflects information obtained by the Real Estate Commission in its investigation of the project. This report, based on a principle of disclosure, is issued by the Commission for the purpose of preventing fraud, misrepresentation or deceit.

The developer shall not enter into a binding contract or agreement for the sale of any unit in a Condominium Project until

- (1) A copy of this Report has been given to the prospective purchaser,
- (2) The latter has been given an opportunity to read same, and,
- (3) His receipt taken therefor.

Issued: March 20, 1985

Expires: April 20, 1986

SPECIAL ATTENTION

A comprehensive reading of this report by the prospective purchaser is urged in order that personal requirements and expectations to be derived from the property can be ascertained. The attention of the prospective purchaser is particularly directed to the following:

THIS REPORT REFLECTS INFORMATION DISCLOSED IN THE REQUIRED NOTICE OF INTENTION FILED FEBRUARY 26, 1985 AND ADDITIONAL INFORMATION SUBSEQUENTLY SUBMITTED AS OF MARCH 15, 1985. THE DEVELOPER, IN NOTIFYING THE COMMISSION OF ITS INTENTION TO SELL, IS COMPLYING WITH THE REQUIREMENTS OF CHAPTER 514A, HAWAII REVISED STATUTES, AS AMENDED.

1. 1942/1946 PAUOA ROAD condominium project is a ten-unit, fee simple condominium conversion project consisting of ten apartments contained in six separate structures. In addition, there are a total of eight parking spaces located in the Project which are designated limited common elements.
2. The Developer of the Project has filed all documents and materials deemed necessary by the Commission for the registration of the condominium project and the issuance of this Final Public Report.
3. The basic documents, the Declaration of Horizontal Property Regime and By-Laws of the Association of Apartment Owners, have been recorded in the Bureau of Conveyances of the State of Hawaii on February 27, 1985. The Declaration was recorded in Liber 18474 at Page 96; the By-Laws were recorded in Liber 18474 at Page 109. The Approved Floor Plans showing the layout, location, dwelling numbers, etc., have been designated as Condominium Map No. 950.
4. No advertising or promotional matter has been submitted pursuant to the Rules and Regulations promulgated by the Commission.
5. The purchaser or prospective purchaser is advised to acquaint himself with the provisions of Chapter 514A of the Hawaii Revised Statutes, as amended, and the Rules and Regulations promulgated thereunder which relate to Horizontal Property Regimes.
6. This Final Public Report is made part of the registration of the 1942/1946 PAUOA ROAD condominium project. The Developer has the responsibility of placing a true copy of this Final Public Report (white paper stock) and Disclosure Abstract in the hands of all purchasers and prospective purchasers and obtaining a signed receipt therefor.
7. This Final Public Report automatically expires thirteen (13) months after the date of issuance, March 20, 1985, unless a Supplementary Report issues or the Commission upon a review of the registration issues an order extending the effective period of this Report.

NAME OF PROJECT: 1942/1946 PAUOA ROAD

LOCATION: The site, consisting of approximately 12,402 square feet, is located at 1942/1946 Pauoa Road, Honolulu, Hawaii.

TAX MAP KEY: 1st Division: 2-2-10-14

ZONING: R-7 (Residential)

DEVELOPER: Summie S. Li, Stephen K. H. Chee, and Violet P. S. Chee. Address: 936 7th Avenue, Honolulu, Hawaii 96816. Phone: 737-1272.

ATTORNEY REPRESENTING DEVELOPER: Roger V. Meeker, 250 South Hotel Street, Courtyard Suite, Honolulu, Hawaii 96813. Phone: 524-6335.

DESCRIPTION: The Declaration of Horizontal Property Regime and plans submitted by the Developer indicate a fee simple project consisting of a 12,402 square-foot parcel of land together with the existing improvements thereon, containing a total of ten (10) apartments. Six buildings comprise said improvements: Buildings 1 and 4 are one-story wood-frame structures, with basements, each containing a single apartment; Buildings 2, 3, 5 and 6 are single-story wood-frame structures, without basements, each containing two apartments. The apartments are described as follows:

