

BOARD OF SUPERVISORS AGENDA ITEM REPORT AWARDS / CONTRACTS / GRANTS

C Award C Contract C Grant	Requested Board Meeting Date: January 10, 2023
* = Mandatory, information must be provided	or Procurement Director Award:
*Contractor/Vendor Name/Grantor (DBA):	
Catalina Foothills Adult Care Inc.	
*Project Title/Description:	
Acquisition Agreement – Acq-1146	
*Purpose:	
Finger Rock Wash flooding that occurred in the summers subject property, and the 2022 flood left the subject pro	t") will acquire floodprone land and improvements. The acquisition is a result of 5 of 2021 and 2022. The 2021 flood damaged the contents of the structure of the perty in an uninhabitable condition. The purpose of the acquisition will be to all thome care use and to demolish the improvements. Acquiring and removing of the Floodprone Land Acquisition Program.
*Procurement Method:	
Exempt pursuant to Pima County Code 11.04.020	
*Program Goals/Predicted Outcomes:	
The District will acquire property under the Floodprone La	and Acquisition Program
*Public Benefit:	
Floodprone land will be removed from future developmen The benefit to the public will be that no future flood event	t and the existing residential structure will be removed from potential future flooding will place the subject property in danger of loss of improvements or loss of life.
*Metrics Available to Measure Performance:	
The District will acquire a 9 bedroom residential structure includes the appraised value of \$1,500,000, minus FEMA i	located on .97 acres of land for a not to exceed amount of \$1,336,900. This amount nsurance money of \$183,900 received by Seller, and up to \$20,800 in closing costs.
*Retroactive:	

No

TO: COB 12/93/22 (1) ver:1 Pgs:18

DEC23°22AM0836P0

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>CT</u>	Department Code: RPS	Contract Number (i.e., 15-123): 23*0282
Commencement Date: 1/10/2023	Termination Date: 1/9/2024	Prior Contract Number (Synergen/CMS):
Expense Amount \$ <u>1,336,900.00</u> *	Reve	nue Amount: \$
*Funding Source(s) required: Flood Contro	ol Non-Bond Projects	
Funding from General Fund?	No If Yes \$	%
Contract is fully or partially funded with Fed If Yes, is the Contract to a vendor or subr		
Were insurance or indemnity clauses modif If Yes, attach Risk's approval.		
Vendor is using a Social Security Number? If Yes, attach the required form per Administra	C Yes • No ative Procedure 22-10.	
Amendment / Revised Award Information	<u>n</u>	
Document Type:	Department Code:	Contract Number (i.e., 15-123):
Amendment No.:	AMS	S Version No.:
Commencement Date:	New	Termination Date:
	Prio	r Contract No. (Synergen/CMS):
C Expense C Revenue C Increase	C Decrease Amo	ount This Amendment: \$
Is there revenue included?	No If Yes \$	
*Funding Source(s) required:		
Funding from General Fund?	No If Yes \$	%
Grant/Amendment Information (for gran	nts acceptance and awards)	C Award C Amendment
Document Type:	Department Code:	Grant Number (i.e., 15-123):
Commencement Date:	Termination Date:	Amendment Number:
Match Amount: \$	Revenu	e Amount: \$
*All Funding Source(s) required:		
*Match funding from General Fund? $^{\!$	Yes C No If Yes \$	
*Match funding from other sources? C *Funding Source:	Yes C No If Yes \$	
*If Federal funds are received, is funding	coming directly from the Federa	government or passed through other organization(s)?
Contact: Dana Hausman		
Department: Real Property Services	10	Telephone:
Department Director Signature:	1 for Jef	FTEPLITSKY Date: 12/19/22
Deputy County Administrator Signature:	0000	Date: 12/19/2022
County Administrator Signature:	0	Date: 1/22 /2022



ACQUISITION AGREEMENT - ACQ-1146

- 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> Catalina Foothills Adult Care Inc., an Arizona corporation
- 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 One Million Three Hundred Sixteen Thousand One Hundred Dollars (\$1,316,100.00)
- 1.4. <u>Buyer's Maximum Costs</u>: the sum of (i) Buyer's share of Closing Cost, and (ii) Buyer's share of Prorations, which combined shall not exceed Twenty Thousand Eight Hundred Dollars (\$20,800.00)
- 1.5. <u>Title Company</u>: Stewart Title & Trust of Tucson, Paula Woodard, Escrow Officer, 3939 E. Broadway Blvd., Tucson, AZ 85711; Phone: (520) 327-7373; E-mail: paula.woodard@stewart.com
- 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 Directors.
- 1.7. <u>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 Property, if any.

- 1.8. Removed Exceptions: items 11 & 12 on Exhibit B
- 1.9. Seller's Address: 4250 E. Havasu Road, Tucson, AZ 85718
- 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: Jeffrey.teplitsky@pima.gov
- 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 Property; Right of Entry.** 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 Property;
- 3.2. The right for Buyer, its agents and contractors, to enter upon the Property (the "ROE") prior to closing to inspect the Property and to conduct other non-ground-disturbing activities, provided that such activities do not unduly disturb Seller's use of the 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 Property.
- 4.1. <u>Wells and Water Rights</u>. Seller warrants that there are no wells on or water rights associated with the Property.
- 4.2. <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 Property, except as specifically identified on **Exhibit C** 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 equally divided between Seller and Buyer. Recording fees, if any, be paid by Buyer.
- 5.1.2. Seller will pay for a Standard Owner's Title Insurance Policy for the Property, in the amount of the Purchase Price. In the event Buyer desires an Extended Owners Title Policy, or any specific endorsements to the Standard Owner's Title Insurance Policy, Seller will pay that portion of the premium allocable to a Standard Owner's Title Insurance Policy, and Buyer will pay that portion of the premium allocable to the additional coverage.
 - 5.1.3. Seller will pay for any necessary Releases.
 - 5.1.4. Buyer will pay other Closing 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 which 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 exceptions on **Exhibit B** other than the Removed Exceptions, and the standard printed exceptions in the policy; provided, however, that notwithstanding **Exhibit B**, all monetary liens and encumbrances on the Fee Property will be removed before Closing, unless this Agreement expressly provides for the prorating of any such lien or encumbrance.

7. Closing.

- 7.1. <u>Closing Date</u>. The Closing of the sale of the 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, provided however, that Buyer may extend the Closing until thirty (30) days after receipt of all necessary releases or consents from Lienholders. 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 D**;
- 7.3.2. A Standard Owner's Title Insurance Policy for the Property, in the amount of the Purchase Price, subject only to the exceptions on **Exhibit B** other than the Removed Exceptions, and the standard printed exceptions in the policy; provided, however, that notwithstanding **Exhibit B**, all monetary liens and encumbrances on the Property will be removed before Closing, unless this Agreement expressly provides for the prorating of any such lien or encumbrance; 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 Property to Buyer at Closing.
- 7.5. <u>Security Interests.</u> Monies payable under this Agreement may be due 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 Property.
- 8.2. <u>No Salvage</u>. Seller shall not salvage or remove any fixtures, improvements, or vegetation from the Property, but this does not prohibit Seller from removing personal property prior to the Closing. In addition, prior to Closing, the 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 Property prior to Closing. After Closing, the risk of loss or damage to the Property rests with Buyer.
- 8.4. <u>Government Approvals</u>. Seller shall obtain all government approvals required to close the sale of the Property, if any.
- 8.5. <u>Use of Property by Seller</u>. Seller shall, prior to the Closing, use the Property on a basis substantially comparable to Seller's historical use thereof. Seller shall maintain the 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 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 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 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 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 Property or

within any surface or subsurface waters thereof; that no underground tanks have been located on the Property; that the 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 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 Property as the Buyer deems necessary to determine the environmental condition of the 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 (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 Property

Exhibit A-1 Depiction Showing Property

Exhibit B Permitted Exceptions for Property

Exhibit C Seller Disclosure of Underground Improvements

Exhibit D Form of Deed for 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>Flood Insurance Condition Assignment of Insurance Proceeds</u>. The Parties acknowledge that the Seller may be entitled to or may have already received monetary compensation for flood damage to the subject real property improvements and fixtures thereon under the Seller's homeowners and food insurance policies. In the event Seller is entitled to any such compensation, Seller agrees to provide all information and assistance necessary to receive said compensation and does hereby assign all such compensation to

Buyer and/or authorizes, by this Agreement, Seller's insurance carrier to pay any compensation owed to Seller directly to Buyer pursuant to this Agreement.

- 13.4. <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.
- 13.5. <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.
- 13.6. <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.
- 13.7. <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.
- 13.8. <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.
- 13.9. 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.
- 13.10. <u>Binding Affect</u>. This Agreement is binding upon and inures to the benefit of the Parties and their respective successors and permitted assigns.

- 13.11. <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.
- 13.12. <u>Amendment</u>. This Agreement may be amended or modified only in a writing signed by the Parties, which specifically references this Agreement.
- 13.13. <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.
- 13.14. <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.
- 13.15. <u>Time of the Essence</u>. Time is of the essence with respect to each obligation arising under this Agreement.
- 13.16. <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:

CATALINA FOOTHILLS ADULT CARE INC.	., an Arizona corporation
By: But lieble	By: Julio
Brent Pichler	As: Vici Krisilent
As: President	,
Date: 11/16/2022	Date: "/16/2022

Buyer's Approval and Acceptance:

Approved and accepted by the Pima County authority of the State of Arizona	Flood Control District, a political taxing
Sharon Bronson, Chair, Board of Directors of the Pima County Flood Control District	Date:
ATTEST:	
	Date:
Melissa Manriquez, Clerk of the Board of Direct of the Pima County Flood Control District	cors
APPROVED AS TO CONTENT: By Iz 14 wrz Jeffrey Teplitsky, Director Real Property Services	
By 12/19/2 Carmine DeBonis Deputy County Administrator-Public Works	2022
APPROVED AS TO FORM:	

RE: 109-05-208A

Rachelle Barr, Deputy County Attorney

12/13/2022

EXHIBIT A

ALTA COMMITMENT FOR TITLE INSURANCE (07-01-2021) LEGAL DESCRIPTION

ISSUED BY STEWART TITLE GUARANTY COMPANY

File No.: 1809902

PARCEL ONE:

Lot 208 of CORONADO FOOTHILLS ESTATES, Pima County, Arizona according to the plat of record in the office of the County Recorder of Pima County, Arizona in Book 16 of Maps and Plats at page 63.

Except all coal and other minerals as reserved in the Patent from the United States of America.

PARCEL TWO:

A portion of Lot 207 of CORONADO FOOTHILLS ESTATES, Pima County, Arizona according to the plat of record in the office of the County Recorder of Pima County, Arizona in Book 16 of Maps and Plats at page 63 more particularly described as follows:

Commencing at the most Northerly corner of said Lot 207, said corner being a one half inch steel pin and the True Point of Beginning;

Thence South 65 degrees, 19 minutes, 40 seconds West a distance of 152.00 feet along the common line between Lots 207 and 208 of said Coronado Foothills Estates;

Thence North 68 degrees, 50 minutes, 11 seconds East a distance of 68.63 feet;

Thence North 62 degrees, 26 minutes, 54 seconds East a distance of 83.61 feet to the True Point of Beginning

Except all coal and other minerals as reserved in the Patent from the United States of America.

APN: 109-05-208A

PARCEL THREE

An easement for ingress, egress and driveway purposes over a portion of Lot 209 of CORONADO FOOTHILLS ESTATES, Pima County, Arizona according to the plat of record in the office of the County Recorder of Pima County, Arizona in Book 16 of Maps and Plats at page 63 more particularly described as follows:

Commencing at the most Easterly corner of said Lot 209, said corner being the True Point of Beginning;

Thence South 37 degrees, 15 minutes, 30 seconds West a distance of 155.00 feet along the common line between Lot 209 and Lot 208;

Thence North 52 degrees, 44 minutes, 30 seconds West a distance of 9.00 feet;

Thence North 35 degrees, 25 minutes, 19 seconds East a distance of 155.63 feet to a point on the Northerly line of said Lot 209 said point being a point on a curve from which the radius point bears South 37 degrees, 40 minutes, 57 seconds West a distance of 220.00 feet;

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.: 1809902

ALTA Commitment for Title Insurance Schedule A (07-01-2021)

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ALTA COMMITMENT FOR TITLE INSURANCE (07-01-2021) EXHIBIT "A" LEGAL DESCRIPTION

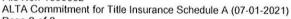
ISSUED BY STEWART TITLE GUARANTY COMPANY

Thence 14.00 feet Southeasterly along the latter mentioned curve concave to the Southwest, having a central angle of 03 degrees, 38 minutes, 46 seconds and a radius of 220.00 feet to the True Point of Beginning.

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.

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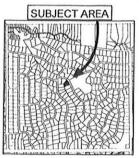


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EXHIBIT A-1

SECTION 03 TOWNSHIP 13 SOUTH RANGE 14 EAST



SECTION 03 G&SRM PIMA COUNTY, ARIZONA

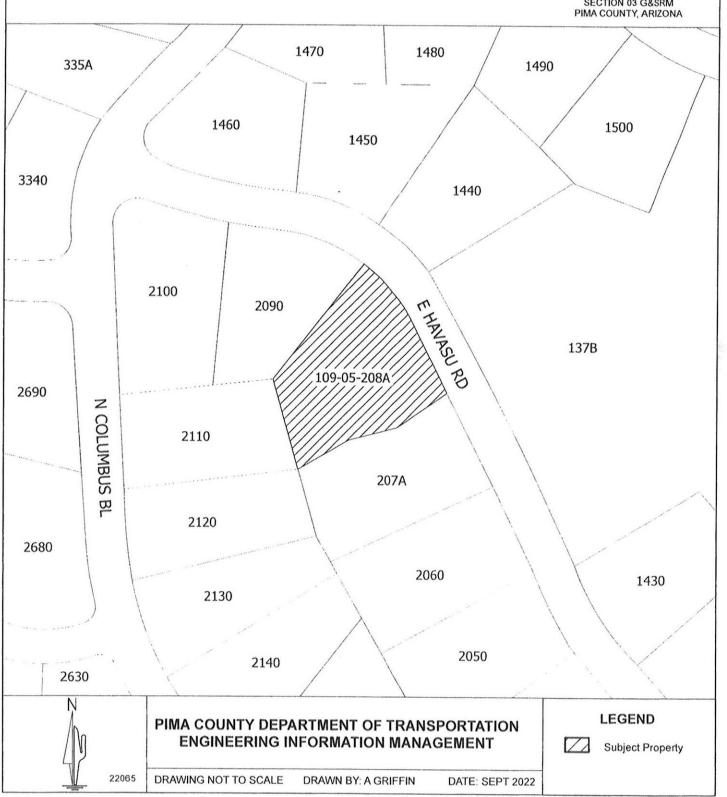


EXHIBIT B

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

ISSUED BY STEWART TITLE GUARANTY COMPANY

File No.: 1809902

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:

- 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.
- (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.
- 9. Rights of parties in possession.
- 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.

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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ALTA Commitment for Title Insurance Schedule BII (07-01-2021)

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

ISSUED BY STEWART TITLE GUARANTY COMPANY

- 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.
- 12. Taxes and assessments collectible by the County Treasurer, a lien not yet due and payable for the year 2022.
- 13. Reservations or exceptions in Patents or in Acts authorizing the issuance thereof.
- 14. Water rights, claims or title to water, and agreements, covenants, conditions or rights incident thereto, whether or not shown by the public records. This exception is not limited by reason of the disclosure of any matter relating to Water Rights as may be set forth elsewhere in Schedule B.
- Liabilities and obligations imposed upon said land by reason of its inclusion within any district formed pursuant to Title 48 Arizona Revised Statutes.
- 16. Easements, restrictions, reservations, conditions, set-back lines and all other matters as set forth on the <u>plat</u> of said subdivision, but deleting any covenant, condition or restriction indicating a preference, limitation or discrimination based on race, color, religion, sex, handicap, familial status or national origin.
- Liabilities and obligations imposed upon said land by reason of its inclusion within Coronado Foothills Estates Homeowners Association, Inc.
- 18. Restrictions, Conditions, Covenants, Reservations, Liabilities and Obligations, including but not limited to any recitals creating easements, party walls or assessments, omitting, if any, from the above, any restrictions based on race, color, religion, sex, handicap, familial status or national origin contained in instrument recorded in Docket 2130, page 71;
 Amended in Docket 4890, page 464, in Docket 4926, page 65 and in Docket 6503, page 893.
 (Coronado Foothills Estates Homeowners Association, Inc.)
- Easement for underground electric service and rights incident thereto, as set forth in Easement and Use Agreement recorded in Docket 2272, page 339.
- Ordinance/Resolution by the City of [city] establishing a benefit district for the Coronado Foothills Estates
 Underground District, as set forth in Ordinance No. 1975-62 recorded in <u>Docket 5089, Page 398</u>.
- 21. Easement for ingress, egress, driveway and rights incident thereto, as set forth in instrument recorded in <u>Docket</u> 5500 at page 152.
- Department of Transportation and Flood Control District Declaration of Conditions, Restrictions and Covenants Running with the Land recorded in <u>Docket 8324 at page 1430</u>.
- 23. Matters shown on survey recorded in Book 2021 of Maps, Page 3140535.
- 24. Matters shown on survey recorded in Sequence No. 20220970148 of Records of Survey.
- 25. 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.

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ALTA Commitment for Title Insurance Schedule BII (07-01-2021)

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EXHIBIT "C"

Owner Disclosure of Underground Improvements in Right of Way

Owner's Name: Catalina Foothills Adult Care Inc., an Arizona corporation
Tax Parcel Number(s): 109-05-208A
Date:
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 on the property being acquired. If more space is needed to answer one or more questions, please attach additional sheets or maps as needed.
 Is there a septic tank, septic or leach field, or alternative waste disposal system located on the property to be acquired? Yes NoX If NO, skip to question #2 Describe septic facility:
Location: 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 such underground improvements on the property? Yes No If YES, please explain.

EXHIBIT "D"

WARRANTY DEED	Oh
For valuable consideration, I (or we),	*
("Grantors"), do/does hereby convey to Pima County Flood Control D	istrict, a political taxing
subdivision of the State of Arizona, the following described property Arizona:	situate in Pima County
SEE ATTACHED EXHIBIT" " FOR LEGAL DESCRIPTION AND A	FTACHED <u>EXHIBIT</u>
<u>"</u> FOR DEPICTION	9
SUBJECT TO all matters of record.	
And I or we do warrant the title against all persons whomsoever above set forth.	r, subject only to matter
Dated this day of 20	
Grantor	
STATE OF ARIZONA	
COUNTY OF PIMA) ss	
This instrument was acknowledged before me this day of _	, 20
4 B	

ЕХЕМРТ	TON: A.R.S. §11-1134.A.3.	Board of Directors:	Right of Way [] Parcel []
Agent:	File #:	Activity #:	P[] De[] Do[] E[]

Notary Public

My Commission Expires: