RESOLUTION NO. 1417

DECLARATION OF PROPERTY AS SURPLUS AND

AUTHORIZATION OF SALE OF LANDS

1. VOLM COMPANIES, INCORPORATED, a Wisconsin corporation, desires to acquire certain real property from the Port of Pasco. The real property is described on the attached Exhibit A.

Volm Companies, Incorporated proposes to purchase said property for the sum of Four Hundred Eighteen Thousand Two Hundred Fifty and no/100 Dollars (\$418,250.00) subject to the provisions of the attached Agreement to Purchase and Sell Real Estate between Volm Companies, Incorporated and the Port of Pasco.

2. THE PORT COMMISSION HEREBY FINDS THAT the sale is in accordance with Resolutions No. 861 and 862 pertaining to the comprehensive scheme, and that the use of said property is in the best interests of the constituents of the Port of Pasco, and therefore deem it advisable to sell said lands pursuant to the terms of the attached Agreement to Purchase and Sell Real Estate between Volm Companies, Incorporated and the Port of Pasco.

NOW, THEREFORE, BE IT RESOLVED THAT SAID LAND BE DECLARED SURPLUS TO THE NEEDS OF THE PORT OF PASCO, AND

BE IT FURTHER RESOLVED AND DETERMINED THAT the sale is advisable and is hereby approved in accordance with the attached Agreement to Purchase and Sell Real Estate between Volm Companies, Incorporated and the Port of Pasco. Randy Hayden, Executive Director of the Port of Pasco, is hereby authorized and directed to execute all documents associated with the implementation of the resolution upon behalf of the Port of Pasco.

ADOPTED this 6th day of October, 2015.

PORT OF PASCO Provint Klindworth mVice-President ald P. Reimann, B sule Jean Ryckman/Secretary

PARCEL 12:

THAT PORTION OF LOT 5 OF THE BINDING SITE PLAN RECORDED IN VOLUME 1 OF BINDING SITE PLANS AT PAGE 74, LYING IN THE NORTHEAST QUARTER OF SECTION 7, TOWNSHIP 9 NORTH, RANGE 30 EAST, W.M., FRANKLIN COUNTY, WASHINGTON:

DESCRIBED AS FOLLOWS:

COMMENCING AT THE MOST SOUTHERLY CORNER OF SAID LOT THENCE NORTH 71'13'32" EAST ALONG THE SOUTHERLY LINE OF SAID LOT 844.11 FEET TO THE TRUE POINT OF BEGINNING.

THENCE NORTH 18'46'28" WEST 548.07 FEET; THENCE NORTH 63'33'39" EAST 342.00 FEET TO THE BEGINNING OF A CURVE TO THE RIGHT THE RADIUS POINT WHICH BEARS SOUTH 67'35'25" WEST 35.00 FEET; THENCE EASTERLY ALONG SAID CURVE THROUGH THE CENTRAL ANGLE OF 94'01' 46" AN ARC LENGTH OF 57.44 FEET TO THE WESTERLY RIGHT-OF-WAY LINE 500.35 FEET TO THE MOST EASTERLY CORNER OF SAID LOT; THENCE SOUTH 71'13'32" WEST ALONG SAID SOUTHERLY LINE 380.47 FEET TO THE SAID TRUE POINT OF BEGINNING.

CONTAINS: 5.0 ACRES.

TOGETHER WITH AND SUBJECT TO EASEMENTS, COVENANTS, RESERVATIONS AND RESTRICTIONS IN RECORD AND IN VIEW.



AGREEMENT TO PURCHASE AND SELL REAL PROPERTY

THIS AGREEMENT TO PURCHASE AND SELL REAL PROPERTY is made and entered into as of this $\underline{6^{\prime\prime}}_{}$ day of $\underline{Oclobw}_{}$, 2015, by and between the PORT OF PASCO, a Washington municipal corporation (hereinafter referred to as "Seller"), and VOLM COMPANIES, INCORPORATED, a Wisconsin company, (hereinafter referred to as "Buyer").

IN CONSIDERATION OF the mutual covenants set forth in this Agreement, the parties hereto do hereby agree as follows:

1. <u>Agreement to Sell and to Purchase</u>. Seller agrees to sell, convey and assign to Buyer, and Buyer agrees to purchase from Seller, on the terms and conditions herein set forth, all of Seller's right, title and interest in and to the following real property located in Franklin County, Washington, legally described as follows: (hereinafter referred to as the "Property").

That parcel legally described in Exhibit "A" as Parcel 12 of Binding Site Plan No. <u>2011-07</u>, which is attached hereto and incorporated herein, including without limitation, all appurtenances, hereditaments, reversionary rights, and all other rights, privileges, and entitlements belonging to or running with the property.

2. <u>Purchase Price</u>. The purchase price for the Property is FOUR HUNDRED EIGHTEEN THOUSAND TWO HUNDRED FIFTY AND NO/100 DOLLARS (\$418,250.00) payable in cash at closing.

3. <u>Escrow Agent</u>. Contemporaneously with the execution and delivery of this Agreement, or as soon thereafter as is practicable, the parties shall establish an escrow (hereinafter referred to as the "escrow") with Kuffel, Hultgrenn, Klashke, Shea & Ellerd of Pasco, Washington, as Escrow Agent (hereinafter referred to as "Escrow Agent") on terms and conditions consistent with the provisions of this Agreement.

4. <u>Earnest Money Deposit</u>. Buyer has deposited the sum of Ten Thousand and No/100 Dollars (\$10,000.00) with Escrow Agent (the "Earnest Money"). Except in the case of Seller's default or if the conditions to closing are not fully satisfied, the Earnest Money shall become non-refundable to Buyer and shall be: (a) credited to the Purchase Price at Closing, (b) delivered to Seller if Buyer defaults in payment or performance of its obligations under this Agreement after five (5) days' notice and opportunity to cure, or (c) refunded to Buyer upon termination of this Agreement in the case of Seller's default or if any of the conditions to closing are not met.

5. <u>Close of Escrow</u>. Close of escrow shall be on or before ______, 2015, unless extended in writing by the parties, at the office of Escrow Agent, or at such other place as the parties may agree in writing. Unless extended in writing by the parties, Closing shall occur no later than forty-five (45) days after the Purchase and Sales Agreement is executed unless the Closing Date is extended an additional thirty (30) days pursuant to Section 6.C.

6. <u>Conditions to Closing</u>. As conditions to Buyer's obligation to purchase:

A. Seller shall deliver to Buyer at close of escrow good, marketable and insurable title to the Property, free and clear of all liens and encumbrances, as described in paragraph 8A(ii) hereinafter.

B. Buyer shall be entitled, at Buyer's sole cost and expense, to inspect the Property, and Buyer shall be satisfied with the condition thereof and the suitability for Buyer's use. If Buyer is not satisfied with the Property's condition or otherwise finds it unsuitable for Buyer's use, Buyer will notify the Seller within twenty (20) days of the date of this Agreement. In the event that Buyer disturbs the Property in conducting its inspection pursuant to subsection B or Subsection C of this section 6, and the sale fails to close for any reason whatsoever, Buyer shall restore the Property to its condition prior to the execution of this Agreement.

C. Buyer shall be entitled to obtain at Buyer's expense an environmental assessment of the Property within forty-five (45) days of the date of this Agreement, which will show it is free of all Hazardous Materials as hereinafter defined. In the event that a Phase II environmental assessment is necessary in the opinion of the Buyer, the period for the completion of the environmental assessment shall be extended by 30 days to a total of seventy-five (75) days from the execution of this Agreement. If said environmental assessment shows the presence of hazardous materials on the Property, Buyer may cancel this Agreement. Buyer's representatives shall have the right of entry on the Property in order to conduct this environmental assessment. The term "Hazardous Material" means any hazardous or toxic substance, material or waste, including, but not limited to, those substances, materials and wastes listed in the United States Department of Transportation Hazardous Materials Table (49 C.F.R § 172.101) or by the United States Environmental Protection Agency as hazardous substances (40

C.F.R. Pt. 302 and amendments thereto) or in the Washington Hazardous Waste Management Act (Ch. 70.105D RCW) or the Model Toxics Control Act (Chs. 70.105D RCW, 82.21 RCW), petroleum products and their derivatives, and such other substances, materials and wastes as become regulated or subject to cleanup authority under any Environmental Laws.

D. In the event any of the foregoing conditions are not satisfied prior to, or at the time of closing, Buyer shall have the right to terminate this Agreement.

7. <u>Title</u>. Within ten (10) days of the execution of this Agreement, Seller shall furnish to Buyer a title commitment for a standard owner's policy of title insurance (the "Title Commitment") prepared by Benton Franklin Title Insurance Company, or other title company selected by Buyer, (the "Title Company"), showing the condition of the title to the Property, together with copies of all exceptions listed in the Title Commitment. Buyer shall have ten (10) days after receiving a copy of the Title Commitment and all exceptions noted in it to review the Title Commitment and to notify Seller of any objections Buyer has to the Title Commitment. Any exceptions to title which Buyer does not object are referred to herein as the "Permitted Exceptions". It shall be a condition to closing, which may be waived only by Buyer, that Seller shall cause any exceptions to which Buyer objects to be removed and any adverse condition of title to be remedied. If Seller fails to do so prior to closing, Buyer may terminate this Agreement by written notice to Seller, and this Agreement shall be null and void.

8. <u>Taxes</u>. Real estate and personal property taxes and assessments shall be prorated as of the close of escrow. Seller agrees to pay all State and local excise transfer taxes, if any, payable in connection with the sale and transfer of the Property to Buyer.

9. Provisions With Respect to Close of Escrow.

A. At the close of escrow, the following documents, instruments and other materials (Seller's closing documents") will be furnished and delivered by Seller to Buyer, at Seller's sole cost and expense (unless otherwise provided). Seller shall pay one-half (1/2) of the escrow fees and charges.

(i) A commitment for a standard owner's title policy, covering the Property issued by Title Company in the face amount of the total purchase price insuring good and marketable title to the Property in Buyer, subject only to the exceptions described in Section 9(ii);

(ii) A Statutory Warranty Deed conveying Seller's right, title and interest in and to the Property to Buyer, subject to taxes and assessments for the current year incurred after closing and thereafter, setbacks and zoning regulations, rules and regulations, utility easements, and the Permitted Exceptions.

(iii) Such other instruments consistent with the terms of this Agreement which may be necessary to the consummation of the sale.

B. At the close of escrow, Buyer will deliver to Seller, through the escrow, the funds required to be paid at the close of escrow as provided in this Agreement. Buyer will pay one-half (1/2) of the escrow fees and charges, and the cost of recording the Statutory Warranty Deed.

10. Port's Representations. The Port represents and warrants as follows: (a) to the best of Port's knowledge no underground storage tanks are located on the Property, (b) to the best of the Port's knowledge, no part of the Property has ever been used for a landfill, dump, toxic or other waste disposal site, (c) to the best of the Port's knowledge, no hazardous or other toxic substances have been released or discharged on the Property to an extent sufficient to contaminate the surface, subsoils or groundwater, (d) during the Port's ownership, the Port has received no notices that the Property has been operated contrary to or been in violation of any federal, state or local law regulation, including environmental laws, and (e) no claims or demands have been received by the Port, no litigation or other proceeding instituted against the Port, and no judgments, decrees or orders entered against the Port relating to the Property. These representations shall survive the closing of this transaction.

11. <u>Possession</u>. Possession of the Property will be delivered to Buyer at the close of escrow.

- 12. <u>Commissions and Finders' Fees</u>.
 - A. Seller shall pay a Finder's Fee of SIXTEEN THOUSAND FIVE HUNDRED FORTY-SEVEN AND 50/100 DOLLARS (\$16,547.50) to Windermere Real Estate Tri-Cities. No other commission or fee will be paid by Seller.

13. <u>Severability</u>. If any provision of this Agreement is declared void or unenforceable, such provision shall be deemed severed from this Agreement, which shall otherwise remain in full force and effect.

14. <u>Rescission</u>. Buyer agrees to apply for a building permit for construction of a food packaging, packaging equipment and service facility (consistent with the site plan attached hereto as Exhibit B, provided to and approved by Port prior to closing), within twenty-four (24) months after the Closing Date and thereafter diligently pursue the issuance of the building permit. Construction of the facility shall be substantially completed within twelve (12) months of the issuance of the building permit.

Buyer intends to construct a facility which is materially consistent with the site plan attached hereto as <u>Exhibit B</u> subject to such modifications as Buyer shall deem reasonably necessary or appropriate in connection with obtaining financing or acquiring any permits or approvals from any governmental or quasi-governmental agency, authority or instrumentality that has jurisdiction over the construction, reconstruction, operation, use, occupancy or condition of the Property (the "Site Plan"). Landscaping installation shall comply with Foster Wells Business Park recorded covenants. A minimum of fourteen (14) trees shall be planted and maintained within a minimum tenfoot (10') wide landscape strip along Industrial Way. This requirement may be met in combination with the landscape requirements of the City of Pasco.

In the event that Buyer fails to comply with either of the aforementioned construction and landscape requirements, this transaction may be rescinded at the Seller's election. Seller's right to rescind this transaction shall expire forty-eight (48) months after the Closing Date.

In the event of such rescission, Seller, upon tender of the deed conveying the lands back to the Seller, shall refund the purchase price less the earnest money, commission fees, and all costs of the initial transaction conveying the Property to the Buyer and the costs of obtaining marketable title on the reconveyance to the Seller. No interest shall be paid on the purchase price by Seller, and all costs of the conveyance of the Property back to the Seller, including any attorney fees, taxes and title insurance incurred by the Seller, shall be deducted by Seller from the payment to Buyer. This provision shall survive the closing of the sale to Buyer until the earlier of (a) completion of the aforementioned construction and landscape requirements or (b) the fourth anniversary of the Closing Date. Should there be any encumbrances against the Property at the time of reconveyance to the Seller; Seller shall deduct the cost of paying said encumbrances to obtain marketable title from the purchase price, together with the aforementioned deductions.

In the event of reconveyance to the Seller, any alterations or improvements to the Property shall remain on the Property without compensation to Buyer, unless Seller elects to require Buyer to remove all or part of the alterations or improvements at Buyer's expense. Seller shall make such election to remove within thirty (30) days of the reconveyance, and Buyer shall have ninety (90) days thereafter to remove those alterations or improvements Seller elects to have removed.

Buyer may sell the Property prior to the completion of the improvements required by this section, provided that the purchaser acquiring the Property from the Buyer complies with the requirements of this Agreement in all respects, including (but not limited to) the construction of a food packaging facility as described herein. A memorandum of this provision shall be placed of record at closing.

15. <u>Additional Acts and Documents</u>. Each party hereto agrees to do all such things and take all such action, and to make, execute and deliver such other documents and instruments, as shall be reasonably requested to carry out the provisions, intent and purposes of this Agreement, either before, at, or after closing.

16. <u>Authority</u>. Each of the parties hereto represents and warrants to the other that this Agreement has been duly authorized by all necessary action and that this Agreement constitutes and will constitute a binding obligation of each such party. Each party hereto shall provide reasonably satisfactory evidence of such authority at closing.

17. <u>Attorney Fees.</u> In the event suit is brought or an attorney is retained by any party to this Agreement to enforce the terms of this Agreement, or to collect any moneys due hereunder, the prevailing party shall be entitled to recover reimbursement for reasonable attorney's fees, court costs, costs of investigation and other related expenses incurred in connection therewith, in addition to any other available remedies.

18. <u>Notices</u>. All notices, requests and other communications hereunder shall be deemed to have been given four (4) days after deposit in the United States mail in a sealed envelope, postage prepaid, registered or certified mail (or if personal delivery, at the time of delivery), and addressed as follows:

Seller:

Port of Pasco P. O. Box 769 Pasco, WA 99301-0769

Buyer:

Volm Companies, Incorporated Attention: John E. Bandsma 1804 Edison Street P. O. Box 400 Antigo, WI 54409-0400

It is agreed that either party may hereafter change the address to which notice may be sent, upon written notice sent to the other at the address above designated, or subsequently designated in accordance herewith.

19. <u>Complete Agreement</u>. No oral statements or conversations between the parties hereto or their representatives, whether the same shall have been implied or direct, occurring either before or after the execution of this Agreement, shall be construed as having any bearing or effect upon this Agreement or any portion thereof, it being understood that this written Agreement evidences the complete agreement between the parties hereto. Specifically, the parties agree that this Agreement shall supersede all prior contracts, agreements and arrangements between the parties concerning the sale of the Property. This Agreement may not be changed, modified or

rescinded except in writing, signed by all parties hereto, and any attempt at oral modification of this Agreement shall be void and of no effect.

20. <u>Captions</u>. Captions and paragraph headings used herein are for convenience only and are not a part of this Agreement and shall not be deemed to limit or alter any provision hereof, and shall not be deemed relevant in construing this Agreement.

21. <u>Amendment and Waiver</u>. The parties may, by mutual agreement in writing, signed by each party, amend this Agreement in any respect. Each party hereto may:

A. Extend the time for the performance of any of the obligations of the other.

B. Waive any representations by the other contained in this Agreement and performance of any obligations by the other.

C. Waive compliance by the other with any of the covenants contained in this Agreement.

D. Waive the fulfillment of any condition that is precedent to the performance, by the party so waiving, of any of its obligations under this Agreement.

Such extension or waiver shall in no way otherwise affect either party's right to enforcement of the provisions contained in this Agreement nor shall any extension or waiver be held to be an extension of time or a waiver of any prior or subsequent breach of any obligation under this Agreement.

22. <u>Time of the Essence</u>. Time is of the essence of each and every term, provision, covenant and obligation of the parties under this Agreement.

23. <u>Governing Law</u>. This Agreement shall be deemed to be made under, and shall be construed in accordance with and shall be governed by, the laws of the State of Washington.

24. Default.

A. <u>By Seller</u>: If there is an event of default under this Agreement by Seller (including a breach of any representation, warranty or covenant), Buyer will be entitled, in addition to all other remedies available at law or in equity, to seek specific performance of Seller's obligations under this Agreement.

B. <u>By Buyer</u>: If there is an event of default under this Agreement by Buyer (including a breach of any representation, warranty or covenant), Seller will be entitled (i) in addition to all other remedies available at law or in equity, to seek specific performance of Buyer's obligations under this Agreement or (ii) to terminate this Agreement by written notice to Buyer and Escrow Agent.

25. <u>Condition of Property</u>. Buyer has had ample opportunity (or will have the opportunity prior to closing) to inspect the Property, and offers to purchase the Property in its present condition, on the terms noted. Seller makes no warranties whatsoever, express or implied, regarding the condition of the Property, or its suitability for buyer's contemplated uses.

IN WITNESS WHEREOF, the parties hereto have executed this Agreement as of the day and year first above written.

VOLM COMPANIES, INCORPORATED

Huf Rindma By: \

John E. Bandsma, Chief Operating & Financial Officer

PORT OF PASCO

Randy Hayden, Executive Director By

STATE OF WASHINGTON)

) ss.

)

County of Franklin

On this (f^{h}) day of <u>Detaber</u>, 2015, before me, the undersigned, a Notary Public in and for the State of Washington, duly commissioned and sworn, personally appeared RANDY HAYDEN to me known to be the Executive Director of PORT OF PASCO, the corporation that executed the foregoing instrument, and acknowledged the said instrument to be the free and voluntary act and deed of said corporation, for the uses and purposes therein mentioned, and on oath stated that he was authorized to execute the said instrument and that the seal affixed is the corporate seal of said corporation.

Witness my hand and official seal hereto affixed the day and year first above written.



Printed Name: ind a

Notary Public in and for the State of Washington, residing at <u>*PMMuluch*</u> My commission expires: <u>287078</u>

STATE OF WISCONSIN) County of <u>Manglade</u>) ss.

On this <u>is</u> day of <u>OCHORN</u>, 2015, before me, the undersigned, a Notary Public in and for the State of Wisconsin, duly commissioned and sworn, personally appeared John E. Bandsma to me known to be the Chief Operating & Financial Officer of VOLM COMPANIES, INCORPORATED, the company that executed the foregoing instrument, and acknowledged the said instrument to be the free and voluntary act and deed of said corporation, for the uses and purposes therein mentioned, and on oath stated that he was authorized to execute the said instrument and that the seal affixed is the corporate seal of said corporation.

Witness my hand and official seal hereto affixed the day and year first above written.

hind Rhonda Becerra Printed Name:

Notary Public in and for the State of Wisconsin, residing at <u>Hack</u> WI My commission expires: (2|8|18

PARCEL 12:

THAT PORTION OF LOT 5 OF THE BINDING SITE PLAN RECORDED IN VOLUME 1 OF BINDING SITE PLANS AT PAGE 74, LYING IN THE NORTHEAST QUARTER OF SECTION 7, TOWNSHIP 9 NORTH, RANGE 30 EAST, W.M., FRANKLIN COUNTY, WASHINGTON:

DESCRIBED AS FOLLOWS:

COMMENCING AT THE MOST SOUTHERLY CORNER OF SAID LOT THENCE NORTH 71'13'32" EAST ALONG THE SOUTHERLY LINE OF SAID LOT 844.11 FEET TO THE TRUE POINT OF BEGINNING.

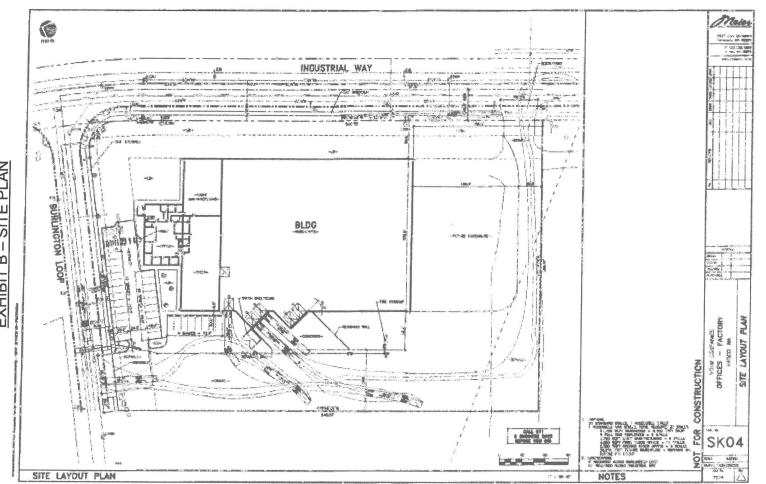
THENCE NORTH 18'46'28" WEST 548.07 FEET; THENCE NORTH 63'33'39" EAST 342.00 FEET TO THE BEGINNING OF A CURVE TO THE RIGHT THE RADIUS POINT WHICH BEARS SOUTH 67'35'25" WEST 35.00 FEET; THENCE EASTERLY ALONG SAID CURVE THROUGH THE CENTRAL ANGLE OF 94'01' 46" AN ARC LENGTH OF 57.44 FEET TO THE WESTERLY RIGHT-OF-WAY LINE 500.35 FEET TO THE MOST EASTERLY CORNER OF SAID LOT; THENCE SOUTH 71'13'32" WEST ALONG SAID SOUTHERLY LINE 380.47 FEET TO THE SAID TRUE POINT OF BEGINNING.

CONTAINS: 5.0 ACRES.

TOGETHER WITH AND SUBJECT TO EASEMENTS, COVENANTS, RESERVATIONS AND RESTRICTIONS IN RECORD AND IN VIEW.

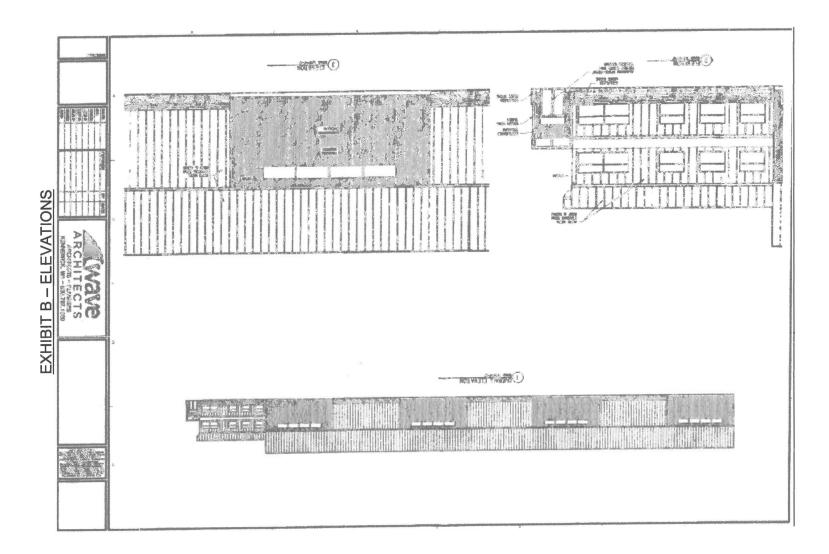


BINDING SITE PLAN NO. 2011-07





- SITE PLAN EXHIBIT B





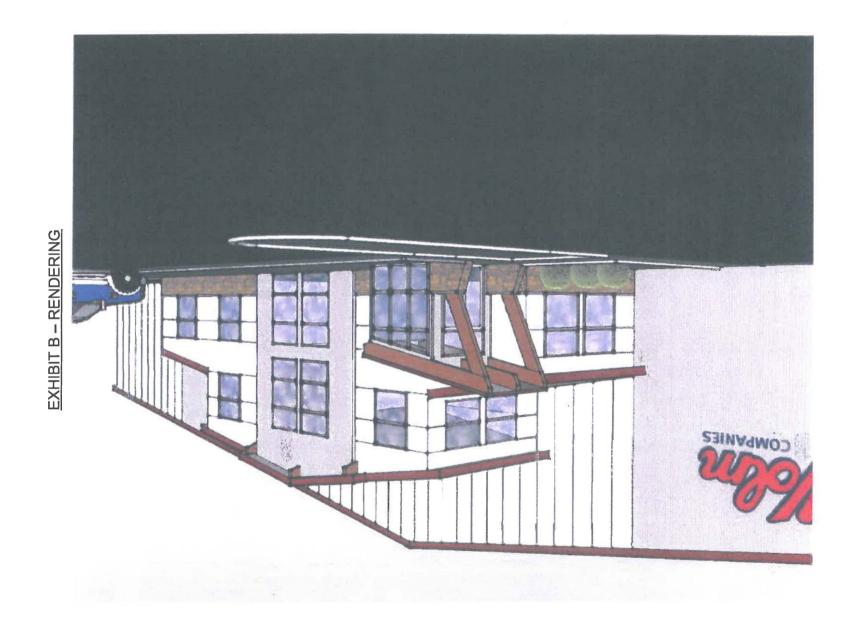


EXHIBIT B - LANDSCAPE PLAN

(to be inserted when received)