B-5060

IN THE DISTRICT COURT OF THE SEVENTH JUDICIAL DISTRICT IN AND FOR SAN JUAN COUNTY, STATE

J. ERNEST ADAMS,

PLAINTIFF.

vs.

THE FEDERAL LAND BANK OF BERKELEY, a corporation, GUY R. HURST AND HAZEL H. HURST, his wife, and MARIAH L. WHEELER HURSTAN, who was formerly known and being one and the same person as MARIAH L. WHEELER, FIRST DOE, SECOND DOE AND THIRD DOE.

DEFENDANTS.

NOTICE OF LIS PENDENS

NOTICE IS HEREBY GIVEN:

That J. Ernest Adams the plaintiff above names has commenced an action against the above named defendants, each of them in the District court of the Seventh Judicial District in and for San Juan County, State of Utendant said action is now pending; that the object of eaid action is to quiet title to that certain real estate situated in San Juan County, State of Utah described as follows, to-wit:

Parcel 1- The $S_2^1NW_2^1$ and the $N_2^2SW_2^1$ of Section 28, Township 37 South, Range 22 East of the S.L.M.,

Parcel 2- E2SW and the SW2SW of Section 21 and the NE2NW of Section 28, Township 37 south, Range 22 East of the Salt Lake Meridian, and

Parcel 3- The ENNA and the Want of Section 21, Township 37 south, Range 22 East of the Salt Lake Meridian.

Dated this 1st day of April, A. D. 1948.

Donald T. Adams
Attorney for the Plaintiff.

Recorded May 1, 1948 at 9:10 A.M. in Book T-5 of the Misc. records page 24.

als-216-18 Margaet Christin RECORDER.

a1-230-44 × *********************************

AGREEMENT

THIS A GREEMENT EXPERED in to this 15th day of April 1948, in duplicate, by and between the State of Utah, acting through the Utah Water and Power Board, first Party, and Bhanding Irrigation Company, a corporation organized under the laws of the State of Utah, Second Party,

WITNESSETH:

THAT WHEREAS, the First Party desires to promote a water conservation project consisting in the construction in its own name, of a water diversion tunnel in San Juan County, Utah, to make abmilable to the inhabitants of the town of Planding, and other persons, sources of water which are not now being put to beneficial use, which tunnel is to be constructed in accordance with the Specifications, Work Items, and Plans, copiesof which are attached hereto, and are hereby incorporated by reference and made a part of this contract, and WHEREAS, the Second Party isnow theowner of all rights to the use of the Water Application No. 12929 previously filed with the office of the State Engineer for the State of Utah, and WHEREAS, the Second Party does herein assign to the First Party all of said water rights in consdictation for the construction of the aforesaid diversion tunnel, and WHEREAS, the Second Party has previously obtained all the easements and rights of way upon and throug the real property wherein the said tunnel is to be constructed, necessary to the construct, maintain and operate the same, and does herein convey to the First Zerty all such rights of way endeasements, and WHEREAS, the Second Party has heretofore commenced the construction of the aforesaid diversion tunnel, and has dug approximately 1900 feet thereof out of a total of 5300 feet, and does now desire to turn the entire project over the First Party for completion, and is willing to recognine the First Party as the owner thereof, and WHEREAS, the Second Party has the available manpower, facilities, and equipment to construct the said tunnel, and ready and willing to enter into a contract to accomplish such purpose, and WHEREAS, the Second Farty has the available manpower, facilities, and equipment to construct the said tunnel, a ready and willing to enter into a contract to accomplish such purpose, and WHEREAS, the First Party desires to have said tunnel onstructed by the Second Party, and WHEREAS, it is the desire of both parties that the interest in the said project acquired by the First Party, including its rights in the diversion tunnel and in the water developed in the flowing through the same, be sold by the First Party to the Second Party under the terms herein set forth, and WHEREAS, it is the intent of the parties that the State of Utah be amply and properly secured for the purchase price of said tunnel and water rights be be old to the Second Party;

NOW THEREFORE, the parties hereto enter into the following agreements, and make the following assignments and 1. Second Party hereby conveys, assigns and warrants to the First Party a perpetual easement and right of way on 1. Second Farty hereby conveys, assigns and warrants to the First Farty a perpetual easement and right of way on a through the property upon which and through which the aforesaid tunnel is to be constructed, which easement and right of way shall be of such a nature as shall enable the First Party to construct, maintain and operate said tunnel in accordance with the aforesaid Specification, Work Items, and Plans. Said tunnel shall be located in Secs. 4 and 9 T. 34 S. R. 22 E., SLEMM. Sen Juan County, State of Utah:

2. Second Party hereby conveys and assigns to the First Party all right, title, and interest which it has to the use of all the water which shall flow through the aforesaid tunnel, including such water as shall be diverted from the Southeast Fork of Indian Creek, and such water as shall be made available through tunnel see page, and the S cond Party more a particularly assigns to the First Party all right which it has to any water by winthe offiliations.

virtue of filing. No. 12929 in the office of the State Engineer of the State of Utah. Second Party also grants and conveys to First Perty an essement to use any and all of the former's facilities in the Blanding Irrigation Company distrubution system, for the pupose of putting the aforesaid water to beneficial use.

3. The Second Party agrees to supply the necessary anpower and facilities, and agrees to complete the construction of the aforesaid project at cost in accordance with the aforesaid specifications, Work Items and Plan the First Party agrees to pay the the Second Party for completing the said project, the cost thereof, not to exceed \$75,000; provided, however, that the First Party shall not pay more than 90% of the aforesaid total cost of said project until the said project shall have been completed to the satisfaction of a properly designated agents

of the First Party; and provided further, that the Second Party shall complete the pw ject in all events, and shall complete it befor December 1, 1949. It is agreed that tible to the entire diversion tunnel, either construct or to be constructed under this contract, shall be vested in the First Party.

