Please return to:

Executive Assistant Kennewick Irrigation District 2015 S Ely Street Kennewick, WA 99337

KENNEWICK IRRIGATION DISTRICT RESOLUTION 2018-27

Approving Center Village Voluntary Mitigation Agreement

A RESOLUTION of the Board of Directors of Kennewick Irrigation District (KID), Benton County, Washington, for the purpose of approving a development agreement with Steezy Development, LLC, a Washington Corporation (hereinafter "Developer"),

WHEREAS, the Board of Directors of KID (the Board) met in regular session on September 18, with a quorum present, and

WHEREAS, the Property is proposed for subdivision into a development known as "Center Village" consisting 2.29 acres, of which 2.29 acres are classified as irrigable, which are proposed to be subdivided into 14 lots and legally described in **Exhibit A**; hereinafter referred to as the "Property."

WHEREAS, the Property is being developed into a residential subdivision within the Benton County boundaries; and

WHEREAS, the Property is owned by the Developer and has an allotment of irrigation water from KID; and

WHEREAS, RCW 58.17.310 requires that irrigation water rights-of-way be provided for each parcel of land, and also requires that, if the subdivision lies within land within an irrigation district classified as irrigable, completed irrigation water distribution facilities for such land may be required by the irrigation district by resolution as a condition for approval of the short plat or final plat by the legislative authority of the city, town, or county; and

WHEREAS, KID Resolution 86-15A requires completed irrigation facilities as a condition for approval of the short plat or final plat; and

WHEREAS, KID Policy 4.19 "Standard Specifications" specifies what comprises completed irrigation facilities; and

WHEREAS, KID submitted a comment letter on February 12, 2018 requesting that the COK incorporate certain conditions into its final decision approving the Subdivision; and

WHEREAS, the Developer agrees to make irrigation improvements on the Property, which include the installation of distribution piping and service connections to each property of the subdivision; and

WHEREAS, the Center Village would become a new Pressurized Service Area ("PSA"); and

WHEREAS, the Developer and KID mutually agree that it is in each of their best interest for the Developer to contribute funds of \$39,974.90 towards KID's planned regional system in lieu of constructing a pump station and appurtenant facilities to serve the Center Village subdivision; and

WHEREAS, the Developer shall provide an easement for a future pump station; and

WHEREAS, the KID cannot issue and sign an irrigation district certificate for any Final Plat phases of the Subdivision unless completed on-site irrigation systems are installed or bonded for, or the KID Board of Directors approves by resolution an acceptable security that creates a lien against the Property; and

WHEREAS, the parties desire to set forth their agreements on how Developer's contributions to irrigation facilities serving the Subdivision will be constructed, operated, maintained, and replaced;

NOW, THEREFORE, BE IT RESOLVED that the attached "Center Village Voluntary Mitigation Agreement" is approved.

RESOLUTION 2018-27 IS HEREBY ADOPTED by the Board of Directors of Kennewick Irrigation District, Benton County, Washington, at a regular open public meeting thereof this 18th day of September, 2018.

Dean Dennis

Gene Huffman

Raman Venkata

David McKenzie

CENTER VILLAGE VOLUNTARY MITIGATION DEVELOPMENT AGREEMENT

Steezy Ventures LLC, a Washington limited liability company (hereinafter "Developer"),

and

Kennewick Irrigation District, an irrigation district formed and operated pursuant to RCW Ch. 87.03, referred to herein as "KID,"

Relating to that property owned by Developer in the City of Kennewick ("COK"), County of Benton, and State of Washington, tax parcels numbered 1-3399-201-1560-008 and 1-3399-201-1560-009, legally described in **Exhibit A** and the preliminary plats shown on **Exhibit B**, hereinafter referred to as the "Property."

WHEREAS, the Property is proposed for subdivision into a development known as "Center Village" ("Subdivision") consisting 2.29 acres, of which approximately 2.29 acres is classified as irrigable, which are proposed to be subdivided into 14 lots; and

WHEREAS, the Subdivision is within the COK boundaries; and

WHEREAS, the Property is owned by the Developer and has an allotment of irrigation water from KID; and

WHEREAS, RCW 58.17.310 requires that irrigation water rights-of-way be provided for each parcel of land, and also requires that, if the subdivision lies within land within an irrigation district classified as irrigable, completed irrigation water distribution facilities for such land may be required by the irrigation district by resolution as a condition for approval of the short plat or final plat by the legislative authority of the city, town, or county; and

WHEREAS, KID Resolution 86-15A requires completed irrigation facilities as a condition for approval of the short plat or final plat; and

WHEREAS, KID Policy 4.19 "Standard Specifications" specifies what comprises completed irrigation facilities; and

WHEREAS, KID submitted a comment letter on February 12, 2018 requesting that the COK incorporate certain conditions into its final decision approving the Subdivision; and WHEREAS, the Developer agrees to make irrigation improvements on the Property, to provide pressurized irrigation water to the subdivision as a completed irrigation facility; and

WHEREAS, the Subdivision would become a new Pressurized Service Area ("PSA"); and

WHEREAS, the Developer and KID mutually agree that it is in each of their best interest for the Developer to contribute funds of \$39,974.90 to KID for system improvements in lieu of constructing a pump station and appurtenant facilities to serve the Subdivision; and

WHEREAS, the Developer shall provide an easement for a future pump station; and

WHEREAS, the developer shall provide an electrical service sized for the future pump station to said easement; and

WHEREAS, the KID cannot issue and sign an irrigation district certificate for any Final Plat phases of the Subdivision unless completed on-site irrigation systems are installed or bonded for, or the KID Board of Directors approves by resolution an acceptable security that creates a lien against the Property; and

WHEREAS, the parties desire to set forth their agreements on how Developer's contributions to irrigation facilities serving the Subdivision will be constructed, operated, maintained, and replaced;

NOW THEREFORE, THE PARTIES AGREE TO THE FOLLOWING:

1. The Developer's Obligations. Developer:

- a. Shall pay to KID a total of \$39,974.90, or \$2,855.35 per (14 lots) for the Subdivision, an amount mutually agreed upon by KID and the Developer. Payment shall be required upon completion of any one of the following:
 - i. Transfer of parcel ownership
 - ii. Building permit application
 - iii. Utilization of irrigation
- b. Shall grant an irrigation easement for the future pump station.
- c. Shall provide an electrical conduit sized for the future pump station to said easement

2. KID Obligations. KID shall:

- a. Construct a pump to provide pressurized water to the Subdivision.
- b. Provide a proportionate share of available irrigation water to the Subdivision starting April 1, 2019.

CENTER VILLAGE VOLUNTARY MITITGATION DEVELOPMENT AGREEMENT -- Page 2 of 7

3. Mutual Agreements.

- a. The parties agree that the Developer's obligations set forth in Paragraph 1 above shall be the only conditions of Subdivision approval relating to KID's irrigation facilities. Upon mutual execution of this Agreement, this Agreement shall only apply to the Property described on Exhibits A and shall not preclude the KID from commenting on or requesting conditions of approval for other property owned by the Developer located within the KID boundaries.
- b. The parties understand and agree that this Agreement shall supplement KID's requested conditions set forth in KID's comment letter of February 12, 2018 to the COK for approval of the Subdivision
- Hold Harmless/Indemnification: The parties each agree for itself, its 4. successors, and assigns to hold harmless and indemnify each other and its board of directors, officers, agents, consultants, contractors, representatives, attorneys, insurers and employees from any all claims, judgments, damages, penalties, fines, costs, liabilities or losses arising from or related to their respective acts or omissions relating to work performed under this Agreement ("Claims"). This hold harmless and indemnification provision applies to claims of negligence and any other theory of liability related to or arising out of this Agreement or otherwise raised against KID or Developer that involve the Subdivision that is the subject of this Agreement or the canal reach adjacent to the Subdivision. Notwithstanding the foregoing paragraphs, KID shall have no obligation to indemnify or hold harmless Developer for Claims arising from the sole negligence or willful misconduct of the Developer, its agents, officers, and employees; and Developer shall have no obligation to indemnify or hold harmless KID for Claims arising from the sole negligence or willful misconduct of KID, its agents, officials, and employees. Where such Claims result from concurrent acts or omissions of the parties, or their respective agents, employees or contractors, the hold harmless and indemnity provisions herein shall be valid and enforceable only to the extent such Claims are caused by each party's acts or omissions or those of their respective agents, employee and contractors.
- 5. <u>Water Rights Unaffected</u>: This Agreement does not create, grant, transfer, modify or affect any water rights of the Developer or KID.
- 6. Other Rights and Obligations Not Affected: No rights or obligations of the parties or to which the Property is subject are modified or affected hereby. Without limiting the generality of the foregoing, the Property, and all lots subsequently created from the Property, shall continue to be assessed in accordance with KID assessment rate structure and practices as they now exist and as they may be amended in the future.
- 7. Entire Agreement; Severability; Modification; Waiver: This Agreement contains the entire agreement of the parties and supersedes and replaces any and all prior or contemporaneous agreements or understandings, written or oral, express or implied, between the parties concerning the subject matter of this CENTER VILLAGE VOLUNTARY MITITGATION DEVELOPMENT AGREEMENT-- Page 3 of 7

