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RECORDING REQUESTED BY AND WHEN RECORDED RETURN TO:

COUNTY OF NEVADA 950 MAIDU AVENUE NEVADA CITY, CALIFORNIA 95959 ATTENTION: ALISON A. BARRATT-GREEN, COUNTY COUNSEL Nevada County Recorder Gregory J. Diaz Document#: 20160019557 Tuesday August 30 2016, at 02:04:31 PM

Paid: Recorded By:CP First American Title Co

# NO RECORDING FEE REQUIRED PER GOVERNMENT CODE SECTION 27383

APN 21-640-09

#### GRANT OF SOLAR FACILITIES EASEMENT

For valuable consideration, NEVADA COUNTY SANITATION DISTRICT NO. 1, a political subdivision of the State of California ("Grantor"), hereby grants to the COUNTY OF NEVADA, a public body, corporate and politic, and to its successors and assigns ("Grantee") and to any Secured Party (as defined below), an easement and right of way (including ingress, egress and regress) and all other uses appurtenant thereto to, from, in, over, under, along, and across the land hereinafter described and to exercise the rights and privileges described herein, including but not limited to, to install, enlarge, replace, remove, repair, alter, operate, maintain, inspect and utilize solar power facilities and related improvements and equipment (the "Easement").

1. <u>Easement Area</u>. The real property subject to the Easement (the "Easement Area") is located in the County of Nevada, State of California, and is more particularly described as follows:

See Exhibit "A" (Description) attached hereto and made a part hereof.

2. Purpose. This grant of easement is being made in connection with and in furtherance of (1) an NCREBs Equipment Schedule dated August 1, 2016 incorporating therein the terms of a Lease Agreement dated as of August 1, 2016 (collectively, as amended or supplemented, the "Lease Agreement") by and between Grantee and the Nevada County Finance Authority ("Authority") pursuant to which, among other things, Authority will provide financing for, and Grantee will agree to cause the installation of, certain solar power facilities and related improvements (all replacements, repairs, restorations, modifications and improvements thereof or thereto, the "Solar Facilities") within the Easement Area and lease them back from Authority and Authority will assign to Banc of America Leasing & Capital, LLC (with its successors and assigns, "Secured Party") pursuant to an Assignment Agreement (NCREBs Equipment Lease) dated as of August 31, 2016 (as amended or supplemented, the "NCREBs Assignment" and collectively with the Lease Agreement, the "Financing Lease") and (2) an

Equipment Sublease/Purchase Agreement (the "Sublease Agreement") to be entered into concurrently herewith by and between Grantee and Grantor pursuant to which Grantee will sublease the Solar Facilities to Grantor.

