ADDITIONAL OBLIGATIONS OF SUB-LESSEE

Sub-Lessee shall, during the terms of this sub-lease;

Observe and comply with all rules, regulations and laws which govern and are in effect adopted by Sublessor or the County of Riverside. Maintain premises and equipment in a clean, orderly, neat and safe condition.

Pay for all utilities, including trash disposal and a pro rata share of Sublessor's cost of maintaining and insuring the Project, as determined by Sublessor.

SUB-LESSOR'S RESERVED RIGHTS

Sub-Lessor and County, or either duly authorized agents, shall have the right to enter the sub-leased premises for inspections, repairs or for any other reasonable cause.

IMPROVEMENTS, REPAIRS & SIGNS

Sub-Lessee shall not make any improvements, repairs or modifications, paint the exterior of the hangar or install any signs without prior written approval of Sub-Lessor.

INSURANCE

Sub-Lessee shall, during the term of this sub-lease, procure and maintain the following described insurance coverage and limits as indicated.

- a. Procure and maintain comprehensive Airport Commercial General Liability Insurance coverage that shall protect Lessee from claims for damages for personal injury, including accidental and wrongful death, as well as from claims for property damage, which may arise from Lessee's use of the leased premises or the performance of its obligations hereunder, whether such use or performance be by Lessee, by a subcontractor, or by anyone employed directly or indirectly by either of them. Such insurance shall name Sublessor and all Agencies, Districts, Special Districts, and Departments of the County of Riverside, their respective directors, officers, Board of Supervisors, employees, elected or appointed officials, agents or representatives as Additional Insureds with respect to this sublease and obligations of Sublessee hereunder. Such insurance shall provide for limits of not less than \$1,000,000, per occurrence.
- b. Furnish Sublessor and the County of Riverside with Certificates of Insurance showing that such insurance is in full force and effect, and that additional insureds are named as required in (a) above. Further, said certificates shall contain the covenant of the insurance carrier that 30 days written notice will be given to the County of Riverside and Sublessor prior to cancellation or reduction in coverage of such insurance.
- c. The foregoing notwithstanding, this sublease is subject to Section 20 of the Master Lease and Sub-Lessee shall procure and maintain additional coverages specified therein as may be required by County from time to time.

TERMINATION BY SUB-LESSOR

Sub-Lessor shall have the right to terminate this Sub-Lease.

In the event a petition is filed for voluntary or involuntary bankruptcy, for the adjudication of Sub-Lessee as a debtor.

In the event that Sub-Lessee makes a general assignment, or sub-lessee's interest hereunder is assigned involuntarily or by operation of law for the benefit of creditors.

In the event of any act which operates to deprive Sub-Lessee of the ability to perform its duties under this Sub-Lease.

In the event of the abandonment of, or the discontinuance of the use of, the sub-leased premises by Sub-Lessee.

In the event Sub-Lessee fails to perform, keep or observe any of its duties or obligations hereunder, provided, however, that Sub-Lessee shall have 30 days in which to correct its breach or default after written notice hereof has been served on it by Sub-Lessor.

In the event that the lease premises are rendered unfit for Sub-Lessee's use and cannot be restored within a reasonable time.

TERMINATION BY SUB-LESSEE

Sub-Lessee shall have the right to terminate this Sub-Lease;

In the event a petition is filed for voluntary or involuntary bankruptcy, for the adjudication of Sub-Lessor as a debtor.

In the event that Sub-Lessor makes a general assignment for the benefit of creditors.

In the event of any act which operates to deprive Sub-Lessee of the ability to perform its duties under this lease.

In the event of the abandonment of, or the discontinuance of, the use of the leased premises by Sub-Lessor.

In the event Sub-Lessor fails to perform, keep or observe any of its duties or obligations hereunder, provided, however, that Sub-Lessor shall have 30 days in which to correct its breach or default after written notice hereof has been served on it by Sub-Lessee.

In the event that the leased premises are rendered unfit for Sub-Lessor's use and cannot be restored within a reasonable time.

HOLD HARMLESS

Sub-Lessee shall indemnify and hold Sub-Lessor and County, their officers, agents, employees and independent contractors free and harmless from any liability whatsoever, based or asserted on any act or omission of Sub-Lessee, its officers, agents, employees, subcontractors and independent contractors for property damage, bodily injury, or death (Sub-Lessee's employees included) or any other element of damage or any kind or nature in any way connected with or arising from its use and responsibilities in connection therewith of the leased premises, or the condition thereof, and Sub-Lessee shall defend at its expense, including attorney fees, Sub-Lessor, County, its officers, agents, employees and independent contractors in any legal action based on any alleged acts or omissions.

ASSIGNMENT

Lessee cannot assign, sublet, mortgage, hypothecate or otherwise transfer in any manner any of its rights, duties and obligations hereunder to any person or entity without the written consent of Sub-Lessor and County being first obtained.

BINDING ON SUCCESSORS

Sub-Lessee, his heirs, assigns and successor in interest shall be bound by all the terms and conditions contained in this sub-lease, and all of the parties thereto shall be jointly and severely liable hereunder.

EMPLOYEES AND AGENTS OF SUB-LESSEE

It is understood that all persons hired or engaged by Sub-Lessee shall be considered to be employees or agents of Sub-Lessee and not of Sub-Lessor or County.

COMPLIANCE WITH LAW

Sub-Lessee shall observe all statutes, rules, regulations, ordinances, and orders relating to the use of the sub-leased premises enacted or promulgated by County, the State of California, the United States of America and the agencies thereof.

WAIVER OF PERFORMANCE

No waiver by Sub-Lessor at any time of any of the terms and conditions of his sub-lease shall be deemed or construed as a waiver at any time thereafter of the same or any other terms and conditions contained herein or of the strict and timely performance of such terms and conditions.

SEVERABILITY

The invalidity of any provision in this sub-lease as determined by a court of competent jurisdiction shall in no way effect the validity of any other provisions hereof.

NOTICES

Any notices required or desired to be served by either party upon the other shall be addressed to the respective parties as set forth below:

SUB-LESSOR:

John & Betty Obradovich 84-401 Cabazon Center Dr. Indio, CA 92201

SUB-LESSEE:

Susan Besheer 1798 Firestone Plaza Palm Springs, CA 92264

or to such other addresses as from time to time shall be designated in writing by the respective parties.

VENUE

Any action at law or in equity brought by either of the parties hereto for the purpose of enforcing a right or rights for by this sub-lease shall be tried in a court of competent jurisdiction in the County of Riverside, State of California, and the parties hereby waive all provisions of law providing for a change of venue in such proceedings to any other County.

TAXES

Sub-Lessee shall pay for all fees and taxes levied or required by any authorized public entity. Sub-Lessee recognizes and understands that this Sub-Lease will create a possessory interest subject to property taxation and that Sub-Lessee will be subject to the payment of property taxes levied on such interest.

TOXIC MATERIALS

During the term of this sub-lease and any extension thereof, Sub-Lessee shall not violate any federal, state or local law, or ordinance or regulation, relating to industrial hygiene or to the environmental condition on, under or about the sub-leased premises including, but not limited to, soil and ground water conditions. Further, Sub-Lessee, its successors and assigns shall not use, generate, manufacture, produce, store or dispose of, on, under or about the sub-leased premises or transport to or from the sub-leased premises, any flammable explosives, asbestos, radioactive materials, hazardous wastes, toxic substances or related injurious materials, whether injurious by themselves or in combination with other materials (collectively, "hazardous materials"). For the purpose of this sub-lease, hazardous materials shall include, but not be limited to, substances defined as "hazardous substances," "hazardous materials" or "toxic substances," in the Comprehensive Environmental Response, Cleanup and Liability Act of 1980, as amended, 42 U.S.C. § 9601, et seq.; the Hazardous Materials Transportation Act, 49, U.S.C. § 1801, et seq.; the Resource Conservation and Recovery Act, 42 U.S.C. § 6901, et seq.; and those substances defined as "hazardous wastes" in Section 25117 of the California Health and Safety Code or as "hazardous wastes" in Section 25316 of the California Health and Safety Code; and in the regulations adopted in publications promulgated pursuant to said laws.

FREE FROM LIENS

Sub-Lessee shall pay, when due, all sums of money that may become due for any labor, services, material, supplies, or equipment, alleged to have been furnished or to be furnished to Sub-Lessee, in, upon or about the sub-leased premises, and which may be secured by a mechanic's, materialmen's, or other lien against the sub-leased premises or County's interest therein, and will cause such lien to be fully discharged and released at the time the performance of any obligation secured by such lien natures or becomes due, provided, however, that if Sub-Lessee desires to contest any such lien provided that it either pays the lien or obtains a bond to allow release of said lien, and then it may do so, but notwithstanding any such contest, if such lien shall be reduced to final judgment or such process as may be issued for the enforcement thereof is not promptly stayed, or if so stayed, and said stay thereafter expires, then and in such event, Sub-Lessee shall forthwith pay and discharge said judgment.

DISPUTES/DAMAGES

In the event it is necessary to enforce or interpret any provision herein contained, or to recover any rent due or to recover possession of the Premises for any default or breach of the Agreement, the matter shall be submitted to binding arbitration conducted by the American Arbitration Association ("AAA") who shall be selected by mutual agreement of the parties. The Arbitrator shall comply with, and the decision of the Arbitrator shall be rendered in accordance with, the law of the State of California. The Arbitrator shall have the power to grant all legal and equitable remedies and award compensatory damages provided by California Law, but shall not have the power to award punitive damages. The parties agree to be bound by the decision of the Arbitrator, which shall be final, shall not be appealable, and which shall allow for no trial de novo on the same issues. The Arbitrator's decision shall be rendered within 30 days following submission of the matter at issue, but the failure to comply with this provision shall in no way invalidate any decision or award as may be rendered more than 30 days after submission.

Judgment upon the decision rendered by the Arbitrator may be entered in any court having proper jurisdiction or applications may be made to such court for judicial acceptance of the award and an Order of Enforcement.

You are agreeing to have any dispute arising out of the matters included in the "Arbitration of Disputes" provision decided by neutral arbitration as provided by California Law, and you are giving up any rights you might possess to have the dispute litigated in a court or jury trial. You are giving up your judicial rights to discovery and appeal, unless those rights are specifically included in the "Arbitration of Disputes" provision. If you refuse to submit to Arbitration after agreeing to this provision, you may be compelled to arbitrate under the authority of the California Code of Civil Procedure. Your agreement to this arbitration provision is voluntary.

MASTER LEASE/SURVIVAL OF SUB-LEASE

- a. Sub-Lessee acknowledges and agrees that it shall be bound, and shall otherwise be subject to all of the terms and conditions contained in the Master Lease.
- b. In the event the Master Lease is terminated, Sub-Lessee agrees to keep, observe and perform all of the terms and conditions of the Master Lease on the part of the Sub-Lessor to be kept, observed and performed, and Sub-Lessee's right to possession shall remain in effect as provided in Paragraph 29 of the Master Lease to all intents and purposes as though Sub-Lessee was the original Lessee thereunder, provided, however, that such assumption and agreement shall pertain only to the sub-leased premises and not to the entire leased premises under the Master Lease, and Sub-Lessee, among other things, shall make rental payments to County in an amount equal to such payments which Sub-Lessee is required to pay Sub-Lessor under this sub-lease.

CONSENT BY COUNTY

The parties hereto understand and agree that this Sub-Lease shall not be enforceable by either unless and until consent has been obtained from County in writing.

IN WITNESS WHEREOF, this Sublease is executed on ______ June 1, 2018

SUB-LESSOR:

John Obradovich

Betty Obradovich

SUB-LESSEE:

Susan Besheer

A notary public or other officer completing this certificate is attached, and no	ficate verifies only the identity of the individual who signed the t the truthfulness, accuracy, or validity of that document.
State of California)
County of	<i>y</i>
July 1	
On before me,	Here Insert Name and Title of the Officer
Date	Here Insert Name and Title of the Officer
personally appeared	the Colored December 1
	Name(s) of Signer(s)
- British	Name(s) Or Signer(s)
his/her/their authorized capacity(ies), and that by or the entity upon behalf of which the person(s)	I certify under PENALTY OF PERJURY under the laws
	of the State of California that the foregoing paragraph is true and correct.
TAMI S. ADAMS	
Commission # 2103781	WITNESS my hand and official seal.
Notary Public - California	Signature June Down
My Comm. Expires Apr 9, 2019	Signature of Notary Public
Place Notary Seal Above	
	PTIONAL
Though this section is optional, completing the	is information can deter alteration of the document or
Though this section is optional, completing the fraudulent reattachment of the	PTIONAL is information can deter alteration of the document or an unintended document.
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Though this section is optional, completing the fraudulent reattachment of the Description of Attached Document Title or Type of Document: Number of Pages: Capacity(ies) Claimed by Signer(s)	is information can deter alteration of the document or nis form to an unintended document. Document Date:
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Though this section is optional, completing the fraudulent reattachment of the Description of Attached Document Title or Type of Document: Number of Pages: Signer(s) Other The Capacity(ies) Claimed by Signer(s) Signer's Name: Corporate Officer — Title(s): Partner — Limited General Individual Attorney in Fact Trustee	is information can deter alteration of the document or his form to an unintended document. Document Date: han Named Above: Signer's Name: Corporate Officer — Title(s): Partner — Limited General Individual Attorney in Fact

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BILL OF SALE COUPLED WITH SUB-LEASE

Star Aviation LLC, hereinafter called the "Seller," hereby sells to Susan Besheer, sole owner, hereinafter called the "Buyer," and said Buyer hereby purchases from Seller the property described below, upon thefollowing terms and conditions:

1. RECITALS.	The Seller owns concrete floor, structure and steel building labeled as Bldg B,	
Hangar # 23 at Jacqueline	Cochran Regional Airport, (formerly Desert Regional Resorts Airport) Thermal,	
California, Riverside County, a	is described on the attached Exhibit "1" also described as Hangar # B23 the sale	e of
which is the subject of this Agr	reement and which is intended to convey title thereto for the sum of $\frac{52,500}{}$.	

- 2. THIS BILL OF SALE IS SUBJECT TO MASTER LEASE AND COUPLED WITH SUB-LEASE. This Bill of Sale is subject to that certain Master Lease executed by the County of Riverside and John and Betty Obradovich, dated April 24, 2003, executed June 3, 2003, and amended September 14, 2004, and September 12, 2006, and March 17, 2009, and which instruments affect directly the uses and purposes to which the aforesaid subject personal property may be put. Furthermore, Seller hereby incorporates in this instrument by reference the terms and conditions of that certain "Sub-Lease" executed by the parties hereto on June 1, 2018
 This Bill of Sale shall be enforceable only on the condition that the parties have entered into the aforesaid Sub-Lease.
- 3. WARRANTY OF TITLE. Seller does hereby, for the benefit of Buyer, covenant and agree to warrant and defend title to the aforesaid personal property hereby conveyed, against the just and lawful claims and demands of all persons whomsoever, and Seller further covenants that the aforesaid real property is not subject to liens of any type, including but not limited to liens for unpaid taxes, nor is said personal property subject to a security agreement or financing statement.
- 4. REVERSION OF PROPERTY TO SELLER. The aforesaid Sub-Lease, with which this Bill of Sale is coupled provides for a sub-lease period of approximately 30 years with a 10-year option, during which time the Buyer hereto, subject to certain conditions precedent, may sell, rent, assign, convey, hypothecate, or encumber the personal property subject to is instrument, provided further, that upon the expiration of said Sub-Lease or 30 years with a 10-year option lease period, whichever shall first occur, the personal property subject to this Bill of Sale shall revert to the Seller hereunder, or to Seller's assignee, or to the County of Riverside, which reversion shall be governed by the terms and conditions of the aforesaid Master Lease and all of the aforesaid amendments thereto and the terms and conditions of the aforementioned Sub-Lease between Sub-Lessor and Sub-Lessee. Provided further that in accordance with the aforesaid Sub-Lease, Buyer hereunder shall not sell, rent, assign, hypothecate or encumber the personal property subject to this instrument except upon the express written consent of the county of Riverside and Seller or his assignee hereunder, which consent shall not be unreasonably withheld.
- 5. TAX CLAUSE. During the aforementioned period of possession of Buyer of the personal property, Buyer shall be solely responsible for the payment of the personal property and/or possessory interest taxes and all other taxes levied upon the specific structure by the County of Riverside and/or all other lawfully constituted taxing authorities, and said responsibility shall include real property taxes which may be assessed to Seller, to Seller's successor, or to Buyer in connection with the subject property.

6. BUYER'S RIGHT TO TRANSFER PROPERTY AND SURVIVAL OF SUB-LEASE.

a. <u>RIGHT TO TRANSFER.</u> Seller hereby consents to and agrees that Buyer may convey, assign, or transfer Buyer's interest in or to the subject personal property to one or more individuals; provided however, that such conveyance, assignment, or transfer includes the aforementioned sub-lease and shall be subject to the prior written approval of the Seller, County of Riverside, and Sub-Lessor. Provided further, that Seller shall have the right of first refusal to purchase, lease, rent, or receive Buyer's interest in the subject property and the subleasehold estate of Buyer on the same terms as offered by Buyer to any other individual or entity. Seller's failure to exercise right of first refusal within

sixty (60) days of written notice thereby by Buyer to Seller shall be deemed to be waiver of such right by Seller. Upon such waiver or rejection by Seller, and subject to the provisions contained in this Paragraph 6 (a) Buyer may proceed to convey, assign or transfer all of part of his/her interest in the subject property on the same terms and conditions offered to Seller; provided, however, that Buyer shall not, except with Seller's permission, convey, lease, rent or sell any portion of the premises to any commercial operations for the purpose of doing any business at Jacqueline Cochran Regional Airport (Thermal) other than if said sale is to the aforesaid Seller.