Agreement. Should any term or provision of this Agreement, or any part thereof, be held unenforceable for any reason, such unenforceable term or provision, or part thereof, shall not affect the remainder of this contract, it being agreed the provisions hereof are severable. This Agreement shall not be subject to modification except by written agreement signed by both parties. Failure of either party to enforce any of the provisions of this Agreement shall not be construed as a waiver by that party of any such provisions or of the right of such party to thereafter strictly enforce each and every provision of this Agreement.

- 8. <u>Injunctive Relief</u>: The Developer and KID agree and stipulate that irreparable injury will result if either party fails to fully perform all of their obligations, and agree that if either party breaches this Agreement or fails to fully perform an obligation hereunder, the non-defaulting party shall be entitled to an injunction to restrain further breach and/or to force performance. Said injunctive relief shall be in addition to any other remedies either party may have at law or in equity.
- 9. Personal Warranty of Representative Authority: Each person signing this Agreement in a representative capacity covenants, represents and warrants that he or she has full authority to bind his or her principal to the terms of the Agreement, and hereby promises to hold the other parties hereto harmless from any claim or allegation that said person lacked such authority.
- 10. Attorney's Fees: In case litigation or arbitration is instituted arising directly or indirectly out of this Agreement, the substantially prevailing party or parties shall be awarded its reasonable attorney's fees, costs (including witness fees, expert witness fees and court reporter fees), at trial and on any appeal. In addition, in the event of arbitration, the substantially prevailing party shall be awarded its share of the arbitrator's fee.
- Disputes, Default, Breach, Mediation and Arbitration: In the event any party alleges any default or breach against the other arising out of this Agreement and they are unable to resolve the same by direct negotiation within seven (7) days of written notification of same, then the following mediation and arbitration provisions shall apply. In the event of any such claims or disputes over this Agreement, and as a condition precedent to the commencing of any legal action on said Agreement, the parties agree that they will first submit said dispute to mediation and arbitration in Kennewick, Washington. Upon demand for mediation by either party, a single mediator shall be selected by agreement of the parties or, if the parties are unable to agree, by the presiding judge of Benton County Superior Court. Within ten (10) days of demand for mediation by a party, a mediator shall be selected by the parties. If the parties cannot agree on a mediator, either party may submit a request to the Benton County Superior Court presiding judge to appoint a mediator in compliance with this Agreement. The mediation shall held within forty-five (45) days of selection of the mediator. If mediation is not successful, the mediator shall thereafter become an arbitrator and shall make a decision on the dispute within ten (10) days of the mediation. The mandatory arbitration rules of the Benton/Franklin County Superior Courts shall be binding as to procedure, except as to the unique right of appeal which is not applicable. The limited right of appeal under the general arbitration laws of

CENTER VILLAGE VOLUNTARY MITITGATION DEVELOPMENT AGREEMENT-- Page 4 of 7

the State of Washington shall apply.

- 12. <u>Jurisdiction and Venue</u>: Any litigation arising under, related to, or in connection with this Agreement shall occur solely in the state court of appropriate subject matter jurisdiction for Benton County, State of Washington, and in no other court.
- 13. Agreement is binding: The terms of this Agreement are intended to be and shall constitute a binding agreement and a covenant running with the land. The benefits and obligations herein shall benefit and bind the parties and their successors and assigns in interest unless otherwise terminated by the parties hereto.
- 14. <u>Recording</u>: A Memorandum of this Agreement and any amendments thereto shall be filed for recording with the Benton County Auditor.
- 15. Scrutiny: This Agreement has been submitted to the scrutiny of all parties and their respective legal counsel and shall be given a fair and reasonable interpretation in accordance with the words hereof without consideration or weight being given to its being drafted by or for one of the parties. If in fact one of the parties has not submitted this Agreement to the scrutiny of their legal counsel, such party stipulates that, despite having had the opportunity to do so, they waived the same and elected to proceed without the benefit of such legal review.

IN WITNESS WHEREOF, the parties execute this Agreement as follows.

DEVELOPER:	
BY AUTHORIZED MEMBER/MANAGE	Date Signed: September 14th, 2018
STATE OF WASHINGTON) COUNTY OF Benton : ss	
Son this 14 day of September Holoart, to me known to that executed the within and foregoing instruction free and voluntary act and deed of said co	was authorized to execute said instrument and
official seal this day of September M MCA NOTARY OF WASHINGTON	NOTARY PUBLIC, State of Washington Residing at

KENNEWICK IRRIGATION DISTRICT:	
By: Charles Freeman, its Secretary Manager Date: SEPT. 18, 2018	
By: Dean Dennis, President of the Board of Directors Date: 9-19-, 2018	
As approved by Resolution of the Board of Directors in a regularly scheduled Board meeting on	
STATE OF WASHINGTON) : ss COUNTY OF Benton)	
On this 19th day of Soptember, 2018, before me personally appeared President of the corporation that executed the within and foregoing instrument, and acknowledged said instrument to be the free and voluntary act and deed of said corporation, for the uses and purposes therein mentioned, and on oath stated that he or she was authorized to execute said instrument and that the seal affixed is the corporate seal of said corporation.	le to
IN WITNESS WHEREOF, I have hereunto set my hand and affixed my official seal this	

EXHIBIT A

Legal Description of Parcel 1-3399-201-1560-008

THAT PORTION OF LOT 5, SHORT PLAT NO. 1560, DESCRIBED AS FOLLOWS: BEGINNNING AT THE NORTHEAST CORNER OF SAID LOT 5 THENCE NORTH 89 DEGREES 44 MINUTES 45 SECONDS WEST 502.60 FEET: THENCE SOUTH 17 DEGREES 42 MINUTES 35 SECONDS WEST 136.28 FEET: THENCE SOUTH 89 DEGREES 44 MINUTES 45 SECONDS EAST 543.07 FEET PLUS OR MINUS TO THE EAST LINE OF SAID LOT 5: THENCE NORTH 00 DEGREES 26 MINUTES 00 SECONDS EAST TO THE POINT OF BEGINNING. (PER WD #97-15678, 7/1/97)

Legal Description of Parcel 1-3399-201-1560-009

SHORT PLAT #1560, LOT 5, LESS THAT PORTION DESCRIBED AS FOLLOWS: BEGINNNING AT THE NORTHEAST CORNER OF SAID LOT 5 THENCE NORTH 89 DEGREES 44 MINUTES 45 SECONDS WEST 502.60 FEET: THENCE SOUTH 17 DEGREES 42 MINUTES 35 SECONDS WEST 136.28 FEET: THENCE SOUTH 89 DEGREES 44 MINUTES 45 SECONDS EAST 543.07 FEET PLUS OR MINUS TO THE EAST LINE OF SAID LOT 5: THENCE NORTH 00 DEGREES 26 MINUTES 00 SECONDS EAST TO THE POINT OF BEGINNING. (PER WD #97-15678, 7/1/97)

