Return address:

______________________________
CITY OF OTHELLO
500 E. MAIN
OTHELLO, WA 99344

Please print neatly or type information

Document Title(s)
Extra Territorial Utility Extension Agreement, Covenant Running with the

Reference Number(s) of related documents

Grantor(s) (Last, First and Middle Initial)

______________________________
CITY OF OTHELLO
500 E. MAIN
OTHELLO, WA 99344

Grantee(s) (Last, First and Middle Initial)

Kenneth J. Pierce
2027 W. Cunningham Rd.
Otello, WA 99344

Legal Description (abbreviated form: i.e. lot, block, plat or section, township, range, quarter/quarter)
Tract 1 & E. 1/2 tract 2, meadow lane 1971 24 x 60 Marlette

Assessor's Property Tax Parcel/Account Number
1529 03078 0001

The Auditor/Recorded will rely on the information provided on this form. The staff will not read the document to verify the accuracy or completeness of the indexing information provided herein.
EXTRA TERRITORIAL UTILITY EXTENSION AGREEMENT, COVENANT RUNNING WITH THE LAND, AND POWER OF ATTORNEY

Grantor: Kenneth J. Pierce
Grantee: The City of Othello, WA
Legal Desc. (Abbrev.) Tract 1 & E ½ Tract 2, Meadow Lane 1971 24 x 60 Marlette
Assessor’s Tax Parcel No. 1529030780001

1 Parties: The parties to this Agreement are the City of Othello, Washington (herein City), a municipal corporation of the State of Washington, located entirely within Adams County, Washington, and Kenneth J. Pierce, herein Owner.

2 Recitals:
2.1 The City is the owner of a municipal water and sewer system which operates within the City’s limits and adjacent to real property near Othello, Washington.

2.2 Owner desires to receive sewer utility service from the City for use upon Owner’s real property located more than one half mile from the corporate limits of the City and located within the City’s Urban Services Area (USA).

2.3 The City, pursuant to Resolution #96-06, requires that all non-contiguous real property which receives water and/or sewer utility services from the City be subject to an agreement which affects the use of the real property served by the City utilities, restricts expansion of City utility services beyond those contracted for, and creates a covenant running with the land.

2.4 Owner is fully aware of the restrictions imposed upon himself and their successor(s), heir(s), and assign(s) by City Resolution #96-06 and enters into this Agreement freely and voluntarily.

3 Agreement: It is agreed by and between the parties as follows:

3.1 The City will provide the sewer utility services listed below to Owner at the premises stated, pursuant to the terms of this Agreement.

3.2 The real property to be serviced is located within the City’s USA and is described as:
Tract 1 & E ½ Tract 2, Meadow Lane 1971 24 x 60 Marlette

3.3 This Agreement shall be filed for record in the Office of the Adams County Auditor and shall be in the nature of a covenant running with the premises. It is the intent of Owner to have this Agreement, so long as it is in force, to be considered, interpreted, and regarded as a covenant running with the land as to the premises.

3.4 All connections to the City sewer system shall comply with the ordinances and rules of the City with
respect to the appropriate utility. Any connection to the City's sewer system is subject to payment for the utility service of a rate established by the City which shall be subject to adjustment from time to time by the Othello City Council. The availability of the utility authorized by this Agreement is subject to the capacity of the City's water system.

3.5

The sewer utility service provided is permission to discharge wastewater for up to 120 gallons per day per person with a constituent stream of no different or greater density or concentration of salts and other identified effluents than that allowed by the discharge permit approved by the City.

3.6

Owner agrees and covenants that all sewer utility system components to be built and attached to the City's utility system shall be built to City standards. The standards applied by the City may include requiring construction in excess of that minimally required to connect the premises to City utilities where such additional construction is consistent with a City plan of service within the area of the premises.

