FORM APPROVED COUNTY COUNSEL BY: GREGORY P. PRIAMOS DATE

SUBMITTAL TO THE FLOOD CONTROL AND WATER CONSERVATION DISTRICT BOARD OF SUPERVISORS COUNTY OF RIVERSIDE, STATE OF CALIFORNIA

2018



FROM: General Manager-Chief Engineer

SUBMITTAL DATE: March 10, 2015

SUBJECT: Adopt Resolution No. F2015-10 Authorization to Purchase Fee Simple Interest in Real Property located in the city of Corona, County of Riverside, State of California with Assessor's Parcel No. 114-500-099; CEQA Finding of Exemption – Main Street Dam Project; District 2 [\$4,026,945]

RECOMMENDED MOTION: That the Board of Supervisors:

- 1. Finds that the purchase of the fee interests in real property is exempt from the California Environmental Quality Act ("CEQA") as it has been determined to qualify as a "Class 25 Categorical Exemption" pursuant to Article 19 of the CEQA Guidelines: Section 15325(d); and
- 2. Adopt Resolution No. F2015-10, Authorization to Purchase Fee Simple Interest in Real Property located in the city of Corona, County of Riverside, State of California with Assessor's Parcel No. 114-500-099, for the purpose of the conservation and protection of the floodplain of the Main Street Dam Project, by Grant Deed; and

BACKGROUND:

<u>Summary</u>

(Continued on Page 2)

GSW:rlp P8\167374 WARREN D. WILLIAMS

General Manager-Chief Engineer

FINANCIAL DATA	Current Fiscal Year:	Next Fiscal Year:	Total C	ost:	0	ngoing Cost:		(per Exec. Office)	
COST	\$ 4,026,945	\$ 0	\$	4,026,945	\$	<i>(</i>)		Concept Policy	
NET DISTRICT COST	\$ 4,026,945	\$ 0	\$	4,026,945	\$		ľ	Consent Policy	
SOURCE OF FUN		•	•			Budget Adjusti	me	ent: No	
	- Land 2512	20 947420 540040)			For Fiscal Year	r:	2014/2015	
C.E.O. RECOMME	NDATION:		,	APPROVE)_				
County Evenutive	Office Signatur		8	3Y: Steve	en	C. Horn	-		

County Executive Office Signature

MINUTES OF THE FLOOD CONTROL AND WATER CONSERVATION DISTRICT

On motion of Supervisor Benoit, seconded by Supervisor Tavaglione and duly carried by unanimous vote, IT WAS ORDERED that the above matter is approved as recommended.

Ayes:

Jeffries, Tavaglione, Washington, Benoit and Ashley

Nays:

None

Absent:

None

Date:

March 10, 2015

XC:

Flood, Recorder

□ □ Prev. Agn. Ref.:

Positions Added

Change Order

4/5 Vote

District: 2nd

Agenda Number:

11-5

Kecia Harper-Ihem

SUBMITTAL TO THE FLOOD CONTROL AND WATER CONSERVATION DISTRICT BOARD OF SUPERVISORS, COUNTY OF RIVERSIDE, STATE OF CALIFORNIA

FORM 11: Resolution No. F2015-10 Authorization to Purchase Fee Simple Interest in Real Property located in the City of Corona, County of Riverside, State of California with Assessor's Parcel No. 114-500-099; CEQA Finding of Exemption – Main Street Dam Project; District 2 [\$4,026,945]

DATE: March 10, 2015

PAGE: Page 2 of 2

Recommended Motion: contd.

- Approve the Agreement for Sale and Purchase of Real Property between the District and David L. Baumgardner and authorize the Chairman of the Board to execute the same on behalf of the District; and
- 4) Authorize the Clerk of the Board to certify acceptance of any documents running in favor of the District as part of this transaction; and
- 5) Authorize the General Manager-Chief Engineer to execute any other related documents and administer all actions necessary to complete this transaction; and
- 6) Direct the Clerk of the Board to file the Notice of Exemption with the County Clerk within five (5) days of approval of this acquisition project.

BACKGROUND:

Summary (continued)

In 1975, the District constructed the Main Street Dam at the confluence of the Main Street and Eagle Canyon washes. This dam is located at the base of the Cleveland National Forest just south of Upper Drive in Corona, California and the drainage area contributing to the dam is four (4) square miles. The dam protects the area between the I-15 Freeway and Main Street.

A Purchase Agreement has been negotiated with the property owner, Mr. David L. Baumgardner, at the fair market value of \$5,900,000, of which \$4,000,000 is cash and \$1,900,000 is being donated by Mr. Baumgardner, plus \$6,945 for costs associated with a lot line adjustment and an additional \$20,000 for title and escrow fees. The Purchase Agreement covers the fee title to Assessor's Parcel No. 114-500-099, Corona, California. The property contains approximately 27.36 acres or 1,191,802 sq. ft. of land and is vacant land. The District is acquiring the entire property as it is located completely within existing floodplain behind the Main Street Dam site and is encumbered by a natural watercourse.

This action is necessary to conserve waters and to protect the flood and stormwaters, and watershed for the beneficial and useful purposes to the residents of Corona and the County of Riverside.

Pursuant to the California Environmental Quality Act, the acquisition of the fee interest in real property by the District was reviewed and determined that the project qualifies for a "Class 25 Categorical Exemption" pursuant to Article 19 of the CEQA Guidelines: Section 15325(d) Acquisition, sale, or other transfer to prevent encroachment of development into floodplains. It can be seen with certainty that there is no possibility that the activity in question will have a significant effect on the environment because the District is merely purchasing interest in real property and this conveyance does not effect a change in the environment.

Resolution No. F2015-10 and the Agreement for the Sale and Purchase of Real Property have been approved as to form by County Counsel.

Impact on Residents and Businesses

Conservation of the floodplain, flood and stormwaters for the beneficial use of the residents of Riverside County.

ATTACHMENTS (if needed, in this order):

- 1) Resolution No. F2015-10
- 2) Notice of Exemption
- 3) Agreement for Purchase and Sale of Real Property

BOARD OF SUPERVISORS

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RIVERSIDE COUNTY FLOOD CONTROL AND WATER CONSERVATION DISTRICT

RESOLUTION NO. F2015-10

AUTHORIZATION TO PURCHASE FEE SIMPLE INTEREST IN REAL PROPERTY LOCATED IN THE CITY OF CORONA, COUNTY OF RIVERSIDE, STATE OF CALIFORNIA BY GRANT DEED MAIN STREET DAM PROJECT 2-0-00201 ASSESSOR'S PARCEL NUMBER 114-500-099

WHEREAS, David L Baumgardner ("Seller") is the owner of certain real property located in the city of Corona, County of Riverside, State of California, consisting of approximately 27.36 acres of land, commonly known as 495 Cleveland Way, Corona, CA, identified with Assessor's Parcel No. 114-500-099, and any related improvements, appurtenances and related personal and intangible property ("Property"); and

WHEREAS, the Riverside County Flood Control and Water Conservation District ("District") desires to acquire from Seller and the Seller desires to sell to the District the Property pursuant to the terms of an Agreement for Purchase and Sale of Real Property; and

WHEREAS, the District desires to purchase this real property for the purpose of the conservation and protection of the floodplain of the District's Main Street Dam Project ("Project").

NOW, THEREFORE, BE IT RESOLVED, DETERMINED AND ORDERED by vote of the Board of Supervisors of the Riverside County Flood Control and Water Conservation District, in regular session assembled on March 10, 2015, in the meeting room of the Board of Supervisors of the District located on the 1st floor of the County Administrative Center, 4080 Lemon Street, Riverside, California, that this Board, based upon the evidence and testimony presented on the matter, both written and oral, as it relates to this acquisition has determined the following:

1. The Board has evaluated the proposed acquisition of the fee interest in real property from a private party and determined the proposed acquisition is consistent and included in all substantive respects with the Main Street Dam Project approved by the District.

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2. Based on the review of the proposed acquisition, the environmental impacts of the acquisition project have been sufficiently assessed and has determined that the acquisition project qualifies for a "Class 25 Categorical Exemption" pursuant to Article 19 of the California Environmental Quality Act ("CEQA") Guidelines: Section 15325(d) Acquisition, sale, or other transfer to prevent encroachment of development into floodplains. It can be seen with certainty that there is no possibility that the activity in question will have a significant effect on the environment because the District is merely purchasing interest in real property and this conveyance does not effect a change in the environment.

BE IT FURTHER RESOLVED, DETERMINED AND ORDERED by vote of the Board, that this Board authorizes the purchase, at or after 10:30 a.m., of that certain real property in the city of Corona, County of Riverside, State of California, consisting of approximately 27.36 acres of vacant, unimproved real property with Assessor's Parcel Number 114-500-099, and also known as RCFC Parcel No. 2201-1 in fee, more particularly described on Exhibit "A" attached hereto and by this reference incorporated herein, for a purchase price of \$4,000,000, plus \$6,945 for costs associated with a lot line adjustment and an additional \$20,000.00 for title insurance and escrow fees, from David L. Baumgardner by Grant Deed.