- (a) Apartment 1942 is contained in Building 1, as designated on the Condominium Map. It consists of: three bedrooms, two baths, living room and kitchen, containing a net interior living area of approximately 1,180 square feet.
- (b) Apartment 1942-A is contained in Building 2, as designated on the Condominium Map. It consists of: two bedrooms, one bath, living room and kitchen, containing a net interior living area of approximately 460 square feet.
- (c) Apartment 1942-B is contained in Building 2, as designated on the Condominium Map. It consists of: two bedrooms, one bath, living room and kitchen, containing a net interior living area of approximately 460 square feet.
- (d) Apartment 1942-C is contained in Building 3, as designated on the Condominium Map. It consists of: two bedrooms, one bath, living room and kitchen, containing a net interior living area of approximately 538 square feet.
- (e) Apartment 1942-D is contained in Building 3, as designated on the Condominium Map. It consists of: two bedrooms, one bath, living room and kitchen, containing a net interior living area of approximately 538 square feet.
- (f) Apartment 1946 is contained in Building 4, as designated on the Condominium Map. It consists of: four bedrooms, two baths, living room and kitchen, containing a net interior living area of approximately 1,152 square feet.
- (g) Apartment 1946-A is contained in Building 5, as designated on the Condominium Map. It consists of: two bedrooms, one bath, living room and kitchen, containing a net interior living area of approximately 520 square feet.
- (h) Apartment 1946-B is contained in Building 5, as designated on the Condominium Map. It consists of: two bedrooms, one bath, living room and kitchen, containing a net interior living area of approximately 520 square feet.
- (i) Apartment 1946-C is contained in Building 6, as designated on the Condominium Map. It consists of: two bedrooms, one bath, living room and kitchen, containing a net interior living area of approximately 538 square feet.
- (j) Apartment 1946-D is contained in Building 6, as designated on the Condominium Map. It consists of: two bedrooms, one bath, living room and kitchen, containing a net interior living area of approximately 538 square feet.

The respective apartments shall not be deemed to include any pipes, wires, conduits or other utility lines running over, under or through such apartment which are utilized for or serve more than one apartment, the same being deemed common elements as hereinafter provided.

Each apartment has direct access to the common areas.

COMMON ELEMENTS: One freehold estate is hereby designated of all the remaining portions of the Project, herein referred to as "common elements", including specifically, but not limited to:

- (a) The land in fee simple.
- (b) All yards, grounds and landscaping.
- (c) All walkways, parking areas and driveways not designated as part of the respective apartments.
- (d) The month-to-month leasehold interest in that certain parcel located to the rear of the Project, consisting of approximately 5,000 square feet. Said parcel is leased from the State of Hawaii under Revocable Permit No. S-5849, and entitles the lessee thereunder to use said parcel for parking purposes only.
- (e) All ducts, electrical equipment, wiring and other central and appurtenant installations for common services, if any, including power, light, water, sewage, irrigation and telephone.
- (f) Any and all other elements and facilities rationally in common use or necessary to the existence, upkeep and safety of the Project.

LIMITED COMMON ELEMENTS: Certain parts of the common elements, herein referred to as the "limited common elements", are hereby designated and set aside for the exclusive use of one or more apartments, and such apartment(s) shall have appurtenant thereto exclusive easements for the use of such limited common elements. The limited common elements so set aside and reserved are the eight parking stalls located on the Project. The apartments and their respective appurtenant parking stalls, as located and designated on the Condominium Map, are as follows:

Apartment 1942	-----	Parking Stalls 1 & 2
Apartment 1942-B	-----	Parking Stall 3
Apartment 1942-D	-----	Parking Stall 4
Apartment 1946	-----	Parking Stalls 5 & 6
Apartment 1946-B	-----	Parking Stall 7
Apartment 1946-D	-----	Parking Stall 8

Note: Apartments 1942-A, 1942-C, 1946-A and 1946-C have no assigned parking.

INTEREST TO BE CONVEYED TO PURCHASER: Each apartment and its owner(s) shall have appurtenant thereto the following percentage interest in the common elements of the Project, for all purposes including voting, said interest being referred to as the "common interest".

Apartment 1942	-----	18.31 percent
Apartment 1942-A	-----	7.14 percent
Apartment 1942-B	-----	7.14 percent
Apartment 1942-C	-----	8.35 percent
Apartment 1942-D	-----	8.35 percent
Apartment 1946	-----	17.87 percent
Apartment 1946-A	-----	8.07 percent
Apartment 1946-B	-----	8.07 percent
Apartment 1946-C	-----	8.35 percent
Apartment 1946-D	-----	8.35 percent

EASEMENTS: In addition to the exclusive easements established in the limited common elements, each apartment shall have appurtenant thereto non-exclusive easements in the common elements designed for such purposes of ingress to, egress from, utility services for, and support, maintenance and repair of such apartment, and in the other common elements of the Project for use according to their respective purposes. In addition, each apartment shall have appurtenant thereto easements in the other apartment(s) for the purposes of utility services for, and the maintenance and repair of said utility services, including electricity, gas, water, sewage, and telephone.

PURPOSE OF BUILDINGS AND RESTRICTIONS AS TO USE: The Declaration provides that the apartments of the Project shall be occupied and used only as private residential dwellings by the respective owners thereof, their families, domestic servants, personal guests and tenants, and for no other purposes. The apartment owners shall have the absolute right to lease or rent their apartments subject to the limitations, restrictions, covenants and conditions contained in the Declaration and By-Laws of the Association of Apartment Owners. Subject also to said Declaration and By-Laws, maximum allowance and freedom shall be given so as to accommodate the individual apartment owner's artistic, creative, and life-style requirements.