3.7

Owner agrees and covenants that the premises will not be used in any manner or for any purpose inconsistent with or contrary to the City's comprehensive land use plan as that plan now exists or as it may be from time to time altered, amended, or readopted. The Owner acknowledges the premises are subject to development pursuant to regulations administered by Adams County. The Owner agrees the City may impose development conditions greater than those imposed by Adams County, but in no event greater than those imposed for similar development within the City's limits, as a condition of receiving utility services under this Agreement. The premises currently are used in a manner consistent with the City's comprehensive land use plan.

3.8

This Agreement is entered into by the City based on the utility uses identified above and the land uses identified by the Owner for the premises. Owner or the successor holder of the fee title to the premises shall be bound by this Agreement and be responsible to perform under this Agreement. No subsequent leasehold, joint venture, or other tenancy or use agreement shall relieve the Owner or the Owner's successor in interest from performing under this Agreement.

To continue this Agreement in effect and to continue a delivery of the identified utilities, any successor in interest shall execute an acknowledgment of this Agreement, Covenant, and Power of Attorney in a form approved by the City.

3.9

Owner shall execute contemporaneously with this Agreement the subjoined Power of Attorney and subjoined Covenant respecting the annexation of the premises by the City. This Power of Attorney is executed, as is this Agreement, by Owner with a full understanding that Owner may be waiving and transferring to the City a valuable right as a land owner as respects annexation by the City. Owner waives any objection to annexation by the City. Owner acknowledges Owner has relied solely upon Owner's own legal counsel and fully understands the legal rights Owner is or may be surrendering to the City by the execution of this Agreement and the subjoined Covenant and Power of Attorney.

3.10

Owner understands the delivery of utility services to these premises so long as they remain outside the corporate limits of the city, is a discretionary act of the City and the execution of this Agreement and performance hereunder are not intended and shall not be considered as an indication by the City of the intention to become a general provider of utility service beyond the terms of this contract, to these premises or any other lands located outside the corporate limits of Othello.

3.11

Owner acknowledges that so long as the premises remain outside the corporate limits of the City, any or all utility service provided under this Agreement by the City are, or may become subject to, surcharges and/or increased charges in addition to the charges to similar customers located within the corporate limits.

3.12

Owner agrees that payment of service charges, surcharge assessments, and/or additional charges
required by City ordinances to be paid for the utility services mentioned above will in no way relieve the premises from Owner's share of any future Local Improvement District or Utility Local Improvement District payments which may be assessed to pay all or a portion of the expenses of installing main or mains, together with necessary valves, fire hydrants, pipe fittings and all other appurtenances which may be installed to serve a district which includes the premises.

3.13 Owner agrees that in the event of a sale, gift, transfer, segregation, assignment, or device of Owner's fee interest in the premises it will disclose the existence of this Agreement.

3.14 In the event of a breach of this Agreement by the Owner or any successor in interest, this Agreement, and all deliveries of utilities hereunder, shall be subject to termination thirty (30) days after notice to the Owner of the breach if the breach has not been cured.

3.15 In the event the premises is delivered City utilities pursuant to this Agreement and the premises become located outside the City's USA, this Agreement shall be deemed to have been terminated as provided for in the provisions dealing with the term of this Agreement. The period of termination shall begin upon the date the premises become located outside the City's USA unless the parties agree otherwise in writing.

4 Term: This Agreement shall be in effect so long as Owner abides, observes, and performs this Agreement and the premises remains outside the corporate limits of the City of Othello. This Agreement may be terminated by either party giving at least eighteen (18) months written notice of termination to the other, unless a shorter notice is agreed to in writing. Upon annexation of these entire premises into the City of Othello, this Agreement and the subjoined Covenant and Power of Attorney shall terminate and be of no further force or effect.

Dated: 04-25-2012 Dated: 04/13/2012

CITY OF OTHELLO

By Tim Wilson, Mayor By Kenneth J. Pierce

State of Washington
County of Adams

I certify that I know or have satisfactory evidence that Kenneth Pierce signed this instrument, on oath stated that he was authorized to execute the instrument and acknowledged it as the owner of to be the free and voluntary act of such party for the uses and purposes mentioned in the instrument.

Dated 4/13/2012

Debri L. Kudrna
Notary Public

Debri L. Kudrna
My appointment expires 12/05/2012
State of Washington
County of Adams

I certify that I know or have satisfactory evidence that Tim Wilson signed this instrument, on oath stated that they were authorized to execute the instrument and acknowledged it as the Mayor of the City of Othello to be the free and voluntary act of such party for the uses and purposes mentioned in the instrument.

Dated 4/25/2012

[Signature]
Notary Public

Debbie L. Kuderna

My appointment expires 12/31/2012.
COVENANT RUNNING WITH THE LAND

1. **Basis:** The foregoing Extra Territorial Utility Extension Agreement shall be deemed to be a covenant running with the land affecting the entire premises described above. Such Covenant shall be recorded with the Adams County Auditor and become a covenant of record. Such Covenant shall remain in full force and effect for the life of the Extra Territorial Utility Extension Agreement. Any attempt to cancel, restrict, or modify this Covenant independent of the Extra Territorial Utility Extension Agreement shall terminate said Agreement immediately unless such cancellation, modification, or restriction is agreed to by the Othello City Council. This Covenant shall expire and be of no further force or effect upon the annexation of the entire premises described in the foregoing Extra Territorial Utility Extension Agreement into the City of Othello.

2. **Creation:** Owner, as the owner in fee simple of the above described premises, hereby creates a covenant running with the land to affect and include the entire described premises. That Covenant shall include all the terms, conditions, limitations, and obligations of the Extra Territorial Utility Extension Agreement above.

Dated: \[4/13/2012\]

By [Signature]

State of Washington
County of Adams

I certify that I know or have satisfactory evidence that [Signature] signed this instrument, on oath stated that he was authorized to execute the instrument and acknowledged it as the owner to be the free and voluntary act of such party for the uses and purposes mentioned in the instrument.

Dated \[4/13/2012\]

[Signature]

Notary Public

My appointment expires \[12/05/2012\]
POWER OF ATTORNEY

1. **Appointment**: Owner hereby makes, constitutes, and appoints the City of Othello, Washington Owner's true and lawful attorney for Owner and in Owner's name, place, and stead for the purposes stated herein. In accordance with RCW 35A.01.090(9)(d), Owner's officer duly authorized to execute deeds or encumbrances has executed this Power of Attorney. Certified proof of such officer's authority is attached hereto.

2. **Independent Advice**: Owner has executed this Power of Attorney for the purposes stated after having a full understanding of the implications of the execution of this instrument. This Power of Attorney is also executed after being fully advised by Owner's own counsel as to the power being conveyed to the City of Othello and with a full appreciation and waiver of any rights being abrogated.

3. **Purpose**: Owner appoints the City of Othello as Owner's attorney solely for the purpose of executing any and all documents, petitions, requests, letters, or the like necessary or desirable in the process of the annexation of the premises described in the foregoing Extra Territorial Utility Extension Agreement into the corporate limits of the City of Othello as provided by law.

4. **Termination**: This Power of Attorney may be revoked by Owner only upon the termination of the foregoing Extra Territorial Utility Extension Agreement, or upon the consent of the City of Othello's City Council. The continued validity, viability, and existence of this Power of Attorney is a prerequisite of continued utility service delivery to the premises under the terms of the Extra Territorial Utility Extension Agreement by the City of Othello. Termination of this Power of Attorney by Owner shall immediately and automatically terminate the Extra Territorial Utility Extension Agreement between Owner and the City of Othello. This Power of Attorney is deemed revoked automatically upon the annexation of the entire premises described in the foregoing Extra Territorial Utility Extension Agreement into the corporate limits of the City of Othello.

Dated: 04/13/2012

By Kenneth Pierce

State of Washington
County of Adams

I certify that I know or have satisfactory evidence that Kenneth Pierce signed this instrument, on oath stated that he was authorized to execute the instrument and acknowledged it as the free and voluntary act of such party for the uses and purposes mentioned in the instrument.

Dated 4/13/2012

Dellie L. Kudrna
Notary Public

My appointment expires 12/03/2012