- 3. Rights and Privileges of Grantee. This grant of easement shall include the right and privilege of Grantee, Secured Party and its employees, contractors and workers to: (i) use the Easement for the following purposes: acquire, install, enlarge, replace, remove, repossess, repair, alter, operate, maintain, inspect and utilize the Solar Facilities; (ii) use tools, equipment, machinery, and materials within the Easement Area as needed in connection with any of the foregoing, and (iii) trim or clear away any trees, brush, or other vegetation or flora, including the roots thereof, and remove improvements, if any, located within the Easement Area or casting shade or shadow over the Easement Area or the Solar Facilities located therein, to install and maintain the Solar Facilities or to ensure direct sunlight on applicable portions of the Solar Facilities to maximize the performance of the Solar Facilities.
- 4. <u>Term.</u> The term of this **Easement** commences upon the execution and delivery hereof by **Grantor** and its acceptance by **Grantee**; and it shall end on the date on which all of the NCREBs Lease Payments under the NCREBs Equipment Lease (within the meaning of each such term as defined in the **Lease Agreement**) are paid in full, or provision is made for such payment in accordance with the terms thereof, and the NCREBs Equipment Lease has been discharged, but under any circumstances not later than August 1, 2046. **Grantor** and **Grantee** may not modify, waive or terminate this **Easement** prior to such date without prior written consent of the NCREBs Lease Assignee (within the meaning of such term as defined in the **Lease Agreement**).
- 5. Rights upon Expiration of Term. Grantee agrees, upon the expiration of this Easement, to quit and surrender the Easement Area in the same good order and condition as the Easement Area was in at the time of commencement of the term hereof, reasonable wear and tear excepted, and further agrees that the Solar Facilities then existing within the Easement Area will remain thereon and, pursuant to the Sublease Agreement, will become and be the property of Grantor. Grantee also agrees to take any and all steps and execute and record any and all documents reasonably required by Grantor to consummate the termination of its rights and interests hereunder.
- 6. <u>Amendments.</u> Grantor and Grantee may at any time amend or modify any of the provisions of this Easement, but only with the prior written consent of Secured Party, which consent shall not be unreasonably withheld if such amendment could not reasonably be expected to adversely affect Secured Party's exercise of any of its rights, interests or remedies with respect to the Solar Facilities, this Easement or the Easement Area. This Easement and any provision herein may be amended, modified or waived only by a written instrument executed by Grantor and Grantee with the written approval of Secured Party.
- 7. <u>Assignment</u>. Grantee shall have the right to assign or transfer, without limitation, all or any part of the rights and privileges granted herein, but only with the prior written consent of Secured Party, which consent shall not be unreasonably withheld if such assignment and transfer could not reasonably be expected to adversely affect Secured Party's exercise of any of its rights, interests or remedies with respect to the Solar Facilities, this Easement or the Easement

Area, and the prior written consent of **Grantor**, which consent shall not be unreasonably withheld.

- 8. Acknowledgements and Agreements for Benefit of Secured Party. Grantor hereby acknowledges and agrees that notwithstanding the means by which the Solar Facilities may be attached or affixed to the Easement Area, the Solar Facilities shall be and remain equipment or other personal property and shall not be considered part of or affixed to the Easement Area. Title to the Solar Facilities is controlled by the terms of the Financing Lease.
- 9. No Rights of Grantor. Except for the limited use rights set forth in the Sublease Agreement, Grantor has no interest in, right or claim to and lien on the Solar Facilities, including, but not limited to, any right of levy upon the Solar Facilities.
- 10. <u>Secured Party Right to Enter</u>. The Secured Party may at reasonable times enter upon the Easement Area for the purpose of exercising any right it may have under the terms of the Financing Lease, or otherwise, including, without limitation, the right to physically detach and remove the Solar Facilities from the Easement Area, without any liability whatsoever to Grantor, except for any damages to the buildings or other improvements on the Easement Area directly caused by any failure of the Secured Party to remove or use the Solar Facilities with reasonable care.
- 11. Right to Occupy. Grantor agrees not to take any action to terminate Grantee's right to occupy the Easement Area or have the Solar Facilities located on the Easement Area without the prior written consent of Secured Party, which consent shall not be unreasonably withheld if such action and termination could not reasonably be expected to adversely affect Secured Party's exercise of any of its rights, interests or remedies with respect to the Solar Facilities, this Easement or the Easement Area.
- Real Property Issues. In the event any lien, encumbrance, asserted encumbrance, claim, 12. dispute or other issue arises (i) with respect to the Grantor's legal title to (or Grantee's interest in) the Easement Area or access or rights to the Easement Area, for inspection or repossession or any other matters described herein or relating to Grantor's, Grantee's and/or Secured Party's valid and marketable use of or title to the Easement Area or (ii) that could reasonably be expected to adversely affect Grantee's beneficial use and enjoyment of the Solar Facilities (each of the foregoing referred to as a "Real Property Issue"), Grantor will take all steps necessary to promptly quiet, resolve and/or eliminate such Real Property Issue and/or provide Grantee and Secured Party with, or as applicable, will take all reasonable steps to ensure Grantee has beneficial use and enjoyment of the Solar Facilities and Grantee and Secured Party have adequate access and rights to the Easement Area for purposes of accessing, inspecting and/or repossessing (if necessary) the Solar Facilities and, in the case of Grantee, exercising the other rights contemplated herein; and, in all cases, Grantor shall ensure that its fee interest in the Easement Area remains free and clear of Real Property Issues and that Grantee and/or Secured Party has beneficial use and enjoyment of all of the Easement Area and the Solar Facilities as provided for in this Easement.
- 13. <u>Coordination of Construction, Operational and Maintenance Activities</u>. Grantee shall coordinate the timing and location of all construction, operational and maintenance