BE IT FURTHER RESOLVED, DETERMINED AND ORDERED that the Agreement for Purchase and Sale of Real Property between the District and David L. Baumgardner is hereby approved and the Chairman of the Board of Supervisors of the District is authorized to execute the same on behalf of the District.

BE IT FURTHER RESOLVED, DETERMINED AND ORDERED that the Clerk of the Board certify acceptance of any documents conveying the real property interest in favor of the District to complete the purchase and for recordation.

BE IT FURTHER RESOLVED, DETERMINED AND ORDERED that the General Manager-Chief Engineer or his designee is authorized to execute any other documents and administer all actions necessary to complete the purchase of the real property and this transaction.

BOARD OF SUPERVISORS

RIVERSIDE COUNTY FLOOD CONTROL AND WATER CONSERVATION DISTRICT

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RESOLUTION NO. F2015-10

AUTHORIZATION TO PURCHASE FEE SIMPLE INTEREST IN REAL PROPERTY LOCATED IN THE CITY OF CORONA, COUNTY OF RIVERSIDE, STATE OF CALIFORNIA BY GRANT DEED MAIN STREET DAM PROJECT 2-0-00201

ASSESSOR'S PARCEL NUMBER 114-500-099

ADOPTED by Riverside County Board of Supervisors on March 10, 2015

ROLL CALL:

Ayes:

Jeffries, Tavaglione, Washington, Benoit and Ashley

Nays: Absent:

None

None

The foregoing is certified to be a true copy of a resolution duly adopted by said Board of Supervisors on the date therein set forth.

KECIA HARPER-IHEM, Clerk of said Board

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03.10.15 11-5

Exhibit "A"

Main Street Dam Parcel 2201-1

Parcel B as described in Instrument No. 2006-0141532, recorded February 28, 2006, records of Riverside County, State of California, within the city of Corona.

EXP. 12/31/15 TO TO CALIFORNIA

WILLIAM R. HOFFERDER JR.

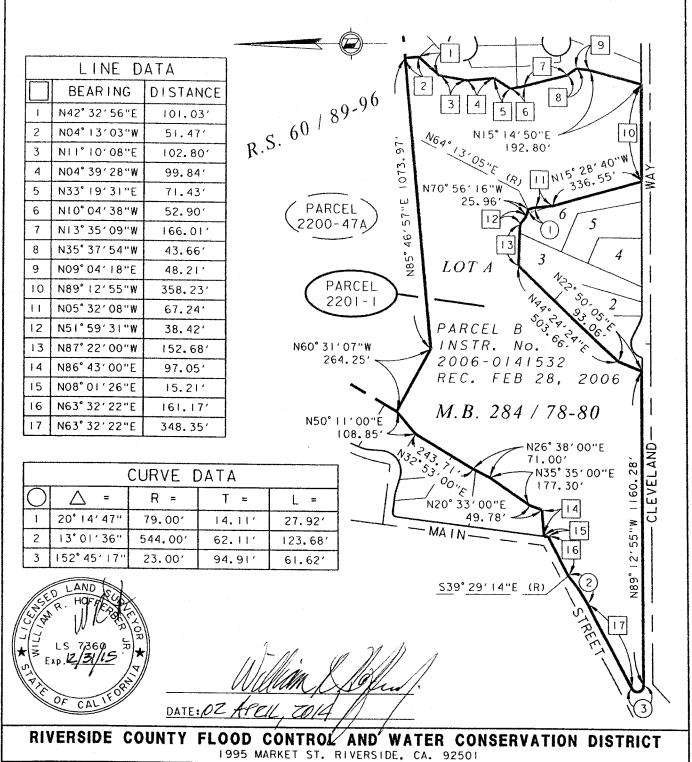
Land Surveyor No. 7360

Signed For: Riverside County Flood Control and Water Conservation District

Date: OZ APRIL, ZO14

Exhibit "B"

PARCEL B AS DESCRIBED IN INSTRUMENT NO. 2006-0141532, RECORDED FEBRUARY 28, 2006, RECORDS OF RIVERSIDE COUNTY, CALIFORNIA, WITHIN THE CITY OF CORONA.



PROJECT NAME:	AIN STREET DAM		
THIS PLAT IS SOLELY AN AID IN LOCATING THE PARCEL(S) DESCRIBED IN THE	PARCEL 2201-1	SCALE: NO SCALE	PREPARED BY: DAB
ATTACHED DOCUMENT. IT IS NOT A PART OF THE WRITTEN DESCRIPTION THEREIN.	FANGEL ZZOT-T	MAR-27-2013	SHEET NO.

NOTICE OF EXEMPTION

To: Office of Planning and Research

P.O. Box 3044

1400 Tenth Street, Room 222

1995 Market Street Sacramento, CA 95812-3044 nat Magative Declaration/NRiverside, CA 92501

Determination was routed to County

X County Clerk

County of Riverside 2724 Gateway Drive Riverside, CA 92507 ks for posting on.

From: Riverside County Flood Control and

Water Conservation District

Project Title: Voluntary Acquisition of Real Property within the Main Street Dam Floodplain

Project Location – City: Corona

Project Location – County: Riverside

The subject property totals approximately 27.36 acres of vacant land in Corona, California. The Assessor's Parcel No. (APN) is 114-500-099 and is located south of Upper Drive and north of Cleveland Way within Township 4 South, Range 7 West, Sections 11, 12, 13 and 14 of the Alberhill 7.5 Minute US Geological Survey Topographic Quadrangle. The property is located at 33° 49' 43.33" N, 117 34' 16.71" W.

Project Description:

The District is undergoing a voluntary land sale/acquisition with the land owner of APN 114-500-099 because the entire property is located within the existing floodplain behind the Main Street Dam and is encumbered by a natural watercourse. The acquisition will remove this property from a high risk flood zone and protect the floodplain from development encroachment. This action is also necessary to conserve water and to protect the watershed for the beneficial and useful purposes for the citizens of Corona and the County of Riverside.

Public Agency Approving Project: Riverside County Flood Control and Water Conservation District

Public Agency Carrying Out Project: Riverside County Flood Control and Water Conservation District

Exempt Status: Categorical Exemption: Section 15325(d)

Reasons Why Project is Exempt:

The project qualifies for a "Class 25 Categorical Exemption" pursuant to Article 19 of the CEQA Guidelines: Section 15325(d) Acquisition, sale, or other transfer to prevent encroachment of development into floodplains. It can be seen with certainty that there is no possibility that the activity in question will have a significant effect on the environment because the District is merely purchasing interest in real property and this conveyance does not effect a change in the environment.

Lead Agency: Riverside County Flood Control and Water Conservation District

Contact Person: Kris Flanigan

Telephone: 951.955

Lead Agency Signature: Un

Warren D. Williams

General Manager-Chief Engineer

Date received for filing at OPR: _N/A

JMV:mcv P8\167731

MAR 1 0 2015

RIVERSIDE COUNTY CLERK-RECORDER

AUTHORIZATION TO BILL

TO BE FILLED OUT BY	SUBMITTING AGI	ENCY			
DATE: 1/21/2015		BUSINESS UNIT/AGENCY:	FLOOD CONT	ROL - FCARC	
ACCOUNTING STRING:					
ACCOUNT: 526410		··-	FUND:	25120 /	
DEPT ID: 947420		_	PROGRAM:		
AMOUNT: \$50.00					
REF: FINAL CEQA	POSTING FOR MAIN S	STREET DAM FLOOD	PLAIN PROPERT	Y PURCHASE	
THIS AUTHORIZES THE CO	OUNTY CLERK & REC	CORDER TO ISSUE AN	I INVOICE FOR P	AYMENT OF ALL DOCUME	NTS INCLUDED.
NUMBER OF DOCUMENTS	S INCLUDED:		1		
AUTHORIZED BY:		DARRYLENN PRUD	HOLME-BROCKIN	NGTON OK	· · · · · · · · · · · · · · · · · · ·
PRESENTED BY:		JOAN VALLE	EXT 58581		
CONTACT:		DARRYLENN PRUD	HOLME-BROCKI	NGTON EXT 58357	
TO BE FILLED OUT BY	COUNTY CLERK				
ACCEPTED BY:				A Heren	
DATE:					
DOOLIMENT NO(SVINVO)	TE NO/SV				
DOCUMENT NO(S)/INVOIC	VE 140(9).	-			

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Main Street Dam
Project No. 2-0-00201
APN 114-500-099
RCFC Parcel No. 2201-01

AGREEMENT FOR PURCHASE AND SALE OF REAL PROPERTY

THIS AGREEMENT FOR PURCHASE AND SALE OF REAL PROPERTY, ("Agreement"), is entered into this day of 2015 by and between the RIVERSIDE COUNTY FLOOD CONTROL AND WATER CONSERVATION DISTRICT, a body politic, (hereinafter called "DISTRICT" or "BUYER") and DAVID L. BAUMGARDNER (hereinafter called "SELLER") for acquisition by BUYER from SELLER of certain real property interests for the Main Street Dam (hereinafter called "PROJECT").