- b. <u>SURVIVAL OF SUB-LEASE</u>. Subject to the provision of the aforesaid Master Lease, Buyer's rights, including the right of possession and all other rights not in conflict with the terms and conditions of the aforesaid Lease and amendments thereto, and all of the Buyer's obligations and duties under the aforementioned Sub-Lease and the Master Lease and amendments thereto, shall remain in effect, notwithstanding a termination of the aforesaid Master Lease, or an assignment or a transfer of the Seller's rights, duties and obligations hereunder, prior to the expiration of the aforementioned Sub-Lease, provided that the Buyer (as Sub-Lessee under the aforementioned Sub-Lease) has fully and faithfully performed the terms and conditions that it is required to perform under the aforementioned Sub-Lease and Master Lease and amendments thereto, and it otherwise is not in default hereunder.
- 7. NOTICES. Any notices required or desired to be served by either party upon the other shall be addressed to the respective party as set forth below:

SELLER:

Star Aviation, LLC 16531 13th Ave W Suite A 107 Lynnwood, WA 98037 **BUYER:**

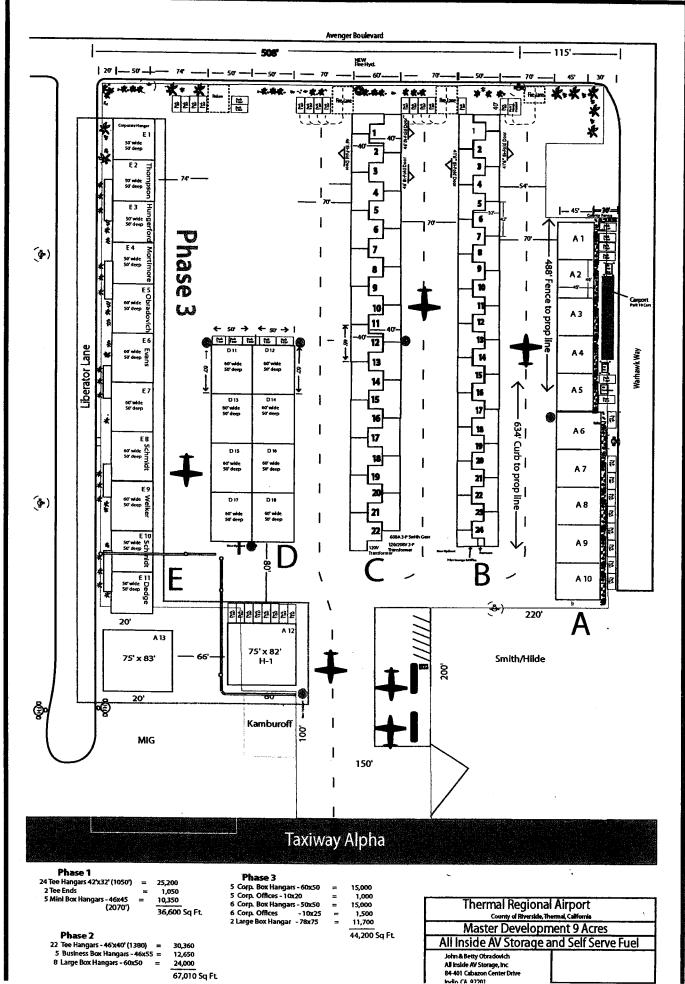
Susan Besheer 1798 Firestone Plaza Palm Springs, CA 92264

or such other addresses as from time to time shall be assigned by the respective parties.

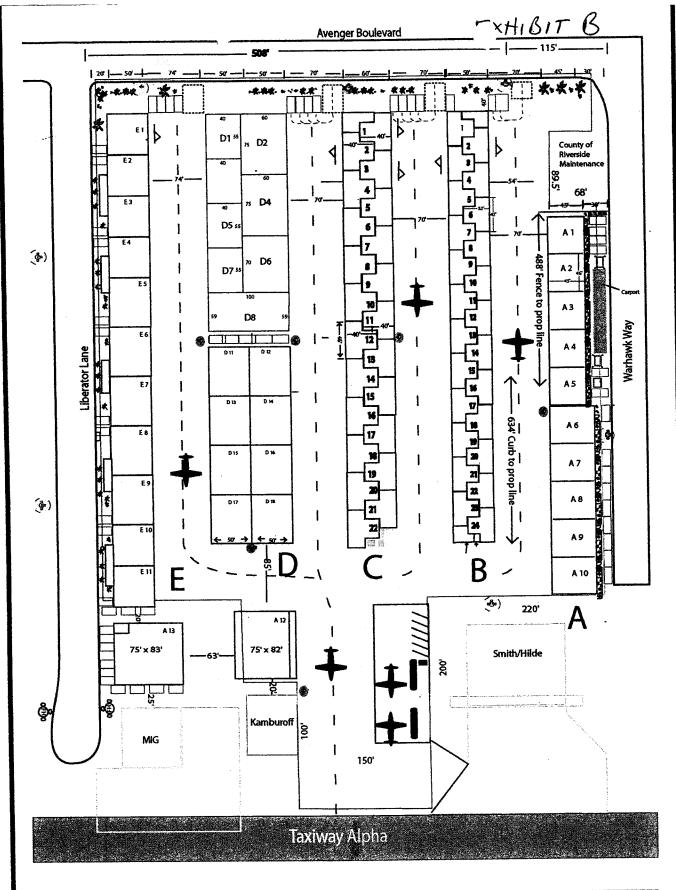
- 8. TERMS. The terms of this Bill of Sale shall be governed by and construed in accordance with the laws of the State of California and the parties hereto stipulate to the jurisdiction of the Riverside County Courts.
- 9. DISPUTES/DAMAGES. In the event it is necessary to enforce or interpret any provision herein contained, the matter shall be submitted to binding arbitration conducted by the American Arbitration Association ("AAA") who shall be selected by mutual agreement of the parties. The Arbitrator shall comply with, and the decision of the Arbitrator shall be rendered in accordance with the laws of the State of California. The Arbitrator shall have the power to grant all legal and equitable remedies and award compensatory damages provided by California Law, but shall not have the power to award punitive damages. The parties agree to be bound by the decision of the Arbitrator, which shall be final, shall not be appealable, and which shall allow for no trial de novo on the same issues. The Arbitrator's decision shall be rendered within 30 days following submission of the matter at issue, but the failure to comply with this provision shall in no way invalidate any decision or award as may be rendered more than 30 days after submission.

Judgment upon the decision rendered by the arbitrator may be entered in any court having proper jurisdiction or applications may be made to such court for judicial acceptance of the award and an Order of Enforcement. The parties hereby agree to have any dispute arising out of the matters included in the "Arbitration of Disputes" provision decided by neutral arbitration as provided by California Law and are giving up any rights to have the dispute litigated in a court or jury trial, as well as judicial rights to discovery and appeal, unless those rights are specifically included in the "Arbitration of Disputes" provision. Your agreement to this arbitration provision is voluntary.

IN WITNESS WHEREOF, this Bill of Sale	is executed on	June 1, 2018 ,
- •	N.	
/		
	3	
	,	
SELLER:	•	
Dondy Cloub Mombon		
Randy Clark, Member Star Aviation, LLC		
·		
BUYER:) Ster Sher		
Susan Besheer		
LESSEE:		
bel alux		
John Øbradovich		
Delly abrantition		
Betty Obradovich		



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A notary public or other officer completing this certificate is attached, and not	ficate verifies only the identity of the individual who signed the the truthfulness, accuracy, or validity of that document.
State of California)
County of the second fixed the second)
On before me,	
Date	Here Insert Name and Title of the Officer
personally appeared	C B. tty Obralovich
District Resident	Name(s) of Signer(s)
subscribed to the within instrument and ackno	ry evidence to be the person(s) whose name(s) is/are wiledged to me that he/she/they executed the same in his/her/their signature(s) on the instrument the person(s), acted, executed the instrument.
	I certify under PENALTY OF PERJURY under the laws of the State of California that the foregoing paragraph is true and correct.
TAMI S. ADAMS Commission # 2103781 Notary Public - California Riverside County My Comm. Expires Apr 9, 2019	Signature of Notary Public
Though this section is optional, completing the	PTIONAL
fraudulent reattachment of th	nis form to an unintended document.
Description of Attached Document	
Title or Type of Document:	Document Date:
Number of Pages: Signer(s) Other Th	nan Named Above:
Capacity(ies) Claimed by Signer(s)	
Signer's Name: Corporate Officer — Title(s):	Signer's Name:
□ Partner — □ Limited □ General	Corporate Officer — Title(s):
☐ Individual ☐ Attorney in Fact	Partner — Limited General
Trustee Guardian or Conservator	Individual Attorney in Fact Guardian or Conservator
Other:	Other:
Signer Is Representing:	Signer Is Representing:



Thermal Regional Airport
County of Riverside, Thermal, California
Master Development 9 Acres
All Inside AV Storage and Self Serve Fuel
John & Betty Obradovich
All Inside AV Storage inc
84-401 Cabzon Center Drive
India CA 92201
(760) 399-5961, (760) 775-6808

Attachment G

(Thundersky Farms Inc., Brad Toth President)

Lease Cancellation Agreement

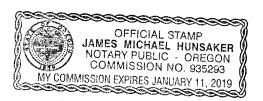
LEASE CANCELLATION AGREEMENT JACQUELINE COCHRAN REGIONAL AIRPORT

WHEREAS, John Obradovich and Betty C	bradovich, hereinafter Sublessor, and
	en Revocable Living Trust dated 4/21/03, and Robert R. Miles,
	February 12, 1998, and Robin J. Miles, trustee of the Robin J.
Miles Trust, U/T/D February 12, 1998, as e	
	hereto as Exhibit A, and by this reference incorporated herein
	nran Regional Airport (formerly Desert Resorts Regional
Airport), Riverside County, California; and	
WHERAS, Sublessor improved to	he land with a 4,500 square foot aircra
storage hangar; and	-
WHEREAS, Sublessor sold the im	provements to Sublessee; and
WHEREAS, Sublessee has subse	quently sold the improvements to a third party
WHEREAS, Sublessor and Subles	ssee find it in their mutual best interests to cancel the Lease;
NOW, THEREFORE, the parties h	nereto for good and valuable consideration do mutually agree
cancel the Lease effective the date of exec	cution of this agreement by all parties.
Date: 1/1/2018	SUBL <u>ESSE</u> E
	By:
	By: AN X Mules Robert R. Miles, Trustee
	Nobel R. Willes, Trustee
	Robin J. Miles, Trustee Successor in INTICREST
Data: 4/4/0040	
Date: 1/1/2018	SUBLESSOR
	By: John Obradovich
	By Sethy Moradoruk

Betty Obradovich

State of OREGON)
) ss.
County of Clackamas)

The Lease Cancellation Agreement (Jacqueline Cochran Regional Airport), to which this Notarial Certificate is attached, was acknowledged before me on December 20, 2017 by Robert R. Miles, as Trustee of the Robert R. Miles Trust U/T/A dated February 12, 1998 and as an individual, the successor in interest to the Robin J. Miles Trust U/T/A dated February 12, 1998.



Notary Public — State of Oregon

A CONTRACTOR OF THE CONTRACTOR	DAN UNANGNANGANANGANANANGANANANANANGANANG
A notary public or other officer completing this certific document to which this certificate is attached, and not to	cate verifies only the identity of the individual who signed the truthfulness, accuracy, or validity of that document.
State of California	
Countries Riverse and a	
County of 111 43 Mae	
On 2 28 7 before me,	m S. Adams, Notary Public.
On 2 28 7 before me, Date	Here Insert Name and Title of the Officer
personally appeared Loud B	ar zen
	Nametra of Signer 1
	Here Insert Name and Title of the Officer Name(s) of Signer(s)
who proved to me on the basis of satisfactory subscribed to the within instrument and acknow	y evidence to be the person whose name is is/are vledged to me that he she/they executed the same in his/her/their signatures on the instrument the person s.
	I certify under PENALTY OF PERJURY under the laws of the State of California that the foregoing paragraph is true and correct.
TAMIS, ADAMS	WITNESS my hand and official seal.
Commission # 2103781	\(\)
Notary Public - California Riverside County	the soul of the same
My Comm. Expires Apr 9, 2019	Signature JYM J DAWNY
	Signature of Notary Public
Place Notary Seal Above	PTIONAL
Though this section is optional, completing this	s information can deter alteration of the document or is form to an unintended document.
Description of Attached Document	
Title or Type of Document:	Document Date:
Number of Pages: Signer(s) Other That	an Named Above:
Capacity(ies) Claimed by Signer(s)	
Signer's Name:	Signer's Name:
Corporate Officer — Title(s):	
☐ Partner — ☐ Limited ☐ General ☐ Attorney in Fact	Partner — Limited General
☐ Individual ☐ Attorney in Fact ☐ Guardian or Conservator	Individual Attorney in Fact
and the second s	
Signer Is Representing:	Other:Signer Is Representing:
	e.g. or to representing.
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TAXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXX	EC
A notary public or other officer completing this certificate document to which this certificate is attached, and not the	te verifies only the identity of the individual who signed the e truthfulness, accuracy, or validity of that document.
State of California) County of Riverside)	
On 2 21 8 before me, On	S. Adams, Notarn Public,
	Here Insert Name and Title of the Officer
personally appeared	ench and
Betty Obradovick	Name(s) of Signer(s)
subscribed to the within instrument and acknowle	evidence to be the person(s) whose name(s) is/are edged to me that he/she/they executed the same in s/her/their signature(s) on the instrument the person(s), ted, executed the instrument.
	certify under PENALTY OF PERJURY under the laws of the State of California that the foregoing paragraph s true and correct.
Notary Public - California Riverside County	NITNESS my hand and official seal. Signature of Notary Public
	TIONAL information can deter alteration of the document or
fraudulent reattachment of this	form to an unintended document.
Description of Attached Document Title or Type of Document:	Document Date:
Number of Pages: Signer(s) Other Than	Named Above:
Capacity(ies) Claimed by Signer(s)	
Signer's Name:	Signer's Name:
Corporate Officer — Title(s):	Corporate Officer — Title(s):
Partner — Limited General	☐ Partner — ☐ Limited ☐ General
Individual Attorney in Fact	Individual Attorney in Fact
Trustee Guardian or Conservator Other:	Trustee Guardian or Conservator
Signer Is Representing:	Other:Signer Is Representing:
	organor is traplesoriting.

EXMBIT A

RECORDING REQUESTED:

AND WHEN RECORDED MAIL TO:

DOC # 2007-0408169

06/22/2007 08:00A Fee:67.00 Page 1 of 21 Doc T Tax Paid Recorded in Official Records County of Riverside Larry W. Ward

Assessor, County Clerk & Recorder



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LLOTO B. JANZEN	ĺ
36705 JASMINE LN	
KANCOO MILAGE CA	
92270	Ì
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TRA: 058 DTT:

Sub-Lease with Sale of Aviation Hangar

SUB-LEASE WITH SALE OF AVIATION HANGAR

John Obradovich and Betty Obradovich, herein called Sub-Lessor, sub-leases to Lloyd B. Janzen, trustee of the The Janzen Revocable Living Trust dated 4/21/03, and Robert R. Miles, trustee of the Robert R. Miles Trust U/T/D February 12, 1998, and Robin J. Miles, trustee of the Robin J. Miles Trust, U/T/D February 12, 1998, herein called Sub-Lessee, the property described below, upon the following items and conditions.

RECITALS

Sub-Lessor leases from the County of Riverside, approximately nine (9) acres located at the Jacqueline Cochran Regional Airport, Thermal, in the County of Riverside, State of California.

This and other sub-leases entered into by the Sub-Lessor are intended to conform with, be compatible with, and be subject to the terms and conditions of the Master Lease dated April 24, 2003, executed June 3, 2003, and amended September 14, 2004, and September 12, 2006 between the County of Riverside as Lessor, and John and Betty Obradovich, Husband and Wife, as Lessee which lease and amendments thereto shall be called the "Master Lease" and the County of Riverside shall be called the "County."

By separate document entitled, "Bill of Sale," a copy of which is attached hereto as Exhibit "A," Sub-Lessor intends to convey, assign or transfer to Sub-Lessee its (Sub-Lessor's) interest in certain facilities and improvements it owns within the premises sub-leased hereunder.

DESCRIPTION

The premises sub-leased hereby are located within Desert Resorts Regional Airport generally, and within the area leased from County by Sub-Lessor consisting of nine (9) acres and as more particularly shown on **Exhibit "B,"** attached thereto and by this reference, made a part of this sub-lease. The portion of the nine acres being sub-leased is that portion of land occupied in **Building D Hangar # 4** as depicted in **Exhibit "B."** In addition to the forgoing during the term of this lease Sublessor grants to Sublessee the right to ingress and ingress over that portion of the leasehold premises of Sublessor held under the Master Lease and a license to use the taxiway areas as designated by Sublessor.

USE

The premises are sub-leased hereby for the purposes of aircraft storage.

TERM

The term of this sub-lease, subject to any provisions in the Master Lease that may be applicable and take precedence, shall be for a period equal to the portion of thirty (30) years remaining under the Master Lease and terminating on June 30, 2033. Sub-Lessor has an option to extend the term for an additional ten (10) years, as provided in the Master Lease. If the Sub-Lessor extends the lease with the County for the additional ten years, this Sub-Lease shall extend as well for the additional ten years. Nothing in this Sublease shall be interpreted to obligate or require the Sublessor to so extend the term of the Master Lease and Sublessor or its successors and assigns may or may not so extend the term of the Master Lease in its sole and absolute discretion

RENT

Sub-Lessee shall pay to Sub-Lessor the sum of \$___78__ per month, payable in advance, on the first

day of each month.

The monthly rent shall be subject to adjustment as of the dates and in the amounts as described in Section 5, paragraphs (d) and (e) of the Master Lease. In no event shall any adjustment be a negative adjustment.

The monthly rent is due and payable on or before the first of the appropriate month during the term of this lease agreement and shall be considered delinquent, if not paid by the 15th of the month. If the monthly rent becomes delinquent, lessee will be charged a late fee equivalent to ten percent (10%) of the delinquent rental amount, exclusive of late fees, for each month that rent is delinquent.

ADDITIONAL OBLIGATIONS OF SUB-LESSEE

Sub-Lessee shall, during the terms of this sub-lease;

Observe and comply with all rules, regulations and laws which govern and are in effect adopted by Sublessor or the County of Riverside. Maintain premises and equipment in a clean, orderly, neat and safe condition.

Pay for all utilities, including trash disposal and a pro rata share of Sublessor's cost of maintaining and insuring the Project, as determined by Sublessor.

SUB-LESSOR'S RESERVED RIGHTS

Sub-Lessor and County, or either duly authorized agents, shall have the right to enter the sub-leased premises for inspections, repairs or for any other reasonable cause.

IMPROVEMENTS, REPAIRS & SIGNS

Sub-Lessee shall not make any improvements, repairs or modifications, paint the exterior of the hangar or install any signs without prior written approval of Sub-Lessor.

INSURANCE

Sub-Lessee shall, during the term of this sub-lease, procure and maintain the following described insurance coverage and limits as indicated.

- a. Procure and maintain comprehensive General Liability Insurance coverage that shall protect Lessee from claims for damages for personal injury, including accidental and wrongful death, as well as from claims for property damage, which may arise from Lessee's use of the leased premises or the performance of its obligations hereunder, whether such use or performance be by Lessee, by a subcontractor, or by anyone employed directly or indirectly by either of them. Such insurance shall name Sublessor and all Agencies, Districts, Special Districts, and Departments of the County of Riverside, their respective directors, officers, Board of Supervisors, employees, elected or appointed officials, agents or representatives as Additional Insureds with respect to this sublease and obligations of Sublessee hereunder. Such insurance shall provide for limits of not less than \$1,000,000, per occurrence.
- b. Furnish Sublessor and the County of Riverside with Certificates of Insurance showing that such insurance is in full force and effect, and that additional insureds are named as required in (a) above.

Further, said certificates shall contain the covenant of the insurance carrier that 30 days written notice will be given to the County of Riverside and Sublessor prior to cancellation or reduction in coverage of such insurance.

TERMINATION BY SUB-LESSOR

Sub-Lessor shall have the right to terminate this Sub-Lease.

In the event a petition is filed for voluntary or involuntary bankruptcy, for the adjudication of Sub-Lessee as a debtor.

In the event that Sub-Lessee makes a general assignment, or sub-lessee's interest hereunder is assigned involuntarily or by operation of law for the benefit of creditors.

In the event of any act which operates to deprive Sub-Lessee of the ability to perform its duties under this Sub-Lease.

In the event of the abandonment of, or the discontinuance of the use of, the sub-leased premises by Sub-Lessee.

