EASEMENT

Chevron U.S.A., Inc. (the "grantor"), for and in consideration of one dollar ($1.00) and other good and valuable consideration, hereby dedicates, conveys, and grants to O V W & S D ** (the "grantee"), and its successors and assigns an easement for water mains and appurtenances thereto and for other utilities under and upon the following described property situated in Snohomish County, Washington, legally described as follows:

That portion of the Southwest Quarter of Section 35, Township 27 North, Range 3 East, W.M., described as follows:

Beginning at the South Quarter Corner of said Section 35; thence North 00°21'27" East 247.50 feet; thence North 89°00'00" West 1100.27 feet; thence North 00°21'27" East 10 feet to the True Point of Beginning of this description; thence North 00°21'27" East 279.23 feet; thence North 89°00'00" West 10 feet; thence South 00°21'27" West 269.23 feet; thence North 89°00'00" West 130 feet, more or less, to a point 10 feet distant West of the East margin of Heberlein Road (vacated 2-26-62); thence Southerly along a line parallel with the Easterly margin of said Heberlein Road 20 feet, more or less, to a point on the North line of the South 247.50 feet of said Southwest Quarter; thence South 89°00'00" East 10 feet; thence Northerly along the Easterly margin of said Heberlein Road to a point 257.50 feet distant measured at right angles to the South line of said Southwest Quarter; thence South 89°00'00" East 130 feet, more or less, to the True Point of Beginning.

The attached Addendum is hereby incorporated herein by this reference.

That said grantee shall have the right without prior institution of any suit or proceeding at law, at times as may be necessary, to enter upon said property and adjoining property owned by the grantor and his or her assigns and successors to install, lay, construct, renew, operate and maintain mains and necessary facilities and other equipment, for the purposes of serving the property and other properties with water and other utility service.

Also, the grantor grants to the grantee and to those acting under and for the grantee the use of such additional area immediately adjacent to the above easement as shall be required for the construction of this water pipeline or the lines in the easement. Such additional area is to be held to a minimum necessary for that purpose. Immediately after the completion of the construction and installation or any subsequent entry upon the easement, the grantee shall restore the premises as near as may be to the condition immediately before such construction of entry.

The grantor covenants that no permanent structure shall be erected and no large trees or shrubs shall be planted in the area of ground for which the easement in favor of O V W & S D ** has been provided herein.

This easement and the covenants herein shall be covenants running with land and shall be binding on the successors, heirs, and assigns of both parties hereto.

The grantor warrants that the grantor has good title to the above property and warrants the grantee title to and quiet enjoyment of the easement conveyed herein.

GRANTOR: Chevron U.S.A., Inc.

By /s/ W. R. Rele

Attorney-In-Fact

** Olympic View Water & Sewer District

See Exhibit A - "Sketch"

and Exhibit B - "Parcel Map"

NO EXCISE TAX REQUIRED
JUN-4 1992

EASEMENT

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OLYMPIC VIEW WATER & SEWER DISTRICT
23725 Edmonds Way
Edmonds, WA 98020
774-7759

Kirke Sievers, Snohomish County Treasurer
By Kirke Sievers

VOL. 2584 PAGE 0330
STATE OF WASHINGTON

COUNTY OF SNOHOMISH

On this 19th day of May 1992, before me, the undersigned, a Notary Public, personally appeared [Signature] to me known to be the [Position] of [Company Name], 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 (she or they) was (were) authorized to execute the said instrument and that the seal affixed is the corporate seal of said corporation.

WITNESS my hand and official seal the day and year first above written.

[Signature]

NOTARY PUBLIC in and for the State of Washington, residing at [City, State]
My Commission expires 7-95
ADDENDUM

By acceptance of this easement, Grantee and Grantee's successors and assigns shall be obligated to defend, indemnify and hold harmless Grantor and Grantor's successors and assigns from and against all claims, liabilities, and expenses arising out of or in any way related to acts or omissions of Grantee or Grantee's successors, assigns, employees, agents or representatives on or about the easement property.

Grantor reserves the right at any time and at Grantor's expense to relocate the easement and any improvements placed thereon by Grantee and, upon doing so, he legal description of the easement area shall be changed to the legal description of the relocated easement area.

In the relocation of the easement and improvements, the Grantor shall comply to the rules, regulations and standards of the District, or any other governmental agency having jurisdiction.