RECITALS

- A. SELLER is the owner of certain real property located in the city of Corona, County of Riverside, State of California, consisting of 27.36 acres of land, commonly known as 495 Cleveland Way, Corona, CA, identified as Assessor's Parcel No. 114-500-099, and any related improvements, appurtenances and related personal and intangible property, which has been previously and as of the date hereof held by SELLER for investment purposes and more specifically as agricultural and commercial property.
- B. BUYER is a flood control and water conservation district created by an act of the California State Legislature on July 7, 1945 for the public purposes, among other things, to provide for the control of the flood and storm waters of the district, to conserve the waters for beneficial and useful purposes and protect from these flood or storm waters, the watercourses, watersheds, public highways, life, and property in the district, more particularly described in the California Water Code Appendix §48-9 ("BUYER'S Public Purpose").
- C. BUYER desires to purchase the Property (as defined below) in furtherance of its Public Purpose including for the PROJECT.
- D. BUYER obtained an appraisal which valued the Property at approximately \$5,900,000 as evidenced by that certain Summary Appraisal for Single Residential Land dated September 18, 2013 prepared by Riggs & Riggs, Inc.
- E. It is SELLER'S donative intent to gift the difference between the appraised value of the Property and the purchase price for the Property to BUYER for the benefit of the public (the "Donative Difference").
- F. Subject to the above recitations and the terms and conditions set forth below, including without limitation, SELLER'S waiver of all Claims (as defined below), SELLER desires to sell and BUYER desires to purchase the Property as specifically described herein.

IT IS HEREBY MUTUALLY AGREED BETWEEN THE PARTIES AS FOLLOWS:

1. <u>AGREEMENT TO PURCHASE AND SALE</u>. For good and valuable consideration, the receipt and adequacy of which is hereby acknowledged, SELLER agrees to sell to BUYER and BUYER agrees to purchase from SELLER, upon the terms and for the

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consideration set forth in this Agreement, the following interests in certain real property, located in the city of Corona, Riverside County, California and is currently designated as Riverside County Assessor's Parcel No. 114-500-099.

- (a) The Fee Title which affects a section of land that will hereinafter be referred to as "Parcel 2201-01". Said section of land contains approximately 27.36 acres.
- (b) Said above-listed interests in real property will hereinafter be referred to as the "Property". The respective sections of land affected by the above listed interests in real property are pictorially depicted and legally described in attached <u>Exhibit "A"</u> and attached <u>Exhibit "B"</u> (which are incorporated herein by this reference).
- 2. <u>PURCHASE PRICE</u>. The total purchase price that BUYER will pay to SELLER for the Property is:

FOUR MILLION DOLLARS (\$4,000,000.00)

Said purchase price shall be payable in cash at the close of escrow and in accordance with this Agreement.

- SELLER agrees and acknowledges that (A) the Purchase Price to be paid to SELLER by BUYER pursuant to this Agreement is full and complete consideration for the Property, including all claims of damage that may have arisen by any such acquisition and the public Project for which the Property is being conveyed by SELLER and (B) the purchase price for the Property reflects the total compensation for the Property to SELLER, including compensation for any diminution in value for the Property, any severance damages for the Property or any remainder property of any kind, the value of any improvements on the Property, damages for displacement and relocation, and any other damages of every kind or nature received by or that may be claimed by SELLER by reason of BUYER acquiring the property for its use for the Project (collectively, "Claims"). SELLER hereby agrees and consents to the release and full discharge of BUYER of and from all manner of action, causes of action, claims, contracts or demands whatsoever in law or in equity arising from the Claims, including but not limited to, the dismissal of any eminent domain action which has been or may be commenced by BUYER in the Superior Court of Riverside County to condemn the Property for the Project, or any inverse condemnation claims and waives any and all claim to money that has been or may be deposited in court in such case or to damages by reason of the filing of such action.
- 4. PERMISSION TO ENTER ON PROPERTY. SELLER hereby grants to BUYER, or its authorized agents, permission to enter upon the Property at all reasonable times prior to close of this transaction for the purpose of conducting due diligence, including making necessary or appropriate inspections. BUYER will give SELLER reasonable written notice before going on the Property (but no less than five (5) business days prior written notice). BUYER does hereby indemnify and hold harmless SELLER, SELLER's heirs, successors, assigns, officers, employees, agents and representatives free and harmless from and against any and all liability, loss, damages and costs and expenses, demands, causes of action, claims or judgments, arising from or that is in any way connected with BUYER'S inspections or non-permanent improvements involving entrance onto the Property pursuant to this Section 4. At least five (5) business days before any entry onto the Property by BUYER or anyone on BUYER'S behalf, BUYER shall deliver to SELLER a certificate of insurance evidencing

insurance coverage in compliance with the terms of this Section for all independent consultants or contractors of BUYER. BUYER agrees that the risks to be insured thereunder shall be selfinsured by the BUYER as if such insurance were in place. Such insurance shall consist of a commercial general liability insurance policy having a combined liability limit of at least Two Million Dollars (\$2,000,000) and property damage limits of at least One Million Dollars (\$1,000,000), including blanket contractual, cross-liability, and severability-of-interest coverage with respect to activities on the Property as set forth above. The insurance policy shall be primary and noncontributing with any insurance which may be carried by SELLER, and shall name SELLER as an additional insured. The insurance policy shall also provide that it may not be canceled or modified without at least thirty (30) days prior written notice to SELLER. If BUYER fails to acquire the Property due to BUYER'S default, this license will terminate upon the termination of BUYER'S right to purchase the Property. In such event, BUYER will remove or cause to be removed all of BUYER's personal property, facilities, tools and equipment from the Property. If BUYER does not remove all of BUYER'S personal property, facilities, tools and equipment from the Property within ten business days of the date that BUYER'S license terminates under this Section, SELLER has the right to remove said personal property, facilities, tools and equipment from the Property. In the event of BUYER fails to remove BUYER'S personal property, facilities, tools and equipment from the Property after entering the Property to perform due diligence, including to make necessary or appropriate inspections as specified in this Section 4, BUYER is responsible for all reasonable costs incurred by SELLER in any such removal by SELLER. Notwithstanding the foregoing, BUYER'S environmental review shall be limited to a "phase 1" environmental site assessment, and BUYER shall not undertake any "phase 2" or intrusive testing without SELLER'S prior written consent, which may be given or withheld in SELLER'S sole, subjective and absolute discretion. BUYER'S indemnification and hold harmless obligations under this Section 4 shall survive the termination or expiration of this Agreement and the Escrow.

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ESCROW. The parties will establish an escrow at Lawyers Title of California ("Escrow") to accommodate the transaction contemplated by this Agreement. For purposes of this Agreement, Opening of Escrow means the date on which Escrow Holder receives a fully executed original of this Agreement. The parties shall open the Escrow within fourteen (14) business days of the date on which this Agreement is fully executed by the parties. Escrow Holder shall notify both parties of the date of Opening of Escrow. If BUYER fails to deposit a fully executed original of this Agreement within such fourteen (14) business day period, then SELLER shall have the right at any time thereafter until Escrow is opened to terminate this Agreement by delivering written notice of such termination to BUYER. Close of Escrow means the date on which the Grant Deed is recorded in the Official Records of the County of Riverside. The Close of Escrow will be the earlier to occur of (i) the fifth (5th) business day following written notice from BUYER to SELLER or from SELLER to BUYER of such party's intention to close or (ii) the one hundred eightieth (180th) day following Opening of Escrow, time being of The parties hereto shall execute and deliver to Escrow Holder such escrow instructions prepared by Escrow Holder as may reasonably be required to consummate the transaction contemplated by this Agreement. Any such instructions shall not conflict, amend or supersede any provisions of this Agreement; this Agreement shall control unless the parties expressly agree in writing otherwise. The Escrow Instructions shall include the following terms and conditions for disbursements and other actions by Escrow Holder of this sale which shall occur at the Close of Escrow:

(a) <u>Funds</u>. Promptly upon Close of Escrow, disburse all funds deposited with Escrow Holder by BUYER in payment of the Property as follows: (a) deduct or credit all items chargeable to the account of SELLER and/or BUYER pursuant to <u>Sections 6</u> and <u>11</u>; b) disburse the balance of the Purchase Price to SELLER; and, (c) disburse any excess proceeds deposited by BUYER to BUYER.

(b) <u>Recording</u>. Cause the Deed to be recorded with the County Recorder and obtain conformed copies thereof for distribution to BUYER and SELLER.