OWNERSHIP OF TITLE: The Status Title Report, dated December 13, 1984, issued by Title Guaranty of Hawaii, Incorporated, indicates that fee simple title to the property is vested in Summie S. Li, Stephen K. H. Chee and Violet P. S. Chee, the Developers of the Project.

ENCUMBRANCES AGAINST TITLE: The above-mentioned Status Title Report indicates the following encumbrances:

- (a) Reservation in favor of the State of Hawaii of all mineral and metallic mines.
- (b) For real property taxes that may be due and owing, reference is hereby made to the Office of the Tax Assessor, City and County of Honolulu.

PURCHASE MONEY HANDLING: A copy of the specimen Deposit Receipt, Offer and Acceptance (DROA) and the executed Escrow Agreement dated February 20, 1985 have been submitted as part of the registration. The Escrow Agreement identifies Long & Melone Escrow, Ltd. as the Escrow. Upon examination, the DROA and Escrow Agreement are found to be in compliance with Chapter 514A, Hawaii Revised Statutes, as amended. It is incumbent upon the purchaser and prospective purchaser that he reads with care the DROA and Escrow Agreement.

The Escrow Agreement establishes how proceeds from the sale of apartments and all sums received from any source are placed in escrow, as well as the methods of disbursement of said funds. The Escrow Agreement provides that a Purchaser shall be entitled to a refund of his funds, and Escrow shall pay said funds to said Purchaser, without interest and less \$25.00 cancellation fee and costs, if Purchaser shall in writing request refund of his funds and Escrow receives a written request from Developer to return to Purchaser the funds of such Purchaser.

Note: The Disclosure Abstract, which as a part of the specimen Sales Contract, provides that NO WARRANTIES FOR FITNESS OF USE OR MERCHANTABILITY OR ANY OTHER KIND ARE MADE AS TO ANY OF THE APARTMENTS OR COMMON ELEMENTS OF THE PROJECT. PURCHASERS ARE ADVISED TO CONDUCT THEIR OWN INSPECTION OF THE APARTMENT THEY DESIRE TO BUY. THE APARTMENTS ARE SOLD "AS IS". The Project is a conversion of fully constructed and existing buildings to condominium status.

MANAGEMENT OF PROJECT: The By-Laws which are incorporated in the Declaration provide that the operation of the Project may be conducted for the Association of Apartment Owners under the direction of the Board of Directors by a responsible Managing Agent. Summie S. Li will assume the position of temporary Managing Agent until such time as the Board of Directors hires a Managing Agent.

STATUS OF PROJECT: The Developer estimates that the dwellings comprising the six structures comprising the Project were constructed prior to 1950. The dwellings are currently used as rental units. According to the City and County of Honolulu, the four one-story two-family detached dwellings and the two one-story with basement single-family detached dwellings which comprise the improvements portion of the Project were constructed prior to the City's zoning of the lot, and thus are considered to have met all code requirements at the time of construction. Under current zoning regulations, however, the present dwellings are nonconforming uses of structures and are governed by Section 21-1.7 of the Comprehensive Zoning Code of the City and County of Honolulu, which briefly states that repairs exceeding 10% of the replacement value of the building cannot be made within any 12 consecutive months and any building demolished or destroyed 50% or more by any means cannot be replaced unless an existing use permit is obtained from the Department of Land Utilization prior to demolition or destruction.

To the best of Developer's knowledge, information and belief, there are no outstanding notices of uncured violations of the building code or other municipal regulations of the City and County of Honolulu. No variance has been granted from any ordinance, code, rule, regulation, or other requirement in force at the time of their construction or from any current ordinance, code, rule or regulation, or other requirement.

The purchaser or prospective purchaser should be cognizant of the fact that this published report represents information disclosed by the Developer in the required Notice of Intention submitted February 26, 1985 and information subsequently filed as of March 15, 1985.

This FINAL HORIZONTAL PROPERTY REGIME (CONDOMINIUM) PUBLIC REPORT is made a part of Registration No. 1667 filed with the Commission on February 26, 1985. This report when reproduced shall be a true copy of the Commission's Public Report. The paper stock used in making fascimilies must be white.


_____ for
G. A. "RED" MORRIS, Chairman
Real Estate Commission
State of Hawaii

DISTRIBUTION: Department of Finance, City and County of Honolulu
Bureau of Conveyances, State of Hawaii
Planning Department, City and County of Honolulu
Federal Housing Administration
Escrow Agent

REGISTRATION NO: 1667

March 20, 1985