activities with **Grantor's** Sanitation District Manager so as not to interfere unreasonably with **Grantor's** business and other activities in, on or around the **Easement** or the access road thereto. If **Grantor** determines that **Grantee's** activities unreasonably interfere with **Grantor's** business, **Grantor** shall provide **Grantee** and Secured Party with written notice of such interference. Immediately upon receipt of said notice, **Grantee** shall terminate such interfering activities and take all actions reasonably necessary to prevent the re-occurrence of any such interference so long as such action and termination could not reasonably be expected to adversely affect Secured Party's exercise of any of its rights, interests or remedies with respect to the Solar Facilities, this Easement or the Easement Area. If any such action or termination could reasonably be expected to adversely impact Secured Party's exercise of any of its rights, interests or remedies with respect to the Solar Facilities, this Easement or the Easement Area, then Grantor, Grantee and Secured Party shall negotiate in good faith to address such interference without adversely affecting Secured Party's ability to exercise of any of its rights, interests or remedies with respect to the Solar Facilities, this Easement or the Easement Area.

- 14. Existing Liens and Encumbrances. This Grant of Easement Area is subject to existing contracts, leases, licenses, easements, encumbrances, and claims which may affect said real property and the use of the word "Grant" herein shall not be construed as a covenant against the existence of any thereof; provided Grantor hereby certifies all of the foregoing constitute "Permitted Encumbrances" under and as defined in the Lease Agreement and the Sublease Agreement and that this Easement and the intended use of the Easement Area for the installation of the Solar Facilities does not conflict with any of the foregoing.
- 15. <u>Maintenance of Facilities</u>. Grantee agrees that any improvements or other property installed under the authority of this Easement shall be well and safely maintained by Grantee at all times while this Agreement is operative. Grantee will maintain a "Call-Before-You-Dig" program for all required and related underground utility locations on Grantor's land. Where appropriate, Grantee will maintain sign posts along Grantee's underground utility transmission system right-of-way with the number of the local "Call-Before-You-Dig" organization. Any damage caused by the Grantee, its contractors or related parties shall be repaired or replaced by Grantee as necessary at Grantee's expense, and Grantee shall be responsible for any consequential damages related to the damage.
- 16. <u>Prior Notice on Entry</u>. Except for emergencies and any unscheduled breakdown of service connection, **Grantee** shall provide to **Grantor** reasonable advance written notice prior to entering the **Easement Area**, and shall coordinate with **Grantor** all authorized activity in the **Easement Area** in a manner reasonably agreeable to **Grantor**.
- 17. <u>Hold Harmless</u>. Grantee waives all claims against Grantor, its officers, agents, and employees, for loss or damage caused by, arising out of, or in any way connected with the exercise of this Easement except as otherwise provided in this Agreement. Grantee agrees to save harmless, indemnify, and defend Grantor, its officers, agents, and employees, from any and all loss, damage or liability which may be suffered or incurred by Grantor, its officers, agents, and employees caused by, arising out of, or in any way connected with exercise by Grantee of the rights hereby granted, except those arising out of the sole negligence of Grantor.

- 18. <u>Easement Non-Exclusive</u>. Grantor reserves the right to use said real property in any manner, provided such use does not unreasonably interfere with Grantee's rights hereunder hereunder or in any way adversely impact Secured Party's exercise of any of its rights, interests or remedies with respect to the Solar Facilities, this Easement or the Easement Area.
- 19. No Third Party Beneficiaries. Except for Secured Party, this Grant of Easement creates rights and duties only between Grantor and Grantee, and no other party, or third party, is intended to have or be deemed to have any rights under this Grant of Easement as an intended third party beneficiary, except as expressly set forth herein.
- **20.** Governing Law; Venue. This Grant of Easement has been negotiated and executed in Nevada County, California, and the substantive laws of the State of California, without reference to its conflict of laws provisions, will govern the validity, construction, and enforcement of this Grant of Easement and venue for any action relating to this Grant of Easement shall be in Nevada County, California.

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IN WITNESS WHEREOF, Grantor has executed this instrument this 24 day of August, 2016.

### **GRANTOR:**

NEVADA COUNTY SANITATION DISTRICT NO. 1, a political subdivision of the State of California

By: Richard A. Haffey, Wistrict Administrator

Attest:

Name: Julie Patterson-Hunger Title: Clerk of the Board A notary public or other officer completing this certificate verifies only the identity of the individual who signed the document to which this certificate is attached, and not the truthfulness, accuracy, or validity of that document.

STATE OF CALIFORNIA	) ) ss.
COUNTY OF NEVADA	)
On August 26, 2016 before me, Cir	dy Hunt Notary
personally appeared Richard A. Haffey satisfactory evidence to be the person(s) whos instrument and acknowledged to me that he/s authorized capacity(ies), and that by his/her/their s the entity upon behalf of which the person(s) acted	he/they executed the same in his/her/their ignature(s) on the instrument the person(s), or

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

SIGNATURE OF NOTARY PUBLIC

#### "EXHIBIT A"

## LEGAL DESCRIPTION OF EASEMENT AREA

Real property in the City of Auburn, County of Nevada, State of California, described as follows:

A portion of Lot 7 as shown on the Lake of the Pines Ranchos, recorded in Book 3 of Subdivisions, Page 40, Official Records of Nevada County; said parcel being within a portion of the Southwest 1/4 of Section 27, Township 14 North, Range 8 East, Mount Diablo Meridian, in the County of Nevada, State of California and being more particularly described as follows:

Beginning at the Northwest corner of said Lot 7; thence from said **Point of Beginning** along the northerly line of said Lot 7 the following two (2) courses (1) North 82°24'21" East, 31.58 feet; (2) thence North 50°03'41" East, 139.82 feet; thence North 90°00'00" East, 206.32 feet; thence South 00°00'00" East, 315.41 feet; thence North 90°00'00" West, 315.31 to the westerly line of said Lot 7; thence along the westerly line of said Lot 7 North 07°35'39" West, 223.44 feet to the **Point of Beginning.** 

The herein described portion covers 97,809 sq. ft., more or less.

Together with a non-exclusive right of ingress and egress over, along and across the following described access road:

Portions of Parcel B and Parcel D as shown on that parcel map recorded in Book 2 of Parcel Maps, Page 159, Official Records of Nevada County; said parcel being within a portion of the East 1/2 of the East 1/2 of Section 28, Township 14 North, Range 8 East, Mount Diablo Meridian, in the County of Nevada, State of California and being more particularly described as follows:

Beginning at the intersection of the centerline of Riata Way and the easterly line of the Southeast 1/4 of Section 28 from which the Northeast 1/4 of Section 28 bears North 07°35'37" West, 3,193.83 feet more, or less; thence from said Point of Beginning South 87°56'50" West, 24.75 feet; thence South 02°03'10" East, 8.89 feet; thence along the arc of a curve to the right having a radius of 115.00 feet, a delta angle of 48°42'02" and an arc length of 97.75 feet; thence along the arc of a curve to the left having a radius of 80.00 feet, a delta angle of 76°26'12" and an arc length of 106.73 feet; thence along the arc of a curve to the right having a radius of 163.00 feet, a delta angle of 31°48'33" and an arc length of 90.49 feet; thence South 02°01'13" West, 91.85 feet; thence along the arc of a curve to left having a radius of 91.00 feet, a delta angle of 109°40'47" and an arc length of 174.20 feet to the easterly line of Said Parcel D and the Easterly line of the Southeast 1/4 Section 28; thence along the easterly line of Said Parcel D the following course South 07°35'37" East, 142.30 feet; thence North 57°53'49" West, 120.87 feet; thence North 45°26'02" East, 42.20 feet; thence along the arc of a curve to the left having a radius of 10.00 feet, a delta angle of 120°52'37" and an arc length of 21.10 feet; thence along the arc of a curve to the right having a radius of 121.00 feet, a delta angle of 77°27'48" and an arc length of 163.59 feet; thence North 02°01'13" East, 91.83 feet; thence along the arc of a curve to the left having a radius

of 133.00 feet, a delta angle of 31°48'33" and an arc length of 73.84 feet; thence along the arc of a curve to the right having a radius of 110.00 feet, a delta angle of 76°26'12" and an arc length of 146.75 feet; thence along the arc of a curve to the left having a radius of 85.00 feet, a delta angel of 48°42'02" and an arc length of 72.25 feet; thence North 02°03'10" West, 38.89 feet; thence North 87°56'50" East, 51.84 feet to the **Point of Beginning.** 

The herein described portion covers 25,537 sq. ft., more or less.

### **CERTIFICATE OF ACCEPTANCE**

This is to certify that the interest in real property conveyed by that certain Grant of Solar Facilities Easement to which this Certificate is attached from NEVADA COUNTY SANITATION DISTRICT NO. 1, a political subdivision of the State of California, to the COUNTY OF NEVADA, a public body, corporate and politic ("Grantee"), is hereby accepted by the undersigned officer on behalf of Grantee, pursuant to authority conferred by resolution of the Board of Supervisors of Grantee adopted on August 16, 2016, and Grantee consents to recordation thereof.

Dated: August 22016

COUNTY OF NEVADA,

a public body, corporate and politic

By:

Printed Name: Richard A Haffey Title: County Executive Officer

State of California

## CALIFORNIA ALL-PURPOSE ACKNOWLEDGMENT

A notary public or other officer completing this certificate verifies only the identity of the individual who signed the document to which this certificate is attached, and not the truthfulness, accuracy, or validity of that document.

)

County of Nevada  On August 26, 2016 before me, Cindy Hunt, notary public.  Here insert Name and Title of the Officer		
On August 26, 2016 before me, Cir	Here insert Name and Title of the Officer	
personally appeared Richard A. Haffey  Name(s) of Signer(s)		
who proved to me on the basis of satisfactory evidence to be the person(s) whose name(e) 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(e) on the instrument the person(s), or the entity upon behalf of which the person(s) acted, executed the instrument.		
CINDY HUNT COMM. # 2153316 NOTARY PUBLIC CALIFORNIA () NEVADA COUNTING () My Commission Expires June 12, 2020	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.  Signature Notary Public	
Place Notary Seal Above  OPTIONAL		
Though this section is optional, completing this information can deter alteration of the document or fraudulent reattachment of this form to an unintended document.		
Description of Attached Document  Cerrificate of Acceptance  Title or Type of Document: Grant of Solar Faculities Easement  Number of Pages: Signer(s) Other Than Named Above:		
Capacity(ies) Claimed by Signer(s)		
Signer's Name:  Corporate Officer — Title(s):  Partner — Limited General Individual Attorney in Fact Trustee Guardian or Conservator Other Signer is Representing:	Signer's Name:  Corporate Officer — Title(s):  Partner — Limited General Individual Attorney in Fact Trustee Guardian or Conservator Other Signer is Representing:	
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