(c) <u>Title Policy</u>. Direct the Title Company to issue the Title Policy to BUYER.

(d) <u>Delivery of Documents to BUYER and SELLER</u>. Deliver to BUYER any other documents (or copies thereof) deposited into Escrow by SELLER. Deliver to SELLER any other documents (or copies thereof) deposited into Escrow by BUYER.

(e) All time limits within which any matter herein specified is to be performed may be extended by mutual written agreement of the parties hereto only. Any amendment of, or supplement to, any instructions must be in writing.

6. <u>TITLE AND TITLE INSURANCE</u>. Upon the Opening of Escrow, Lawyers Title of California (the "Escrow Holder") shall obtain and issue a title commitment or a preliminary report of title for the Property (the "Title Report"). Escrow Holder will also request two (2) copies each of all instruments identified as exceptions on the Title Report. Upon receipt of the foregoing, Escrow Holder will deliver these instruments and the title commitment to BUYER and SELLER. Subject to the conditions of this <u>Section 6</u>, Escrow Holder will insure BUYER'S fee title to the Property, which is described above in <u>Section 1</u>, at the Close of Escrow by a CLTA Owner's Standard Coverage Policy of Title Insurance in the amount of the Purchase Price ("Policy"). BUYER shall pay for the cost of the Policy. The Policy provided for pursuant to this <u>Section 6</u> will insure BUYER'S interest in the Property free and clear of all monetary liens, monetary encumbrances and other exceptions to good and clear title, subject only to the following permitted conditions of title ("Permitted Title Exceptions"):

(a) The applicable zoning, building and development regulations of any municipality, county, state or federal jurisdiction affecting the Property.

(b) Those non-monetary exceptions not objected to by BUYER within ten (10) business days after the date BUYER receives the title commitment and legible copies of all instruments noted as exceptions therein, which may be delivered by email or Escrow Holder's web portal (the "Title Approval Period"). If SELLER does not receive notice of any title objection within the Title Approval Period, then, to that extent, BUYER shall be deemed to have approved the exceptions set forth in the Title Report. If BUYER "unconditionally disapproves" any such exceptions Escrow will thereupon terminate, all funds deposited therein will be refunded to BUYER (less BUYER'S share of escrow cancellation charges) and this Agreement will be in no further force or effect. If BUYER "conditionally disapproves" any such exceptions, then SELLER shall within five (5) business days after receipt of the "conditional" title objection notice notify BUYER whether SELLER will cure or remove any such title objection. If SELLER shall be deemed to have elected not to remove or cure such title objections, then BUYER may, at

BUYER'S option, either accept the Property subject to such exceptions, or terminate the Escrow and receive a refund of all funds deposited into Escrow (less BUYER'S share of escrow cancellation charges), if any, and this Agreement will thereupon be of no further force or effect. BUYER shall make such election within ten (10) business days following SELLER'S election or deemed election not to remove or cure any "conditional" title objection. Unless BUYER elects to terminate this Agreement and the Escrow within the foregoing ten (10) business day period, BUYER shall be deemed to have waived such objections and elected to proceed to close Escrow. Subject to the foregoing, at the Close of Escrow, BUYER'S fee interest in the Property will be free and clear of all monetary liens and monetary encumbrances, except for the lien of non-delinquent taxes and assessments subject to BUYER'S exemption as set forth in Section 11(c)(i), below.

(c) Taxes: Current fiscal year, including personal property tax, if any, and any further assessment thereto under Division 1, Part 0.5, Chapter 3.5 of Revenue and Taxation Code of the State of California. All other taxes owed whether presently current or delinquent are to be CURRENT at the Close of Escrow.

(d) Quasi-public utility, public utility, public alley, public street easements and rights of way of record.

7. <u>POSSESSION OF PROPERTY</u>. It is mutually understood and agreed by and between the parties hereto that the right of possession and use of the Property by BUYER, including the right to remove and dispose of improvements, shall commence upon the close of escrow.

8. <u>WARRANTIES AND REPRESENTATIONS OF SELLER</u>. SELLER makes the following representations and warranties:

(a) To the best of SELLER'S knowledge, there are no actions, suits, material claims, legal proceedings or any other proceedings filed against SELLER that affect the Property or any portion thereof, at law, or in equity before any court or governmental agency, domestic or foreign.

(b) To the best of SELLER'S knowledge, there are no other encroachments on the Property by improvements on any adjoining property, nor do any buildings or improvements on the Property encroach onto other properties, except those encroachments BUYER has objected to and notified SELLER thereof ("Encroachments".) The Encroachments as described and shown on Exhibit "C," attached hereto and by this reference incorporated herein, shall be resolved by the SELLER prior to the Close of Escrow.

(c) Until the Close of Escrow, SELLER shall maintain the Property in substantially the same condition as it exists as of the date of this Agreement, and shall materially perform all of its obligations under any service contracts or other material contracts affecting the

perform all of its obligations under any service contracts or other material contracts affecting the Property. SELLER shall have the right, in SELLER'S sole discretion, to terminate any service contracts prior to the scheduled Closing.

(d) SELLER has good and marketable title to the Property. SELLER has no actual knowledge of any unrecorded or undisclosed legal or equitable interest in the Property owned or claimed by anyone other than SELLER. SELLER has no knowledge that anyone will, at the Closing, have any right to possession of the Property, except as disclosed by this

Agreement or otherwise in writing to BUYER. There are no unsatisfied mechanics' or materialmen's lien rights on the Property. No assessment lien or bond encumbers the Property, and no governmental authority has undertaken any action that could give rise to an assessment lien affecting the Property and shall not do anything that would impair SELLER'S title to any of the Property.

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(e) To the best of SELLER'S knowledge, neither the execution of this Agreement nor the performance of the obligations herein will conflict with, or breach any of the provisions of any bond, note, evidence of indebtedness, contract, lease or other agreement or instrument to which the Property may be bound.

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(f) SELLER represents and warrants that until the Close of Escrow, SELLER shall, upon learning of any fact or condition that would cause any of the warranties and representations in this <u>Section 8</u> not to be true as of closing, immediately give written notice of such fact or condition to BUYER.

To the best of SELLER'S knowledge, 1) SELLER represents and warrants

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that it did not use, generate, release, discharge, store or dispose of any hazardous waste, toxic substances or related materials on, or under, in or about the Property or transport any Hazardous Materials to or from the Property in violation of any statute, ordinance or regulation, including any statute, ordinance or regulation governing the use, generation, release, or discharge of Hazardous Materials and that it shall not use, generate, release, discharge, store or dispose of any hazardous waste, toxic substances or related materials on, or under, in or about the Property prior to the Close of Escrow; and 2) SELLER represents and warrants that SELLER has not received any written notice that Property or any portion thereof is in violation of any statute, ordinance or regulation, including any statute, ordinance or regulation governing the use, generation, release, or discharge of Hazardous Materials. The term "Hazardous Materials" shall mean any substance, material or waste which is or becomes regulated by any local governmental authority, the State of California or the United States Government, including, but not limited to, any material or substance which is (i) defined as a "hazardous waste," "extremely hazardous waste" or "restricted hazardous waste" under Section 25115, 25117 or 25122.7 or listed pursuant to Section 25140 of the California Health and Safety Code, Division 20, Chapter 6.5 (Hazardous Waste Control Law), (ii) defined as "hazardous material", "hazardous substance" or "hazardous waste" under Section 25501 of the California Health and Safety Code, Division 20, Chapter 6.95 (Hazardous Materials Release Response Plans and Inventory), (iv) defined as "hazardous substance" under Section 25281 of the California Health and Safety Code, Division 20, Chapter 6.7 (Underground Storage of Hazardous Substances), (v) petroleum, (vi) asbestos, (vii) polychlorinated biphenyls, (viii) listed under Article 9 or defined as "hazardous" or "extremely hazardous" pursuant to Article 11 of Title 22 of the California Administrative Code, Division 4, Chapter 20, (ix) designated as a "hazardous substances" pursuant to Section 311 of the Clean Water Act. (33 U.S.C. §1317), (x) defined as a "hazardous waste" pursuant to Section 1004 of the Resource Conservation and Recovery Act, 42 U.S.C. §6901 et seq. (42 U.S.C. §6903) or (xi) defined as a "hazardous substances" pursuant to Section 101 of the Comprehensive Environmental Response, Compensation, as amended by Liability Act, 42, U.S.C. §9601 et seq. (42 U.S.C. §9601).

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(h) This Agreement and the performance of SELLER'S obligations under it and all documents executed by SELLER that are to be delivered to BUYER at the Closing are, or on the Closing Date will be, duly authorized, executed, and delivered by SELLER, and, to the best of SELLER'S knowledge, do not, and on the Closing Date will not, violate any provision of

any agreement or judicial order to which SELLER is a party or to which SELLER or the Property is subject. No consent of any partner, shareholder, creditor, investor, judicial or administrative body, government agency, or other party is required for SELLER to enter into and/or to perform SELLER'S obligations under this Agreement, except as has already been or will be obtained. If SELLER is a corporation, it is organized, validly existing, and in good standing under the laws of the State of California.