THIS STO CORPINY ON THE SECURITY OF \$727. AS PRISONALLY APPRINGED BETONE WE CONTINUENT CHARACTER STORES STORES AND AN ARCHITECTURARY OF A WASHINGTON DESCRIPTOR CHARACTER STORES AND AN ARCHITECTURARY OF A WASHINGTON DESCRIPTOR OF A WASHIN AND THE PRESSOR OF THESE TREASTS THAT SERVING THE SERVING SERV SHEET 1 OF 1 [D] SHEET 1 OF 1 [STEET STATE OF ST VICINITY MAP DATE DATE NOTARY PUBLIC IN AND FOR THE STATE OF WASHINGTON SIGNATURE, CITY OF KENNEWICK PLAT ADMINISTRATOR THE PLAT IS HEREBY APPROVED BY AND FOR THE HEREBY CERTIFY THAT THE TAXES ON THE LAND NOLLOPING THE YEAR 20 TREASURER'S CERTIFICATE AUDITOR'S CERTIFICATE SIGNATURE, KENNEWICK CITY ENGINEER SIGNATURE, MAYOR, CITY OF KENNEWICK OWNERS CERTIFICATE AUTHORIZED REPRESENTATIVE STEEZY WHITURES, LLC. A WASHINGTON LIMITED LIABILITY CO. CITY OF KENNEWICK FILE NUMBER ACKNOWLEDGMENT ATTEST: CITY CLEBK, CITY OF KENNEWICK STATE OF WASHINGTON \$ S.S. FILED FOR RECORD THIS BENTON COUNTY TREASURER BENTON COUNTY ASSESSOR BENTON COUNTY AUDITOR APPROVALS PAGE **EXHIBIT B** Fig. 3" 80455 CVP in CAST, DDPN 0.4" STANDED STATEOUR STANDED STANDED STANDED TO 111.55 (C) To 111.55 (C) PTN. NW 1/4 OF SECTION 33, T. 9 N., R. 29 E., W.M. 100 10 10.00° 10 PHO. 5/8" RESUR W/ GRANCE PLASTIC CAP STAMPED "AND 38021" (HELD FOR WEST LINE OF LOT 5) W SKAGIT COURT NBT26'14'E 2!187'(W) CENTER VILLAGE 6381 SqFt 0.15 Ac 122.63 7125 SqFt 0.16 Ac 0760 SqFt 0.16 Ac KENNEWICK, WASHINGTON 1 1 1 6759 SaFt 0.16 Ac - 1 5.00 IRR. ESMT NEW 12.70' SEWER EASEMENT 1 101 7 6698 Seft 0.15 Ac NEW 20.00" SEWER EASEMENT PLAT OF A.F. #86-7602 SECTION TELESCO UNE OSECTION LENGTH LI NZYYYYSE 19.78 L2 NG44277W 28.82 0.16 Ac 5.00' IRR, ESWT 0.16 Soft THE ARMS ENGINEER, AND STREETS AND STREETS AND STREETS AND STREETS AND STREETS AS AND STREETS AND STRE SURVEYOR'S CERTIFICATION CURVE LLHGTH RADIUS DELTA CH. BRNG. CH000 C1 31.42 26.00 90'00'06" NAKTG'10'T 28.28 6765 Saft 0 15 Ac A.F. (86-7602 130.11 6766 Sqrt 0.16 Ac DAVID P. BALLMAN NEW B'KB' 1991, ESM'T CENTERED ON PROPER 6768 Sqr1 0.16 Ac 130.16 IRRIGATION DISTRICT NOTES: we write the specified of present structure but from the bread of recumbing from the present of th DATE UNUTY CASEMENTS SHOW HEREON ARE HEREBY APPROVED BY THE UTLINES OF WASHINGTON 2. THIS PROPERTY IS LOCATED WITHIN THE BOUNDABLES OF THE KENNEWICK RENCATION (VICENT OF THE KENNEWICK RENCATION (VICENT OF THE WAY NOT ONLY THE NATIONALITON.) 4. O = SET B/6" REBAN W/ OBANGE PLASTIC CAR STANFO "DIPP 41028". 3. W = FOUND CORNER PER SHORT PLAT NO. 1560, 6. (C) = COMPUTED (F) = RECORD PER SHORT PLAT NO. 1560 (M) = MEASURED LOT S, SHORT PLAT NO, 1540, ACCORDING TO THE SUPPLY PHEROP ESCOREGO INDER AUDITON'S FLE NO, 68-7962, RECORDS OF BEYTON COUNTY, WASHINGTON CONTAINING 2.29 ACRES, MORE OR LESS. 2. [] = ADDSESSES SHOWN IN BRACKETS ARE SUBJECT TO CHANCE BY THE CITY OF KENNEWICK, 2P CODE, 99338. 7. THE LEGAL DESCRIPTION FOR THE GAS EASTMENT RECORDED UNDER AUDITON'S FILE NO. 87—58 DOES NOT MATCH THE LOCATION AS DEPOSITE ON SHORT PLAT HO, 1806. THE EASTMENT LOCATION PER SHORT PLAT 1580 IS ASSUMED THE CORRECT POSITION. 1. BASIS OF BEABINGS: CITY OF KENNEWICK GIS CONTROL NETWORK BASED ON TIES TO KORBO, KORZP AND KORSO. 1479.68'(W) 2-AF SQUARE BOLT IN CASE, DOWN 0.5" AF SLUMCOLN/UMATILIA (COX X0930) 30 15 0 36 60 IRRIGATION APPROVAL LEGAL DESCRIPTION KENNEWICK IRRIGATION DISTRET BENTON COUNTY P.U.D. NO. 1 CASCADE NATURAL DAS CORP. CHARTER COMMUNICATIONS APPROVALS: