

BOARD OF SUPERVISORS AGENDA ITEM REPORT AWARDS / CONTRACTS / GRANTS

C Award ← Contract ← Grant	Requested Board Meeting Date: 08/13/2024
* = Mandatory, information must be provided	or Procurement Director Award:
*Contractor/Vendor Name/Grantor (DBA):	
Title Security Agency LLC, a Delaware limited liability co	mpany, as Trustee under Trust No. 201924-S
*Project Title/Description:	
Acquisition Agreement	
*Purpose:	
Pima County Regional Flood Control District (the "Distri 12961 and 13031 through 13363 N. Musket Rd. in T11S,	ct") will acquire floodprone land. The subject property is located at 12801 throug /R10E/S28, Pima County, AZ. (RPS file Acq-0999)
*Procurement Method:	
Exempt pursuant to Pima County Code 11.04.020	
*Program Goals/Predicted Outcomes:	
The District will acquire property under the Floodprone	Land Acquisition Program
*Public Benefit:	
Floodprone land will be removed from future developme	nt.
*Metrics Available to Measure Performance:	
The District will acquire 101.49 acres of vacant land for t amount of \$272,500 and up to \$2,900 in closing costs.	he not to exceed amount of \$275,400. This amount includes the appraised value
*Retroactive:	
No	
Location map attached	

To:COB, 7-31-24(1) Nexs:0 Pgs:29

THE APPLICABLE SECTION(S) BELOW MUST BE COMPLETED

Click or tap the boxes to enter text. If not applicable, indicate "N/A". Make sure to complete mandatory (*) fields

Contract / Award Information			
Document Type: <u>PO</u>	Department Code: RPS	THE REPORT OF THE PARTY OF THE	Contract Number (i.e., 15-123): <u>PO2400001250</u>
Commencement Date: 8/13/2024	Termination Date: 8/12/2	.025	Prior Contract Number (Synergen/CMS):
Expense Amount \$ <u>275,400.00</u> *		Revenu	ie Amount: \$
*Funding Source(s) required: Flood Cor	ntrol Non-Bond Projects		
Funding from General Fund?		makes proprieted and decidenced	%
Contract is fully or partially funded with If Yes, is the Contract to a vendor or so		No No	
Were insurance or indemnity clauses mo If Yes, attach Risk's approval.	odified? C Yes	No	
Vendor is using a Social Security Number If Yes, attach the required form per Adminis		No	
Amendment / Revised Award Informa	tion		
Document Type:	Department Code:	I Kontwood?	Contract Number (i.e., 15-123):
Amendment No.:		AMS V	ersion No.:
Commencement Date:		New To	ermination Date:
		Prior C	Contract No. (Synergen/CMS):
C Expense C Revenue C Increa	se ^C Decrease	Атош	nt This Amendment: \$
Is there revenue included?	C No If Yes \$		it in a Americanent. 9
*Funding Source(s) required:			
Funding from General Fund?	⊂ No If Yes\$	and produce of the state of the	%
Grant/Amendment Information (for g		s)	⊂ Award ⊂ Amendment
Document Type:	Department Code:		Grant Number (i.e., 15-123):
Commencement Date:	Termination Date:		
Match Amount: \$			Amount: \$
*All Funding Source(s) required:	IMM ANDRES		
*Match funding from General Fund?	⊂ Yes ⊂ No If Yes\$	AND DESIGNATION OF THE PARTY AND ADDRESS OF THE PARTY ADDRESS OF THE PARTY AND ADDRESS OF THE PARTY	% 0
*Match funding from other sources? *Funding Source:	⊂ Yes ⊂ No If Yes\$	Mount of the design of market is designed and the	%
*If Federal funds are received, is fundi	ng coming directly from the	Federal go	overnment or passed through other organization(s)?
Extended (Control Control Cont		-	
Contact: Ada Griffin			
Department: Real Property Services	1 WILLIAM	4/	Telephone: <u>724-6713</u>
Department Director Signature:	Throng	*	Date: 7/24/202 4
Deputy County Administrator Signature	Crapo.	<u></u>	Date: 7/24/2024
County Administrator Signature:	Coter		Date: 7 26 252

SUBJECT AREA **LOCATION MAP SECTION 28** E111028 TOWNSHIP 11 SOUTH **RANGE 10 EAST** E111033 SECTION 28 G&SRM PIMA COUNTY, ARIZONA 0010 W Oatman Rd W Gatling Rd 0240 W Starr Rd 0250 0260 1711 RIO S32 LEGEND PIMA COUNTY DEPARTMENT OF TRANSPORTATION Subject Area **ENGINEERING INFORMATION MANAGEMENT** NOT TO SCALE DRAWN BY: K DUDUS DATE: FEB 2024 24011



ACQUISITION AGREEMENT

- 1. **Defined Terms**. The following terms will be used as defined terms in this Acquisition Agreement and have the meaning set forth below ("**Agreement**"):
- 1.1. <u>Seller:</u> Title Security Agency LLC, a Delaware limited liability company, as Trustee under Trust No. 201924-S
- 1.2. <u>Buyer</u>: Pima County Flood Control District, a political taxing authority of the State of Arizona
- 1.3. <u>Purchase Price</u>: the sum of Two Hundred Seventy-Two Thousand Five Hundred Dollars (\$ 272,500.00)
- 1.4. <u>Buyer's Maximum Costs</u>: the sum of (i) Buyer's share of Closing Costs, and (ii) Buyer's share of Prorations, which combined shall not exceed Twenty nine Hundred Dollars (\$ 2,900.00)
- 1.5. <u>Title Company</u>: Stewart Title & Trust Company, 3939 E Broadway Blvd, Tucson, AZ 85711; Jenny Marrow, Escrow Officer; phone: (520) 327-7373; email: <u>Jenny.marrow@stewart.com</u>
- 1.6. <u>Effective Date</u>: the date Seller and Buyer have approved and accepted this Agreement by affixing their signatures. The date Buyer executes this Agreement is the date this Agreement is signed by the Chair of the Pima County Board of Supervisors.
- 1.7. <u>Fee Property</u>: the real property described in **Exhibit A** and depicted in **Exhibit A-1**, together with all improvements thereon and all water rights associated with the Fee Property, if any.