"To the best of SELLER'S knowledge" shall mean only the actual current knowledge of David Baumgardner ("Principal") without undertaking or the duty to undertake any independent investigation or inquiry and without imposing any personal obligations or liabilities upon Principal. SELLER's representations and warranties shall survive for a period until any statute of limitations shall have expired following Close of Escrow.

- 9. <u>WARRANTIES AND REPRESENTATIONS OF BUYER</u>. BUYER hereby represents and warrants to SELLER the following; it being expressly understood and agreed that all such representations and warranties are to be true and correct as of the Close of Escrow and shall survive the Close of Escrow:
- (a) BUYER has taken all required action to permit it to execute, deliver, and perform its obligations under this Agreement.
- (b) BUYER has the power and authority to execute and deliver this Agreement and to carry out its obligations hereunder are, or at the Closing Date will be, legal, valid, and binding obligations of BUYER and can consummate the transaction contemplated herein.
- (c) BUYER is declared to be a body corporate and politic created in the California Water Code Appendix Chapter 48and granted with certain powers to carry out BUYER'S Public Purpose.
- (d) BUYER will use the Property, including any portion of the Property constituting the Donative Difference, for BUYER'S Public Purpose and, as of the date hereof and as of the Close of Escrow, BUYER has neither any plans or intentions nor any obligations or binding commitments to sell or transfer for any consideration the Property to any third party no earlier than the next three (3) years following the Close of Escrow.
- (e) The transactions contemplated herein have been duly authorized by all necessary actions under applicable corporate and public law on the part of BUYER.
- (f) BUYER has the general powers of eminent domain to acquire real property for BUYER'S Public Purpose and, if BUYER deems necessary for BUYER'S Public Purpose, BUYER has the authority to adopt resolutions of necessity to exercise its powers of eminent domain to acquire the Property.
- (g) The statements contained in the Recitals to this Agreement are true and correct.

10. <u>CLOSING CONDITIONS</u>.

(a) All obligations of BUYER under this Agreement are subject to the fulfillment, by the scheduled Closing, of each of the following conditions:

- (i) SELLER shall convey to BUYER title to the Property subject to the Permitted Exceptions by execution and delivery with Escrow Holder a duly executed and acknowledged Grant Deed to be deposited with Escrow Holder at least one business day prior to the scheduled Closing Date.
- (ii) SELLER must have delivered to Escrow the documents and funds it is required to deliver through Escrow at Closing.
- (iii) All of SELLER'S express representations and warranties set forth in <u>Section 8</u>, above, shall be true and correct as of the scheduled Closing.
- (iv) All necessary agreements and consents of all parties to consummate the transaction contemplated by this Agreement will have been obtained and furnished by SELLER to Escrow Holder as of the Scheduled Closing Date.
- (v) Such proof of SELLER'S authority and authorization to enter into and perform under this Agreement, and such proof of power and authority of the individual executing or delivering any instruments, documents, or certificates on behalf of SELLER to act for and bind SELLER as may reasonably be required by Escrow Holder or Title Company.

BUYER'S Closing Conditions are solely for BUYER'S benefit and any or all may be waived in writing by BUYER in whole or in part without prior notice.

- (b) SELLER'S obligation to sell the Property is expressly conditioned on the fulfillment of each of the following condition at least one business day before the scheduled Closing:
- (i) BUYER must have delivered the (i) Purchase Price plus BUYER'S share of Closing costs to Escrow and (ii) a duly executed letter of acknowledgement of the Donative Difference, substantially in the form and content of attached Exhibit "D".
- (ii) BUYER must have delivered to Escrow the documents and funds required to consummate this transaction and as specified in this Agreement.

SELLER'S Closing Conditions are solely for SELLER'S benefit and any or all may be waived in writing by SELLER in whole or in part without prior notice.

(c) BUYER and SELLER agree to execute and provide any additional instruments or other documents as may be necessary to complete this transaction. BUYER and SELLER hereby agree to cooperate with the execution of all instruments or other documents reasonably necessary (i) to complete the transfer of the real property interest, including, but not limited to, any supplemental Escrow instructions required to complete the transaction, (ii) provide a letter of acknowledgement of SELLER'S charitable contribution of the Donative Difference and (iii) to carry out BUYER'S cooperation obligation under Sections 19 and 20, below. For the purposes of this Agreement, any cooperation obligation upon the BUYER for matters addressed in Section 10(c) (ii) and (iii) shall be limited to and mean that 1) BUYER is obligated to timely respond to reasonable requests from the SELLER for the provision of any

if eligible to receive such refund and Escrow Holder shall have no liability and/or responsibility in connection therewith.

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(ii) <u>Utility Deposits</u>. SELLER will notify any utility companies servicing the Property of the sale of the Property to BUYER and will request that such companies send SELLER a final bill, if warranted, for the period ending on the last day before the Close of Escrow. BUYER will notify the utility companies that all utility bills for the period commencing on the Close of Escrow are to be sent to BUYER. SELLER is responsible for all costs associated with the provision of utility services to the Property up to the Close of Escrow.

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Method of Proration. If applicable and for purposes of calculating (iii) prorations, BUYER shall be deemed to be in title to the Property, and therefore entitled to the income therefrom and responsible for the expenses thereof, for the entire day upon which the Closing occurs. All prorations will be made as of the date of Close of Escrow based on a three hundred sixty-five (365) day year or a thirty (30) day month, as applicable. The obligations of the parties pursuant to this Section 11 shall survive the Closing and shall not merge into any documents of conveyance delivered at Closing.

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CLOSING. When the Escrow Holder receives all documents and funds identified in this Agreement, and the Title Company is ready, willing, and able to issue the Title Policy, then, and only then, the Escrow Holder will close Escrow by performing all actions instructed to do so in the Escrow Instructions and in accordance with this Agreement.

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INDEMNITY. SELLER agrees to indemnify, defend and hold BUYER harmless 13. from and against any claim, action, suit, proceeding, loss, cost, damage, liability, deficiency, fine, penalty, punitive damage or expense (including, without limitation, attorneys' fees) of any nature whatsoever, resulting from, arising out of or based on any breach of SELLER'S representation, warranties or covenants provided in this Agreement. BUYER agrees to indemnify, defend and hold SELLER harmless from and against any claim, action, suit, proceeding, loss, cost, damage, liability, deficiency, fine, penalty, punitive damage or expense (including, without limitation, attorneys' fees) of any nature whatsoever (collectively, "Claim"), resulting from, arising out of or based on any breach of BUYER'S representation, warranties or covenants provided in this Agreement. The foregoing obligations shall survive until the statute of limitations period has run following the Closing; provided, however, the foregoing obligations of BUYER shall survive a period of three and one half (3½) years in respect to any Claim arising from BUYER'S breach of the representation and warranties set forth in Sections 9(d).

DISTRICT REPRESENTATIVE. The General Manager-Chief Engineer, or his

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performing administrative or ministerial actions necessary to complete this transaction, including executing any other related escrow forms or documents to consummate the purchase.

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NOTICES. All notices and demands shall be given in writing by certified mail, postage prepaid, and return receipt requested, or by personal delivery. Notices shall be considered given upon the earlier of (a) personal delivery, or (b) one (1) business day following deposit with an overnight carrier service. A copy of all notices shall be sent to the Escrow Company. Notices shall be addressed as provided below for the respective party. The parties agree, however, that if any party gives notice in writing of a change of name or address to the other party, notices to such party shall thereafter be given as demanded in that notice:

designee, serves as the representative on behalf of BUYER for the purpose of administering and

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1 SELLER: Mr. David Baumgardner 3040 Juniper Drive 2 Corona, CA 92882 3 COPY TO: Garrett DeFrenza Stiepel Ryder LLP 4 3200 Bristol Street, Suite 850 Costa Mesa, CA 92626-1808 5 Attn: Mr. Henry R. Stiepel, Esq. 6 **BUYER:** Riverside County Flood Control and Water Conservation District 7 1995 Market Street 8 Riverside, CA 92501 Attn: Mr. Gregory Walker 9 COPY TO: Riverside County Counsel 10 3960 Orange Street, Suite 500 11 Riverside, CA 92501-3674 Attn: Ms. Synthia M. Gunzel 12 **Deputy County Counsel** 13 **ESCROW HOLDER:** Lawyers Title of California 3480 Vine Street, Suite 300 14 Riverside, CA 92507 15 Attn: Ms. Debbie Strickland 16 16. MISCELLANEOUS. 17 Natural Hazard Disclosure Statement. SELLER will provide to BUYER 18 within the time allowed by law a Natural Hazard Disclosure Statement in accordance with California Government Code Sections 8589.3-8589.4 and 51183.5 and Public Resources Code 19 Sections 4136, 2621.9 and 2694. 20 (b) <u>Default</u>. In the event of a material breach or material default under this 21 Agreement by either the BUYER or SELLER, the non-defaulting party shall have, in addition to all rights available at law or equity, the right to terminate this Agreement and the Escrow for the 22 purchase and sale of the Property, by delivering written notice thereof to the defaulting party and to Escrow Holder. SELLER and BUYER agree that if the purchase and sale of the Property is 23 not or cannot be completed because of a SELLER default, BUYER, in addition to all rights 24 available at law or equity and the refund of all prior deposits made by BUYER, may (i) waive such default and proceed with the Close of Escrow, (ii) terminate this Agreement and the 25 Escrow, and SELLER shall promptly reimburse BUYER for BUYER'S reasonable third party out-of-pocket costs incurred by BUYER in connection with this transaction up to a maximum of 26 Ten Thousand Dollars (\$10,000), or (iii) compel specific performance of SELLER'S obligations under this Agreement, provided such action is commenced within thirty (30) days of the 27 scheduled Closing Date.