4. The First Party agrees to sell and the Second Party agrees to purchase the water rights, the easements and rights of way, and the diversion tunnel acquired by the "irst Party in this agreement, at a total purchase price of \$75,000, payable at the rate of \$3,000.00 pear, without interest, the first installment of \$3,000.00, ormnore, to be due and payable on the firstday of December, 1949, and a like sum of \$3,000.00 ore more, to be payable on the first day of December ineach and every year therafter until the full purchase price of \$75,000 shall have been paid; provided however, that if the cost of constructing the aforesaid project shaould be less that \$75,000, as provided in paragraph 3 hereof, then the purchase price thereof, andthe annual payments made thereon, as provided in this paragraph, shall be proportionately reduced to the entent that the cost of construction shall e less than \$75,000. Said sums shall be payable at the office of the State Treasurer of the State of Utah. All delinquant payments shall bear 6% interest.

5. The Second Party hereby mortgages to the First arty the following described property to secure the prompt payment of the bove obligation of \$75,000, to-wit: All right, title and interest which the Second Party has in thiese canals, weirs, laterals and other irrigation facilities which form part of the Banding Irrigation Company irrigation system, which canals, weirs, laterals and facilities are located in Secs. 34, 27, 22, 15 and 10 of T. 36S,, R2ZE., and also in Secs. 34, 33, 28, 21 and 16, T35S., R2ZE., SLEWM, San Juan County, State of Utah. After the Second Party shall have paid the purchase price in full as herein provided, the First Party shall release the mortgage as herein provided and shall execute such deeds and bills of sale as shall be necessary to vest title to the aforesaid project and water rights in the Second Party/ 5. During the period of said purchase under said contract, the Second Party shall have and is hereby given the right to use all of the water rights described herein and all the facilities of the First Party constructed hereunde and the the Second Party does hereby assme, during the showe period if time time full obligation of maintaining said tunnel, and of protecting said water rights from forfeiture.

7. If either party to this contract violates any of the conditions or covenants made herein, the other may give we notice of such breach or failure and if the same shall not be cured within ninety days after such notice the other may give we delegate the contract forfeited and proceed to its remedies at law for such breach. delcare the contract forfeited and proceed to its remedies at law for such breach. IN WITHESS WHEREOF, we have hereunto set our hands and seals this day andyear first above mentioned. APPROVED AS TO AVAILABILITY OF FUNDS UTAH WATER AND POWER BOARD FINANCE COMMISSION. BY: Vice Chairman CHA TRMAN EXECUTIVE SECRETARY 1 COMMISSIONER FRANK REDD Acting on behalf of Blanding Irrigation Company BOARD OF EXAMINERS OF STATE OF UTAH LEGALITY & FORM APPROVED GOVERNOR DAVID S. KING Sp. Assistant Attorney abs- B-208-6-27 B-100-24 Recorded May 6, 1948, at 10:00 A.M. in Book T-5 of Misc. Page 24. B-218- HF B-102-2-13 B. 42- 1-24 Margaret Christensen U1-246-9-33 ************* B-5074 CERTIFICATION AND ACKNOWLEDGEMENT SAN JUAN COUNTY OF)ss STATE OF UTAH Comes now B. Frank Redd, who being first duly sworn upon oath, deposes and says: That he is the duly qualified secretary for the Blanding Irrigation Company, a corporation organized under the laws of the State of Utah; that or 25th day of February, 1948, a meeting of the Board of Directors was duly dalled and held at Blanding San Juan County, Utah; that at said meeting six directors were present, which number constitutes a majority thereof and a quorum and that they were authorized to do business; that at such meeting the following resolution was unanimously passed by the aforesaid Board of Directors: the RESOLUTION WHEREAS, this Board of Directors has considered the advisability of entering into the contract hereinafter referred to and is convinced that the welfare of the corporation will be materially benefitted by entering into the same

NOW THEREFORE, be it redolved by the Board of Directors of the Blanding Irrigation Company tht B. Frank Redd, th Secretary of the Blanding Irrigation Company is hereby authorized and empowered to sign, on behalf of the said company, a contract with the Utah Water and Power Board, which contract shall provide that the Utah Water and power Board shall undertake the completion of the Blanding Tunnel Project which project was commenced by this corporation several years ago; and was thereafter abandoned, and which project will make available to the shareholders in this corporation, and to other persons, a large quantity of water which is now unavailable to the shareholders in this corporation, and to other persons, a large quantity of water which is now unavailable to the shall that the Utah Water and Power Board shall take title to the said project and to the rights, to all the water which shall flow through the said tunnel; and that the said company shall have a right to use the said tunnel and the water made available thereby; and that it shall have the right to purchase the said tunnel and the said water rights from the Utah Water and Power Board for a stipulated consideration; and that the said company shall mortgage to the Utah Water and Power Board to secure the prompt payment of the purchase price thereof, its entire irrigation system located in Sec. 24, 27, 22, 15, and 10, T.36S., R22E., and also in the Secs. 34,33,28,21 and 16, T35S., SLB&M., San Juan County, State of Utah.

(GORPORATE SEAL)

B. Frank Redd Secretary

On the 2nd day of March, 1948, appeared before me B. Frank Redd who was personally known to me, and who did acknowledge to me under oath that he executed the aforesaid decument entitled "Certification and Acknowledment.