In the event Sub-Lessee fails to perform, keep or observe any of its duties or obligations hereunder, provided, however, that Sub-Lessee shall have 30 days in which to correct its breach or default after written notice hereof has been served on it by Sub-Lessor.

In the event that the lease premises are rendered unfit for Sub-Lessee's use and cannot be restored within a reasonable time.

TERMINATION BY SUB-LESSEE

Sub-Lessee shall have the right to terminate this Sub-Lease;

In the event a petition is filed for voluntary or involuntary bankruptcy, for the adjudication of Sub-Lessor as a debtor.

In the event that Sub-Lessor makes a general assignment for the benefit of creditors.

In the event of any act which operates to deprive Sub-Lessee of the ability to perform its duties under this lease.

In the event of the abandonment of, or the discontinuance of, the use of the leased premises by Sub-Lessor.

In the event Sub-Lessor fails to perform, keep or observe any of its duties or obligations hereunder, provided, however, that Sub-Lessor shall have 30 days in which to correct its breach or default after written notice hereof has been served on it by Sub-Lessee.

In the event that the leased premises are rendered unfit for Sub-Lessor's use and cannot be restored within a reasonable time.

HOLD HARMLESS

Sub-Lessee shall indemnify and hold Sub-Lessor and County, their officers, agents, employees and independent contractors free and harmless from any liability whatsoever, based or asserted on any act or omission of Sub-Lessee, its officers, agents, employees, subcontractors and independent contractors for property damage, bodily injury, or death (Sub-Lessee's employees included) or any other element of damage or any kind or nature in any way connected with or arising from its use and responsibilities in connection therewith of the leased premises, or the condition thereof, and Sub-Lessee shall defend at its expense, including attorney fees, Sub-Lessor, County, its officers, agents, employees and independent contractors in any legal action based on any alleged acts or omissions.

ASSIGNMENT

Lessee cannot assign, sublet, mortgage, hypothecate or otherwise transfer in any manner any of its rights, duties and obligations hereunder to any person or entity without the written consent of Sub-Lessor and County being first obtained.

BINDING ON SUCCESSORS

Sub-Lessee, his heirs, assigns and successor in interest shall be bound by all the terms and conditions contained in this sub-lease, and all of the parties thereto shall be jointly and severely liable hereunder.

EMPLOYEES AND AGENTS OF SUB-LESSEE

It is understood that all persons hired or engaged by Sub-Lessee shall be considered to be employees or agents of Sub-Lessee and not of Sub-Lessor or County.

COMPLIANCE WITH LAW

Sub-Lessee shall observe all statutes, rules, regulations, ordinances, and orders relating to the use of the sub-leased premises enacted or promulgated by County, the State of California, the United States of America and the agencies thereof.

WAIVER OF PERFORMANCE

No waiver by Sub-Lessor at any time of any of the terms and conditions of his sub-lease shall be deemed or construed as a waiver at any time thereafter of the same or any other terms and conditions contained herein or of the strict and timely performance of such terms and conditions.

SEVERABILITY

The invalidity of any provision in this sub-lease as determined by a court of competent jurisdiction shall in no way effect the validity of any other provisions hereof.

NOTICES

Any notices required or desired to be served by either party upon the other shall be addressed to the respective parties as set forth below:

SUB-LESSOR:

John and Betty Obradovich 84-401 Cabazon Center Drive Indio, CA 92201 SUB-LESSEE:

Lloyd B. Janzen 36-705 Jasmine Lane Rancho Mirage, CA 92270

Robert R. and Robin J. Miles 70-440 Cobb Road Rancho Mirage, CA 92270

or to such other addresses as from time to time shall be designated in writing by the respective parties.

VENUE

Any action at law or in equity brought by either of the parties hereto for the purpose of enforcing a right or rights for by this sub-lease shall be tried in a court of competent jurisdiction in the County of Riverside, State of California, and the parties hereby waive all provisions of law providing for a change of venue in such proceedings to any other County.

TAXES

Sub-Lessee shall pay for all fees and taxes levied or required by any authorized public entity. Sub-Lessee recognizes and understands that this Sub-Lease will create a possessory interest subject to property taxation and that Sub-Lessee will be subject to the payment of property taxes levied on such interest.

TOXIC MATERIALS

During the term of this sub-lease and any extension thereof, Sub-Lessee shall not violate any federal, state or local law, or ordinance or regulation, relating to industrial hygiene or to the environmental condition on, under or about the sub-leased premises including, but not limited to, soil and ground water conditions. Further, Sub-Lessee, its successors and assigns shall not use, generate, manufacture, produce, store or dispose of, on, under or about the sub-leased premises or transport to or from the sub-leased premises, any flammable explosives, asbestos, radioactive materials, hazardous wastes, toxic substances or related injurious materials, whether injurious by themselves or in combination with other materials (collectively, "hazardous materials"). For the purpose of this sub-lease, hazardous materials shall include, but not be limited to, substances defined as "hazardous substances," "hazardous materials" or "toxic substances," in the Comprehensive Environmental Response, Cleanup and Liability Act of 1980, as amended, 42 U.S.C. § 9601, et seq.; the Hazardous Materials Transportation Act, 49, U.S.C. § 1801, et seq.; the Resource Conservation and Recovery Act, 42 U.S.C. § 6901, et seq.; and those substances defined as "hazardous wastes" in Section 25117 of the California Health and Safety Code or as "hazardous wastes" in Section 25316 of the California Health and Safety Code; and in the regulations adopted in publications promulgated pursuant to said laws.

FREE FROM LIENS

Sub-Lessee shall pay, when due, all sums of money that may become due for any labor, services, material, supplies, or equipment, alleged to have been furnished or to be furnished to Sub-Lessee, in, upon or about the sub-leased premises, and which may be secured by a mechanic's, materialmen's, or other lien against the sub-leased premises or County's interest therein, and will cause such lien to be fully discharged and released

at the time the performance of any obligation secured by such lien natures or becomes due, provided, however, that if Sub-Lessee desires to contest any such lien provided that it either pays the lien or obtains a bond to allow release of said lien, and then it may do so, but notwithstanding any such contest, if such lien shall be reduced to final judgment or such process as may be issued for the enforcement thereof is not promptly stayed, or if so stayed, and said stay thereafter expires, then and in such event, Sub-Lessee shall forthwith pay and discharge said judgment.

DISPUTES/DAMAGES

In the event it is necessary to enforce or interpret any provision herein contained, or to recover any rent due or to recover possession of the Premises for any default or breach of the Agreement, the matter shall be submitted to binding arbitration conducted by the American Arbitration Association ("AAA") who shall be selected by mutual agreement of the parties. The Arbitrator shall comply with, and the decision of the Arbitrator shall be rendered in accordance with, the law of the State of California. The Arbitrator shall have the power to grant all legal and equitable remedies and award compensatory damages provided by California Law, but shall not have the power to award punitive damages. The parties agree to be bound by the decision of the Arbitrator, which shall be final, shall not be appealable, and which shall allow for no trial de novo on the same issues. The Arbitrator's decision shall be rendered within 30 days following submission of the matter at issue, but the failure to comply with this provision shall in no way invalidate any decision or award as may be rendered more than 30 days after submission.

Judgment upon the decision rendered by the Arbitrator may be entered in any court having proper jurisdiction or applications may be made to such court for judicial acceptance of the award and an Order of Enforcement.

You are agreeing to have any dispute arising out of the matters included in the "Arbitration of Disputes" provision decided by neutral arbitration as provided by California Law, and you are giving up any rights you might possess to have the dispute litigated in a court or jury trial. You are giving up your judicial rights to discovery and appeal, unless those rights are specifically included in the "Arbitration of Disputes" provision. If you refuse to submit to Arbitration after agreeing to this provision, you may be compelled to arbitrate under the authority of the California Code of Civil Procedure. Your agreement to this arbitration provision is voluntary.

MASTER LEASE/SURVIVAL OF SUB-LEASE

- a. Sub-Lessee acknowledges and agrees that it shall be bound, and shall otherwise be subject to all of the terms and conditions contained in the Master Lease.
- b. In the event the Master Lease is terminated, Sub-Lessee agrees to keep, observe and perform all of the terms and conditions of the Master Lease on the part of the Sub-Lessor to be kept, observed and performed, and Sub-Lessee's right to possession shall remain in effect as provided in Paragraph 29 of the Master Lease to all intents and purposes as though Sub-Lessee was the original Lessee thereunder; provided, however, that such assumption and agreement shall pertain only to the sub-leased premises and not to the entire leased premises under the Master Lease, and Sub-Lessee, among other things, shall make rental payments to County in an amount equal to such payments which Sub-Lessee is required to pay Sub-Lessor under this sub-lease.

CONSENT BY COUNTY

The parties hereto understand and agree that this Sub-Lease shall not be enforceable by either unless and

until consent has been obtained from County in writing.

IN WITNESS WHEREOF, this Sublease is exe	ecuted on $\frac{12-18}{}$	2006
SUB-KESSOR:	Setty Obradovich	
John Obradovich	Betty/Obradovich	
V		
SUB-LESSEE:		
Signature	Lloyd B. Janzen, Trustee	
- Roma & M.	A.A.	
Signature	Robert R. Miles, Trustee	
Rafin J. miles		
Signature	Robin J. Miles, Trustee	

The COUNTY of Riverside hereby consents to the foregoing Sub-Lease.

LESSOR:	
COUNTY OF RIVERSIDE	
By: Chairman, Board of Supervisors	By:
MAY 2 2 2007 Date:	
ATTEST:	FORM APPROVED:
Nancy Romero,	Joe S. Rank,
Clerk of the Board .	County Counsel
By: Dand Thlem	By: Gordon V. Ubo 5/2/07
Deputy	Deputy

STATE OF CALIFORNIA)
COUNTY OF RIVERSIDE) SS.
On <u>December 18</u> , 2006, before me, <u>Diana C Delgado, Natary Dublic</u> personally appeared Tohn Opradovich & Betty Obradovich
personally known to me (or proved to me on the basis of satisfactory evidence) to be the person(s) whose name(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, executed the instrument.
WITNESS my hand and official seal. DIANA C. DELGADO Commission # 1621598 Notary Public - Colifornio Riverside County
STATE OF CALIFORNIA) SS. COUNTY OF RIVERSIDE)
On DECEMBER 30, 2006, before me, LESA N. BODNAR, NOTARY DUBLIC personally appeared
Cloya B. Janzen
personally known to me (o r proved to me on the basis of satisfactory evidence) to be the person(3) whose name(1)
s/aps subscribed to the within instrument and acknowledged to me that he/she/they executed the same in
nis/het/their authorized capacity(les), and that by his/het/their signature(x) on the instrument the person(x), or the
entity upon behalf of which the person(X) acted, executed the instrument.
WITNESS my hand and official seal. Notary Public



STATE OF CALIFORNIA)
COUNTY OF RIVERSIDE) SS.
On January 23, 2007, 2006; before me, Any Juderwood, Noterry Public personally appeared Robert R. Miles and Robin J. Miles
personally known to me (or proved to me on the basis of satisfactory evidence) to be the person(s) whose name(s)
is/are subscribed to the within instrument and acknowledged to me that he/shc/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, executed the instrument.
WITNESS my hand and official seal. AMY J. UNDERWOOD COMM. #1643459 Notary Public - California Riverside County My Comm. Expires Mar. 2, 2010 P
STATE OF CALIFORNIA)) SS. COUNTY OF RIVERSIDE)
COUNTY OF RIVERSIDE)
On, 2006, before me,
personally appeared
personally known to me (or proved to me on the basis of satisfactory evidence) to be the person(s) whose name(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, executed the instrument. WITNESS my hand and official seal.
Notary Public

§

COUNTY OF RIVERSIDE

On this 22nd day of May in the year 2007, before me, Sandi Schlemmer, Deputy Clerk of the Board of Supervisors, Riverside County, State of California, and for said County and State, personally appeared John Tavaglione personally known to me (or proved to me on the basis of satisfactory evidence) to be the person who whose name subscribed to the within instrument and acknowledged to me that he executed the same in his authorized capacity, and that by his signature on the instrument the person, or the entity on behalf of which the person acted, executed this instrument.

WITNESS my hand and official seal.

Nancy Romero, Clerk of the Board of Supervisors

Deputy

(SEAL)

BILL OF SALE COUPLED WITH SUB-LEASE

All Inside AV Storage, Inc. hereinafter called the "Seller," hereby sells to The Janzen Revocable Living Trust dated 4/21/03, 50% undivided interest, and The Robert R. Miles Trust U/T/D February 12,1998, and The Robin J. Miles Trust, U/T/D February 12,1998, 50% undivided interest., hereinafter called the "Buyer," and said Buyer hereby purchases from Seller the property described below, upon the following terms and conditions:

RECITALS. The Seller owns concrete floor structures and steel buildings labeled as Bldg. A, Bldg. B,

described on the attached Exhibit "1" also described as Bldg D, Hangar # 4, the sale of which is the subjet this Agreement and which is intended to convey title thereto for the sum of \$ 277,000	ct of
2. THIS BILL OF SALE IS SUBJECT TO MASTER LEASE AND COUPLED WITH SUB-LI This Bill of Sale is subject to that certain Master Lease executed by the County of Riverside and John and Betty Obradovich, dated April 24, 2003, executed June 3, 2003, and amended September 14, 2004, and September 12, 2 which instruments affect directly the uses and purposes to which the aforesaid subject personal property may be purposed by the parties hearts are appropriated by the parties are appr	006 and

Bldg. C, Bldg. D, and Bldg. E at Jacqueline Cochran Regional Airport, Thermal, California, Riverside County, as

- 3. WARRANTY OF TITLE. Seller does hereby, for the benefit of Buyer, covenant and agree to warrant and defend title to the aforesaid personal property hereby conveyed, against the just and lawful claims and demands of all persons whomsoever, and Seller further covenants that the aforesaid real property is not subject to liens of any type, including but not limited to liens for unpaid taxes, nor is said personal property subject to a security agreement or financing statement.
- 4. REVERSION OF PROPERTY TO SELLER. The aforesaid Sub-Lease, with which this Bill of Sale is coupled provides for a sub-lease period of approximately 30 years with a 10-year option, during which time the Buyer hereto, subject to certain conditions precedent, may sell, rent, assign, convey, hypothecate, or encumber the personal property subject to is instrument, provided further, that upon the expiration of said Sub-Lease or 30 years with a 10-year option lease period, whichever shall first occur, the personal property subject to this Bill of Sale shall revert to the Seller hereunder, or to Seller's assignee, or to the County of Riverside, which reversion shall be governed by the terms and conditions of the aforesaid Master Lease and all of the aforesaid amendments thereto and the terms and conditions of the aforementioned Sub-Lease between Sub-Lessor and Sub-Lessee. Provided further that in accordance with the aforesaid Sub-Lease, Buyer hereunder shall not sell, rent, assign, hypothecate or encumber the personal property subject to this instrument except upon the express written consent of the county of Riverside and Seller or his assignee hereunder, which consent shall not be unreasonably withheld.
- TAX CLAUSE. During the aforementioned period of possession of Buyer of the personal property, Buyer shall be solely responsible for the payment of the personal property and/or possessory interest taxes and all other taxes levied upon the specific structure by the County of Riverside and/or all other lawfully constituted taxing authorities, and said responsibility shall include real property taxes which may be assessed to Seller, to Seller's successor, or to Buyer in connection with the subject property.

BUYER'S RIGHT TO TRANSFER PROPERTY AND SURVIVAL OF SUB-LEASE. 6.

RIGHT TO TRANSFER. Seller hereby consents to and agrees that Buyer may convey, assign, or transfer Buyer's interest in or to the subject personal property to one or more individuals; provided however, that such conveyance, assignment, or transfer includes the aforementioned sub-lease and shall be subject to the prior written approval of the Seller, County of Riverside, and Sub-Lessor. Provided further, that Seller shall have the right of first refusal to purchase, lease, rent, or receive Buyer's interest in the subject property and the subleasehold estate of Buyer on the same terms as offered by Buyer to any other individual or entity. Seller's failure to exercise right of first refusal within sixty (60) days of written notice thereby by Buyer to Seller shall be deemed to be waiver of such right by Seller. Upon such waiver or rejection by Seller, and subject to the provisions contained in this Paragraph 6 (a) Buyer may proceed to convey, assign or transfer all of part of his/her interest in the subject property on the same terms and conditions offered to Seller; provided, however, that Buyer shall not, except with Seller's permission, convey, lease, rent or sell any portion of the premises to any commercial operations for the purpose of doing any business at Jacqueline Cochran Regional Airport (Thermal) other than if said sale is to the aforesaid Seller.

- b. <u>SURVIVAL OF SUB-LEASE</u>. Subject to the provision of the aforesaid Master Lease, Buyer's rights, including the right of possession and all other rights not in conflict with the terms and conditions of the aforesaid Lease and amendments thereto, and all of the Buyer's obligations and duties under the aforementioned Sub-Lease and the Master Lease and amendments thereto, shall remain in effect, notwithstanding a termination of the aforesaid Master Lease, or an assignment or a transfer of the Seller's rights, duties and obligations hereunder, prior to the expiration of the aforementioned Sub-Lease, provided that the Buyer (as Sub-Lessee under the aforementioned Sub-Lease) has fully and faithfully performed the terms and conditions that it is required to perform under the aforementioned Sub-Lease and Master Lease and amendments thereto, and it otherwise is not in default hereunder.
- 7. NOTICES. Any notices required or desired to be served by either party upon the other shall be addressed to the respective party as set forth below:

SELLER:

All Inside AV Storage, Inc. 84-401 Cabazon Center Drive Indio, CA 92201

BUYER:

The Janzen Revocable Living Trust dated 4/21/03 36-705 Jasmine Lane Rancho Mirage, CA 92270

The Robert R. Miles Trust U/T/D February 12,1998 The Robin J. Miles Trust, U/T/D February 12, 1998 70-440 Cobb Road Rancho Mirage, CA 92270

or such other addresses as from time to time shall be assigned by the respective parties.

- 8. TERMS. The terms of this Bill of Sale shall be governed by and construed in accordance with the laws of the State of California and the parties hereto stipulate to the jurisdiction of the Riverside County Courts.
- 9. DISPUTES/DAMAGES. In the event it is necessary to enforce or interpret any provision herein contained, the matter shall be submitted to binding arbitration conducted by the American Arbitration Association ("AAA") who shall be selected by mutual agreement of the parties. The Arbitrator shall comply with, and the decision of the Arbitrator shall be rendered in accordance with the laws of the State of California. The Arbitrator shall have the power to grant all legal and equitable remedies and award compensatory damages provided by California Law, but shall not have the power to award punitive damages. The parties agree to be bound by the decision of the Arbitrator, which shall be final, shall not be appealable, and which shall allow for no trial de novo on the same issues. The Arbitrator's decision shall be rendered within 30 days following submission of the matter at issue, but the failure to comply with this provision shall in no way invalidate any decision or award as may be rendered more than 30 days after submission.

Judgment upon the decision rendered by the arbitrator may be entered in any court having proper jurisdiction or

applications may be made to such court for judicial acceptance of the award and an Order of Enforcement. The parties hereby agree to have any dispute arising out of the matters included in the "Arbitration of Disputes" provision decided by neutral arbitration as provided by California Law and are giving up any rights to have the dispute litigated in a court or jury trial, as well as judicial rights to discovery and appeal, unless those rights are specifically included in the "Arbitration of Disputes" provision. Your agreement to this arbitration provision is voluntary.