(c) <u>Further Instructions</u>. Each party agrees to execute such other and further escrow instructions as may be necessary or proper in order to consummate the transaction contemplated by this Agreement.

(d) <u>Amendments</u>. Any amendments to this Agreement shall be effective only in writing and when duly executed by both the BUYER and SELLER and deposited with Escrow Holder.

- (e) <u>Applicable Law</u>. This Agreement shall be construed and interpreted under, and governed and enforced according to the laws of the State of California. Venue for any proceeding related to this Agreement shall be in the County of Riverside.
- (f) Entire Agreement. This Agreement contains the entire agreement between the undersigned parties respecting the subject matter set forth herein, and expressly supersedes all previous or contemporaneous agreements, understandings, representations, or statements between the parties respecting said subject matter (whether oral or in writing). No person is authorized to make, and by execution hereof SELLER and BUYER acknowledge that no person has made, any representation, warranty, guaranty or promise except as set forth herein; and no agreement, statement, representation or promise made by any such person which is not contained herein shall be valid or binding on SELLER or BUYER.
- (g) <u>Successors and Assigns</u>. This Agreement shall be binding upon and inure to the benefit of the heirs, executors, administrators, successors and assigns of the parties hereto.
- (h) <u>Time of Essence</u>. The parties acknowledge that time is of the essence in this Agreement, notwithstanding anything to the contrary in the Escrow Company's general Escrow instructions.
- (i) <u>Remedies Not Exclusive and Waivers</u>. No remedy conferred by any of the specific provisions of this Agreement is intended to be exclusive of any other remedy and each and every remedy shall be cumulative and shall be in addition to every other remedy given hereunder or now or hereafter existing at law or in equity or by statute or otherwise.
- (j) Interpretation and Construction. The parties agree that each party has reviewed this Agreement and that each has had the opportunity to have their legal counsel review and revise this Agreement and that any rule of construction to the effect that ambiguities are to be resolved against the drafting party shall not apply in the interpretation of this Agreement or any amendments or Exhibits thereto. In this Agreement the neutral gender includes the feminine and masculine, and singular number includes the plural, and the words "person" and "party" include corporation, partnership, firm, trust, or association wherever the context so requires. The recitals and captions of the sections and subsections of this Agreement are for convenience and reference only, and the words contained therein shall in no way be held to explain, modify, amplify or aid in the interpretation, construction or meaning of the provisions of this Agreement.
- (k) <u>Counterparts</u>. This Agreement may be executed in counterparts, each of which so executed shall, irrespective of the date of its execution and delivery, be deemed an original, and all such counterparts together shall constitute one and the same instrument.
- (l) <u>Partial Invalidity</u>. If any term or provision of this Agreement shall be deemed to be invalid or unenforceable to any extent, the remainder of this Agreement will not be

affected thereby and each remaining term and provision of this Agreement will be valid and be enforced to the fullest extent permitted by law.

Brokers. SELLER and BUYER each represent and warrant to one another that, such party has not engaged any broker or finder with respect to this Agreement or the transactions contemplated herein. If SELLER or BUYER is in fact represented in this sale, upon and only upon the Closing, SELLER shall pay a commission to SELLER'S Broker and BUYER'S Broker as may be set forth in a separate written agreement between SELLER and SELLER'S Broker and/or BUYER'S Broker, or in any separate written instructions related thereto as may be executed and delivered into Escrow by SELLER. SELLER shall defend, indemnify and hold harmless BUYER from and against any and all liabilities, claims, demands, damages, or costs of any kind (including attorneys' fees, costs and expenses) arising from or connected with any other broker's or finder's fee or commission or charge ("Broker Claims") claimed to be due by SELLER'S Broker or any person other than BUYER'S Broker (except as set forth above) arising from or by reason of SELLER'S conduct with respect to this transaction. BUYER shall defend, indemnify and hold harmless SELLER from and against any and all Broker Claims claimed to be due by BUYER'S Broker (except as set forth above) or any person other than SELLER'S Broker arising from or by reason of BUYER'S conduct with respect to this transaction. The provisions of this Section 16(m) shall survive Closing hereunder or earlier termination of this Agreement until the limitations period has run for such claims.

- (n) Attorneys' Fees. If either party hereto incurs attorneys' fees in order to enforce, defend or interpret any of the terms, provisions or conditions of this Agreement or because of a breach of this Agreement by the other party, the prevailing party may be entitled to recover reasonable attorneys' fees from the other party only if the prevailing party has prevailed in a judgment by a court of competent jurisdiction.
- 17. <u>ASSIGNMENT</u>. BUYER may assign its rights under this Agreement or may designate a nominee to acquire the Property, provided, however, that any such assignment or designation shall not relieve BUYER of any of its obligations under this Agreement.
- 18. <u>SIGNATURES</u>. This Agreement will have no force or effect whatsoever unless and until it is signed by each of the two transacting parties.
- 19. TAX-DEFERRED EXCHANGE. BUYER agrees to cooperate with SELLER in completing an exchange qualifying for non-recognition of gain under applicable provisions of the Internal Revenue Code Sections 1031 and/or 1033 and the California Revenue and Taxation Code and any future amendments or successor statutes; SELLER reserves the right to convert this transaction to an exchange at any time before Close of Escrow, however, consummation of the transaction contemplated by this Agreement is not conditioned on completion of such an exchange. If SELLER elects to complete an exchange, BUYER agrees to timely respond to reasonably requests to execute all escrow instructions, documents, or instruments reasonably requested by SELLER to complete the exchange provided that BUYER shall incur no delay or additional liabilities, expenses, or costs as a result of or connected with the exchange, and BUYER shall have no obligation to take title to any real property to facilitate such exchange. SELLER shall hold harmless, defend and indemnify BUYER of any liability, damages, or costs, including reasonable attorney fees, that may arise from BUYER'S cooperation regarding or in connection with an exchange. In connection with any such exchange, SELLER may substitute an intermediary ("Intermediary") to act in place of SELLER as the seller of the Property. Intermediary shall be designated in writing by SELLER. Upon identification of Intermediary,

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Intermediary shall be substituted for SELLER as the seller of the Property. BUYER agrees to accept the Property and all other required performance from Intermediary and to render its performance of all of its obligations to Intermediary. BUYER agrees that performance by Intermediary will be treated as performance by SELLER, and SELLER agrees that BUYER'S performance to Intermediary will be treated as performance to SELLER. SELLER shall unconditionally guarantee the full and timely performance by Intermediary of each and every one of the representations, warranties, indemnities, obligations and undertakings of Intermediary. As guarantor, SELLER shall be treated as a primary obligor with respect to these representations, warranties, indemnities, obligations and undertakings, and, in the event of breach, BUYER may proceed directly against SELLER on this guarantee without the need to join Intermediary as a party to any action against SELLER. SELLER unconditionally waives any defense that it might have as guarantor that it would not have if it had made or undertaken these representations, warranties, indemnities, obligations and undertakings directly. In the event of a breach of any representations, warranties, obligations and undertakings by SELLER or Intermediary or in the event of any claim upon any indemnity of SELLER or Intermediary (whether the representation, warranty, indemnity, obligation or undertaking is express or implied), BUYER'S exclusive 10 recourse shall be against SELLER, and BUYER shall have no recourse of any type against Intermediary arising from this transaction. 11

20. <u>PROPOSITION 3 RELIEF</u>. BUYER agrees to cooperate with SELLER in obtaining an exclusion from reassessment of SELLER'S replacement property under California Proposition 3 and California Revenue and Taxation Code section 68 ("Proposition 3 Relief"). BUYER agrees to timely respond to reasonably requests to execute all escrow instructions, documents, or instruments reasonably requested by SELLER at any time (whether prior to, on or after the Close of Escrow) for SELLER to obtain Proposition 3 Relief provided that BUYER shall incur no delay or additional liabilities, expenses, or costs as a result of or connected with SELLER'S application for Proposition 3 Relief. SELLER shall hold harmless, defend and indemnify BUYER of any liability, damages, or costs, including reasonable attorney fees, that may arise from BUYER'S cooperation regarding or in connection with SELLER'S application for Proposition 3 Relief.