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- 1.8. Exceptions to Title: **Exhibit B** lists all Reported Exceptions to Title. Items 9 & 10 shall be removed from the title exceptions prior to closing with the remaining listed exceptions being "**Approved Exceptions**".
- 1.9. <u>Seller's Address</u>: 3495 Cummings Cove Pkwy, Hendersonville, NC 28739-
- 1.10. <u>Buyer's Address</u>: Director, Pima County Real Property Services, 201 N Stone Ave, 6th Flr, Tucson, AZ 85701-1207; E-mail: <u>jeffrey.teplitsky@pima.gov</u>
- 2. **Parties; Effective Date**. This Agreement is entered into between Seller and Buyer, and shall be effective on the Effective Date. Seller and Buyer are collectively referred to herein as the "**Parties**," and individually as a "**Party**."
- 3. Purchase of Fee Property; Right of Entry; Driveways. Buyer agrees to acquire from Seller, and Seller agrees to convey to Buyer, in consideration of the Purchase Price, the following real property interests:
 - 3.1. Seller's fee interest in the Fee Property;
- 3.2. The right for Buyer, its agents and contractors, to enter upon the Fee Property (the "ROE") prior to closing to inspect and to conduct other non-ground-disturbing activities, provided that such activities do not unduly disturb Seller's use of its property;

4. Seller's Warranties

- 4.1. <u>Leases</u>. Seller warrants that there are no oral or written leases on all or any portion of the Fee Property.
- 4.2. <u>Wells and Water Rights</u>. Seller warrants that there are no wells on or water rights associated with the Fee Property, except as specifically identified on **Exhibit C** attached. Seller agrees to assign and transfer to Buyer effective upon Closing, any and all wells or water rights certificated or claimed appurtenant to the Fee Property. Seller shall execute all documents reasonably necessary to effectuate such transfer.

4.3. <u>Underground Improvements</u>. Seller warrants that there are no septic tanks, septic or leach fields, alternative waste disposal systems, private irrigation lines, and/or other underground improvements on the Fee Property, except as specifically identified on **Exhibit D** attached.

5. Closing Costs and Prorations.

- 5.1. <u>Closing Costs.</u> The closing costs ("Closing Costs") will be paid as follows:
- 5.1.1. All escrow fees shall be paid by Buyer. Recording fees shall be paid by Buyer.
- 5.1.2. Buyer will pay for a Standard Owner's Title Insurance Policy for the Fee Property, in the amount of the Purchase Price.
- 5.1.3. Seller will pay for any necessary releases and/or the cost to establish free and clear marketable title to the Fee Property.
- 5.1.4. Buyer may, at its sole discretion, pay other reasonable fees or costs related to the Closing.
- 5.2. <u>Prorations.</u> Property taxes, rents, and annual payment of assessments with interest, if any (collectively "**Prorations**") will be prorated as of the date of Closing.
- 5.3. <u>Buyer's Total Costs.</u> Buyer's total costs at Closing shall not exceed Buyer's Maximum Cost, provided, however, that Buyer may unilaterally increase Buyer's Maximum Cost by written notice from Buyer to Seller prior to Closing.

6. Escrow and Title.

6.1. <u>Escrow.</u> Title Company will act as escrow agent. This Agreement will constitute escrow instructions in connection with the escrow established with Title Company under this Agreement (the "**Escrow**"). Title Company will make reasonably suitable arrangements with either Party, upon that Party's request, to have the Party execute any of the documents to be executed by that Party as provided in this Agreement at the office of Title Company that is most convenient for Buyer.

- 6.2. <u>Title Commitment</u>. Escrow Agent will distribute to the Parties a Commitment for Standard Owner's Title Insurance (the "**Commitment**") together with complete and legible copies of all documents that will remain as exceptions to Buyer's policy of title insurance.
- Amended Commitment. In the event Title Company should issue an Amended Commitment for Title Insurance which discloses an exception(s) not previously disclosed, Buyer shall have fifteen (15) days after the receipt of the Amended Commitment and the new Exceptions (the "Disapproval Period") within which to notify Seller and the Escrow Agent in writing of Buyer's disapproval of any new exceptions shown thereon (the "Disapproval Notice"). In the event of such disapproval, Seller shall have ten (10) days from receipt of the Disapproval Notice in which to notify Buyer in writing whether Seller intends to eliminate each of the disapproved Exceptions prior to the Closing (the "Notice Period"). If Seller fails to notify Buyer of its intent with respect to the disapproved items within that time or if Seller elects not to cure all disapproved items, Buyer may terminate this Agreement and the Escrow will be canceled. If the Amended Commitment is issued less than fifteen (15) days prior to the date of the Closing, then the date of the Closing is extended until the end of the Disapproval Period and the Notice Period, if applicable.
- 6.4. <u>Title Policy is Condition to Closing.</u> Buyer's obligation to Close is contingent upon Title Company being prepared to issue a Standard Owner's Title Insurance Policy for the Fee Property in the amount of the Purchase Price, subject only to the Approved Exceptions and the standard printed exceptions in the policy; provided, however, notwithstanding the approval of the exceptions by Buyer, prior to Closing all monetary liens and encumbrances on the Fee Property will be removed, unless this Agreement expressly provides for the prorating of any such lien or encumbrance.
- 6.5. <u>Seller's Title Obligation.</u> Seller is hereby obligated to provide Buyer free and clear marketable title subject only to the Buyer's Approved Exceptions. Seller shall cause all exceptions to title not approved by Buyer to be removed prior to Closing.

7. Closing.

- 7.1. <u>Closing Date</u>. The Closing of the sale of the Fee Property to Buyer (the "**Closing**") will take place at the office of Title Company on or before one hundred twenty (120) days after the Effective Date. Notwithstanding the foregoing, this Agreement will terminate if closing has not occurred within one year after execution by Buyer.
- 7.2. <u>Deliveries by Buyer at Closing</u>. At Closing, Buyer shall deliver to Seller through Escrow the following:
- 7.2.1. The Purchase Price, which will be paid in full at Closing payable to Title Company by Buyer's check; and
- 7.2.2. Such additional documents as Seller or Escrow Agent may reasonably require to effectuate the purchase.
- 7.3. <u>Deliveries by Seller at Closing.</u> At Closing, Seller shall deliver to Buyer through Escrow the following:
- 7.3.1. An executed Warranty Deed in the form of **Exhibit E**, conveying fee simple title to the Fee Property;
- 7.3.2. One or more assignments of all the water rights and well registrations certificated or claimed in which Seller has an interest and appurtenant to the Property, if any, and all certificated or claimed Grandfathered Type 2 water rights, if any; and
- 7.3.3. Such additional documents as Buyer or Escrow Agent may reasonably require to effectuate the Purchase.
- 7.4. <u>Delivery of Possession</u>. Seller shall deliver possession of the Fee Property to Buyer at Closing.

7.5. <u>Security Interests.</u> Monies payable under this Agreement may be due to holders (the "Lienholders") of certain notes secured by mortgages or deeds of trust, up to and including the total amount of unpaid principal, interest and penalty on the notes, if any, and will, upon demand by the Lienholders, be paid to the Lienholders. Seller shall obtain from the Lienholders releases for any fee transfer.

8. Seller's Covenants.

- 8.1. <u>No Personal Property</u>. No personal property is being transferred pursuant to this Agreement. Seller represents that as of closing there will be no personal property located on the Fee Property.
- 8.2. <u>No Salvage</u>. Seller shall not salvage or remove any fixtures, improvements, or vegetation from the Fee Property, but this does not prohibit Seller from removing personal property prior to the Closing. In addition, prior to Closing, the Fee Property will not be materially degraded or otherwise materially changed in any aspect by Seller.
- 8.3. <u>Risk of Loss for Damage to Improvements</u>. Seller bears the risk of loss or damage to the Fee Property prior to Closing. After Closing, the risk of loss or damage to the Fee Property rests with Buyer.
- 8.4. <u>Government Approvals</u>. Seller shall obtain all government approvals required to close the sale of the Fee Property, if any.
- 8.5. <u>Use of Fee Property by Seller</u>. Seller shall, prior to the Closing, use the Fee Property on a basis substantially comparable to Seller's historical use thereof. Seller shall maintain the Fee Property in substantially the same condition as it is presently in, ordinary wear and tear excepted, and without liens or encumbrances that Seller will be able to cause to be released before the Closing.

- 8.6. <u>No Encumbrances</u>. Seller shall not encumber the Fee Property with any lien that Seller will be unable to cause to be released before Closing, and Seller shall not be entitled to sell or exchange all or any portion of the Fee Property before Closing without the prior written approval of Buyer; provided, however, that any such sale will be conditioned upon a written assumption by Buyer thereof of the obligations of Seller under this Agreement, and there will be no novation of Seller with respect to its obligations under this Agreement. From and after the Effective Date through the Closing, Seller will not enter into, execute or record any covenant, deed restriction, or any other encumbrance against the Fee Property. The recording of any such covenant, deed restriction, or other encumbrance, is a material breach of this Agreement and entitles Buyer to terminate this Agreement.
- 8.7. Reports. Seller shall make available to Buyer all documents relating to the Property that it has in its possession regarding the Property, including any and all surveys, information regarding wells and water rights, and environmental reports.

9. Environmental.

9.1. <u>Environmental Representations</u>. Buyer and Seller agree that neither party is assuming any obligation of the other party relating to any potential liability, if any, arising from the environmental condition of the Fee Property, each party remaining responsible for its obligations as set forth by law. Seller represents and warrants that, to the best of Seller's knowledge, no pollutants, contaminants, toxic or hazardous substances, wastes or materials have been stored, used or are located on the Fee Property or within any surface or subsurface waters thereof; that no underground tanks have been located on the Fee Property; that the Fee Property is in compliance with all Federal, state and local environmental laws, regulations and ordinances; and that no legal action of any kind has been commenced or threatened with respect to the Fee Property.

9.2. <u>Environmental Inspection Rights.</u>

- 9.2.1. From and after the Effective Date, Seller shall permit Buyer to conduct such inspections of the Fee Property as the Buyer deems necessary to determine the environmental condition of the Fee Property. If any environmental inspection recommends further testing or inspection, the Parties hereby agree to extend the date of Closing to at least thirty (30) days after the report for such additional testing or inspection is completed on behalf of Buyer, but not later than an additional one hundred eighty (180) day extension.
- 9.2.2. If any environmental inspection reveals the presence of contamination or the need to conduct an environmental cleanup, Buyer shall provide written notice to Seller, prior to Closing, of any items disapproved by Buyer as a result of Buyer's inspection (the "**Objection Notice**"). If Buyer sends an Objection Notice, Seller may, within five (5) business days of receipt of the Objection Notice, notify Buyer if Seller is willing to cure any of the items to which Buyer objected (the "**Cure Notice**"). If Seller elects not to send Buyer a Cure Notice or if Seller's Cure Notice is not acceptable to Buyer, then Buyer may elect to terminate this Agreement, in which case the Agreement will be terminated and of no further force and effect.
- 10. **Broker's Commission.** No broker or finder has been used and Buyer owes no brokerage or finders fees related to this Agreement. Seller has sole responsibility to pay all brokerage or finders fees to any agent employed.
- 11. **Default, Remedies, and Conditions Precedent**. In the event either Party defaults under this Agreement, the other Party shall be entitled to pursue all rights and remedies available at law or in equity, including specific performance. To the extent a Party seeks damages, the recovery is limited to actual damages, not to exceed \$272,500.00 (including any losses or penalties suffered by Buyer as a result of any violation of federal arbitrage violations caused by a wrongful failure of Seller to perform). Neither Party is entitled to exemplary, punitive, special, indirect or consequential damages.

12. **Exhibits**. The following Exhibits are fully incorporated herein as if set forth at length. To the extent that any Exhibits to this Agreement are not available at the execution thereof, they will be added by the Parties prior to Closing and will be in form and substance reasonably satisfactory to the Parties.

Exhibit A Description of Fee Property

Exhibit A-1 Depiction Showing Fee Property

Exhibit B Penorted Exceptions to Title

Exhibit B Reported Exceptions to Title

Exhibit C Seller Disclosure of Water Rights

Exhibit D Seller Disclosure of Underground Improvements

Exhibit E Form of Deed for Fee Property

13. **Miscellaneous Provisions**. The following miscellaneous provisions apply to this Agreement:

13.1. Notices.

- 13.1.1. Writing. All notices required or permitted to be given hereunder must be in writing and mailed by first class, registered, certified or overnight mail, return receipt requested, postage prepaid, or transmitted by electronic mail, facsimile, or hand delivered, addressed to Seller's address or Buyer's address.
- 13.1.2. Receipt. If mailed, all such notices, demands, requests, or other communications are deemed received upon the expiration of seventy-two (72) hours after deposit in the U.S. mail as aforesaid. Notice served personally or by electronic mail or facsimile is deemed served upon delivery thereof to the addressee. Rejection or other refusal to accept or the inability to deliver because of changed address of which no notice was given is deemed to be receipt of the notice, demand or request sent. Any party entitled to notices hereunder may from time to time designate to the other parties, in writing and given in accordance with this Section, a different address for service of notice.
- 13.2. <u>Governing Law.</u> This Agreement is subject to, and interpreted by and in accordance with, the laws of the State of Arizona. Any action to be brought under this Agreement must be filed and maintained in a court in Pima County, Arizona.

- 13.3. <u>Entire Agreement</u>. This Agreement is the entire Agreement of the Parties respecting the subject matter hereof. There are no other agreements, representations or warranties, whether oral or written, respecting the subject matter hereof.
- 13.4. <u>Interpretation</u>. This Agreement, and all the provisions of this Agreement, is deemed drafted by all of the Parties. This Agreement will not be interpreted strictly for or against any Party, but solely in accordance with the fair meaning of the provisions hereof to effectuate the purposes and intent of this Agreement.
- 13.5. <u>No Representations</u>. Each Party has entered into this Agreement based solely upon the agreements, representations and warranties expressly set forth herein and upon that Party's own knowledge and investigation. Neither Party has relied upon any representation or warranty of any other Party except any such representations or warranties as are expressly set forth herein.
- 13.6. <u>Signing Authority</u>. Each of the persons signing below on behalf of a Party represents and warrants that the signer has full requisite power and authority to execute and deliver this Agreement on behalf of the Party for whom the signer signs and to bind such Party to the terms and conditions of this Agreement.
- 13.7. <u>Counterparts</u>. This Agreement may be executed in counterparts, each of which is effective as an original. This Agreement becomes effective only when all of the Parties have executed the original or counterpart hereof. This Agreement may be executed and delivered by a facsimile transmission or email of a counterpart signature page hereof.
- 13.8. Attorney's Fees and Costs. In any action brought by a Party to enforce the obligations of any other Party, the prevailing Party is entitled to collect from the opposing Party to such action such Party's reasonable litigation costs and attorney's fees and expenses, including court costs, reasonable fees of accountants and experts, and other expenses incidental to the litigation in addition to all other relief, all of which will be set by a judge and not by a jury, to which the prevailing Party may be entitled.
- 13.9. <u>Binding Affect</u>. This Agreement is binding upon and inures to the benefit of the Parties and their respective successors and permitted assigns.

- 13.10. <u>No Third Party Beneficiaries</u>. This is not a third party beneficiary contract. No person or entity other than a Party signing this Agreement has any rights under this Agreement, except as expressly provided in this Agreement.
- 13.11. <u>Amendment</u>. This Agreement may be amended or modified only in a writing signed by the Parties, which specifically references this Agreement.
- 13.12. <u>No Partnership</u>. Nothing in this Agreement creates a partnership or joint venture, or authorizes any Party to act as agent for or representative of any other Party.
- 13.13. <u>No Waiver</u>. The failure of a Party to require full or timely performance of any obligation arising under this Agreement (whether on a single occasion or on multiple occasions) is not a waiver of any such obligation. No such failure gives rise to any claim of estoppel, laches, course of dealing, amendment of this Agreement by course of dealing, or other defense of any nature to any obligation arising hereunder.
- 13.14. <u>Time of the Essence</u>. Time is of the essence with respect to each obligation arising under this Agreement.
- 13.15. <u>Conflict of Interest</u>. This Agreement is subject to cancellation within three (3) years after its execution pursuant to <u>A.R.S. § 38-511</u> if any person significantly involved in initiating, negotiating, securing, drafting, or creating this Agreement on behalf of Buyer is, at any time while this Agreement or any extension of the Agreement is in effect, an employee or agent of any other party to the Agreement with respect to the subject matter of the Agreement.

SELLER'S APPROVAL AND ACCEPTANCE:

Title Security Agency LLC, a Delaware limit Trust No. 201924-S	ed liability company, as Trustee under
Ronda Tatro	_ _ (printed name)
Date: 7-3-2024	_

BUYER'S APPROVAL AND ACCEPTANCE:

PIMA COUNTY FLOOD CONTROL DISTRICT, a political taxing authority of the State of Arizona:

Adelita S. Grijalva Chair, Board of Directors	Date
ATTEST:	
Melissa Manriquez, Clerk of Board	Date
RECOMMENDATIONS/FOR APPROVAL: Jeffrey Teplitsky, Director, Real Property Services Carmine DeBonis, Jr., Deputy County Administrator	7/24/2024 Date Date
APPROVED AS TO FORM:	
Tool of	07/18/2024
Rachelle Barr, Deputy County Attorney	Date

EXHIBIT "A"

File No.: 2249688

PARCEL 1:

Lots 148 thru 159 of HUNTER SUBDIVISION NO. 2, a subdivision of Pima County, Arizona, according to the plat of record in the office of the County Recorder in Book 24 of Maps and Plats, page 97.

PARCEL 2:

Lots 223 thru 228 of HUNTER SUBDIVISION NO. 2, a subdivision of Pima County, Arizona, according to the plat of record in the office of the County Recorder in Book 24 of Maps and Plats, page 98.

This page is only a part of a 2021 ALTA® Commitment for Title Insurance. This Commitment is not valid without the Notice; the Commitment to Issue Policy; the Commitment Conditions; Schedule A; Schedule B, Part I - Requirements; and Schedule B, Part II - Exceptions; and a countersignature by the Company or its issuing agent that may be in electronic form.

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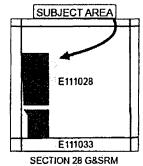
File No.: 2249688

ALTA Commitment for Title Insurance Schedule A (07-01-2021) Page 3 of 11



EXHIBIT A-1

SECTION 28 TOWNSHIP 11 SOUTH RANGE 10 EAST



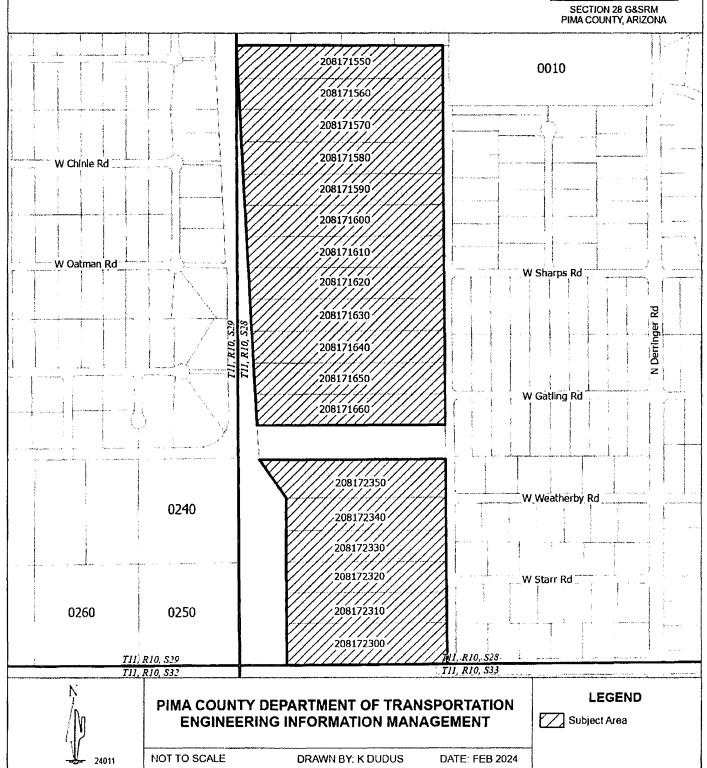


Exhibit B

ALTA COMMITMENT FOR TITLE INSURANCE (07-01-2021) SCHEDULE B PART II

ISSUED BY STEWART TITLE GUARANTY COMPANY

File No.: 2249688

Exceptions

Some historical land records contain Discriminatory Covenants that are illegal and unenforceable by law. This Commitment and the Policy treat any Discriminatory Covenant in a document referenced in Schedule B as if each Discriminatory Covenant is redacted, repudiated, removed, and not republished or recirculated. Only the remaining provisions of the document will be excepted from coverage.

The Policy will not insure against loss or damage resulting from the terms and conditions of any lease or easement identified in Schedule A, and will include the following Exceptions unless cleared to the satisfaction of the Company:

NOTE: Exceptions 1 through 8, inclusive and as shown below, will be eliminated from any A.L.T.A. Extended Coverage Policy, A.L.T.A. Homeowner's Policy, A.L.T.A. Expanded Coverage Residential Loan Policy and any short form versions thereof. However, the same or similar exception may be made in Schedule B of those policies in conformity with Schedule B, Part Two of this Commitment.

- Any defect, lien, encumbrance, adverse claim, or other matter that appears for the first time in the Public Records or is created, attaches, or is disclosed between the Commitment Date and the date on which all of the Schedule B, Part I - Requirements are met.
- Taxes or assessments which are not shown as existing liens by the records of any taxing authority that levies taxes or assessments on real property or by the public records.
 - Proceedings by a public agency which may result in taxes or assessments, or notices of such proceedings, whether or not shown by the records of such agency or by the public records.
- Any facts, rights, interests or claims which are not shown by the public records but which could be ascertained by an inspection of the land or by making inquiry of persons in possession thereof.
- 4. Easements, liens or encumbrances, or claims thereof, which are not shown by the public records.
- 5. Discrepancies, conflicts in boundary lines, shortage in area, encroachments, or any other facts which a correct survey would disclose, and which are not shown by the public records.
- 6. (a) Unpatented mining claims; (b) reservations or exceptions in patents or in Acts authorizing the issuance thereof; (c) water rights, claims or title to water.
- 7. Any right, title, interest, estate or easement in land beyond the lines of the area specifically described or referred to in Schedule A, or in abutting streets, roads, avenues, alleys, lanes, ways or waterways, but nothing in this paragraph shall modify or limit the extent to which the ordinary right of an abutting owner for access to a physically open street or highway is insured by this policy.
- 8. Any lien, or right to a lien, for services, labor or material heretofore or hereafter furnished, imposed by law and not shown by the public records.

This page is only a part of a 2021 ALTA® Commitment for Title Insurance. This Commitment is not valid without the Notice; the Commitment to Issue Policy; the Commitment Conditions; Schedule A; Schedule B, Part I - Requirements; and Schedule B, Part II - Exceptions; and a countersignature by the Company or its issuing agent that may be in electronic form.

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File No.: 2249688

ALTA Commitment for Title Insurance Schedule BII (07-01-2021) Page 9 of 11





ALTA COMMITMENT FOR TITLE INSURANCE (07-01-2021) SCHEDULE B PART II

ISSUED BY STEWART TITLE GUARANTY COMPANY

- Taxes and assessments collectible by the County Treasurer, Second Installment a lien payable but not yet due for the year 2023.
- Taxes and assessments collectible by the County Treasurer, not yet due and payable for the 2024.
- 11. Any action by the County Assessor and/or Treasurer, altering the current or prior tax assessment, subsequent to the date of the Policy of Title Insurance.
- Water rights, claims or title to water, and agreements, covenants, conditions or rights incident thereto, whether or not shown by the public records.
- 13. Reservations or exceptions in Patents or in Acts authorizing the issuance thereof.
- 14. Minerals of whatsoever kind, subsurface and surface substances, including but not limited to coal, lignite, oil, gas, uranium, clay, rock, sand and gravel in, on, under and that may be produced from the Land, together with all rights, privileges, and immunities relating thereto, whether or not appearing in the Public Records or listed in Schedule B. The Company makes no representation as to the present ownership of any such interests. There may be leases, grants, exceptions or reservations of interests that are not listed.
- 15. Liabilities and obligations imposed upon said land by reason of its inclusion within any district formed pursuant to Title 48 Arizona Revised Statutes.
- 16. Liabilities and obligations imposed upon said land by reason of its inclusion within Pima County Flood District.
- 17. Reservations, exceptions, easements and rights in Patents from the United States of America recorded in <u>Book 231</u> of <u>Deeds</u>, page 106 and in Book 298 of Deeds, page 237.
- 18. Easements, restrictions, reservations and conditions as set forth on the recorded plat of said subdivision recorded in Book 24 of Maps and Plats at page 97; affected by instruments recorded in Docket 10691, page 1067 and Docket 12333, pages 600 and re-recorded in Sequence No. 20192800783 and Docket 12333 at page 603.
- 19. Easements, restrictions, reservations and conditions as set forth on the recorded plat of said subdivision recorded in Book 24 of Maps and Plats at page 98; affected by instruments recorded in Docket 11337, page 1173 and Docket 12333, pages 600 and re-recorded in Sequence No. 20192800783 and Docket 12333 at page 603.
- 20. Easement for ingress and egress, and rights incident thereto, as set forth in instrument recorded in <u>Docket 2156</u>, page 129 and Docket 4436, page 137.
- 21. Existing encroachment as disclosed by Deed recorded in Docket 8345, page 1489.
- 22. Liabilities and obligations imposed upon said land by reason of its inclusion within Marana Domestic Water Improvement District recorded in <u>Docket 10777</u>, page 1912.
- 23. Terms, conditions, restrictions and easements as set forth in Drainage Easement recorded in <u>Docket 12333, page 606</u> and Corrected in Sequence No. <u>2019200598.</u>

This page is only a part of a 2021 ALTA® Commitment for Title Insurance. This Commitment is not valid without the Notice; the Commitment to Issue Policy; the Commitment Conditions; Schedule A; Schedule B, Part I - Requirements; and Schedule B, Part II - Exceptions; and a countersignature by the Company or its issuing agent that may be in electronic form.

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File No.; 2249688



ALTA COMMITMENT FOR TITLE INSURANCE (07-01-2021) SCHEDULE B PART II

ISSUED BY STEWART TITLE GUARANTY COMPANY

- 24. Terms, conditions, liabilities and/or obligations arising by reason of Assurance Agreement recorded in Docket 12883 at page 2493; Amendment to Trust recoded in Docket 12883 at page 2498 and Substitute Assurance Agreement recorded in Sequence No. 20192100224. <u>Documents</u>
- 25. Terms, conditions, liabilities and/or obligations arising by reason of Assuranced Agreement recorded in Docket 12883 at page 2501; Amendment to Trust recorded in Docket 12883 at page 2506 and Substitue Assurance Agreement recorded Sequence No. 20192100225. <u>Documents</u>
- 26. Terms, conditions, restrictions and easements as set forth in Perpetual USPS Mailbox Easement recorded in Sequence No. 20230250474 and Sequence No. 20230670126.
- 27. Any adverse claim to any portion of said land which has been created by artificial means or which is accretion, alluvion, dereliction or avulsion with particular reference to that portion of the subject property lying within Brawley Wash and any arroyos and its tributaries.
- 28. Any easements or rights of way not disclosed by those public records which impart constructive notice and which are not visible and apparent from an inspection of the surface of said land,

This page is only a part of a 2021 ALTA® Commitment for Title Insurance. This Commitment is not valid without the Notice; the Commitment to Issue Policy; the Commitment Conditions; Schedule B, Part I - Requirements; and Schedule B, Part II - Exceptions; and a countersignature by the Company or its issuing agent that may be in electronic form.



Exhibit C

Wells & Water Rights Seller's Questionnaire

Seller Name: __Title Security Agency LLC, a Delaware limited liability company, as Trustee under Trust No. 201924-S

Tax Parcel Number(s): 208-17-1550 through 1660 and 208-17-2300 through 2350

Date: March 21, 2024

As part of the proposed acquisition of the above-referenced parcel(s), Pima County may also be acquiring some or all of Seller's wells, groundwater and/or surface water rights. The purpose of this questionnaire is for Seller to disclose all information of which Seller is or may be aware, pertaining to Seller's interest in wells and water rights, as well as the current status of those wells and water rights. Each of the questions set forth below should be carefully answered, to the best of Seller's knowledge and information, *by supplying the information requested in the grid which follows each section*. If more space is needed to answer, clarify, or explain one or more questions, please use additional sheets.

A. QUESTIONS PERTAINING TO WELLS.

(1.) List *all* wells situated on the subject property and list the tax parcel number of the property on which each well is situated.

NONE EXIST

- 2.) For each well listed in question #1 above, list the corresponding Well Registration Number assigned by the Arizona Department of Water Resources ("ADWR").
- (3.) For each well listed in question #1 above, list that well's current operational status, for example, "fully operational", "no longer in use", "capped" or "legally abandoned". Please note that "legally abandoned" means that all procedures required under ADWR regulations have been followed to have the well declared legally abandoned.

(4.) For each well listed in question #1 above, list the main purpose for which each such well is currently utilized (For example, "domestic", "irrigation", "industrial" "mining", etc.). Please note that the term "irrigation" means the application of water to 2 or more acres for plants or crops which will be used for sale or for human or animal consumption.

(5.) For each well listed in question #1 above, state whether a Statement of Claimant ("SOC") has been filed in the Gila River Adjudication (Yes or No).

	Location by Tax Parcel Number	ADWR Registration Number	Current Operational Status	Principal Use of Well	SOC Filed (Y/N)	SOC # If Applicable
Well #1						
Well #2						
Well #3						
Well #4						
Well #5						
Well #6						
Well #7						

B. QUESTIONS PERTAINING TO CERTIFICATED GROUNDWATER RIGHTS.

(5.a) Does the property have a grandfathered irrigation groundwater right ("GIR")? (Yes/No). If no, skip to Question #6.

NO

(5.b) If yes,

- 1. Identify each GIR appurtenant to the subject property by listing its corresponding Certificate of Grandfathered Groundwater Irrigation Right number assigned by ADWR,
- 2. List the tax parcel number(s) of the property (ies) which may be irrigated under each such GIR,
- 3. List the maximum number of acres permitted to be irrigated under each such GIR,
- 4. List the well or wells with which each such GIR is associated. Use the ADWR Well Registration numbers above to identify the associated well(s),
 - 5. Is the GIR is currently in use (Y or N)?
- 6. Are any of your GIR's leased to a third party? (Y/N). If yes, give the name and address of the lessee and identify the GIR by ADWR Certification #, and please provide a copy of each such lease.

NO

	ADWR Certificate Number	Tax Parcel Number(s)	Irrigated Acreage	Associated Well by Registration #	Is Right Currently in Use? (Y or N)
GIR#1					
GIR #2					
GIR #3					

GIR #4			
GIR #5			
GIR #6			
GIR #7			

(6.a) Does the property have a grandfathered Type 1 non-irrigation groundwater right ("Type I Right") (Yes/No)? If no skip to Question #7.

NO

(6.b) If yes,

- 1. List all Type I Rights appurtenant to the subject property by listing its corresponding Certificate of Grandfathered Type I Groundwater Non-Irrigation Right number assigned to each such right by ADWR.
 - 2. Indicate the use or uses to which each Type I Right is currently being put.
- 3. Identify the well with which each Type I Right is associated by its ADWR well registration number.
- 4. Identify the parcel number of the parcel to which each Type I Right is appurtenant.

	ADWR Certificate Number	Current Use of TIR	Associated Well by Well Registration #	Appurtenant Parcel #
TIR				
#1				

TIR		
#2		
TIR		
#3		
TIR		
#4		
TIR		
#5		

(6.c) Are any of your Type I rights leased to a third party? (Y/N) If yes, give the name and address of the lessee and identify the leased Right by ADWR Certification #, and please provide a copy of each such lease.

(7.a) Does the property have a Type II non-irrigation groundwater right ("Type II Right")? (Yes/No). If no skip to Question #8.

NO

(7.b) If yes,

- 1. List each Type II Right by listing its corresponding Certificate of Grandfathered Type II Groundwater Non-Irrigation Right number assigned by ADWR.
 - 2. List the use to which each Type II Right is currently being put.
- 3. List the ADWR Well Registration Number of the well to which each Type II Right is currently associated.
- 4. Are any of your Type II Rights leased to a third party? (Y/N) If yes, give the name and address of the lessee and identify the leased Type II Right by ADWR Certification #.

	ADWR Certificate Number	Current Use to Which Type II is Being Put	Associated Well by Well Registration #
Type II #1			
Type II #2			
Type II #3			
Type II #4			

C. QUESTIONS PERTAINING TO SURFACE WATER RIGHTS.

- (8.a.) Does the property have a surface water right (Yes/No)? If no, skip to Question #9.(8.b) If yes,
- 1. List each surface water right ("SWR") associated with the subject property by listing its corresponding Certificate of Surface Water Right number assigned by ADWR.
- 2. List the purpose, if any, for which each SWR is currently being utilized. (For example, domestic, stock watering, irrigation, mining, in stream flow, other).
- 3. For each SWR, state whether a Statement of Claimant has been filed in the Gila River Adjudication (Yes or No).

4. Are any of your SWRs leased to a third party? (Y/N) If yes, give the name and address of the lessee and identify the leased SWR by ADWR Certification #, and please provide a copy of each such lease.

ADWR Certificate Number	Current Use to Which SWR is Being Put	Statement of Claimant Filed? (Yes or No)	SOC # If Applicable
	Certificate	Certificate Which SWR is	Certificate Which SWR is Claimant Number Being Put Filed? (Yes or

D. QUESTIONS PERTAINING TO WELL SHARE AGREEMENTS.

9. Are any of the parcels subject to a well share agreement? If so, please list the parcel
on which the well sits and whether or not it is owned by you.
NO

10. Please provide the County a copy of the Well Share Agreement.

Well & Water Rights Seller's Questionnaire 6-23-11

Exhibit D

Owner Disclosure of Underground Improvements in Right of Way

Owner's Name: Title Security Agency LLC, a Delaware limited liability company, as Trustee under Trust No. 201924-S; DBA: First LLC Parcel Number(s): 208-17-1550 through 1660 and 208-17-2300 through 2350 Date: March 21, 2024 The purpose of this questionnaire is for Owner to disclose all information of which Owner is aware, pertaining to the location of septic tanks, septic or leach fields, alternative waste disposal systems, or other improvements in the right of way being acquired which may be impacted by the County's proposed construction project. If more space is needed to answer one or more questions, please attach additional sheets or maps as needed. 1. Is there a septic tank, septic or leach field, or alternative waste disposal system located in the right of way to be acquired? Yes No X If NO, skip to question #2 Describe septic facility: Is the septic tank/field still in use? Yes No If Yes, Owner and County agree to the following arrangement concerning the facility: 2. Are you aware of any irrigation or other improvements in the right of way which may impact construction? Yes No X If YES, please explain.

EXHIBIT "E"

WARRANTY DEED

For valuable consideration, I (or we), <u>Title Security Agency LLC</u>, a <u>Delaware limited liability</u> company, as <u>Trustee under Trust No. 201924-S</u> ("Grantors"), do/does hereby convey to Pima County Flood Control District, a political taxing subdivision of the State of Arizona, the following described property situate in Pima County, Arizona:

SEE ATTACHED EXHIBIT "A" FOR LEGAL DESCRIPTION AND ATTACHED EXHIBIT "A-1" FOR DEPICTION

Trustees named herein states that pursuant to the provision of ARS 33-404, is First, LLC, a Virginia limited liability company, 216 Camilla Way, Hendersonville, NC 28739

SUBJECT TO all matters of record.

And I or	we do warrant the sitle	against all	persons	whomsoever,	subject	only to	matters
above set forth.			•	·	J	-	

Dated thisday of _	, 2024.	
	Grantor	
STATE OF ARIZONA)	
COUNTY OF PIMA) ss)	
	wledged before me this day of, 20)24, by

EXEMPTION: A.R.S. §11-1134.A.3.		Board of Directors:	Right of Way [] Parcel [x]	
Agent: AG	File #: Acq- 0999	Activity #:	P[] De[] Do[] E[]	

My Commission Expires:	Notary Public

EXEMPTION: A.R.S. §11-1134.A.3.		Board of Directors:	Right of Way [] Parcel [x]	
Agent: AG	File #: Acq- 0999	Activity #:	P[] De[] Do[] E[]	