IN WITNESS WHEREOF, this Bill of Sale i	s executed on	12-18	, 2006.
SELLER:			
All Inside AV Storage, Inc.			
John Obradovich, President	-		
BUYER:			
	7	-	
Signature Ry Van S. M. 12	Lloyd B. Janzen, Ti	rustee	
Signature Rafeir J. 711 iles	Robert R. Miles, Tr	rustee	
Signature	Robin J. Miles, Tru	stee	
	•		
LESSEE:		· .	
John Obradovich			
Wells Stradovich			
Betty Obradovich			

The COUNTY of Riverside hereby consents to the foregoing Bill of Sale.

LESSOR:	
Chairman, Board of Supervisors Date: MAY 2 2 2007	By:
ATTEST:	FORM APPROVED:
Nancy Romero,	Joe S. Rank,
Clerk of the Board	County Counsel
By Deputy Deputy	By: 50dm V. Woo 5/2/07 Deputy
STATE OF CALIFORNIA) SS. COUNTY OF RIVERSIDE) On <u>Deceny ber /8</u> , 2006, before me, personally appeared <u>John Obraele Via</u>	Dignal Dejgado Noterry Dublic on & Betty Obradovich
personally known to me (o r proved to me on the basis of	satisfactory evidence) to be the person(s) whose name(s) +s/are
subscribed to the within instrument and acknowledged to	me that he/she/they executed the same in his/her/their
nuthorized capacity(ies), and that by his/her/their signatu which the person(s) acted, executed the instrument.	re(s) on the instrument the person(s), or the entity upon behalf o
WITNESS my hand and official seal.	Public Public

DIANA C_DELCADO
CONTRISSION # 1621698
Neutro Public California
Contrission # 1621698
Contrission # 1621698
Contrission # 1621698

STATE OF CALIFORNIA COUNTY OF RIVERSIDE)) SS.)
On DECEMBER	20,2006, before me. N. BODNAR, NOTARY DUBLIC personally appeared Lloyd B. Janzen
	proved to me on the basis of satisfactory evidence) to be the person(s) whose name(s)
	n instrument and acknowledged to me that he/shte/they executed the same in
	city(ies), and that by his/her/their signature(s) on the instrument the person(s), or the
entity upon behalf of which t	he person(x) acted, executed the instrument.
WITNESS my hand	Notary Public
STATE OF CALIFORNIA MARION COUNTY OF RIVERSIDE	LESA M BODMAR Comm #1547737 Z Notary Public-Californic De Revescle County My Commission Express Z January 28, 2009
On Dec. 7 Robert f	2, 2006, before me, He Jeffy M. Gending personally appeared TR Miles Robin Miles
is/are subscribed to the within his/her/their authorized capacitation.	proved to me on the basis of satisfactory evidence) to be the person(s) whose name(s) in instrument and acknowledged to me that he/she/they executed the same in city(ies), and that by his/her/their signature(s) on the instrument the person(s), or the he person(s) acted, executed the instrument.
OFFICIAL SEAL JEFFRY M. OERDING NOTARY PUBLIC-OREGON COMMISSION NO. 392064 MY COMMISSION EXPIRES JUNE 5, 2	Notary Paintic M Many

STATE OF CALIFORNIA MARION COUNTY OF RIVERSIDE)) SS.)				
On Dec. 22 personally appeared	, 2006, before me, Robert R Mile	Jeffry Robin	M.	Devling Miles	
personally known to me (or prov subscribed to the within instrume authorized capacity(ies), and tha which the person(s) acted, execu	ent and acknowledged to n t by his/her/their signature	ne that he/she/they e	executed	d the same in his/her/their	
WITNESS my hand and	official seal.	Na m	1 /)	

Notary Public

OFFICIAL SEAL
JEFFRY M. OERDING
NOTARY PUBLIC-OREGON
COMMISSION NO. 392064
MY COMMISSION EXPIRES JUNE 5, 2009

On this 22nd day of May in the year 2007, before me, Sandi Schlemmer, Deputy Clerk of the Board of Supervisors, Riverside County, State of California, and for said County and State, personally appeared John Tavaglione personally known to me (or proved to me on the basis of satisfactory evidence) to be the person who whose name subscribed to the within instrument and acknowledged to me that he executed the same in his authorized capacity, and that by his signature on the instrument the person, or the entity on behalf of which the person acted, executed this instrument.

WITNESS my hand and official seal.

Nancy Romero, Clerk of the Board of Supervisors

(SEAL)

DESCRIPTION 1-A

THAT PORTION OF THE FOLLOWING DESCRIBED LAND, WHICH IS INCLUDED WITHIN THE LEASED PRELISES AS SET OUT IN THE LEASE OR MEMORANDIN

THAT PORTION OF THE EAST HALF OF SECTION 20, TOWNSHIP 6 SOUTH, RANGE 8 EAST, SAN BERNARDINO MERIDIAN, IN THE COUNTY OF RIVERSIDE, STATE OF CALIFORNIA, MORE PARTICULARLY DESCRIBED AS FOLLOWS:

COMMENCING AT THE CENTERLINE INTERSECTION OF VIC HIGGINS DRIVE AND AVENUE 56 (AIRPORT BOULEVARD), SAID POINT BEING THE MORTHEAST CORNER OF SAID SECTION 20;

THENCE SOUTH 00° 00' 12" EAST, A DISTANCE OF 1,967.78 FEST TO THE CENTERLINE INTERSECTION OF VIC HIGGINS DRIVE AND AVENGER BOULEVARD;

THENCE NORTH 89° 58' 40" WEST ALONG THE CENTERLINE OF AVENGER BOULEVARD, A DISTANCE OF 462.70 FEET TO THE CENTERLINE INTERSECTION OF AVENGER BOULEVARD AND WARHAMK WAY, THE TRUE POINT OF BEGINNING OF THIS DESCRIPTION;

THENCE CONTINUING MORTH 89° 59' 40" WEST ALONG THE CENTERLINE OF AVENGER BOULEVARD, A DISTANCE OF 668.58 FEET TO THE CENTERLINE INTERSECTION OF AVENGER BOULEVARD AND LIBERATOR LAME;

THENCE SOUTH ALONG THE CENTERLINE OF LIBERATOR LANE, A DISTANCE OF 658.00 FEET;

THENCE EAST, A DISTANCE OF 178.00 FEET;

THENCE SOUTH, A DISTANCE OF 85.00 FRET;

THENCE EAST. A DISTANCE OF 80.00 PEET;

THENCE SOUTH, A DISTANCE OF 185.00 FEET;

THENCE EAST, A DISTANCE OF 150.00 PRET;

THENCE NORTH, A DISTANCE OF 285.00 FRET;

THENCE EAST, A DISTANCE OF 260.58 FEET TO THE CENTERLINE OF MARHAWK WAY;

THEMCE MORTH 00° 00' 20" WEST, A DISTANCE OF 643.00 FEET TO THE CENTERLINE INTERSECTION OF AVENGER BOULEVARD AND WARHANK WAY, THE TRUE POINT OF BEGINNING.

EXCEPTING THEREFROM THE MORTHERLY 30.00 FEET. ALSO EXCEPTING THEREFROM THE WESTERLY 30.00 FEET.

ALSO EXCEPTING THEREFROM THE EXISTING COUNTY MAINTENANCE AREA LOCATED AT THE NORTHEASTERLY CORNER OF THE SUBJECT PROPERTY.

Attachment H

(Thundersky Farms Inc., Brad Toth President)

Consent to Bill of Sale Coupled with Sub-lease

CONSENT TO BILL OF SALE COUPLED WITH SUBLEASE

The County of Riverside, a political subdivision of the State of California, ("County") hereby consents to the Bill of Sale Coupled with Sub-Lease ("Bill of Sale"), dated January 1, 2018 between the Lloyd B. Janzen, trustee of The Janzen Revocable Living Trust dated 4/21/03, and Robert R. Miles; trustee of the Robert R. Miles Trust U/T/D February 12, 1998, and Robin J. Miles, trustee of the Robin J. Miles Trust, U/T/D February 12, 1998 (as "Seller") and Thundersky Farms Inc., (as "Buyer"), relating to the sale of the aircraft storage hangar known as Building "D", Hangar "4", located at the Jacqueline Cochran Regional Airport, Thermal, California. The Bill of Sale Coupled with Sublease, including exhibits, is attached hereto as Exhibit "A" and incorporated herein by this reference.

By consenting to the Bill of Sale, the County neither undertakes nor assumes nor will have any responsibility or duty to Buyer or to any third party to review, inspect, supervise, pass judgment upon or inform Buyer or any third party, of any matter in connection with the subject aircraft storage hangar, whether regarding the quality, adequacy or suitability of the subject aircraft storage hangar for Buyer's proposed use, or otherwise. Buyer and all third parties shall rely upon its or their own judgment regarding such matters. The County makes no representations, express or implied, with respect to the legality, fitness, or desirability of the subject aircraft storage hangar for Buyer's intended use.

[Remainder of Page Intentionally Left Blank]

[Signatures on Following Page]

IN WITNESS WHEREOF, the County has caused its duly authorized representative to execute this Consent to Bill of Sale as of the date set forth below.

Date:	COUNTY OF RIVERSIDE, a political subdivision of the State of California
	By: Robert Field, Assistant County Executive Officer/EDA
	APPROVED AS TO FORM GREGORY P. PRIAMOS, County Counsel
	By: Jhaila R. Brown, Deputy County Counsel
	poration, hereby acknowledges, agrees and this Consent to Bill of Sale Coupled with
By: Brad Toth, President	
Dated: January 1, 2018	

IN WITNESS WHEREOF, the County has caused its duly authorized representative to execute this Consent to Bill of Sale Coupled with Sub-Lease as of the date set forth below.

Date: __APR 3 0 2019

COUNTY OF RIVERSIDE, a political Subdivision of the State of California

Kevin Jeffries, Chairman Board of Supervisors

ATTEST:

Kecia Harper-Hem Clerk of the Board

Deput

APPROVED AS TO FORM

GREGORY P. PRIAMOS, County Counsel

\. ∕ Thomas Oh

Deputy County Counsel

[Thundersky Farms Inc., Acknowledgement on Following Page]

EXHIBIT A BILL OF SALE

(behind this page)

BILL OF SALE COUPLED WITH SUB-LEASE

Lloyd B. Janzen, trustee of the The Janzen Revocable Living Trust dated 4/21/03, and Robert R. Miles, trustee of the Robert R. Miles Trust U/T/D February 12, 1998, and Robin J. Miles, trustee of the Robin J. Miles Trust, U/T/D February 12, 1998, hereinafter called the "Seller," hereby sells to Thundersky Farms Inc., Brad Toth, President, hereinafter called the "Buyer," and said Buyer hereby purchases from Seller the property described below, upon the following terms and conditions:

1. RECIT	ALS. The Seller owns concrete floor structure and steel building labeled as Bldg D,
Hangar # 4 at Jacqu	ueline Cochran Regional Airport, (formerly Desert Regional Resorts Airport) Thermal, California
Riverside County, as de	scribed on the attached Exhibit "1" also described as Hangar #, the sale of which is
the subject of this Agree	ement and which is intended to convey title thereto for the sum of \$_225,000

- 3. WARRANTY OF TITLE. Seller does hereby, for the benefit of Buyer, covenant and agree to warrant and defend title to the aforesaid personal property hereby conveyed, against the just and lawful claims and demands of all persons whomsoever, and Seller further covenants that the aforesaid real property is not subject to liens of any type, including but not limited to liens for unpaid taxes, nor is said personal property subject to a security agreement or financing statement.
- 4. REVERSION OF PROPERTY TO SELLER. The aforesaid Sub-Lease, with which this Bill of Sale is coupled provides for a sub-lease period of approximately 30 years with a 10-year option, during which time the Buyer hereto, subject to certain conditions precedent, may sell, rent, assign, convey, hypothecate, or encumber the personal property subject to is instrument, provided further, that upon the expiration of said Sub-Lease or 30 years with a 10-year option lease period, whichever shall first occur, the personal property subject to this Bill of Sale shall revert to the Seller hereunder, or to Seller's assignee, or to the County of Riverside, which reversion shall be governed by the terms and conditions of the aforesaid Master Lease and all of the aforesaid amendments thereto and the terms and conditions of the aforementioned Sub-Lease between Sub-Lessor and Sub-Lessee. Provided further that in accordance with the aforesaid Sub-Lease, Buyer hereunder shall not sell, rent, assign, hypothecate or encumber the personal property subject to this instrument except upon the express written consent of the county of Riverside and Seller or his assignee hereunder, which consent shall not be unreasonably withheld.
- 5. TAX CLAUSE. During the aforementioned period of possession of Buyer of the personal property, Buyer shall be solely responsible for the payment of the personal property and/or possessory interest taxes and all other taxes levied upon the specific structure by the County of Riverside and/or all other lawfully constituted taxing authorities, and said responsibility shall include real property taxes which may be assessed to Seller, to Seller's successor, or to Buyer in connection with the subject property.

6. BUYER'S RIGHT TO TRANSFER PROPERTY AND SURVIVAL OF SUB-LEASE.

a. <u>RIGHT TO TRANSFER.</u> Seller hereby consents to and agrees that Buyer may convey, assign, or transfer Buyer's interest in or to the subject personal property to one or more individuals; provided however, that such conveyance, assignment, or transfer includes the aforementioned sub-lease and shall be subject to the prior written approval of the Seller, County of Riverside, and Sub-Lessor. Provided further, that Seller shall have the right of first

refusal to purchase, lease, rent, or receive Buyer's interest in the subject property and the subleasehold estate of Buyer on the same terms as offered by Buyer to any other individual or entity. Seller's failure to exercise right of first refusal within sixty (60) days of written notice thereby by Buyer to Seller shall be deemed to be waiver of such right by Seller. Upon such waiver or rejection by Seller, and subject to the provisions contained in this Paragraph 6 (a) Buyer may proceed to convey, assign or transfer all of part of his/her interest in the subject property on the same terms and conditions offered to Seller; provided, however, that Buyer shall not, except with Seller's permission, convey, lease, rent or sell any portion of the premises to any commercial operations for the purpose of doing any business at Jacqueline Cochran Regional Airport (Thermal) other than if said sale is to the aforesaid Seller.

- b. <u>SURVIVAL OF SUB-LEASE</u>. Subject to the provision of the aforesaid Master Lease, Buyer's rights, including the right of possession and all other rights not in conflict with the terms and conditions of the aforesaid Lease and amendments thereto, and all of the Buyer's obligations and duties under the aforementioned Sub-Lease and the Master Lease and amendments thereto, shall remain in effect, notwithstanding a termination of the aforesaid Master Lease, or an assignment or a transfer of the Seller's rights, duties and obligations hereunder, prior to the expiration of the aforementioned Sub-Lease, provided that the Buyer (as Sub-Lessee under the aforementioned Sub-Lease) has fully and faithfully performed the terms and conditions that it is required to perform under the aforementioned Sub-Lease and Master Lease and amendments thereto, and it otherwise is not in default hereunder.
- 7. **NOTICES.** Any notices required or desired to be served by either party upon the other shall be addressed to the respective party as set forth below:

SELLER:

Lloyd B, Janzen, trustee of the The Janzen Revocable Living Trust dated 4/21/03, and
Robert R. Miles, trustee of the Robert R. Miles Trust U/T/D
February 12, 1998, and
Robin J. Miles, trustee of the Robin J. Miles Trust, U/T/D February 12, 1998,
48170 Hjorth St. Unit 42
Indio CA 92201

BUYER:

Thundersky Farms, Inc. Brad Toth, President 415 N. Benton Ave Helena, MT 59601

or such other addresses as from time to time shall be assigned by the respective parties.

- 8. TERMS. The terms of this Bill of Sale shall be governed by and construed in accordance with the laws of the State of California and the parties hereto stipulate to the jurisdiction of the Riverside County Courts.
- 9. DISPUTES/DAMAGES. In the event it is necessary to enforce or interpret any provision herein contained, the matter shall be submitted to binding arbitration conducted by the American Arbitration Association ("AAA") who shall be selected by mutual agreement of the parties. The Arbitrator shall comply with, and the decision of the Arbitrator shall be rendered in accordance with the laws of the State of California. The Arbitrator shall have the power to grant all legal and equitable remedies and award compensatory damages provided by California Law, but shall not have the power to award punitive damages. The parties agree to be bound by the decision of the Arbitrator, which shall be final, shall not be appealable, and which shall allow for no trial de novo on the same issues. The Arbitrator's decision shall be rendered within 30 days following submission of the matter at issue, but the failure to comply with this provision shall in no way invalidate any decision or award as may be rendered more than 30 days after submission.

Judgment upon the decision rendered by the arbitrator may be entered in any court having proper jurisdiction or applications may be made to such court for judicial acceptance of the award and an Order of Enforcement. The parties hereby agree to have any dispute arising out of the matters included in the "Arbitration of Disputes" provision decided by neutral arbitration as provided by California Law and are giving up any rights to have the dispute litigated in a court or jury trial, as well as judicial rights to discovery and appeal, unless those rights are specifically included in the "Arbitration of Disputes" provision. Your agreement to this arbitration provision is voluntary.

SELLER:

Robert R. Miles, Trustee

The Robert R. Miles Trust U/T/D February 12, 1998

SELLER:

Robin J. Miles, Trustee

The Robin J. Miles Trust, U/T/D February 12, 1998

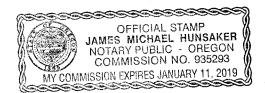
LESSEE:

John Obradovich

Betty Obradovich

State of OREGON) ss.
County of Clackamas)

The Bill of Sale Coupled with Sub-Lease, to which this Notarial Certificate is attached, was acknowledged before me on December 20, 2017 by Robert R. Miles, as Trustee of the Robert R. Miles Trust U/T/A dated February 12, 1998 and as an individual, the successor in interest to the Robin J. Miles Trust U/T/A dated February 12, 1998.

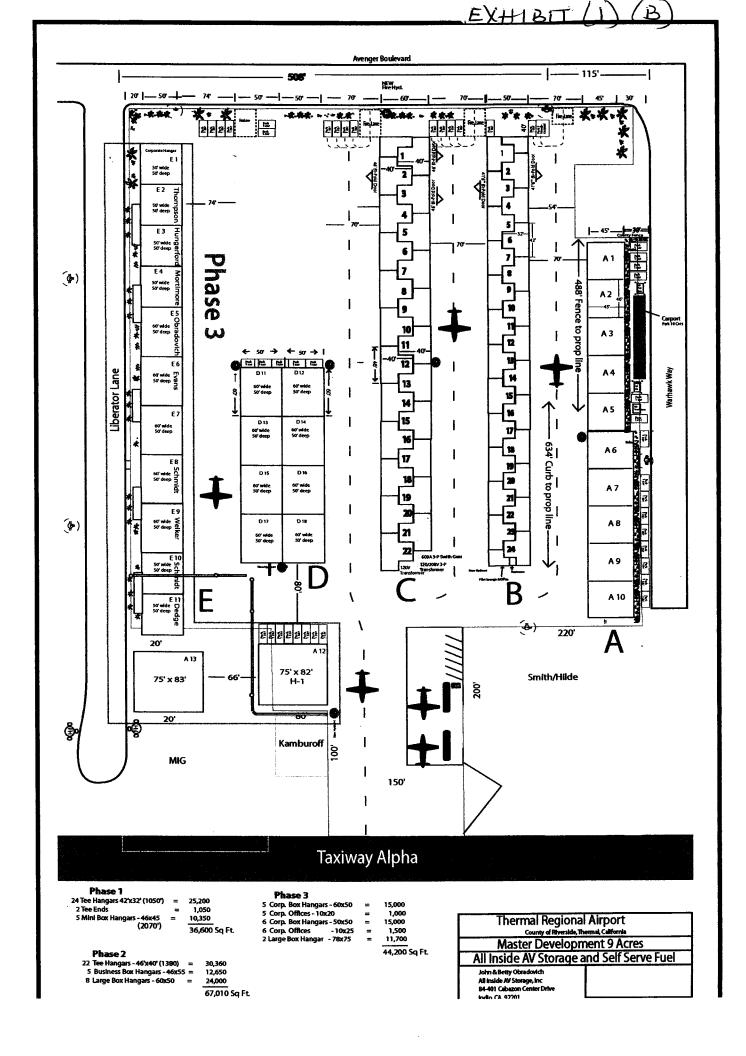


Notary Public — State of Oregon

document to which this certificate is attached, and not the	ate verifies only the identity of the individual who signed the ne truthfulness, accuracy, or validity of that document.
State of California)	
County of Riverside	
	n S. Adams, Notary Public,
Date	Here Insert Name and Title of the Officer
personally appeared	<u> 1280 </u>
l-sanori	Name (s) of Signer (s)
subscribed to the within instrument and acknow his/her/their authorized capacity(les), and that by hor the entity upon behalf of which the person(s) ac	
	I certify under PENALTY OF PERJURY under the laws of the State of California that the foregoing paragraph is true and correct.
TANKS ADAMS	WITNESS my hand and official seal.
Commission # 2103781	WITNESS my hand and official seal.
Commission # 2103781 Notary Public - California	-A. 104
Commission # 2103781 Notary Public - California Privare de County	WITNESS my hand and official seal. Signature of Notary Public
Commission # 2103781 Notary Public - California	Signature Anni J. Hamo
Commission # 2103781 Notary Public - California Privare de County	Signature Anni J. Hamo
Commission # 2103781 Notary Public - California Riverside County My Comm. Expires Apr 9, 2019 Place Notary Seal Above Though this section is optional, completing this	Signature Anni J. Hamo
Commission # 2103781 Notary Public - California Riverside County My Comm. Expires Apr 9, 2019 Place Notary Seal Above Though this section is optional, completing this	Signature of Notary Public TIONAL information can deter alteration of the document or
Commission # 2103781 Notary Public - California Riverside County My Comm. Expires Apr 9, 2019 Place Notary Seal Above Though this section is optional, completing this fraudulent reattachment of this	Signature of Notary Public TIONAL information can deter alteration of the document or
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Place Notary Seal Above Place Notary Seal Above Though this section is optional, completing this fraudulent reattachment of this Description of Attached Document Title or Type of Document: Number of Pages: Signer(s) Other That Capacity(ies) Claimed by Signer(s) Signer's Name: Corporate Officer — Title(s):	Signature of Notary Public Signature of Notary Public TIONAL Information can deter alteration of the document or storm to an unintended document. Document Date: In Named Above: Signer's Name: Corporate Officer — Title(s):
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A notary public or other officer completing this certificate is attached, and not	ricate verifies only the identity of the individual who signed the the truthfulness, accuracy, or validity of that document.
State of California)
County of Riverside	<i>)</i>
	in S. Adams, Notary Public.
personally appeared Brad 10 th	Here Insert Name and Title of the Officer
	Name(s) of Signers
Spacemen to the Mittill Highlithent and acknow	
	I certify under PENALTY OF PERJURY under the laws of the State of California that the foregoing paragraph is true and correct.
TAMI S. ADAMS Commission # 2103781 Notary Public - California Riverside County My Comm. Expires Apr 9, 2019	Signature of Notary Public
Place Notary Seal Above	
Though this section is optional, completing this	PTIONAL is information can deter alteration of the document or is form to an unintended document.
Description of Attached Document	a verm to an animonada addament.
Title or Type of Document:	Document Date:
Number of Pages: Signer(s) Other Th	an Named Above:
Capacity(les) Claimed by Signer(s)	
Signer's Name	Signer's Name
Toorporate Officer — Title(s):	Signer's Name: Corporate Officer — Title(s):
Partner — Limited General	Partner — Limited General
Individual Attorney in Fact	Individual Attorney in Fact
Trustee Guardian or Conservator	Trustee Guardian or Conservator
Other:Signer Is Representing:	Other:
5	Signer Is Representing:

XXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXX	ACCORDERECTOR OF THE STATE OF T
A notary public or other officer completing this certific document to which this certificate is attached, and not	cate verifies only the identity of the individual who signed the the truthfulness, accuracy, or validity of that document.
State of California	
County of Riverside)
On 2 21 8 before me, (2	m S. Adams, Notava Public,
Date	Here Insert Name and Title of the Officer
personally appeared	dench and
Betty Obradovici	Name(s) of Signer(s)
subscribed to the within instrument and acknow	
TAMI S. ADAMS	I certify under PENALTY OF PERJURY under the laws of the State of California that the foregoing paragraph is true and correct.
Commission # 2103781 Notary Public - California	WITNESS my hand and official seal.
Riverside County My Comm. Expires Apr 9, 2019	Signature D. Dhym
	Signature of Notary Public
Place Notary Seal Above	OTIONAL -
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Number of Pages: Signer(s) Other Tha	an Named Above:
Capacity(ies) Claimed by Signer(s)	
Signer's Name:	Signer's Name:
Corporate Officer — Title(s): Partner — Limited General	Corporate Officer — Title(s):
☐ Individual ☐ Attorney in Fact	Partner — Limited General
Trustee Guardian or Conservator	Individual Attorney in Fact
Other:	Other:
Signer Is Representing:	Signer Is Representing:



Attachment I

(Thundersky Farms Inc., Brad Toth President)

Consent to Sublease and Sub-Lease with Sale of Aviation Hangar

CONSENT TO SUBLEASE

(Jacqueline Cochran Regional Airport)

The County of Riverside, a political subdivision of the State of California ("County"), hereby consents to that certain Sub-Lease with Sale of Aviation Hangar dated January 1, 2018, by and between John Obradovich and Betty Obradovich, husband and wife, (as sublessor) and Thundersky Farms, Inc. (as sublessee), a copy of which is attached hereto as Exhibit "A" ("Sublease"). The Sublease pertains to real property located within Jacqueline Cochran Regional Airport in Thermal, California, as more particularly depicted and described on Exhibit "B" to the Sublease.

The Sublease is subject to that certain Lease Desert Resorts Regional Airport dated on or about June 3, 2003 by and between the County (as lessor) and John Obradovich and Betty Obradovich (as lessee), as amended by that certain First Amendment to Lease Jacqueline Cochran Regional Airport dated on or about September 14, 2004, that certain Second Amendment to Lease Jacqueline Cochran Regional Airport dated September 12, 2006, and that certain Third Amendment to Lease Jacqueline Cochran Regional Airport dated March 17, 2009 (collectively, "Lease") relating to the lease of approximately 9.45 acres of vacant land, located at the Jacqueline Cochran Regional Airport (formerly known as the Desert Resorts Regional Airport), as more fully described in Exhibit "A" to the Lease.

Consent hereof by the County to the Sublease shall not relieve or release John Obradovich and Betty Obradovich from their duty to comply with any and all obligations, covenants and conditions required under the Lease.

[Remainder of Page Intentionally Blank]

[Signatures on Following Page]

IN WITNESS WHEREOF, the County has caused its duly authorized representative to execute this Consent to Sublease as of the date set forth below.

Date:	APR 3 0 2019	COUNTY OF RIVERSIDE, a political subdivision of the State of California
		By: Kevin Jeffries, Chairman Board of Supervisors

KECIA IHEM-HARPER Clerk of the Board

APPROVED AS TO FORM Gregory P. Priamos County Counsel

EXHIBIT "A" SUB-LEASE

(Attached on following page)

SUB-LEASE WITH SALE OF AVIATION HANGAR

John Obradovich and Betty Obradovich, herein called Sub-Lessor, sub-leases to <u>Thundersky Farms, Inc</u> herein called Sub-Lessee, the property described below, upon the following items and conditions.

RECITALS

Sub-Lessor leases from the County of Riverside, approximately nine (9) acres located at the Jacqueline Cochran Regional Airport, (formerly Desert Regional Resorts Airport), Thermal, in the County of Riverside, State of California.

This and other sub-leases entered into by the Sub-Lessor are intended to conform with, be compatible with, and be subject to the terms and conditions of the Master Lease dated April 24, 2003, executed June 3, 2003, and amended September 14, 2004, and September 12, 2006, and March 17, 2009, between the County of Riverside as Lessor, and John and Betty Obradovich, Husband and Wife, as Lessee which lease and amendments thereto shall be called the "Master Lease" and the County of Riverside shall be called the "County."

By separate document entitled, "Bill of Sale," a copy of which is attached hereto as **Exhibit "A,"** Sub-Lessor intends to convey, assign or transfer to Sub-Lessee its (Sub-Lessor's) interest in certain facilities and improvements it owns within the premises sub-leased hereunder.

DESCRIPTION

The premises sub-leased hereby are located within Desert Resorts Regional Airport generally, and within the area leased from County by Sub-Lessor consisting of nine (9) acres and as more particularly shown on **Exhibit "B,"** attached thereto and by this reference, made a part of this sub-lease. The portion of the nine acres being sub-leased is that portion of land occupied in **Building D Hangar # 4** as depicted in **Exhibit "B."** In addition to the forgoing during the term of this lease Sublessor grants to Sublesee the right to ingress and ingress over that portion of the leasehold premises of Sublessor held under the Master Lease and a license to use the taxiway areas as designated by Sublessor.

USE The premises are sub-leased hereby for the purposes of aircraft storage.

TERM

The term of this sub-lease, subject to any provisions in the Master Lease that may be applicable and take precedence, shall be for a period equal to the portion of thirty (30) years remaining under the Master Lease and terminating on June 30, 2033. Sub-Lessor has an option to extend the term for an additional ten (10) years, as provided in the Master Lease. If the Sub-Lessor extends the lease with the County for the additional ten years, this Sub-Lease shall extend as well for the additional ten years. Nothing in this Sublease shall be interpreted to obligate or require the Sublessor to so extend the term of the Master Lease and Sublessor or its successors and assigns may or may not so extend the term of the Master Lease in its sole and absolute discretion

RENT

Sub-Lessee shall pay to Sub-Lessor the sum of \$_168_\ per month, payable in advance, on the first day of each month.

The monthly rent shall be subject to adjustment as of the dates and in the amounts as described in Section 5, paragraphs (d) and (e) of the Master Lease. In no event shall any adjustment be a negative adjustment.

The monthly rent is due and payable on or before the first of the appropriate month during the term of this lease agreement and shall be considered delinquent, if not paid by the 15th of the month. If the monthly rent becomes delinquent, lessee will be charged a late fee equivalent to ten percent (10%) of the delinquent rental amount, exclusive of late fees, for each month that rent is delinquent.

ADDITIONAL OBLIGATIONS OF SUB-LESSEE

Sub-Lessee shall, during the terms of this sub-lease;

Observe and comply with all rules, regulations and laws which govern and are in effect adopted by Sublessor or the County of Riverside. Maintain premises and equipment in a clean, orderly, neat and safe condition.

Pay for all utilities, including trash disposal and a pro rata share of Sublessor's cost of maintaining and insuring the Project, as determined by Sublessor.

SUB-LESSOR'S RESERVED RIGHTS

Sub-Lessor and County, or either duly authorized agents, shall have the right to enter the sub-leased premises for inspections, repairs or for any other reasonable cause.

IMPROVEMENTS, REPAIRS & SIGNS

Sub-Lessee shall not make any improvements, repairs or modifications, paint the exterior of the hangar or install any signs without prior written approval of Sub-Lessor.

INSURANCE

Sub-Lessee shall, during the term of this sub-lease, procure and maintain the following described insurance coverage and limits as indicated.

- a. Procure and maintain comprehensive Airport Commercial General Liability Insurance coverage that shall protect Lessee from claims for damages for personal injury, including accidental and wrongful death, as well as from claims for property damage, which may arise from Lessee's use of the leased premises or the performance of its obligations hereunder, whether such use or performance be by Lessee, by a subcontractor, or by anyone employed directly or indirectly by either of them. Such insurance shall name Sublessor and all Agencies, Districts, Special Districts, and Departments of the County of Riverside, their respective directors, officers, Board of Supervisors, employees, elected or appointed officials, agents or representatives as Additional Insureds with respect to this sublease and obligations of Sublessee hereunder. Such insurance shall provide for limits of not less than \$1,000,000, per occurrence.
- b. Furnish Sublessor and the County of Riverside with Certificates of Insurance showing that such insurance is in full force and effect, and that additional insureds are named as required in (a) above. Further, said certificates shall contain the covenant of the insurance carrier that 30 days written notice will be given to the County of Riverside and Sublessor prior to cancellation or reduction in coverage of such insurance.
- c. The foregoing notwithstanding, this sublease is subject to Section 20 of the Master Lease and Sub-Lessee shall procure and maintain additional coverages specified therein as may be required by County from time to time.

TERMINATION BY SUB-LESSOR

Sub-Lessor shall have the right to terminate this Sub-Lease.

In the event a petition is filed for voluntary or involuntary bankruptcy, for the adjudication of Sub-Lessee as a debtor.

In the event that Sub-Lessee makes a general assignment, or sub-lessee's interest hereunder is assigned involuntarily or by operation of law for the benefit of creditors.

In the event of any act which operates to deprive Sub-Lessee of the ability to perform its duties under this Sub-Lease.

In the event of the abandonment of, or the discontinuance of the use of, the sub-leased premises by Sub-Lessee.

In the event Sub-Lessee fails to perform, keep or observe any of its duties or obligations hereunder, provided, however, that Sub-Lessee shall have 30 days in which to correct its breach or default after written notice hereof has been served on it by Sub-Lessor.

In the event that the lease premises are rendered unfit for Sub-Lessee's use and cannot be restored within a reasonable time.

TERMINATION BY SUB-LESSEE

Sub-Lessee shall have the right to terminate this Sub-Lease;

In the event a petition is filed for voluntary or involuntary bankruptcy, for the adjudication of Sub-Lessor as a debtor.

In the event that Sub-Lessor makes a general assignment for the benefit of creditors.

In the event of any act which operates to deprive Sub-Lessee of the ability to perform its duties under this lease.

In the event of the abandonment of, or the discontinuance of, the use of the leased premises by Sub-Lessor.

In the event Sub-Lessor fails to perform, keep or observe any of its duties or obligations hereunder, provided, however, that Sub-Lessor shall have 30 days in which to correct its breach or default after written notice hereof has been served on it by Sub-Lessee.

In the event that the leased premises are rendered unfit for Sub-Lessor's use and cannot be restored within a reasonable time.

HOLD HARMLESS

Sub-Lessee shall indemnify and hold Sub-Lessor and County, their officers, agents, employees and independent contractors free and harmless from any liability whatsoever, based or asserted on any act or omission of Sub-Lessee, its officers, agents, employees, subcontractors and independent contractors for property damage, bodily injury, or death (Sub-Lessee's employees included) or any other element of damage or any kind or nature in any way connected with or arising from its use and responsibilities in connection therewith of the leased premises, or the condition thereof, and Sub-Lessee shall defend at its expense, including attorney fees, Sub-Lessor, County, its officers, agents, employees and independent contractors in any legal action based on any alleged acts or omissions.

ASSIGNMENT

Lessee cannot assign, sublet, mortgage, hypothecate or otherwise transfer in any manner any of its rights, duties and obligations hereunder to any person or entity without the written consent of Sub-Lessor and County being first obtained.

BINDING ON SUCCESSORS

Sub-Lessee, his heirs, assigns and successor in interest shall be bound by all the terms and conditions contained in this sub-lease, and all of the parties thereto shall be jointly and severely liable hereunder.

EMPLOYEES AND AGENTS OF SUB-LESSEE

It is understood that all persons hired or engaged by Sub-Lessee shall be considered to be employees or agents of Sub-Lessee and not of Sub-Lessor or County.

COMPLIANCE WITH LAW

Sub-Lessee shall observe all statutes, rules, regulations, ordinances, and orders relating to the use of the sub-leased premises enacted or promulgated by County, the State of California, the United States of America and the agencies thereof.

WAIVER OF PERFORMANCE

No waiver by Sub-Lessor at any time of any of the terms and conditions of his sub-lease shall be deemed or construed as a waiver at any time thereafter of the same or any other terms and conditions contained herein or of the strict and timely performance of such terms and conditions.

SEVERABILITY

The invalidity of any provision in this sub-lease as determined by a court of competent jurisdiction shall in no way effect the validity of any other provisions hereof.

NOTICES

Any notices required or desired to be served by either party upon the other shall be addressed to the respective parties as set forth below:

SUB-LESSOR:

John & Betty Obradovich 84-401 Cabazon Center Dr. Indio, CA 92201

SUB-LESSEE:

Brad Toth, Pres Thundersky Farms, Inc 415 N. Benton Ave Helena, MT 59601

or to such other addresses as from time to time shall be designated in writing by the respective parties.

VENUE

Any action at law or in equity brought by either of the parties hereto for the purpose of enforcing a right or rights for by this sub-lease shall be tried in a court of competent jurisdiction in the County of Riverside, State of California, and the parties hereby waive all provisions of law providing for a change of venue in such proceedings to any other County.

TAXES

Sub-Lessee shall pay for all fees and taxes levied or required by any authorized public entity. Sub-Lessee recognizes and understands that this Sub-Lesse will create a possessory interest subject to property taxation and that Sub-Lessee will be subject to the payment of property taxes levied on such interest.

TOXIC MATERIALS

During the term of this sub-lease and any extension thereof, Sub-Lessee shall not violate any federal, state or local law, or ordinance or regulation, relating to industrial hygiene or to the environmental condition on, under or about the sub-leased premises including, but not limited to, soil and ground water conditions. Further, Sub-Lessee, its successors and assigns shall not use, generate, manufacture, produce, store or dispose of, on, under or about the sub-leased premises or transport to or from the sub-leased premises, any flammable explosives, asbestos, radioactive materials, hazardous wastes, toxic substances or related injurious materials, whether injurious by themselves or in combination with other materials (collectively, "hazardous materials"). For the purpose of this sub-lease, hazardous materials shall include, but not be limited to, substances defined as "hazardous substances," "hazardous materials" or "toxic substances," in the Comprehensive Environmental Response, Cleanup and Liability Act of 1980, as amended, 42 U.S.C. § 9601, et seq.; the Hazardous Materials Transportation Act, 49, U.S.C. § 1801, et seq.; the Resource Conservation and Recovery Act, 42 U.S.C. § 6901, et seq.; and those substances defined as "hazardous wastes" in Section 25117 of the California Health and Safety Code or as "hazardous wastes" in Section 25316 of the California Health and Safety Code; and in the regulations adopted in publications promulgated pursuant to said laws.

FREE FROM LIENS

Sub-Lessee shall pay, when due, all sums of money that may become due for any labor, services, material, supplies, or equipment, alleged to have been furnished or to be furnished to Sub-Lessee, in, upon or about the sub-leased premises, and which may be secured by a mechanic's, materialmen's, or other lien against the sub-leased premises or County's interest therein, and will cause such lien to be fully discharged and released at the time the performance of any obligation secured by such lien natures or becomes due, provided, however, that if Sub-Lessee desires to contest any such lien provided that it either pays the lien or obtains a bond to allow release of said lien, and then it may do so, but notwithstanding any such contest, if such lien shall be reduced to final judgment or such process as may be issued for the enforcement thereof is not promptly stayed, or if so stayed, and said stay thereafter expires, then and in such event, Sub-Lessee shall forthwith pay and discharge said judgment.

DISPUTES/DAMAGES

In the event it is necessary to enforce or interpret any provision herein contained, or to recover any rent due or to recover possession of the Premises for any default or breach of the Agreement, the matter shall be submitted to binding arbitration conducted by the American Arbitration Association ("AAA") who shall be selected by mutual agreement of the parties. The Arbitrator shall comply with, and the decision of the Arbitrator shall be rendered in accordance with, the law of the State of California. The Arbitrator shall have the power to grant all legal and equitable remedies and award compensatory damages provided by California Law, but shall not have the power to award punitive damages. The parties agree to be bound by the decision of the Arbitrator, which shall be final, shall not be appealable, and which shall allow for no trial de novo on the same issues. The Arbitrator's decision shall be rendered within 30 days following submission of the matter at issue, but the failure to comply with this provision shall in no way invalidate any decision or award as may be rendered more than 30 days after submission.

Judgment upon the decision rendered by the Arbitrator may be entered in any court having proper jurisdiction or applications may be made to such court for judicial acceptance of the award and an Order of Enforcement.

You are agreeing to have any dispute arising out of the matters included in the "Arbitration of Disputes" provision decided by neutral arbitration as provided by California Law, and you are giving up any rights you might possess to have the dispute litigated in a court or jury trial. You are giving up your judicial rights to discovery and appeal, unless those rights are specifically included in the "Arbitration of Disputes" provision. If you refuse to submit to Arbitration after agreeing to this provision, you may be compelled to arbitrate under the authority of the California Code of Civil Procedure. Your agreement to this arbitration provision is voluntary.

MASTER LEASE/SURVIVAL OF SUB-LEASE

- a. Sub-Lessee acknowledges and agrees that it shall be bound, and shall otherwise be subject to all of the terms and conditions contained in the Master Lease.
- b. In the event the Master Lease is terminated, Sub-Lessee agrees to keep, observe and perform all of the terms and conditions of the Master Lease on the part of the Sub-Lessor to be kept, observed and performed, and Sub-Lessee's right to possession shall remain in effect as provided in Paragraph 29 of the Master Lease to all intents and purposes as though Sub-Lessee was the original Lessee thereunder; provided, however, that such assumption and agreement shall pertain only to the sub-leased premises and not to the entire leased premises under the Master Lease, and Sub-Lessee, among other things, shall make rental payments to County in an amount equal to such payments which Sub-Lessee is required to pay Sub-Lessor under this sub-lease.

CONSENT BY COUNTY

The parties hereto understand and agree that this Sub-Lease shall not be enforceable by either unless and until consent has been obtained from County in writing.

IN WITNESS WHEREOF, this Sublease is executed on ______ January 1, 2018

SUB-LESSOR:

John Øbradovich

Betty Obradovich

bradowik

SUB-LESSEE:

Brad Toth President

Thundersky Farms

CALIFORNIA ALL-PURPOSE ACKNOWLEDGMENT

CIVIL CODE § 1189

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A notary public or other officer completing this cert document to which this certificate is attached, and no	tificate verifies only the identity of the individual who signed the ot the truthfulness, accuracy, or validity of that document.
State of California)
County of Riverside	\ \
On 12 28 / 7 before me, _/s	Here Insert Name and Title of the Office
personally appeared Brad 12 th	Here Insert Name and Title of the Officer
	Name(s) of Signer(s)
who proved to me on the basis of satisfactors subscribed to the within instrument and acknowledge in the person or the entity upon behalf of which the person or the entity upon behalf of which the person or the entity upon behalf of which the person or the entity upon behalf of which the person or the entity upon behalf of which the person or the entity upon behalf of which the person or the entity upon behalf of which the person or the entity upon behalf of which the person or the entity upon behalf of which the person of the entity upon behalf of which the entity upon the entity up	
	I certify under PENALTY OF PERJURY under the laws of the State of California that the foregoing paragraph is true and correct.
TAMI S. ADAMS Commission # 2103781 Notary Public - Galifornia Riverside County	WITNESS my hand and official seal. Signature
My Comm. Expires Apr 9, 2019 Place Notary Seal Above	Signature of Notary Public
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Signer's Name: Corporate Officer — Title(s):	Signer's Name:
Partner — ☐ Limited ☐ General	Corporate Officer — Title(s):
Individual Attorney in Fact	Partner — Limited General
Trustee Guardian or Conservator	Individual Attorney in Fact
Other.	OH.
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CALIFORNIA ALL-PURPOSE ACKNOWLEDGMENT

CIVIL CODE § 1189

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A notary public or other officer completing this certific document to which this certificate is attached, and not	cate verifies only the identity of the individual who signed the the truthfulness, accuracy, or validity of that document.
State of California	
County of <u>Riverside</u>	<i>)</i> 1
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	Here Insert Name and Title of the Officer
personally appeared	tevich and
Betty Obradovich	Name(s) of Signer(s)
appacing to the Mithin Marthuett and acknow	y evidence to be the person(s) whose name(s) is/are wledged to me that he/she/they executed the same in his/her/fheir signature(s) on the instrument the person(s), acted, executed the instrument.
TAMI S. ADAMS Commission # 2103781 Notary Public - California	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 seal.
Riverside County My Comm. Expires Apr 9, 2019	Signature of Notary Public
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Description of Attached Document	o ionn to an unintended document.
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	an Named Above:
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Signer's Name: Corporate Officer — Title(s):	Signer's Name:
Partner — Limited General	Partner — Limited General
Individual Attorney in Fact	Individual Attorney in Fact
Trustee Guardian or Conservator	Trustee Guardian or Conservator
Other:Signer Is Representing:	Other:
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BILL OF SALE COUPLED WITH SUB-LEASE

Lloyd B. Janzen, trustee of the The Janzen Revocable Living Trust dated 4/21/03, and Robert R. Miles, trustee of the Robert R. Miles Trust U/T/D February 12, 1998, and Robin J. Miles, trustee of the Robin J. Miles Trust, U/T/D February 12, 1998, hereinafter called the "Seller," hereby sells to Thundersky Farms Inc., Brad Toth, President, hereinafter called the "Buyer," and said Buyer hereby purchases from Seller the property described below, upon the following terms and conditions:

1.	RECITALS.	The Seller owns	concrete floor s	tructure and s	teel building	labeled	as Bldg D,
							rt) Thermal, California
Riverside Cour	ity, as described	on the attached E	xhibit "1" also	described as	Hangar #	D04	the sale of which is
the subject of the	his Agreement a	and which is intend	led to convey ti	tle thereto for	the sum of	\$_225,0	000

- 2. THIS BILL OF SALE IS SUBJECT TO MASTER LEASE AND COUPLED WITH SUB-LEASE. This Bill of Sale is subject to that certain Master Lease executed by the County of Riverside and John and Betty Obradovich, dated April 24, 2003, executed June 3, 2003, and amended September 14, 2004, and September 12, 2006, and March 17, 2009, and which instruments affect directly the uses and purposes to which the aforesaid subject personal property may be put. Furthermore, Seller hereby incorporates in this instrument by reference the terms and conditions of that certain "Sub-Lease" executed by the parties hereto on January 1, 2018
 This Bill of Sale shall be enforceable only on the condition that the parties have entered into the aforesaid Sub-Lease.
- 3. WARRANTY OF TITLE. Seller does hereby, for the benefit of Buyer, covenant and agree to warrant and defend title to the aforesaid personal property hereby conveyed, against the just and lawful claims and demands of all persons whomsoever, and Seller further covenants that the aforesaid real property is not subject to liens of any type, including but not limited to liens for unpaid taxes, nor is said personal property subject to a security agreement or financing statement.
- 4. REVERSION OF PROPERTY TO SELLER. The aforesaid Sub-Lease, with which this Bill of Sale is coupled provides for a sub-lease period of approximately 30 years with a 10-year option, during which time the Buyer hereto, subject to certain conditions precedent, may sell, rent, assign, convey, hypothecate, or encumber the personal property subject to is instrument, provided further, that upon the expiration of said Sub-Lease or 30 years with a 10-year option lease period, whichever shall first occur, the personal property subject to this Bill of Sale shall revert to the Seller hereunder, or to Seller's assignee, or to the County of Riverside, which reversion shall be governed by the terms and conditions of the aforesaid Master Lease and all of the aforesaid amendments thereto and the terms and conditions of the aforementioned Sub-Lease between Sub-Lessor and Sub-Lessee. Provided further that in accordance with the aforesaid Sub-Lease, Buyer hereunder shall not sell, rent, assign, hypothecate or encumber the personal property subject to this instrument except upon the express written consent of the county of Riverside and Seller or his assignee hereunder, which consent shall not be unreasonably withheld.
- 5. TAX CLAUSE. During the aforementioned period of possession of Buyer of the personal property, Buyer shall be solely responsible for the payment of the personal property and/or possessory interest taxes and all other taxes levied upon the specific structure by the County of Riverside and/or all other lawfully constituted taxing authorities, and said responsibility shall include real property taxes which may be assessed to Seller, to Seller's successor, or to Buyer in connection with the subject property.

6. BUYER'S RIGHT TO TRANSFER PROPERTY AND SURVIVAL OF SUB-LEASE.

a. <u>RIGHT TO TRANSFER.</u> Seller hereby consents to and agrees that Buyer may convey, assign, or transfer Buyer's interest in or to the subject personal property to one or more individuals; provided however, that such conveyance, assignment, or transfer includes the aforementioned sub-lease and shall be subject to the prior written approval of the Seller, County of Riverside, and Sub-Lessor. Provided further, that Seller shall have the right of first

refusal to purchase, lease, rent, or receive Buyer's interest in the subject property and the subleasehold estate of Buyer on the same terms as offered by Buyer to any other individual or entity. Seller's failure to exercise right of first refusal within sixty (60) days of written notice thereby by Buyer to Seller shall be deemed to be waiver of such right by Seller. Upon such waiver or rejection by Seller, and subject to the provisions contained in this Paragraph 6 (a) Buyer may proceed to convey, assign or transfer all of part of his/her interest in the subject property on the same terms and conditions offered to Seller; provided, however, that Buyer shall not, except with Seller's permission, convey, lease, rent or sell any portion of the premises to any commercial operations for the purpose of doing any business at Jacqueline Cochran Regional Airport (Thermal) other than if said sale is to the aforesaid Seller.

- b. <u>SURVIVAL OF SUB-LEASE</u>. Subject to the provision of the aforesaid Master Lease, Buyer's rights, including the right of possession and all other rights not in conflict with the terms and conditions of the aforesaid Lease and amendments thereto, and all of the Buyer's obligations and duties under the aforementioned Sub-Lease and the Master Lease and amendments thereto, shall remain in effect, notwithstanding a termination of the aforesaid Master Lease, or an assignment or a transfer of the Seller's rights, duties and obligations hereunder, prior to the expiration of the aforementioned Sub-Lease, provided that the Buyer (as Sub-Lessee under the aforementioned Sub-Lease) has fully and faithfully performed the terms and conditions that it is required to perform under the aforementioned Sub-Lease and Master Lease and amendments thereto, and it otherwise is not in default hereunder.
- 7. NOTICES. Any notices required or desired to be served by either party upon the other shall be addressed to the respective party as set forth below:

SELLER:

Lloyd B. Janzen, trustee of the The Janzen Revocable Living Trust dated 4/21/03, and
Robert R. Miles, trustee of the Robert R. Miles Trust U/T/D
February 12, 1998, and
Robin J. Miles, trustee of the Robin J. Miles Trust, U/T/D February 12, 1998,
48170 Hjorth St. Unit 42
Indio CA 92201

BUYER:

Thundersky Farms, Inc. Brad Toth, President 415 N. Benton Ave Helena, MT 59601

or such other addresses as from time to time shall be assigned by the respective parties.

- 8. TERMS. The terms of this Bill of Sale shall be governed by and construed in accordance with the laws of the State of California and the parties hereto stipulate to the jurisdiction of the Riverside County Courts.
- 9. DISPUTES/DAMAGES. In the event it is necessary to enforce or interpret any provision herein contained, the matter shall be submitted to binding arbitration conducted by the American Arbitration Association ("AAA") who shall be selected by mutual agreement of the parties. The Arbitrator shall comply with, and the decision of the Arbitrator shall be rendered in accordance with the laws of the State of California. The Arbitrator shall have the power to grant all legal and equitable remedies and award compensatory damages provided by California Law, but shall not have the power to award punitive damages. The parties agree to be bound by the decision of the Arbitrator, which shall be final, shall not be appealable, and which shall allow for no trial de novo on the same issues. The Arbitrator's decision shall be rendered within 30 days following submission of the matter at issue, but the failure to comply with this provision shall in no way invalidate any decision or award as may be rendered more than 30 days after submission.

Judgment upon the decision rendered by the arbitrator may be entered in any court having proper jurisdiction or applications may be made to such court for judicial acceptance of the award and an Order of Enforcement. The parties hereby agree to have any dispute arising out of the matters included in the "Arbitration of Disputes" provision decided by neutral arbitration as provided by California Law and are giving up any rights to have the dispute litigated in a court or jury trial, as well as judicial rights to discovery and appeal, unless those rights are specifically included in the "Arbitration of Disputes" provision. Your agreement to this arbitration provision is voluntary.

Betty Obradovich

SELLER:

SUCCESSOR IN INTEXEST

State of OREGON)) ss. County of Clackamas)

The Bill of Sale Coupled with Sub-Lease, to which this Notarial Certificate is attached, was acknowledged before me on December 20, 2017 by Robert R. Miles, as Trustee of the Robert R. Miles Trust U/T/A dated February 12, 1998 and as an individual, the successor in interest to the Robin J. Miles Trust U/T/A dated February 12, 1998.

OFFICIAL STAMP

JAMES MICHAEL HUNSAKER

NOTARY PUBLIC - OREGON

COMMISSION NO. 935293

MY COMMISSION EXPIRES JANUARY 11, 2019

Notary Public — State of Oregon

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A notary public or other officer completing this certificate document to which this certificate is attached, and not the	ate verifies only the identity of the individual who signed the he truthfulness, accuracy, or validity of that document.
State of California	
County of Riverside	
State of California County of Riverside On 12/28/17 before me, 191 Date personally appeared Lloyd B 30	m. S. Adams, Notary Public
Date	Here Insert Name and Title of the Officer
personally appeared Lloud B Jo	irzen
	Name of Signers
who proved to me on the basis of satisfactory subscribed to the within instrument and acknow	evidence to be the person whose name is is/accepted to me that he/she/they executed the same in is/her/their signatures on the instrument the person of the instrument the instrume
	I certify under PENALTY OF PERJURY under the laws of the State of California that the foregoing paragraph is true and correct.
TAMI S. ADAMS	WITNESS my hand and official seal.
	Signature Unico Como
My Comm. Expires Apr 9, 2019	Signature of Notary Public
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☐ Individual☐ Attorney in Fact☐ Trustee☐ Guardian or Conservator	☐ Individual ☐ Attorney in Fact
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	of the State of California that the foregoing paragraph is true and correct.
TAMI S. ADAMS	WITNESS my hand and official seal.
Commission # 2103781 Notary Public - California Riverside County Av. Comm. Evoires Apr. 9, 2019	Signature Devid-Oberno
Notary Public - California	A COM
Notary Public - California Riverside County My Comm. Expires Apr 9, 2019 Place Notary Seal Above	Signature of Notary Public
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A notary public or other officer completing this certification	ificate verifies only the identity of the individual who signed the of the truthfulness, accuracy, or validity of that document.
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County of Styles Styles)
On before me,	Here Insert Name and Title of the Officer
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personally appeared	deller and
Betty Chrydovink	Mama(a) of Cianar(a)
	I certify under PENALTY OF PERJURY under the laws of the State of California that the foregoing paragraph is true and correct.
TAMI S. ADAMS Commission # 2103781 Notary Public - California Riverside County My Comm. Expires Apr 9, 2019	Signature of Notary Public
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Attachment J

Master Lease and Amendments

(between the County of Riverside and John Obradovich and Betty Obradovich)

LEASE

DESERT RESORTS REGIONAL AIRPORT

The COUNTY OF RIVERSIDE, herein called County, Leases to John Obradovich and Betty Obradovich, Husband and Wife, herein called Lessee, the property described below under the following terms and conditions:

1. Recitals.

- (a) County owns approximately nine acres (9 acres) of vacant land at the Desert Resorts Regional Airport, County of Riverside, California.
- (b) County desires to lease said property to Lessee for the construction of a facilities necessary for conducting the business of a Limited Fixed Base Operator, including executive hangars, storage hangars, fueling station and other aviation related buildings.
- (c) Lessee desires to lease said property from the County, for the construction of facilities necessary for conducting the business of a Limited Fixed Base Operator, including executive hangars, storage hangars, fueling station and other aviation related buildings.
- 2. <u>Description.</u> The premises leased hereby are located within the Desert Resorts Regional Airport, 56-580 Higgins Drive, Thermal, California and consist of approximately nine acres (9 acres) of vacant land, being described in Exhibit A attached hereto and incorporated by reference herein. Said property is hereafter referred to as the "Leased Premises."
- 3. <u>Term.</u> This Lease shall commence the first day of the month following execution by all parties thereto and terminate thirty years (30 years) thereafter, a term of thirty-years (30-years). Lessee shall have an option to extend the term for an additional ten years (10 years) as provided in 3(b) below.
- (a) Any holding over by the Lessee after the expiration of this Lease shall be strictly on a day-to-day basis, and continuing tenancy rights shall not accrue to the Lessee.

(b) Option to Renew. With respect to the Leased Premises and subject to the provisions of paragraphs 5, 8 12(c), 17 and 18 hereof, and provided that Lessee, at the time of exercising the option, is in full compliance with the terms of this Lease, Lessee shall have the option to extend the term of this Lease on the same terms and conditions for an additional ten (10) years. Lessee will notify County in writing of its intention to exercise the option to extend not more than twelve (12) months prior to nor less than six (6) from the expiration date of the initial term.

4. Use.

- (a) The Leased Premises is leased hereby for the following purposes provided appropriate governmental approvals and permits are obtained:
- (1) Building, maintenance, repair, overhaul and modification of all types of automatic flight systems, instruments, radio and other electronic equipment, propellers and all other aircraft components;
 - (2) Upholstering of aircraft,
 - (3) Financing, leasing, renting and insuring of aircraft,
 - (4) Providing a self-service fueling station,
 - (5) Providing aircraft storage inside hangar buildings,
- (b) The Leased Premises shall not be used for any purpose other than in paragraph 4 (a) without first obtaining the written consent of County, which consent shall not be unreasonably withheld.

5. Rent.

(a) Commencing upon the first day of the month after lease execution, Lessee shall pay to Lessor as base rent for the use and occupancy of the Leased Premises, monthly rent equal to two thousand nine hundred eighty-eight dollars (\$2,988.00) per month (Base Rent). Said rent is due and payable in advance on the first of each month. The rent shall be considered delinquent, if not paid by the 15th of the month. If the monthly rent becomes delinquent, lessee will be charged a

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late fee equivalent to ten percent (10%) of the delinquent rental amount, exclusive of late fees, for each month that rent is delinquent.

- (b) During construction of the Leased Premises, Lessee shall have a monthly rent equal to one thousand four hundred ninety four dollars (\$1,494.00) per month for a period not to exceed twelve (12) months from the date of Lease execution by all parties. Rent shall then be paid as described in paragraph 5(a) above.
- (c) In addition to the basic rent required herein, Lessee shall pay to County a fuel flowage fee, or cause such fee to be paid to County as hereinafter provided, in an amount equal to five percent (5%) of the total net price paid by Lessee for all aviation and automotive fuel and lubricants received on the Leased Premises by Lessee. The term "total net price" shall mean the net price per unit of such fuel and lubricants, excluding taxes imposed thereon by any government or agency thereof, multiplied by the total number of units of such fuel and lubricants received. Lessee reserves the right of selecting its own fuel and lubricant suppliers, and Lessee's agreement with any such suppliers shall contain a provision therein obligating such suppliers upon written request by County to submit a duplicate invoice for any fuel and lubricant deliveries made to Lessee within thirty (30) days following each such delivery and such agreement may contain a provision therein obligating such suppliers to submit payment to County in connection therewith. Such invoice shall indicate the type of products delivered, the date of delivery, the quantity delivered, the per-unit cost, the total extended cost, and the invoice number. In the event such agreement does not contain a provision for either submission of invoices or payments to County, Lessee shall be obligated to submit such invoices or payments to County, or both if applicable. In the event such agreement contains such provisions and the supplier fails, or refuses, to properly and timely submit any invoices to County, or submit any payments if required to do so, Lessee, upon County's written request, shall make a separate accounting of such fuel and lubricant deliveries or submit payment to County in connection therewith, or both. Notwithstanding provisions of this Paragraph 5 (a)

- (d) Beginning July 1, 2005 and every fifth (5th) year thereafter, the Base Rent shall be one-twelfth (1/12) of eight percent (8%) of the appraised fair market value of the land value portion of the Leased Premises. The appraised fair market value shall not include the value of the improvements placed on the premises. In no event will application of this paragraph result in a monthly rental amount lower than the most previous monthly rental amount. A property appraisal for this purpose is to be performed by an independent certified appraiser, knowledgeable in aviation appraising, in good standing with the American Institute of Real Estate Appraisers and to be procured and paid for by the County. Once established, said rent shall be adjusted annually in the manner set forth in Paragraph 5 (e) below.
- (e) Consumer Price Index. Beginning July 1, 2004 and at each July 1st thereafter, except for dates coinciding with the appraisals conducted every fifth year as referenced in 5(d) above, the rent shall be adjusted by the percentage change, in the Consumer Price Index, All Urban Consumers, Los Angeles-Riverside-Orange County, California Area index for the twelve month period ending two months before the month of rent adjustment under this paragraph. In no event will application of this paragraph result in a monthly rental amount lower than the most previous monthly rental amount.
- 6. <u>Additional Obligations of Lessee</u>. Lessee shall, during the term of this Lease and any extensions thereof:
- (a) Observe and obey, and compel its employees, agents, invitees and those doing business with it to observe and obey all such rules and regulations of County which are now in effect or which may hereafter be promulgated; provided that such rules and regulations many not unduly interfere or conflict with the rights and privileges granted to Lessee in this Lease or any later amendments.

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- (b) Operate the Leased Premises and the facilities thereon in a progressive and efficient manner, charging fair and reasonable prices for each unit or service, said prices being competitive with prices charged by other fixed based operators at the Desert Resorts Regional Airport and other County airports. Upon request from County, Lessee shall furnish County with a schedule of all prices for each unit or service offered for sale or lease to the general public.
- (c) Not engage in the painting of aircraft (other than small 'spot painting' jobs in connection with repair(s) within any building unless, or until, it has established therein a regular paint shop which is adequately enclosed and vented, and has been inspected and approved, in writing, by representatives of the Federal Aviation Administration and County's Fire and Building and Safety Departments, and all applicable permits have been obtained.
- (d) Provide aviation fuel for sale to the general public, unless Lessee is precluded from providing such fuel due to causes beyond its control relating to its suppliers' fuel shortages, work stoppages (excluding Lessee's employment force), acts of God, acts of war, civil disorders or other similar acts.
- (e) The Lessee shall observe the Taxiway Object Free Area adjacent to their leasehold to allow the passage of taxiing aircraft. The Taxiway Object Free Area boundary for Taxiway A is seventy-five feet (75') from the centerline of the taxiway.
- 7. Permits, Licenses and Taxes. Lessee shall secure at its expense, all necessary permits and licenses as it may be required to obtain, and Lessee shall pay for all fees and taxes levied or required by any authorized public entity. Lessee recognizes and understands that this Lease may create a possessory interest subject to property taxation and that Lessee may be subject to the payment of property taxes levied on such interest.

8. <u>On-Site Improvements</u>

(a) Lessee, at its expense, shall construct, or cause to be constructed,

 improvements described in a plot plan, approved by County, showing the location and dimensions of all planned improvements. Improvements will include executive hangars, storage hangars, a self-service fueling station, other aviation-related buildings, associated landscaping and improvements in accordance with County requirements.

Within two months of lease execution, Lessee shall submit a plot plan to the Economic Development Agency showing the location and dimensions of all planned improvements. Upon approval of the layout by the Economic Development Agency, Lessee shall submit plans to the County for building permits. Construction of said improvements shall commence within thirty days (30 days) following issuance of the requisite permits by the County.

The site may be developed in phases subject to the approval of the Economic Development Agency, provided that all construction is completed within five years of lease execution. In the event Lessee fails to complete all phases of the development in the time allotted, either party shall have the option of reducing the size of the leasehold by the amount of land in any phase in which development activity has not commenced. For the purpose of this agreement development activity shall mean activity that will result in the start of construction of the buildings approved for that phase and the completion of those buildings within a reasonable time.

Said option shall be exercised by notifying the other party in writing within thirty days (30 days) after the end of the fifth year (5th year) of the lease term. Upon delivery of such notice the undeveloped phase(s) of the leasehold so identified (the "Returned Phase(s)") will revert to the County and this Lease will be amended accordingly to reflect the reduced acreage and rent.

Any such amendment shall include easements, satisfactory to County, through Lessee's initial phase(s) providing access to Taxiway A from the Returned Phase(s) (the "Taxiway Easement"). Provided however, County shall make provision in any lease of a Returned Phase to a third party (the "Third Party Lease") that prior to use by

the Third Party Lessee of the Taxiway Easement the Third Party Lessee shall reimburse Lessee for a proportionate share of the cost to improve the area of approximately 150 feet by 260 feet, less the area allocated to the plane wash area and fueling station, leading to Taxiway A (the "Delivery Apron", Exhibit G).

Upon completion of the improvements to the Delivery Apron, Lessee shall provide to County a statement and supporting invoices evidencing the total cost to improve the Delivery Apron, less the cost of plane wash area and fueling station, (the "Improvement Cost"). The Third Party shall reimburse the Lessee that portion of the Improvement Cost equal to the portion of the Leased Premises being leased by the Third Party Lessee. (By way of example: If the Leased Premises totals five acres, and the Third Party Lessee is leasing a phase totaling one acre, the Third Party Lessee would reimburse Lessee 20% of the Improvement Cost.)

Lessee shall obtain performance, material and labor payment bonds in the amounts required by law and determined by County and shall furnish County with copies thereof prior to the commencement of such construction.

- (b) All improvements to be at Lessee's sole cost. Lessee to pay for construction of any required utility extensions and hookups and any access road improvements. All improvements are to be submitted to County for approval prior to start of any construction.
- (c) Any improvements, alterations and installation of fixtures, to be undertaken by Lessee, shall have the prior written approval of the Economic Development Agency after Lessee has submitted to County proposed plot and building plans, and specifications therefore, in writing. In addition, Lessee understands and agrees that such improvements, alterations and installation of fixtures may be subject to County Ordinance Nos. 348 and 457, as well as other applicable County ordinances, and that Lessee shall fully comply with such ordinances prior to the commencement of any construction in connection therewith.

(e) All improvements, alterations and fixtures, shall remain or become as the case may be, the property of County with the exception of trade fixtures as that term is used in Section 1019 of the Civil Code, provided, however, that Lessee shall have the full and exclusive use and enjoyment of such improvements, alterations and fixtures during the term of this Lease. At or prior to the expiration of this Lease, Lessee shall remove, at its expense, such trade fixtures and restore said Leased Premises to their original shape and condition as nearly as practicable. In the event Lessee does not so remove such trade fixtures, they shall become the property of the County for no further consideration of any kind, and Lessee shall execute any documents that may be required or necessitated conveying its interest in such improvements, alterations and fixtures to County.

9. Off-Site Improvements

- (a) County and Lessee herein acknowledge that Lessee has no fee title interest in or to the Leased Premises.
- (b) County shall provide the following off-site improvements to serve the site: (1) water, (2) sewer, and (3) a paved access road. Connections to these off-site improvements shall be the sole cost and responsibility of Lessee as described in paragraph 9(c). Additionally, Lessee shall be responsible for any improvements beyond those listed in this paragraph, including, but not limited to, electricity, telephone and gas service.
- (c) It is understood by the parties hereto that utility services are available in the general vicinity of the Leased Premises and it is the intention, as part of the Airport Master Plan, to have all utilities underground at some future date. It is further understood by the parties that in order for the on-site improvements required in Paragraph 8 herein to be fully usable and operational, Lessee, at its expense, shall extend and/or connect, or cause to be extended and/or connected, to such utility

service facilities that may be required or desired by Lessee in the use, operation and maintenance of such on-site improvements. After such extensions and/or connections have been made, Lessee shall be responsible for payment for the use of such utility services, without limitation, all electricity, gas, telephone and water.

- (d) Upon commencement of construction of Phase I, Lessee shall, at its sole cost, install in-ground electrical service per the plans and specifications of the Imperial Irrigation Districts' Master Electrical Plan for Desert Resorts Regional Airport (Underground for County of Riverside S/O Airport Blvd. @ Vic Higgins Conduit Layout) dated 12/13/01 along Warhawk Way on the eastern boundary of the Leased Premises (Exhibit E). Upon commencement of construction of Phase III, Lessee shall pay the cost of in-ground electrical conduit along Avenger Blvd adjacent to the northern border of the Leased Premises. Lessee shall pay the cost of Imperial Irrigation District electrical extension charges as required to provide electrical service to the Leased Premises (Exhibit E).
- (e) Lessee will provide an electrical service easement, at no cost, for the benefit of Hi-Tech Aviation, Inc., hereinafter HTA, and John Kamburoff. The location of said easement will be identified in the Phase I development site plan approved by County.
- (f) Lessee agrees to provide at Lessee's cost, at a location to be agreed upon by Lessee and County, a transformer pad and electrical service line for power to the existing hangar owned by HTA, at the southwest corner of the Leased Premises, commonly known as the "MIG Museum".
- (g) In place of the existing water service to HTA, Lessee will make water service available, at the same rate that Lessee pays for water, to HTA until such time as HTA establishes water service along Liberator Lane. Lessee will install a submeter to properly measure the amount of water used by HTA and bill HTA every three months for the amount of water provided.

- (h) Lessee will allow John Kamburoff to use the electrical service easement and transformer pad to provide power to his leasehold. John Kamburoff will be responsible for any cost associated with bringing electrical service to his leasehold from the transformer pad.
- (i) Lessee shall be allowed to remove 4,000 cubic yards of soil from County property as identified in Exhibit F, (the "Development Soil"). The Development Soil shall be moved at Lessee's cost. Lessee will determine to its satisfaction that the Development Soil designated can be efficiently extracted and moved by grading scrapers. After removal of the Development Soil, lessee shall pay the cost to insure that the extraction site is returned to a stable condition with appropriate dust control measures in place. Lessee shall be responsible for returning Taxiway A to its original condition prior to movement of the Development Soil and for the repair of any damage caused by Lessee's in moving the Development Soil.
- (j) Lessee shall obtain, or cause to be obtained performance, material and labor, and payment bonds in the amounts required by law and determined by County and shall furnish County with copies thereof prior to the commencement of such off-site improvements.
- 10. Additional Obligations of Lessee. The Lessee shall maintain the Leased Premises, approaches thereto, and improvements now or hereafter located thereon, in good and sanitary order, condition, and repair, and upon any termination of this Lease, Lessee agrees to surrender said Leased Premises and improvements thereon in such condition, reasonable use and wear thereof and damages by fire, acts of God, war, civil insurrection, or by the elements excepted.
- 11. <u>Compliance with Law.</u> Lessee shall, at its sole cost and expense, comply with all of the requirements of all governmental agencies now in force, or which may hereafter be in force, pertaining to the Leased Premises, and any improvements hereafter constructed or maintained thereon, and Lessee shall faithfully observe all ordinances now or hereafter in force in the use of the Leased Premises.

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The Leased Premises are accepted by Lessee subject to any and all existing easements or other encumbrances, and County shall have the right to enter upon the Leased Premises and to install, lay, construct, maintain, repair and operate such sanitary sewers, drains, storm water sewers, pipelines, manholes, connections, water, oil and gas pipelines, and telephone and telegraph power lines and such other facilities and appurtenances necessary or convenient to use in connection therewith, over, in, upon, through, across and along the Leased Premises or any part thereof. County also reserves the right to grant franchises, easements, rights of way and permits in, over and upon, along or across any and all portions of said Leased Premises as County may elect; provided, however, that no right of the County provided for in this paragraph shall be so executed so as to not interfere unreasonably with Lessee's use hereunder, or impair the security of any secured creditor of Lessee. County shall cause the surface of the Leased Premises to be restored to its original condition (as they existed prior to any such entry) upon the completion of any construction by County or its agents. In the event such construction renders any portion of the Leased Premises unusable, the rent shall abate pro rata as to such unusable portion during the period of such construction. Any right of County set forth in this paragraph shall not be exercised unless a prior written notice of thirty (30) days is given to Lessee; provided, however, in the event such right must be exercised by reason of emergency, then County shall give Lessee such notice in writing as is reasonable under the existing circumstances.

(b) County reserves the right to further develop, or improve the aircraft operating area of Desert Resorts Regional Airport as it deems appropriate. County reserves the right to take any action it considers necessary to protect the aerial approaches of the Desert Resorts Regional Airport against obstruction, together with the right to prevent the Lessee from erecting or permitting to be erected, any building or other structure on the Desert Resorts Regional Airport, which in the reasonable

opinion of County, would limit usefulness of the Desert Resorts Regional Airport or constitute a hazard to aircraft.

- (c) During the time of war or national emergency, County shall have the right to lease the landing area of the Desert Resorts Regional Airport, or any part thereof, to the United States Government for military use and, if such lease is executed, the provisions of this Lease insofar as they are inconsistent with the provisions of such lease to the Government, shall be suspended. In that event, a just and proportionate part of the rent hereunder shall be abated, and the period of such closure shall be added to the term of this Lease, or any extensions thereof, so as to extend and postpone the expiration thereof unless Lessee otherwise elects to terminate this Lease.
- (d) Notwithstanding any provisions herein, this Lease shall be subordinate to the provisions of any existing or future agreement between County and the United States, relative to the operation or maintenance of the Desert Resorts Regional Airport, the terms and execution of which have been or may be required as a condition precedent to the expenditure or reimbursement to County of Federal funds for the development of said airport.
- (e) This Lease is subject to the provisions set forth in Exhibit "B" (Federally Required Lease Provisions), attached hereto and by this reference made a part of this Lease.
- 13. <u>Inspection of Premises</u>. County, through its duly authorized agents, shall have, at any time during normal business hours, the right to enter the Leased Premises for the purpose of inspecting, monitoring and evaluating the obligations of Lessee hereunder and for the purpose of doing any and all things which it is obligated and has a right to do under this.
- 14. <u>Quiet Enjoyment</u>. Lessee shall have, hold and quietly enjoy the use of the Leased Premises so long as Lessee shall fully and faithfully perform the terms and conditions that the Lessee is required to do under this Lease.

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proceedings against Lessee, whether Lessee be a party thereto or not, that Lessee has violated any such statutes, regulations, rules, ordinances, or orders, in the use of the Leased Premises, shall be conclusive of that fact as between County and Lessee.

16. <u>Discrimination or Segregation</u>

(a) Lessee shall not discriminate in Lessee's recruiting, hiring, promotion, demotion or termination practice on the basis of race, religious creed, color, national origin, ancestry, sex, age, physical handicap, medical condition or marital status with respect to its use of the Leased Premises hereunder, and Lessee shall comply with the provisions of the California Fair Employment and Housing Act (Government Code Sections 12900 et seq.), the Federal Civil Rights Act of 1964 (P. L. 88-352), and all amendments thereto, Executive Order No. 11246 (30 Federal Register 12319), as amended, and all Administrative Rules and Regulations issued pursuant to said Acts and orders with respect to it use of the Leased Premises.

Compliance with Government Regulations. Lessee shall, at Lessee's sole

cost and expense, comply with the requirements of all local, state and federal statutes,

regulations, rules, ordinances and orders now in force or which may be hereafter in

force, pertaining to the Leased Premises. The final judgment, decree or order of any

Court of competent jurisdiction, or the admission of Lessee in any action or

- (b) Lessee shall not discriminate against or cause the segregation of any person or group of persons on account of race, religious creed, color, national origin, ancestry, sex, age, physical handicap, medical condition or marital status, in the occupancy, use, tenure or enjoyment of the Leased Premises, nor shall Lessee, or any person claiming under or through Lessee, establish or permit any such practice or practices of discrimination or segregation with reference to the selection, location, number, use or occupancy of any persons within the Leased Premises.
- (c) Lessee assures that it will undertake an affirmative action program as required by 49 CFR, Part 21, to insure that no person shall on the grounds of race creed, color, national origin, or sex be excluded from participating in any employment

activities covered in 49 CFR, Part 21, with respect to its use of the Leased Premises. Lessee further assures that no person shall be excluded on these grounds from participating in or receiving services or benefits of any program or activity covered herein with respect to its use of the Leased Premises. Lessee further assures that it will require that its subcontractors and independent contractors provide assurance to Lessee that they similarly will undertake affirmative action programs and that they will require assurances from their subcontractors and independent contractors, as required by 49 CFR, Part 21, to the same effect with respect to their use of the Leased Premises.

- 17. <u>Termination by County</u>. County shall have the right to terminate this Lease forthwith:
- (a) In the event a petition is filed for voluntary or involuntary bankruptcy for the adjudication of Lessee as debtors.
- (b) In the event that Lessee makes a general assignment, or Lessee's interest hereunder is assigned involuntarily or by operation of law, for the benefit of creditors.
 - (c) In the event of abandonment of the Leased Premises by Lessee.
- (d) In the event Lessee fails or refuses to perform, keep or observe any of Lessee's duties or obligations hereunder; provided, however, that Lessee shall have thirty (30) days in which to correct Lessee's breach or default after written notice thereof has been served on Lessee by County.
- (e) In the event Lessee fails, or refuses, to meet its rental obligations, or any of them, hereunder or as otherwise provided by law.
- (f) Failure of Lessee to maintain insurance coverage required herein and to provide evidence of coverage to the County.
- 18. <u>Termination by Lessee.</u> Lessee shall have the right to terminate this Lease in the event County fails to perform, keep or observe any of its duties or obligations hereunder; provided, however, that County shall have thirty (30) days in

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which to correct its breach or default after written notice thereof has been served on it by Lessee; provided, further, however, that in the event such breach or default is not corrected, Lessee may elect to terminate this Lease in its entirety or as to any portion of the premises affected thereby, and such election shall be given by an additional thirty (30) day written notice to County.

- Eminent Domain. If any portion of the Leased Premises shall be taken by eminent domain and a portion thereof remains which is usable by Lessee for the purposes set forth in Paragraph 4 herein, this Lease shall, as to the part taken, terminate as of the date title shall vest in the condemnor, or the date prejudgment possession is obtained through a court of competent jurisdiction, whichever is earlier, and the rent payable hereunder shall abate pro rata as to the part taken; provided, however, in such event County reserves the right to terminate this Lease as of the date when title to the part taken vests in the condemnor or as of such date of prejudgment possession. If all of the Leased Premises are taken by eminent domain, or such part be taken so that the Leased Premises are rendered unusable for the purposes set forth in Paragraph 4 herein, this Lease shall terminate. If a part or all of the Leased Premises be so taken, all compensation awarded upon such taking shall be apportioned between County and Lessee according to law.
- 20. <u>Insurance</u>. Lessee shall procure and maintain or cause to be maintained, at it sole cost and expense, the following insurance coverages during the term of this Lease. The procurement and maintenance of the insurance required below will not diminish or limit Lessee's obligation to indemnify or hold the County harmless.
- Workers Compensation. Workers Compensation Insurance (a) (Coverage A) as prescribed by the laws of the State of California. Policy shall include Employers' Liability (Coverage B) including Occupational Disease with limits not less that \$1,000,000 per person per accident. Policy shall be endorsed, if applicable, to provide a Borrowed Servant/Alternate Employer Endorsement and Waiver of Subrogation in favor of all Agencies, Districts, Special Districts, and Departments of the

County of Riverside, their respective directors, officers, Board of Supervisors, employees, elected or appointed officials, agents or representatives.

- (b) Airport Commercial General Liability. Airport Commercial General Liability Insurance coverage including, but not limited to, premises liability, contractual liability, products and completed operations, contingent liability, non-owned hull liability, personal and advertising injury and, if liquor is sold, liquor law liability covering claims which may arise from or out of Lessee's performance of its obligations hereunder. Policy shall name all Agencies, Districts, Special Districts, and Departments of the County of Riverside, their respective directors, officers, Board of Supervisors, employees, elected or appointed officials, agents or representatives as Additional Insureds. Policy's limit of liability shall not be less than \$3,000,000 per occurrence combined single limit. If such insurance contains a general aggregate limit, it shall apply separately to this agreement or be no less than two (2) times the occurrence limit. Such insurance will include Medical Payments for a limit of \$5,000 and Fire Legal Liability for a limit of \$300,000.
- (c) <u>Vehicle Liability</u>. If Lessee's vehicles or mobile equipment are used in the performance of the obligations under this Lease, then Lessee shall maintain liability insurance for all owned, non-owned or hired vehicles so used in an amount not less than \$1,000,000 per occurrence combined single limit. The policy shall name all Agencies, Districts, Special Districts, and Departments of the County of Riverside, their respective directors, officers, Board of Supervisors, employees, elected or appointed officials, agents or representatives. This coverage may be included in the Airport Commercial General Liability policy.
- (d) <u>Aircraft Hull and Liability Insurance</u>. Aircraft hull coverage for the full replacement value of all aircraft owned or operated by the Lessee in the Leased Premises and the contents thereof. The policy will be endorsed to include all Agencies, Districts, Special Districts, and Departments of the County of Riverside, their respective directors, officers, Board of Supervisors, employees, elected or appointed

officials, agents or representatives as Additional Insureds. Lessee may elect to self-insure or un-insure the hull portion of the coverage required herein; however, if Lessee elects not to acquire commercial insurance for the hull, Lessee agrees to hold the County of Riverside harmless and not make any claim against the County of Riverside for loss or damage to the hull of his aircraft for any reason whatsoever regardless of any negligence of the County that may have contributed to said loss or damage. Aircraft Liability Coverage and commercial general liability insurance including, but not limited to, premises liability and contractual liability with a limit of liability for bodily injury (including death) and property damage of at least \$1,000,000 with a per seat limit of not less than \$100,000. Coverage will apply to all owned aircraft and all non-owned or hired aircraft operated by the Lessee.

- (e) <u>Products Liability Insurance</u>. If Lessee provides maintenance and repair services under the terms of this Lease, Lessee shall provide Products Liability Insurance including completed operations not otherwise covered by the Airport Commercial General Liability policy with a limit of not less than \$1,000,000 any one occurrence combined single limit and in the annual aggregate.
- (f) <u>Hangars Keepers Liability Insurance (Ground Coverage).</u> If applicable, Lessee shall provide Hangar Keepers Liability Insurance providing coverage for aircraft in the care, custody or control of the Lessee with a limit equal to the replacement value of all aircraft hulls controlled by the Lessee while on the ground; however, in no event, shall the limit of liability be less than \$1,000,000.
- (g) <u>Hangars Keepers Liability Insurance (Flight Coverage).</u> If applicable, Lessee shall provide Hangar Keepers Liability Insurance providing coverage for aircraft in the care, custody or control of the Lessee with a limit equal to the replacement value of the highest valued hull that may be flight tested by the Lessee; however, in no event, shall the limit of liability be less than \$1,000,000.
- (h) <u>Pollution Liability Insurance</u>. If Lessee provides aircraft fueling service, they shall provide Pollution Liability Insurance covering gradual,

sudden and accidental pollution including first party clean up with a limit of no less than \$1,000,000.

(i) Property (Physical Damage):

- (1) All-Risk real and personal insurance coverage, including earthquake and flood if applicable, for the full replacement cost value of building, structures, fixtures, equipment, improvements/alterations and systems on the premises for property that the Lessee owns or is contractually responsible for. Policy shall include Business Interruption, Extra Expense, and Expediting Expense to cover the actual loss of business income sustained during the restoration period. Policy shall name the County of Riverside as a Loss Payee and provide a Waiver of Subrogation in favor of the County of Riverside.
- (2) Boiler & Machinery insurance coverage on a full replacement cost value basis. Policy shall provide Business Interruption, Extra Expense, and Expediting Expense coverage as well as coverage for off-premises power failure. Policy shall name the County of Riverside as a Loss Payee and contain a Waiver of Subrogation in favor of the County of Riverside.

(j) General Insurance Provisions - All Lines:

- (1) Any insurance carrier providing insurance coverage hereunder shall be admitted to the State of California unless waived, in writing, by the County Risk Manager. Carrier(s) shall have an A.M. BEST rating of not less than an A: VIII (A:8).
- (2) Insurance deductibles or self-insured retentions must be declared by the Lessee's insurance carrier(s), and such deductibles and retentions shall have the prior written consent from the County Risk Manager. Failure of the Lessee's carriers to declare deductibles or self-insured retentions to the County shall waive any obligation of the County, as an additional insured, to honor said deductibles or self insured retentions in the event of Lessee's insolvency. Upon notification of deductibles or self insured retentions unacceptable to the County, and at the election of

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the County's Risk Manager, Lessee's carriers shall either: 1) reduce or eliminate such deductibles or self-insured retentions as respects this Lease with the County; or 2) procure a bond which guarantees payment of losses and related investigations, claims administration, and defense costs and expenses.

- (3) Cause Lessee's insurance carrier(s) to furnish the County of Riverside with either 1) a properly executed original Certificate(s) of Insurance and certified original copies of Endorsements effecting coverage as required herein; or 2) if requested to do so in writing in the County Risk Manager, provide original Certified copies of policies including all Endorsements and all attachments thereto, showing such insurance is in full force and effect. Further, said Certificate(s) and policies of insurance shall contain the covenant of the insurance carrier(s) that thirty (30) days written notice shall be given to the County of Riverside prior to any material modification, cancellation, expiration or reduction in coverage of such insurance. In the event of a material modification, cancellation, expiration, or reduction in coverage, this Lease shall terminate forthwith, unless the County of Riverside receives, prior to such effective date, another properly executed original Certificate of Insurance and original copies of endorsements or, if requested, certified original policies, including all endorsements and attachments thereto evidencing coverages set forth herein and the insurance required herein is in full force and effect. Lessee shall not commence operations until the County of Riverside has been furnished original Certificate(s) of Insurance and certified original copies of endorsements or, if requested, policies of insurance including all endorsements and any and all other attachments as required in this Section. An individual authorized by the insurance carrier to do so on its behalf shall sign the original endorsements for each policy and the Certificate of Insurance.
- (4) It is understood and agreed to by the parties hereto and the insurance company(s), that the Certificate(s) of Insurance and policies shall so covenant and shall be construed as primary insurance, and the County's insurance

and/or deductibles and/or self-insured retentions or self-insured programs shall not be construed as contributory.

- (I) Course of Construction Insurance. During construction of the planned improvements, Lessee shall purchase and maintain or cause to be maintained All Risk Builder's Risk insurance (Completed Value Form) including earthquake and flood for the entire Project, and shall include coverage for materials and supplies located offsite but earmarked for the Project. Policy shall also include as insured property scaffolding, falsework, and temporary buildings located on the Project site, and the cost of demolition and debris removal. Policy shall name all Agencies, Districts, Special Districts, and Departments of the County of Riverside, their respective directors, officers, Board of Supervisors, employees, elected or appointed officials, agents or representatives as Additional Insured, and provide a Waiver of Subrogation in favor of the County.
- (m) The County of Riverside's Reserved Rights Insurance. If during the term of this Lease or any extension thereof, there is a material change in the scope of services or performance of work; or, there is a material change in the scope of services or performance of work, the County of Riverside reserves the right to adjust the types of insurance required under this Lease and the monetary limits of liability for the insurance coverages currently required herein, if, in the Assistant County Executive Officer/EDA'S reasonable judgment, upon advice of the County Risk Manager, the amount or type of insurance carried by the Lessee has become inadequate. The Lessee agrees to notify the County of any plan or change of plan for the Lessee's operations and such notification shall occur prior to implementing any such change.
- 21. <u>Insurance for Fuel Suppliers.</u> Lessee shall also require suppliers of fuel to procure, maintain, show evidence and comply will all requirements of insurance as follows:
- (a) <u>Workers' Compensation.</u> Workers' Compensation Insurance (Coverage A) as prescribed by the laws of the State of California. Policy shall include

Employers' Liability (Coverage B) including Occupational Disease with limits not less than \$1,000,000 per person per accident. Policy shall be endorsed, if applicable, to provide a Borrowed Servant/Alternate Employer Endorsement and Waiver Of Subrogation in favor of the Lessee and all Agencies, Districts, Special Districts, and Departments of the County of Riverside, their respective directors, officers, Board of Supervisors, employees, elected or appointed officials, agents or representatives.

- (b) <u>Commercial General Liability.</u> Commercial General Liability insurance coverage, including but not limited to, premises liability, contractual liability, products and completed operations, personal and advertising injury covering claims which may arise from or out of Supplier's performance of its obligations hereunder. Policy shall name the Lessee, all Agencies, Districts, Special Districts, and Departments of the County of Riverside, their respective directors, officers, Board of Supervisors, employees, elected or appointed officials, agents or representatives as Additional Insureds. Policy's limit of liability shall not be less than \$1,000,000 per occurrence combined single limit. If such insurance contains a general aggregate limit, it shall apply separately to this agreement or be no less than two (2) times the occurrence limit.
- (c) <u>Vehicle Liability.</u> Supplier shall maintain liability insurance for all owned, non-owned or hired vehicles so used in an amount not less than \$1,000,000 per occurrence combined single limit. If such insurance contains a general aggregate limit, it shall apply separately to this agreement or be no less than two (2) times the occurrence limit. Policy shall name the Lessee, all Agencies, Districts, Special Districts, and Departments of the County of Riverside, their respective directors, officers, Board of Supervisors, employees, elected or appointed officials, agents or representatives as Additional Insureds.
- (d) <u>Pollution Liability Insurance.</u> The Supplier shall provide Pollution Liability Insurance covering gradual, sudden and accidental pollution including first party clean up with a limit of no less than \$5,000,000.

(e) <u>General Insurance Provisions – All lines</u>: Lessee shall cause Supplier's insurance carrier(s) to furnish the Lessor and the County of Riverside with a properly executed original Certificate(s) of Insurance and certified original copies of Endorsements effecting coverage as required herein. Further, said Certificate(s) and policies of insurance shall contain the covenant of the insurance carrier(s) that thirty (30) days written notice shall be given to the Lessee and the County of Riverside prior to any material modification, cancellation, expiration or reduction in coverage of such insurance. In the event of a material modification, cancellation, expiration, or reduction in coverage, the Supplier's Agreement shall terminate forthwith, unless the Lessee and the County of Riverside receives, prior to such effective date, another properly executed original Certificate of Insurance and original copies of endorsements or certified original policies, including all endorsements and attachments thereto evidencing coverages set forth herein and the insurance required herein is in full force and effect.

Supplier shall not commence operations until the County of Riverside has been furnished original Certificate (s) of Insurance and certified original copies of endorsements or policies of insurance including all endorsements and any and all other attachments as required in this Section. An individual authorized by the insurance carrier to do so on its behalf shall sign the original endorsements for each policy and the Certificate of Insurance.

The Supplier's insurance company(s) shall agree and the Certificate(s) of Insurance and policies shall so covenant that coverage provided by them shall be construed as primary insurance, and the Lessee's and the County's insurance and/or deductibles and/or self-insured retentions or self-insured programs shall not be construed as contributory.

22. <u>Insurance for Sub-Lessees</u>. Lessee shall require each of it Sub-Lessees to meet all insurance requirements imposed by the Lessee. These requirements, with

the approval of the County's Risk Manager, may be modified to reflect the activities associated with the Sub-Lessee.

23. <u>Indemnifications and Hold Harmless.</u>

- (a) Lessee represents that it has inspected the leased premises accepts the condition thereof and fully assumes any and all risks associated to the use thereof. County shall not be liable to Lessee, its officers, agents, employees, subcontractors or independent contractors for any personal injury or property damage suffered by them which may result from hidden, latent or other dangerous conditions in, on, upon or within the leased premises; provided, however, that such dangerous conditions are not caused by the sole negligence of County, its officers, agents or employees.
- (b) Lessee shall indemnify and hold harmless all Agencies, Districts, Special Districts and Departments of the County of Riverside, its respective directors, officers, Board of Supervisors, elected and appointed officials, employees, agents and representatives from any liability whatsoever, based or asserted upon any acts, actions or services of Lessee, its officers, employees, subcontractors, agents or representatives arising out of or in any way relating to this Agreement, including but not limited to property damage, bodily injury, or death or any other element of any kind or nature whatsoever and resulting from any reason whatsoever arising from the performance of Lessee, its officers, agents, employees, subcontractors, agents or representatives from this Agreement.

Lessee shall defend at its sole expense, including but not limited to attorney fees, cost of investigation, defense, settlements or awards all Agencies, Districts, Special Districts and Departments of the County of Riverside, their respective directors, officers, Board of Supervisors, elected and appointed officials, employees, agents and representatives in any claim or action based upon such alleged acts or omissions.

With respect to any action or claim subject to indemnification herein by Lessee, Lessee shall, at its sole cost, have the right to use counsel of their own choice and shall have

the right to adjust, settle, or compromise any such action or claim without the prior consent of County provided, however, that any such adjustment, settlement or compromise in no manner whatsoever limits or circumscribes Lessee's indemnification to County as set forth herein.

Lessee's obligation to defend, indemnify and hold harmless County shall be subject to County having given Lessee written notice within a reasonable period of time of the claim or of the commencement of the related action, as the case may be, and information and reasonable assistance, at Lessee's expense, for the defense or settlement thereof. Lessee's obligation hereunder shall be satisfied when Lessee has provided to County the appropriate form of dismissal relieving County from any liability for the action or claim involved.

- (c) County shall indemnify and hold Lessee, its officers, agents, employees and independent contractors free and harmless from any liability whatsoever, based or asserted upon any act or omission of County, its elected officials, officers, agents, employees, subcontractors and independent contractors, for property damage, bodily injury, or death or any other element of damage of any kind or nature, relating to or in anyway connected with or arising from its use and responsibilities in connection therewith of the leased premises or the condition thereof, and County shall defend, at its expense, including without limitation attorney fees, expert fees and investigation expenses, Lessee, its, agents, employees, and independent contractors in any legal action based upon such alleged acts or omissions. The obligation to indemnify and hold Lessee free and harmless herein shall survive until any and all claims, actions and causes of action with respect to any and all such alleged acts or omissions are fully and finally barred by the applicable statute of limitations.
- (d) The specified insurance limits required in Paragraph 20 herein shall in no way limit or circumscribe Lessee's obligations to indemnify and hold County free and harmless herein.

24. <u>Assignment</u>. Lessee cannot assign, sublet, mortgage, hypothecate or otherwise transfer in any manner any of its rights, duties or obligations hereunder to any person or entity without the written consent of County being first obtained, which consent shall not be unreasonably withheld. In the event of any transfer as provided in this Paragraph, Lessee expressly understands and agrees that it shall remain liable with respect to any and all the obligations and duties contained in this Lease.

25. Right to Encumber/Right to Cure.

- (a) Lessee Right to Encumber. Notwithstanding provisions of Paragraph 24 herein, County does hereby consent to and agree that Lessee may encumber or assign, or both, for the benefit of a lender, herein called Encumbrancer, this Lease, the leasehold estate and the improvements thereof by a deed of trust, mortgage or other security-type instrument, herein called trust deed, to assure the payment of the promissory note of Lessee if the Encumbrancer is an established bank, savings and loan association or insurance company, and the prior written consent of County shall not be required:
- (1) To a transfer of this Lease at foreclosure under the trust deed, judicial foreclosure, or an assignment in lieu of foreclosure; or
- (2) To any subsequent transfer by the Encumbrancer if the Encumbrancer is an established bank, savings and loan association or insurance company, and is the purchaser at such foreclosure sale, or is the assignee under an assignment in lieu of foreclosure; provided, however, that in either such event the Encumbrancer forthwith gives notice to County in writing of any such transfer, setting forth the name and address of the transferee, the effective date of such transfer, and the express agreement of the transferee assuming and agreeing to perform all of the obligations under this Lease, together with a copy of the document by which such transfer was made.

Any Encumbrancer described in Paragraph 25(a)(2) above, which is the transferee under the provisions of Paragraph 25(a)(1) above, shall be liable to perform the