[Signatures on next page]

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Exhibit "A"

Main Street Dam Parcel 2201-1

Parcel B as described in Instrument No. 2006-0141532, recorded February 28, 2006, records of Riverside County, State of California, within the city of Corona.

WILLIAM R. HOFFERDER JR.

Land Surveyor No. 7360

Signed For: Riverside County Flood Control

and Water Conservation District

Exhibit "B"

PARCEL B AS DESCRIBED IN INSTRUMENT NO. 2006-0141532, RECORDED FEBRUARY 28, 2006, RECORDS OF RIVERSIDE COUNTY, CALIFORNIA, WITHIN THE CITY OF CORONA.

					9 11
LINE D	ΑΤΑ				
BEARING	DISTANCE	R.S. 60 / 8°	2	8	1 71
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3 NII° 10′ 08"E	102.80′	R.D.	16. N64.	13.04.	\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\
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5 N33° 19′31"E	71.43′		_	56' 16"W 336' 25. 96'	
6 N10°04′38"W	52.90'	(PARC) 2200-	3.125.94 470,924	6	5
7 N13° 35′09"W	166.01	2200-	4/A/ 4/		7
8 N35° 37′ 54"W	43.66′		io	3	/ 4 1
9 N09° 04′ 18"E	48.21'			OIA	
10 N89° 12′55"W	358.23′		RCEL)- -	1 2.50	
N05° 32′08"W	67.24′	22		Ng 50	05.
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14 N86° 43′ 00"E	97.05	207	\		006
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Exp. 2/3/15		William & Aren, zo14	May !		3
RIVERSIDE CO	UNTY FLO	OD CONTROL	AND WATER	CONSERVATION	DISTRICT

HIVEHSIDE COUNTY FLOOD CONTROL AND WATER CONSERVATION DISTRICT

PROJECT NAME: MA	AIN STREET DAM		
THIS PLAT IS SOLELY AN AID IN LOCATING THE PARCEL(S) DESCRIBED IN THE		NO SCALE	PREPARED BY: DAB
ATTACHED DOCUMENT. IT IS NOT A PART OF THE WRITTEN DESCRIPTION THEREIN.	PARCEL 2201-1	MAR-27-2013	SHEET NO.

"EXHIBIT C"

- Arriola Easement Agreement, copy attached.
 Patel, Lot Line Adjustment, copy attached.

When Recorded Mail To: David Baumgardner 3040 Juniper Dr. Corona CA 92882

Easement Agreement

For valuable consideration, receipt of which is hereby acknowledged, David L Baumgardner (Grantor), hereby grants to Louis Arriola ("Grantee"), its successors and assigns, the right to have Grantee's block wall encroach onto, over and under the land hereinafter described in Easement Area and to maintain Grantee's wall within the Easement Area. This easement right remains so long as Grantee's wall remains installed within the Easement Area, in the form it exists on the date of the execution of this easement. Grantee shall not make any improvements to the block wall resulting in any expansion of the use, area, or scope of the easement created herein.

Said Easement Area is located on the Grantors' land as follows:

<u>Grantors' Property</u>: Property located in the County of Riverside, in the State of California, APN 114-500-099 and more particularly described in a Grant Deed recorded as Instrument Number 2004-1020206 of Official Records, in said County.

<u>Easement Area:</u> The Easement Area is more particularly described on the legal description and map marked as Exhibit "A" and Sketch marked as Exhibit "B", attached hereto and incorporated by reference herein.

Grantors agree, except with the written permission of the Grantee, that (i) no building, structure or other improvement or obstruction shall be located upon the Easement Area; (ii) no excavation, filling, flooding or grading shall be constructed upon the Easement Area; (iii) no planting of trees shall be upon the Easement Area: and, (iv) nothing shall be attached temporarily or permanently, to any property of the Grantee installed in the Easement Area.

This Agreement shall be binding on the Grantor's lessees, heirs, executors, administrators, transferees, successors and assigns and shall run with the land.

IN WITNESS WHEREOF, Grantors hereby execute this Agreement.

GRANTORS

Date: 1/- 14

David L Raumgardner

[Notary Acknowledgements Attached]

State of Washington County of	} ss.
I certify that I know or have satisfactory	evidence that David Baum gardn. Name of Signer
	is the person who appeared before me, and said person acknowledged that he/she signed this instrument and acknowledged it to be his/her free and voluntary act for the uses and purposes mentioned in the instrument.
	Dated: 1) - 1) - 1 4 Month/Day/Year
	Month/Day/Year
}	
Notary Public State of Washington	Signature of Notarizing Officer
ZACHARY T ROSS My Appointment Expires Dec 10, 2016	Nal @ 11==
	Votary Public (Such as "Notary Public")
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Place Notary Seal and/or Stamp Above	My appointment expires: Dee . 10th
O	PTIONAL
Though this section is optional, completing to	his information can deter alteration of the document this form to an unintended document.
cription of Attached Document	
or Type of Document: <u>Fase Ment</u>	Agreement
ment Date:/ - 7- 4	Number of Pages:
er(s) Other Than Named Above:	

EXHIBIT "A" LEGAL DESCRIPTION EASEMENT AREA

THAT CERTAIN PARCEL OF LAND, IN THE CITY OF CORONA, COUNTY OF RIVERSIDE, STATE OF CALIFORNIA, BEING A PORTION OF LOT A OF TRACT NO. 24601, AS PER MAP FILED IN BOOK 284, PAGES 78 THROUGH 80, INCLUSIVE, OF MAPS, IN THE OFFICE OF THE COUNTY RECORDER OF SAID COUNTY, MORE PARTICULARLY DESCRIBED AS FOLLOWS:

BEGINNING AT A POINT ON THE NORTHWESTERLY LINE OF LOT 3 OF SAID TRACT, SAID LINE SHOWN ON SAID MAP AS "N44°24'24"E, 181.54". SAID POINT BEING DISTANT THEREON NORTH 44°24'24" EAST, 12.50 FEET FROM THE SOUTHWESTERLY TERMINUS THEREOF;

THENCE, LEAVING SAID NORTHWESTERLY LINE, NORTH 45°35'36" WEST, 5.50 FEET;

THENCE, NORTH 44°24'24" EAST, 47.00 FEET;

THENCE, NORTH 71°26'32" EAST, 5.50 FEET;

THENCE, NORTH 44°24'24" EAST, 60.00 FEET;

THENCE, NORTH 66°25'52" EAST, 8.00 FEET TO A POINT ON SAID NORTHWESTERLY LINE OF LOT 3, SAID POINT BEING DISTANT THEREON SOUTH 44°24'24" WEST, 49.72 FEET FROM THE NORTHEASTERLY TERMINUS THEREOF:

THENCE, ALONG SAID NORTHWESTERLY LINE OF LOT 3, SOUTH 44°24'24" WEST, A DISTANCE OF 119.32 FEET TO THE POINT OF BEGINNING.

SAID STRIP OF LAND CONTAINING 470.44 SQUARE FEET, MORE OR LESS.

AS SHOWN ON EXHIBIT "B" ATTACHED HERETO AND BY THIS REFERENCE MADE A PART HEREOF.

I HEREBY STATE THAT THIS LEGAL DESCRIPTION WAS PREPARED BY ME OR UNDER MY DIRECT SUPERVISION.

