

**SUBDIVISION COMPLIANCE AGREEMENT
OAK KNOLL SUBDIVISION PHASE 4**

CITY OF NEWBERG
CITY RECORDER INDEX NO. 1538

THIS AGREEMENT made and entered into this 14 day of JANUARY, 1997 by and between the **CITY OF NEWBERG**, a municipal corporation in the County of Yamhill, State of Oregon, hereinafter referred to as **CITY** and **PC DEVELOPMENT, INC, AN OREGON CORPORATION DBA RAINTREE DEVELOPMENT COMPANY** hereinafter referred to as **SUBDIVIDER**.

R E C I T A L S

1. **SUBDIVIDER** has petitioned the **CITY** to accept a subdivision plat known as "OAK KNOLL SUBDIVISION PHASE 4" located in the City of Newberg, Oregon.

2. The **CITY**'s subdivision ordinance and applicable ordinances and laws of the **CITY**, require that the **SUBDIVIDER** execute and file with the **CITY** an agreement providing for, among other things, the period within which all required improvements shall be made within said subdivision and that if such work is not completed within the period specified, the **CITY** may complete the same and recover the full cost and expenses thereof from the **SUBDIVIDER**.

3. The **CITY** is agreeable to acceptance of said subdivision plat upon the execution of this agreement and compliance by the **SUBDIVIDER** with the provisions of the **CITY** subdivision ordinance, as amended.

NOW, THEREFORE, in consideration of the mutual promises, covenants and agreements of the parties, it is agreed as follows:

1. The **SUBDIVIDER** agrees to install all of the required public improvements as provided in the **CITY** subdivision ordinance and binds itself to use such materials and to so construct all of the improvements according to **CITY** standards as defined by the applicable ordinances, the approved construction plans, and the rules and regulations of the **CITY** as shown on the subdivision plat.

2. The **SUBDIVIDER** agrees to provide for the restoration of any monuments erected or used for the purpose of designating a survey marker or boundary of any town, tract, plat or parcel of land which monument is broken down, damaged or obliterated, removed or destroyed, whether willfully or not, by the **SUBDIVIDER**, its agents, employees or contractors.

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3. If the subdivision plat is recorded prior to completion and acceptance of all improvements and conditions of approval: The **SUBDIVIDER** agrees that all of said public improvements shall be completed on or before the 1st day of **July, 1997**; the **SUBDIVIDER** agrees that in case it shall abandon the work or fail to make satisfactory progress on the work, the **CITY** may cause the work to be completed by contract or by its own forces; the **SUBDIVIDER** shall be liable to the **CITY** for any and all loss and damage from such default, either from the greater expense of so completing or repairing faulty or damaged work, or from any other related course; and upon execution of this agreement, the **SUBDIVIDER** shall deliver to the **CITY** a bond for the purposes assuring **SUBDIVIDER's** full and faithful completion of the required improvements within said subdivision. The amount of the bond is to be 150% of the estimated cost of the unfinished work.

4. At such time as all required improvements, except sidewalks along the vacant parcels and miscellaneous improvements, within the subdivision, have been completed in accordance with the **CITY's** requirements, the **SUBDIVIDER** shall serve written notification to the **CITY** of the readiness for final inspection. Upon certification by the City Engineer that all requirements of the **CITY** have been met, the **SUBDIVIDER** will submit to the **CITY** a maintenance bond or other such security in a form approved by the **CITY** in the sum of **15%** of the total public improvement costs to provide for the correction of any defective materials or workmanship for a period of one (1) year after final acceptance as defined by **CITY** ordinances.

5. The **SUBDIVIDER** agrees that sidewalks and miscellaneous improvements within said subdivision shall be completed no later than the time that such buildings are erected upon lots in the subdivision and occupancy permits are issued. Occupancy permits for said buildings may be withheld pending completion of sidewalks and miscellaneous improvements.

6. The conditions, covenants and restrictions, if any, shall be approved by the **CITY** and recorded prior to the sale of any lots.

7. The **CITY** agrees to accept the completed required subdivision improvements upon certification by the City Engineer:

- (a) That all required subdivision improvements have been constructed in accordance with applicable **CITY** standards;
- (b) **SUBDIVIDER** has fulfilled the requirements of the **CITY's** subdivision ordinance;

After Recording, return to:
City of Newberg
Engineering Division
414 E. First Street
Newberg, Oregon 97132

Recorded in Yamhill County, Oregon
CHARLES STERN, COUNTY CLERK

11OAKNOLL4.AGR



25.00

199700827 10:17am 01/16/97

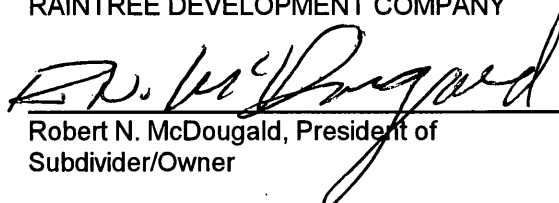
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- (c) **SUBDIVIDER** has provided a copy of the recorded maintenance agreement for any common improvements that are not accepted for maintenance by the **CITY**;
 - (d) **SUBDIVIDER** has provided a maintenance bond or other form of security as indicated in paragraph 4;
 - (e) The water and sewer development fees will be charged in accordance with the appropriate **CITY** ordinances and resolutions **at the time that the building permits are issued** for each additional lot;
 - (f) **SUBDIVIDER** shall provide accurate as-built construction plans to the Engineering Division;
 - (g) **SUBDIVIDER** agrees to comply with all the conditions of the Planning Commission approval of the preliminary plat;
 - (h) A signalization fee, in the amount of \$205.00, will be charged on each lot at the time that building permits are issued.
 - (i) There are no additional public improvements required for this subdivision.
8. The date of this agreement shall be the date the City Manager signs on behalf of the City of Newberg.

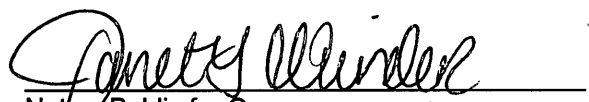
IN WITNESS WHEREOF, the parties have executed this Agreement on the date first above mentioned.

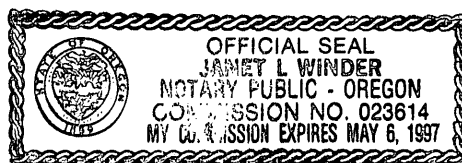
PC DEVELOPMENT, INC. DBA
RAINTREE DEVELOPMENT COMPANY


Robert N. McDougald, President of
Subdivider/Owner

State of Oregon)
County of Franklin)
S.S.

This instrument was acknowledged before me this 14 day of January, 1997, by Robert N. McDougald, President of Raintree Development Company by authority of its Board of Directors.

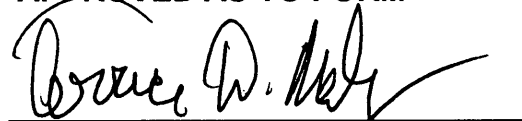

Notary Public for Oregon
My Commission Expires: 5/16/97



CITY OF NEWBERG


Duane R. Cole
City Manager

APPROVED AS TO FORM


Terrence D. Mahr
City Attorney

After Recording, return to:
City of Newberg
Engineering Division
414 E. First Street
Newberg, Oregon 97132

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BENEFICIARIES OF TRUST DEED

(a) Pacific One Bank, Beneficiary of Trust Deed dated September 18, 1996, agrees to be bound by all the terms and conditions of this Subdivision Agreement to the same extent and conditions as Subdivider. Further, Beneficiary agrees that the City may enter and remain upon the property that is known as Oak Knoll Subdivision Phase 4 in order to carry out any terms and conditions of this Subdivision Agreement. Further, Beneficiary agrees to be bound by any amendment or extension of this Subdivision Agreement and waives any notice of such.

Mark D. Keysboe

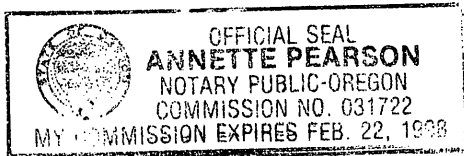
By: MARK D. KEYSBOE

Title: VICE PRESIDENT

By Authority of _____

State of Oregon
County of Multnomah) s.s.

This instrument was acknowledged before me on this 14 day of Jan, 1997 by
Mark D. Keysboe



Annette Pearson
Notary Public for Oregon
My Commission Expires 2/22/98

After Recording, return to:
City of Newberg
Engineering Division
414 E. First Street
Newberg, Oregon 97132

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