Ехр. 12/31/14 No. 5921

BRUCE F. HUNSAKER, PLS 5921

MY LICENSE EXPIRES: 12/31/2014

Lot 3 Easement Legal Over Lot A Tr. No. 24601 June 26, 2014 Page 1 of 1

EXHIBIT "B" SHEET 1 OF 1 SKETCH TO ACCOMPANY LEGAL DESCRIPTION OF EASEMENT AREA, IN THE CITY OF CORONA, COUNTY OF RIVERSIDE, STATE OF CALIFORNIA waa sa'sa'k 119.32 × 0.8. 3 150 "=50 100 2 GRAPHIC SCALE 5 50 0 1 I HEREBY STATE THAT THIS EXHIBIT WAS PREPARED BY ME OR UNDER MY DIRECT SUPERVISION. JUNE 25, 2014 SED LAND SUPPLIED OF THE PROPERTY OF THE PROPE 6/26/A PREPARED BY: Exp. 12/31/14 BRUCE F. HUNSAKER PLS 5921 MY LICENSE EXPIRES: DECEMBER 31, 2014 **CLEVELAND WAY** No. 5921 OF CALIFO AND SURVEYING, INC. 429 MARKETVIEW IRVINE, CA 92802 949-243-4645

Recording Requested By First American Title Company

AND WHEN RECORDER MAIL TO: AND MAIL TAX STATEMENT TO: David L. Banngardner 4016 SI^M Avenue CT NW GIG HARBOR, WA 99331 DOC # 2014-0305718

08/13/2014 08:00 AM Fees: \$51.00

Page 1 of 3

Recorded in Official Records

County of Riverside

My Appointment Expires Jul 28, 2015

Larry W. Ward

Assessor, County Clerk & Recorder

This document was electronically submitted to the County of Riverside for recording
Receipted by: AGONZALEZ

an 14.520-010

(A) 141-200-810			
DH:\$Ø	GRANT DEED	*FCONVEYAY	ke Kabonafide
THE UNDERSIGNED GRANTOR(S) DECLARE	S) THAT DOCTIMENTAD	V TRANSFER TAX IS ALL	,
XX computed on full value of property co		· INVUSIEN INV (2 2010) TO	ACTEY S
computed on full value less lieus or en unincorporated area:	Corona, and	the time of sale.	
FOR A VALUABLE CONSIDERATION, re-		<i></i>	. <i>9</i> 2
David L. Reumgardner and Kethy A. Baum (and as an u	remorried month	Raumgurdner living Trist	isted 4-15-92
heroby GRANTS to: Rajesh R. Pa	itel and Anuro	opa Patel, Husb	and and Wife as
the following described real property in the Co	onty of Riverside, State o	f California:	Joint Tenants
PLEASE SEE EXHIBIT "A" ATTACKED HE			
Devid L. Blangardner	of the Baun dated 2 hy Baumga	ngardnerliving 1-15-92 Indner	igtrust
On MAN 3012 2014, before personally appeared NATHY BANK are on the basis of estisfactory evidence to be it and acknowledged to me that he/she/they exchis/her/their signature(s) on the instrument the executed the instrument. I certify under PENALTY OF PERJURY under true and correct.	po person(s) whose name(s cuted the same in his/her s person(s), or the entity	 is/are subscribed to the with their authorized expectly(ies) upon behalf of which the period), and that by recon(s) acted,
WITNESS my band and official feal.	7	Notary Public State of Washingt COURTNEY L GHILD	on DERS

Recording Requested By

First American Title Company

AND WHEN RECORDED MAIL TO: AND MAIL TAX STATEMENT TO: David L. Beumgardner 4016 52nd Avenue CT NW GIG HARBOR, WA 99331

114.520-010 FCONVLYANCE is abonatide THE UNDERSIGNED GRANTOR(S) DECLARE(S) THAT DOCUMENTARY TRANSFER TAX IS \$0.00 and CITY S.... XX computed on full value of property conveyed, or computed on full value less liens or encumbrances remaining at the time of sale. unincorporated area: Corona, and FOR A VALUABLE CONSIDERATION, receipt of which is hereby acknowledged, David L. Baumgardner and Kathy A. Baumgardner, Trustees of the Baumgardner living Tries dated 4-15-92 (and as an unmarried man) bereby GRANTS to: Rajesh R. Patel and Anuroopa Patel, Husband and Wife as the following described real property in the County of Riverside, State of California: Joint Tenants PLEASE SEE EXHIBIT "A" ATTACHED HERETO AND MADE APART HEREOF. Dated: Trustees of the Baumgardner living Trust
alated 4-15-92 aka Kathy Baumgardner STATE OF GALFFORMIA ÍS.S. COUNTY OF DIEPOE CUURTNEYLCHIUDERS A NOTARY PUBLIC Oz MAN 3012 2014 personally appeared MATHY me on the basis of satisfactory evide ne(s) is/are subscribed to the within instrument and acknowledged to me that he/she/they executed the same in his/her/their authorized capacity(ies), and that by his/her/their signature(s) on the instrument the person(s), or the entity upon behalf of which the person(s) acted, I certify under PENALTY OF PERJURY under the laws of the State of California that the foregoing paragraph is true and correct. WITNESS my hand and official &

> Notary Public State of Washington COURTNEY L CHILDERS My Appointment Expires Jul 28, 2015

ASHINGTON	SHORT-FORM	INDIVIDUAL ACKNOWLEDGMENT INCW 42.4
State of Washir	ngton	
County of	Pierre	ss.
·		
I certify that I kr	now or have satisfacto	ry evidence that DAVID L BAUMBARDNER
		Name of Signer is the person who appeared before me, and said
		person acknowledged that he/she signed this
		instrument and acknowledged it to be his/her
		free and voluntary act for the uses and purposes
		mentioned in the instrument.
		Dated: JNN 3 2011 Month/Day/Year
₫ BF	Notary Public tate of Washington RANDI K MAXWELL Ment Expires May 21, 2016	Signature of Notarizing Officer
	anone Lapries may 21, 2016	NOTAPH PUBLIC") Title (Such as "Notary Public")
		My appointment expires
		Nan 21 2016
Place N	otary Seal and/or Stamp Above	Month/Day/Year of Appointment Expiration
		- OPTIONAL -
Although the information persons relying on the third form to another	he document and could pre	equired by law, it may prove valuable to vent fraudulent removal and reattachment of RIGHT THUMBPRINT OF SIGNER Top of thumb here
Description of	Attached Document	
Title or Type of I	Document: GFA	NUT DEFED
Document Date:	May 30 2011	Number of Pages:
	j i	KATHY N BAYMAAPONER (PREV NOTARIZED

EXHIBIT A

LEGAL DESCRIPTION (AFTER):

PARCEL A

BEING ALL OF LOT 6 AND A PORTION OF LOT A OF TRACT NO. 24601 IN THE CITY OF CORONA, COUNTY OF RIVERSIDE, STATE OF CALIFORNIA, AS FILED IN BOOK 284, PAGES 78 THROUGH 80, INCLUSIVE, OF MAPS, RECORDS OF SAID COUNTY, MORE PARTICULARLY DESCRIBED AS FOLLOWS:

BEGINNING AT THE MOST SOUTHEAST CORNER OF SAID LOT 6, SAID POINT ALSO BEING ON THE NORTHERLY LINE OF CLEVELAND WAY; THENCE NORTH 89'12'55" WEST 75.00 FEET ALONG SAID NORTHERLY LINE; THENCE LEAVING SAID NORTHERLY LINE NORTH 10'21'07" WEST 236.74 FEET; THENCE NORTH 65'49'44" WEST 154.78 FEET TO THE MOST WESTERLY CORNER OF SAID LOT 6; THENCE NORTH 24'10'16" EAST 169.12 FEET TO THE MOST NORTHWESTERLY CORNER OF SAID LOT 6; THENCE SOUTH 87'22'00" EAST 30.92 FEET; THENCE SOUTH 51'59'31" EAST 38.42 FEET; THENCE SOUTH 70'56'16" EAST 25.96 FEET TO A NON-TANGENT CURVE CONCAVE SOUTHWESTERLY HAVING A RADIUS OF 79.00 FEET, A RADIAL LINE THROUGH SAID POINT BEARS NORTH 64'13'05" EAST; THENCE SOUTHERLY ALONG SAID CURVE 27.92 FEET THROUGH A CENTRAL ANGLE OF 20'14'47" TO A TANGENT LINE; THENCE SOUTHY 05'32'08" EAST 67.24 FEET; THENCE SOUTH 15'28'40" EAST 336.55 FEET TO THE NORTH LINE OF CLEVELAND WAY AND THE POINT OF BEGINNING.

SEE EXHIBIT B ATTACHED HERETO AND BY THIS REFERENCE MADE A PART THEREOF.

SAID PARCEL CONTAINS 40,888 SQUARE FEET OR 0.939 ACRES

"EXHIBIT D"

GIFT LETTER

January 6, 2015

Re:

APNs 144-500-099

CHIEF ENGINEER

Riverside County Flood Control and Water Conservation District 1995 Market Street Riverside, California 92501

Gentlemen:

	Main Street Dam Project No. 2-0-00201
Assessor Parcel Numbers 144-500-099 property, as appraised, is Five Million N	oner of a parcel of land known as Parcel 2201-01, consisting of 9. I have been made aware of the fair market value of the real Nine Hundred Thousand Dollars (\$5,900,000.00) for the proposed tion of the floodplain and as such is a public project.
One Million Nine Hundred Thousand	County Flood Control and Water Conservation District, the sum of Dollars (\$1,900,000.00) and accept the sum of Four Million on for Assessor Parcel Number 144-500-099.
Parcel B as described in Instrum	the property involved in this donation to the District: nent No. 2006-0141532, recorded February 28, 2006, tate of California, within the city of Corona.
Dated:	By: DAVID L. BAUMGARDNER
ACCEPTED:	RIVERSIDE COUNTY FLOOD CONTROL AND WATER CONSERVATION DISTRICT
Dated:	By: WARREN D. WILLIAMS GENERAL MANAGER/