

City of Ketchum

November 16, 2020

Mayor Bradshaw and City Councilors City of Ketchum Ketchum, Idaho

Mayor Bradshaw and City Councilors:

Recommendation to Hold a Public Hearing and Approve the Lot Line Shift Application for Bavarian Village Subdivision Lot 3B

Recommendation and Summary

Staff recommends the Ketchum City Council hold a public hearing and approve the Bavarian Village Subdivision Lot 3B Readjustment of Lot Lines to remove the lot line separating Lots 3A and 4A.

Recommended Motion: "I move to approve Bavarian Village Subdivision Lot 3B Lot Line Shift Application subject conditions of approval 1-6."

The reasons for the recommendation are as follows:

- The request to change the lot configuration within the Bavarian Village Subdivision meets all applicable standards for Readjustment of Lot Lines contained in Ketchum Municipal Code's (KMC) Subdivision (Title 16) and Zoning (Title 17) regulations.
- The application meets the standards required for the Readjustment of Lot Lines procedure because:

 (1) Lot 3B complies with the dimensional standards required for properties located within the General Residential High Density (GR-H) Zoning District, and (2) the proposal does not create additional lots or dwelling units.

<u>Analysis</u>

This Lot Line Shift application, submitted by Benchmark Associates on behalf of property owner PB investments, proposes to vacate the common boundary line between Lots 3A and 4A of Bavarian Village Subdivision located at 106 and 110 Rember Street within the General Residential High Density (GR-H) Zoning District. This readjustment of lot lines will combine the two lots to create amended Lot 3B, which will have a total area of 18,130 square feet. The applicant is preparing project plans and intends to submit Design Review and Townhouse Subdivision Preliminary Plat applications for a new four-unit detached townhome development on Lot 3B.

Financial Impact

No financial impact as the application proposes a minor change to an existing plat of record.

Attachments

- A. Draft Findings of Fact, Conclusions of Law, and Decision
- B. Lot Line Shift Application Submittal

Attachment A: Draft Findings of Fact, Conclusions of Law, and Decision



City of Ketchum Planning & Building

IN RE:)	
Trail Creek Condominiums Unit 3A)	KETCHUM CITY COUNCIL
Lot Line Shift)	FINDINGS OF FACT, CONCLUSIONS OF LAW, AND
Date: November 16, 2020)	DECISION
)	
File Number: P20-089)	

Findings Regarding Application Filed

- PROJECT: Bavarian Village Subdivision Lot 3B Lot Line Shift
- **APPLICATION TYPE:** Lot Line Shift (Readjustment of Lot Lines)
- FILE NUMBER: P20-089
- OWNER: PB Investments
- **REPRESENTATIVE:** Garth McClure, Benchmark Associates
- **REQUEST:** Vacate the common boundary line separating Lot 3A and 4A of Bavarian Village Subdivision to create amended Lot 3B
- LOCATION: 106 & 110 Rember Street (Bavarian Village Subdivision: lot 3A and 4A)
- **NOTICE:** A public hearing notice was mailed to all property owners within 300 feet of the project site and political subdivisions on October 28, 2020. The public hearing notice was published in the Idaho Mountain Express on October 28, 2020. The public hearing notice was posted on site and on the city's website on November 9, 2020.
- **ZONING:** General Residential High Density (GR-H) Zoning District

Findings Regarding Application Filed

This Lot Line Shift application, submitted by Benchmark Associates on behalf of property owner PB investments, proposes to vacate the common boundary line between Lots 3A and 4A of Bavarian Village Subdivision located at 106 and 110 Rember Street within the General Residential High Density (GR-H) Zoning District. This readjustment of lot lines will combine the two lots to create amended Lot 3B, which will have a total area of 18,130 square feet. The applicant is preparing project plans and intends to submit Design Review and Townhouse Subdivision Preliminary Plat applications for a new four-unit detached townhome development on Lot 3B.

Findings Regarding Readjustment of Lot Lines (KMC §16.04.060)

Consistent with Ketchum Municipal Code (KMC) §16.04.020, the proposal meets the definition of Readjustment of Lot Lines because: (1) Bavarian Village Subdivision Lot 3B complies with the dimensional standards required

for properties located within General Residential High Density (GR-H) Zoning District, and (2) the proposal does not create additional lots or dwelling units.

Readjustment of Lot Lines: A change or modification of the boundary lines between existing lots or parcels of land or between dwelling units which does not reduce the area, frontage, width, depth or building setback lines of each lot below the minimum zoning requirements and which does not create additional lots or dwelling units. "Readjustment of lot lines" includes other minor changes to a subdivision, condominium, or townhouse plat such as, but not limited to, notation changes, boundary shifts and removal of lot line(s), each of which do not reduce the area, frontage, width, depth or building setback lines of each lot below the minimum zoning requirements nor create additional lots or dwelling units (KMC §16.04.020).

Consistent with KMC §16.04.060.B, the Readjustment of Lot Lines application was transmitted to City Departments including the City Engineer, Fire, Building, Utilities, and Streets departments for review. As specified in Condition of Approval #2, the amended subdivision plat shall meet all governing ordinances, requirements, and regulations of the Fire Department (2012 International Fire Code and local Fire Protection Ordinance No.1125), Building Department (2012 International Building Code, the 2012 International Residential Code, and Title 15 of Ketchum Municipal Code), Utilities Department, Street Department (Title 12 of Ketchum Municipal Code), and the City Engineer.

All land, condominium, and townhouse subdivisions within the City of Ketchum are subject to the standards contained in Ketchum Municipal Code, Title 16, Subdivision Regulations. Pursuant to KMC §16.04.010.D, the change or modification of boundary lines, whether or not any additional lot is created, shall comply with these regulations. Many subdivision standards are related to the design and construction of multiple new lots that will form new blocks and infrastructure, such as streets that will be dedicated and maintained by the City. The standards for certain improvements (KMC §16.04.040), including street, sanitary sewage disposal, and planting strip improvements, are not applicable to the subject project as the application proposes to combine two lots. As conditioned, the proposed the Bavarian Village Subdivision Lot 3B Plat meets the standards for Readjustment of Lot Lines under Title 16 of Ketchum Municipal Code.

	Findings Regarding Contents of Final Plat and Subdivision Design & Development Requirements			
C	Complia	ant		Standards and Council Findings
			16.04.030.K Contents Of Final Plat: The final plat shall be drawn at such a scale and contain such lettering to enable same to be placed upon sheets of eighteen inch by twenty four inch (18" x 24") My paper with no part of the drawing nearer to the edge than one-half inch (1/2"), and shall be i conformance with the provisions of title 50, chapter 13, Idaho Code. The reverse side of such sheet shall not be used for any portion of the drawing, but may contain written matter as to dedications, certificates, signatures, and other information. The contents of the final plat sha include all items required under title 50, chapter 13, Idaho Code, and also shall include the following:	
			Council Findings	The mylar paper shall be prepared following Ketchum City Council review and approval of the Final Plat application and shall meet these standards.
Image: Second state			Point of beginning of subdivision description tied to at least two (2) governmental survey corners, or in lieu of government survey corners, to monuments recognized by the city engineer.	
			Council Findings	As conditioned, this standard shall be met. The plat mylar shall show a minimum of two Blaine County Survey Control Monuments with ties to the property and an inverse between the two monuments. The Survey Control Monuments shall be clearly identified on the face of the map.
\boxtimes			16.04.030.K.2	Location and description of monuments.
				As conditioned, this standard shall be met. The final plat mylar shall show the location and description of monuments.

Table 1: Findings Regarding	contents of Final Plat and Subdivision Design & Development Requirements
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Bavarian Village Subdivision: Lot 3B Lot Line Shift Application Findings of Fact, Conclusions of Law, and Decision Ketchum City Council Meeting of November 16th, 2020 **City of Ketchum Planning & Building Department**

			16.04.030.K.3	
\boxtimes			10.04.030.8.3	Tract boundary lines, property lines, lot lines, street right of way lines and centerlines, other
				rights of way and easement lines, building envelopes as required on the preliminary plat, lot
				area of each lot, boundaries of floodplain and floodway and avalanche district, all with
				bearings, accurate dimensions in feet and decimals, in degrees and minutes and radii, arcs,
				central angles, tangents and chord lengths of all curves to the above accuracy.
			Council	The plat indicates Bird Drive and Rember Street as well as the utility easements.
			Findings	As any distanced, this standard shall be used. The final plat soular shall show twent hoursdays, lines
				As conditioned, this standard shall be met. The final plat mylar shall show tract boundary lines,
				property lines, lot lines, street right of way lines and centerlines, other rights of way and easement lines, building envelopes as required on the preliminary plat, lot area of each lot, boundaries of
				floodplain and floodway and avalanche district, all with bearings, accurate dimensions in feet and
				decimals, in degrees and minutes and radii, arcs, central angles, tangents and chord lengths of all
				curves to the above accuracy.
X			16.04.030.K.4	
				Names and locations of all adjoining subdivisions.
			Council	The plat indicates the adjacent West Ketchum Residences and Bavarian Village Townhomes
			Findings	subdivision currently under construction. As this standard shall be met, the final plat mylar shall show the names and locations of all adjoining subdivision.
\boxtimes			16.04.030.K.5	
				Name and right of way width of each street and other public rights of way.
	1		Council	This standard has been met. The plat indicates the Bird Drive and Rember Street public rights-of-
_			Findings	way.
\boxtimes			16.04.030.K.6	Location, dimension and purpose of all easements, public or private.
			Council	This standard has been met. The plat indicates the utility easement.
			Findings	
\boxtimes			16.04.030.K.7	The blocks numbered consecutively throughout each block.
			Council	This standard has been met.
			Findings	
		\boxtimes	16.04.030.K.8	The south of succession where the stress stress all successions where the base of the stress of the
				The outline of any property, other than a street, alley or easement, which is offered for dedication to public use, fully dimensioned by distances and bearings with the area marked
				"Dedicated to the City of Ketchum for Public Use", together with any other descriptive language
				with regard to the precise nature of the use of the land so dedicated.
			Council	N/A as no dedications of this type have been proposed.
			Findings	
\boxtimes			16.04.030.K.9	The state which shall include the name of the subdivision the name of the site. If any any inter-
				The title, which shall include the name of the subdivision, the name of the city, if appropriate, county and state, and the location and description of the subdivision referenced to section,
				township, range.
			Council	This standard has been met.
	1		Findings	
\boxtimes			16.04.030.K.10	
				Scale, north arrow and date.
			16.04.030.K.11	This standard has been met.
\boxtimes			10.04.050.K.11	Location, width, and names of all existing or dedicated streets and other public ways within or
	1			adjacent to the proposed subdivision
	1		Council	This standard has been met. Rember Street and Bird Drive are indicated on the subdivision plat.
	<u> </u>		Findings	
		\boxtimes	16.04.030.K.12	A provision in the owner's certificate referencing the county recorder's instrument number
				where the condominium declaration(s) and/or articles of incorporation of homeowners'
			Council	association governing the subdivision are recorded. This standard is not applicable.
			Findings	
\boxtimes			16.04.030.K.13	Certificate by registered engineer or surveyor preparing the map certifying to the accuracy of
				surveying plat.
	1		Council	As conditioned, this standard will be met prior to recordation of the Final Plat. The signature block
			Findings	page shall include the surveyor's certification.
	1		16.04.030.K.14	A current title report of all property contained within the plat.
\boxtimes			10.04.030.K.14	A current the report of an property contained within the plat.
\boxtimes			Council	This standard has been met. A title report and warranty deed were submitted for the properties.

\boxtimes			16.04.030.K.15	Certification of owner(s) of record and all holders of security interest(s) of record with regard to
			Council Findings	such property. As conditioned, this standard will be met prior to recordation of the Final Plat. The signature block page shall include a certificate of ownership and associated acknowledgement from all owners
				and holders of security interest with regard to the subject property, which shall be signed following Ketchum City Council review and approval of the application and prior to recordation of
\boxtimes			16.04.030.K.16	the Final Plat. Certification and signature of engineer (surveyor) verifying that the subdivision and design
				standards meet all city requirements.
			Council Findings	As conditioned, this standard will be met prior to recordation of the Final Plat. The signature block page shall include the certification and signature of the surveyor verifying that the subdivision and
			j-	design standards meet all City requirements.
\boxtimes			16.04.030.K.17	Certification and signature of the city engineer verifying that the subdivision and design
			Council	standards meet all city requirements. As conditioned, this standard will be met prior to recordation of the Final Plat. The signature block
			Findings	page shall include the City Engineer's approval and verification that the subdivision and design
				standards meet all City requirements.
\boxtimes			16.04.030.K.18	Certification and signature of the city clerk of the city of Ketchum verifying that the subdivision has been approved by the council.
			Council	As conditioned, this standard will be met prior to recordation of the Final Plat. The signature block
			Findings	page shall include the certification and signature of the City Clerk verifying the subdivision has
			16.04.030.K.19	been approved by City Council. Notation of any additional restrictions imposed by the council on the development of such
		\boxtimes	10.04.030.1.19	subdivision to provide for the public health, safety and welfare.
			Council	This standard is not applicable as this application vacates e the common boundary line separating
	_		Findings 16.04.030.L	Lot 3A and 4A of Bavarian Village Subdivision to create amended Lot 3B.
\boxtimes				Final Plat Copies: Both a hard copy and a digital copy of the final plat shall be filed with the administrator prior to being placed upon the Council's agenda. A digital copy of the final plat as approved by the council and signed by the city clerk shall be filed with the administrator and retained by the city. The. Applicant shall also provide the city with a digital copy of the recorded document with its assigned legal instrument number.
			Council Findings	This standard has been met.
			16.04.040.A	Required Improvements: The improvements set forth in this section shall be shown on the preliminary plat and installed prior to approval of the final plat. Construction design plans shall be submitted and approved by the city engineer. All such improvements shall be in accordance with the comprehensive plan and constructed in compliance with construction standard specifications adopted by the city.
			Council Findings	This standard is not applicable as this application vacates e the common boundary line separating Lot 3A and 4A of Bavarian Village Subdivision to create amended Lot 3B.
			Findings 16.04.040.B	Improvement Plans: Prior to approval of final plat by the Council, the subdivider shall file two (2) copies with the city engineer, and the city engineer shall approve construction plans for all improvements required in the proposed subdivision. Such plans shall be prepared by a civil engineer licensed in the state.
			Council	This standard is not applicable as this application vacates e the common boundary line separating
	_	5-3	Findings	Lot 3A and 4A of Bavarian Village Subdivision to create amended Lot 3B.
		\boxtimes	16.04.040.C	Performance Bond: Prior to final plat approval, the subdivider shall have previously constructed all required improvements and secured a certificate of completion from the city engineer. However, in cases where the required improvements cannot be constructed due to weather,
				factors beyond the control of the subdivider, or other conditions as determined acceptable at the sole discretion of the city, the city council may accept, in lieu of any or all of the required
				improvements, a performance bond filed with the city clerk to ensure actual construction of the required improvements as submitted and approved. Such performance bond shall be issued in
				an amount not less than one hundred fifty percent (150%) of the estimated costs of
				improvements as determined by the city engineer. In the event the improvements are not
				constructed within the time allowed by the city council (which shall be two years or less,
				depending upon the individual circumstances), the council may order the improvements installed at the expense of the subdivider and the surety. In the event the cost of installing the required improvements exceeds the amount of the bond, the subdivider shall be liable to the city for additional costs. The amount that the cost of installing the required improvements

Bavarian Village Subdivision: Lot 3B Lot Line Shift Application Findings of Fact, Conclusions of Law, and Decision Ketchum City Council Meeting of November 16th, 2020 **City of Ketchum Planning & Building Department**

		exceeds the amount of the performance bond shall automatically become a lien upon any and
	Council	all property within the subdivision owned by the owner and/or subdivider.
	Council Findings	This standard is not applicable as this application vacates e the common boundary line separating Lot 3A and 4A of Bavarian Village Subdivision to create amended Lot 3B.
	16.04.040.D	As Built Drawing: Prior to acceptance by the city council of any improvements installed by the subdivider, two (2) sets of as built plans and specifications, certified by the subdivider's engineer, shall be filed with the city engineer. Within ten (10) days after completion of improvements and submission of as built drawings, the city engineer shall certify the completion of the improvements and the acceptance of the improvements, and shall submit a copy of such certification to the administrator and the subdivider. If a performance bond has been filed, the administrator shall forward a copy of the certification to the city clerk. Thereafter, the city clerk shall release the performance bond upon application by the
		subdivider.
	Council	This standard is not applicable as this application vacates e the common boundary line separating
	Findings 16.04.040.E	Lot 3A and 4A of Bavarian Village Subdivision to create amended Lot 3B.Monumentation: Following completion of construction of the required improvements and prior
	Council	to certification of completion by the city engineer, certain land survey monuments shall be reset or verified by the subdivider's engineer or surveyor to still be in place. These monuments shall have the size, shape, and type of material as shown on the subdivision plat. The monuments shall be located as follows: 1. All angle points in the exterior boundary of the plat. 2. All street intersections, points within and adjacent to the final plat. 3. All street corner lines ending at boundary line of final plat. 4. All angle points and points of curves on all streets. 5. The point of beginning of the subdivision plat description. The applicant shall meet the required monumentation standards prior to recordation of the Final
	Findings	Plat.
	16.04.040.F	 Lot Requirements: 1. Lot size, width, depth, shape and orientation and minimum building setback lines shall be in compliance with the zoning district in which the property is located and compatible with the location of the subdivision and the type of development, and preserve solar access to adjacent properties and buildings. 2. Whenever a proposed subdivision contains lot(s), in whole or in part, within the floodplain, or which contains land with a slope in excess of twenty five percent (25%), based upon natural contours, or creates corner lots at the intersection of two (2) or more streets, building envelopes shall be shown for the lot(s) so affected on the preliminary and final plats. The building envelopes shall be located in a manner designed to promote harmonious development of structures, minimize congestion of structures, and provide open space and solar access for each lot and structure. Also, building envelopes shall be located to promote access to the lots and maintenance of public utilities, to minimize cut and fill for roads and building foundations, and minimize adverse impact upon environment, watercourses and topographical features. Structures may only be built on buildable lots. Lots shall only be created that meet the definition of "lot, buildable" in section 16.04.020 of this chapter. Building envelopes shall be established outside of hillsides of twenty five percent (25%) and greater and outside of the floodway. A waiver to this standard may only be considered for the following: a. For lot line shifts of parcels that are entirely within slopes of twenty five percent (25%) or greater that are found to be in compliance with the purposes and standards of the mountain overlay design review standards and all other city requirements are met. b. For small, isolated pockets of twenty five percent (25%) or greater that are found to be in compliance with the purposes and standards of the mountain overlay district and this section. 3. Co

Bavarian Village Subdivision: Lot 3B Lot Line Shift Application Findings of Fact, Conclusions of Law, and Decision Ketchum City Council Meeting of November 16th, 2020 **City of Ketchum Planning & Building Department**

		with recordation of the final plat. Minimum lot sizes in all cases shall be reversed frontage lot(s).
	Council Findings	Standard #1 has been met. Lot 3B complies with the dimensional standards required for lots within the GR-H Zone. Standard # is not applicable as the subject property isn't located within the Floodplain or Mountain overlays. Standard #3-6 have been met.
	16.04.040.G	 G. Block Requirements: The length, width and shape of blocks within a proposed subdivision shall conform to the following requirements: No block shall be longer than one thousand two hundred feet (1,200'), nor less than four hundred feet (400') between the street intersections, and shall have sufficient depth to provide for two (2) tiers of lots. Blocks shall be laid out in such a manner as to comply with the lot requirements. The layout of blocks shall take into consideration the natural topography of the land to promote access within the subdivision and minimize cuts and fills for roads and minimize adverse impact on environment, watercourses and topographical features. Except in the original Ketchum Townsite, corner lots shall contain a building envelope outside of a seventy five foot (75') radius from the intersection of the streets.
	Council Findings	This application does not create a new block. This requirement is not applicable.
	16.04.040.H	 Street improvement Requirements: 1. The arrangement, character, extent, width, grade and location of all streets put in the proposed subdivision shall conform to the comprehensive plan and shall be considered in their relation to existing and planned streets, topography, public convenience and safety, and the proposed uses of the land; 2. All streets shall be constructed to meet or exceed the criteria and standards set forth in chapter 12.04 of this code, and all other applicable ordinances, resolutions or regulations of the city or any other governmental entity having jurisdiction, now existing or adopted, amended or codified; 3. Where a subdivision abuts or contains an existing or proposed arterial street, railroad or limited access highway right of way, the council may require a frontage street, planting strip, or similar design features; 4. Streets may be required to provide access to adjoining lands and provide proper traffic circulation through existing or future neighborhoods; 5. Street grades shall not be less than three-tenths percent (0.3%) and not more than seven percent (7%) so as to provide safe movement of traffic and emergency vehicles in all weather and to provide for adequate drainage and snow plowing; 6. In general, partial dedications shall not be permitted, however, the council may accept a partial street dedication when such a street forms a boundary of the right of way when the adjoining property is subdivided. When a partial street exists adjoining the proposed subdivision and is deemed necessary for the orderly development of the subdivision or the future development of the subdivision and the adjacent property. When such a dead end street serves more than two (2) lots, a temporary turnaround easement shall be provided, which easement shall revert to the adjacent property. When such a dead end street serves more than two (2) lots, a temporary turnaround easement shall be provided, which aesement shall have a maximum length gr

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				12. A tangent of at least one hundred feet (100') long shall be introduced between reverse
				curves on arterial and collector streets; 13. Proposed streets which are a continuation of an existing street shall be given the same
1				names as the existing street. All new street names shall not duplicate or be confused with the
				names of existing streets within Blaine County, Idaho. The subdivider shall obtain approval of
				all street names within the proposed subdivision from the County Assessor's office before
				submitting same to council for preliminary plat approval;
				14. Street alignment design shall follow natural terrain contours to result in safe streets, usable
				lots, and minimum cuts and fills;
				15. Street patterns of residential areas shall be designed to create areas free of through traffic,
				but readily accessible to adjacent collector and arterial streets;
				16. Reserve planting strips controlling access to public streets shall be permitted under
				conditions specified and shown on the final plat, and all landscaping and irrigation systems
				shall be installed as required improvements by the subdivider;
				17. In general, the centerline of a street shall coincide with the centerline of the street right of
				way, and all crosswalk markings shall be installed by the subdivider as a required improvement;
				18. Street lighting shall be required consistent with adopted city standards and where
				designated shall be installed by the subdivider as a requirement improvement;
				19. Private streets may be allowed upon recommendation by the commission and approval by
				the Council. Private streets shall be constructed to meet the design standards specified in subsection H2 of this section and chapter 12.04 of this code;
				20. Street signs shall be installed by the subdivider as a required improvement of a type and
				design approved by the Administrator and shall be consistent with the type and design of
				existing street signs elsewhere in the City;
				21. Whenever a proposed subdivision requires construction of a new bridge, or will create
				substantial additional traffic which will require construction of a new bridge or improvement of
				an existing bridge, such construction or improvement shall be a required improvement by the
				subdivider. Such construction or improvement shall be in accordance with adopted standard
				specifications;
				22. Sidewalks, curbs and gutters shall be required consistent with adopted city standards and
				where designated shall be a required improvement installed by the subdivider;
				23. Gates are prohibited on private roads and parking access/entranceways, private driveways
				accessing more than one single-family dwelling unit and one accessory dwelling unit, and public
				rights-of-way unless approved by the City Council; and
				24. No new public or private streets or flag lots associated with a proposed subdivision (land,
				planned unit development, townhouse, condominium) are permitted to be developed on parcels within the Avalanche Zone.
			Council	This standard is not applicable. This proposal does not create new street, private road, or bridge.
			Findings	This standard is not applicable. This proposal does not create new street, private road, of bridge.
			16.04.040.I	Alley Improvement Requirements: Alleys shall be provided in, commercial and light industrial
		\boxtimes	10.04.040.1	zoning districts. The width of an alley shall be not less than twenty feet (20'). Alley intersections
				and sharp changes in alignment shall be avoided, but where necessary, corners shall be
				provided to permit safe vehicular movement. Dead end alleys shall be permitted only within
				the original Ketchum Townsite and only after due consideration of the interests of the owners
				of property adjacent to the dead-end alley including, but not limited to, the provision of fire
				protection, snow removal and trash collection services to such properties. Improvement of
				alleys shall be done by the subdivider as required improvement and in conformance with
				design standards specified in subsection H2 of this section.
			Council	This standard is not applicable as this application vacates e the common boundary line separating
			Findings	Lot 3A and 4A of Bavarian Village Subdivision to create amended Lot 3B. Alleys are not required
				within residential neighborhoods.
\boxtimes			16.04.040.J	Required Easements: Easements, as set forth in this subsection, shall be required for location of
1				utilities and other public services, to provide adequate pedestrian circulation and access to
				public waterways and lands.
				1. A public utility accompany of loget ten fact (101) in width shall be required within the street
				1. A public utility easement at least ten feet (10') in width shall be required within the street right-of-way boundaries of all private streets. A public utility easement at least five feet (5') in
				width shall be required within property boundaries adjacent to Warm Springs Road and within
				any other property boundary as determined by the City Engineer to be necessary for the
				provision of adequate public utilities.
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			2. Where a subdivision contains or borders on a watercourse, drainageway, channel or stream, an easement shall be required of sufficient width to contain such watercourse and provide access for private maintenance and/or reconstruction of such watercourse.
			3. All subdivisions which border the Big Wood River, Trail Creek and Warm Springs Creek shall dedicate a ten foot (10') fish and nature study easement along the riverbank. Furthermore, the Council shall require, in appropriate areas, an easement providing access through the subdivision to the bank as a sportsman's access. These easement requirements are minimum standards, and in appropriate cases where a subdivision abuts a portion of the river adjacent to an existing pedestrian easement, the Council may require an extension of that easement along the portion of the riverbank which runs through the proposed subdivision.
			4. All subdivisions which border on the Big Wood River, Trail Creek and Warm Springs Creek shall dedicate a twenty five foot (25') scenic easement upon which no permanent structure shall be built in order to protect the natural vegetation and wildlife along the riverbank and to protect structures from damage or loss due to riverbank erosion.
			5. No ditch, pipe or structure for irrigation water or irrigation wastewater shall be constructed, rerouted or changed in the course of planning for or constructing required improvements within a proposed subdivision unless same has first been approved in writing by the ditch company or property owner holding the water rights. A written copy of such approval shall be filed as part of required improvement construction plans.
			6. Nonvehicular transportation system easements including pedestrian walkways, bike paths, equestrian paths, and similar easements shall be dedicated by the subdivider to provide an adequate nonvehicular transportation system throughout the City.
		Council Findings	Standard #1 has been met. The plat indicates the required utility easement. Standards #2-6 are not applicable.
	\boxtimes	16.04.040.K	Sanitary Sewage Disposal Improvements: Central sanitary sewer systems shall be installed in all
			subdivisions and connected to the Ketchum sewage treatment system as a required improvement by the subdivider. Construction plans and specifications for central sanitary sewer extension shall be prepared by the subdivider and approved by the City Engineer, Council and Idaho Health Department prior to final plat approval. In the event that the sanitary sewage system of a subdivision cannot connect to the existing public sewage system, alternative provisions for sewage disposal in accordance with the requirements of the Idaho Department of Health and the Council may be constructed on a temporary basis until such time as connection to the public sewage system is possible. In considering such alternative provisions, the Council may require an increase in the minimum lot size and may impose any other reasonable requirements which it deems necessary to protect public health, safety and welfare.
		Council	This standard is not applicable as this application vacates e the common boundary line separating
		Findings	Lot 3A and 4A of Bavarian Village Subdivision to create amended Lot 3B.
	\boxtimes	16.04.040.L	Water System Improvements: A central domestic water distribution system shall be installed in all subdivisions by the subdivider as a required improvement. The subdivider shall also be
			required to locate and install an adequate number of fire hydrants within the proposed subdivision according to specifications and requirements of the City under the supervision of the Ketchum Fire Department and other regulatory agencies having jurisdiction. Furthermore, the central water system shall have sufficient flow for domestic use and adequate fire flow. All such water systems installed shall be looped extensions, and no dead end systems shall be permitted. All water systems shall be connected to the Municipal water system and shall meet the standards of the following agencies: Idaho Department of Public Health, Idaho Survey and Rating Bureau, District Sanitarian, Idaho State Public Utilities Commission, Idaho Department of
			Reclamation, and all requirements of the City.
		Council	This standard is not applicable as this application vacates e the common boundary line separating
		Findings	Lot 3A and 4A of Bavarian Village Subdivision to create amended Lot 3B.
	\boxtimes	16.04.040.M	Planting Strip Improvements: Planting strips shall be required improvements. When a predominantly residential subdivision is proposed for land adjoining incompatible uses or features such as highways, railroads, commercial or light industrial districts or off street parking areas, the subdivider shall provide planting strips to screen the view of such incompatible
			features. The subdivider shall submit a landscaping plan for such planting strip with the preliminary plat application, and the landscaping shall be a required improvement.

	[Council	This standard is not applicable as this application vacates e the common boundary line separating
		Findings	Lot 3A and 4A of Bavarian Village Subdivision to create amended Lot 3B.
		Findings 16.04.040.N	 Cuts, Fills, And Grading Improvements: Proposed subdivisions shall be carefully planned to be compatible with natural topography, soil conditions, geology and hydrology of the site, as well as to minimize cuts, fills, alterations of topography, streams, drainage channels, and disruption of soils and vegetation. The design criteria shall include the following: A preliminary soil report prepared by a qualified engineer may be required by the commission and/or Council as part of the preliminary plat application. Preliminary grading plan prepared by a civil engineer shall be submitted as part of all preliminary plat applications. Such plan shall contain the following information: Prelow and fill banks in pad elevations. Drainage patterns. Areas where trees and/or natural vegetation will be preserved. Location of all street and utility improvements including driveways to building envelopes. Any other information which may reasonably be required by the Administrator, commission or Council to adequately review the affect of the proposed improvements. Grading shall be designed to blend with natural landforms and to minimize the necessity of padding or terracing of building sites, excavation for foundations, and minimize the necessity of cuts and fills for streets and driveways. Areas within a subdivision which are not well suited for development because of existing soil conditions, steepness of slope, geology or hydrology shall be allocated for open space for the benefit of future property owners within the subdivision. Where existing soils and vegetation are disrupted by subdivision development, provision shall be made by the subdivider for revegetation of disturbed areas with perennial vegetation sufficient to stabilize the soil upon completion of the construction. Until such times as such revegetation has been installed and established, the subdivider shall maintain and protect all
		Council	 disturbed surfaces from erosion. 6. Where cuts, fills, or other excavations are necessary, the following development standards shall apply: a. Fill areas shall be prepared by removing all organic material detrimental to proper compaction for soil stability. b. Fills shall be compacted to at least ninety five percent (95%) of maximum density as determined by AASHO T99 (American Association of State Highway Officials) and ASTM D698 (American Standard Testing Methods). c. Cut slopes shall be no steeper than two horizontal to one vertical (2:1). Subsurface drainage shall be provided as necessary for stability. d. Fill slopes shall be no steeper than three horizontal to one vertical (3:1). Neither cut nor fill slopes shall be located on natural slopes of three to one (3:1) or steeper, or where fill slope toes out within twelve feet (12') horizontally of the top and existing or planned cut slope. e. Toes of cut and fill slopes shall be set back from property boundaries a distance of three feet (3'), plus one-fifth (1/5) of the height of the cut or the fill, but may not exceed a horizontal distance of ten feet (10'); tops and toes of cut and fill slopes shall be set back from structures at a distance of at least six feet (6'), plus one-fifth (1/5) of the height of the cut or the fill. Additional setback distances shall be provided as necessary to accommodate drainage features and drainage structures.
		Findings	Lot 3A and 4A of Bavarian Village Subdivision to create amended Lot 3B.
		16.04.040.0	Drainage Improvements: The subdivider shall submit with the preliminary plat application such maps, profiles, and other data prepared by an engineer to indicate the proper drainage of the surface water to natural drainage courses or storm drains, existing or proposed. The location and width of the natural drainage courses shall be shown as an easement common to all owners within the subdivision and the City on the preliminary and final plat. All natural drainage courses shall be left undisturbed or be improved in a manner that will increase the operating efficiency of the channel without overloading its capacity. An adequate storm and surface drainage system shall be a required improvement in all subdivisions and shall be installed by the subdivider. Culverts shall be required where all water or drainage courses

			intersect with streets, driveways or improved public easements and shall extend across and
			under the entire improved width including shoulders.
		Council	This standard is not applicable as this application vacates e the common boundary line separating
		Findings	Lot 3A and 4A of Bavarian Village Subdivision to create amended Lot 3B.
	\boxtimes	16.04.040.P	Utilities: In addition to the terms mentioned in this section, all utilities including, but not
			limited to, electricity, natural gas, telephone and cable services shall be installed underground
			as a required improvement by the subdivider. Adequate provision for expansion of such
			services within the subdivision or to adjacent lands including installation of conduit pipe across
			and underneath streets shall be installed by the subdivider prior to construction of street
			improvements.
		Council	This standard is not applicable as this application vacates e the common boundary line separating
		Findings	Lot 3A and 4A of Bavarian Village Subdivision to create amended Lot 3B.
	\boxtimes	16.04.040.Q	Off Site Improvements: Where the off site impact of a proposed subdivision is found by the
			commission or Council to create substantial additional traffic, improvements to alleviate that
			impact may be required of the subdivider prior to final plat approval, including, but not limited
			to, bridges, intersections, roads, traffic control devices, water mains and facilities, and sewer
			mains and facilities.
		Council	This standard is not applicable as this application vacates e the common boundary line separating
		Findings	Lot 3A and 4A of Bavarian Village Subdivision to create amended Lot 3B.
	\boxtimes	16.04.040.R	Avalanche And Mountain Overlay: All improvements and plats (land, planned unit
			development, townhouse, condominium) created pursuant to this chapter shall comply with
			City of Ketchum Avalanche Zone District and Mountain Overlay Zoning District requirements as
			set forth in Title 17 of this Code.
		Council	This standard is not applicable as the property is not located in the Avalanche or Mountain
		Findings	Overlay.
	\boxtimes	16.04.040.S	Existing natural features which enhance the attractiveness of the subdivision and community,
			such as mature trees, watercourses, rock outcroppings, established shrub masses and historic
			areas, shall be preserved through design of the subdivision.
		Council	This standard is not applicable as this application vacates e the common boundary line separating
		Findings	Lot 3A and 4A of Bavarian Village Subdivision to create amended Lot 3B.

CONCLUSIONS OF LAW

- 1. The City of Ketchum is a municipal corporation established in accordance with Article XII of the Constitution of the State of Idaho and Title 50 Idaho Code and is required and has exercised its authority pursuant to the Local Land Use Planning Act codified at Chapter 65 of Title 67 Idaho Code and pursuant to Chapters 3, 9 and 13 of Title 50 Idaho Code to enact the ordinances and regulations, which ordinances are codified in the Ketchum City Code ("KMC") and are identified in the Findings of Fact and which are herein restated as Conclusions of Law by this reference and which city ordinances govern the applicant's application for the development and use of the project site.
- 2. The Council has authority to hear the applicant's Lot Line Shift Application pursuant to Chapter 16.04 of Ketchum Code Title 16.
- 3. The City of Ketchum Planning Department provided adequate notice for the review of this application.
- 4. The Lot Line Shift (Readjustment of Lot Lines) application is governed under Sections 16.04.010, 16.04.020, 16.04.030, and 16.04.060 of Ketchum Municipal Code Chapter 16.04.
- 5. As conditioned, the proposed Lot Line Shift meets the standards for approval under Title 16 of Ketchum Municipal Code.

DECISION

THEREFORE, the Ketchum City Council **approves** the Bavarian Village Subdivision Lot 3B Lot Line Shift Application this Monday, November 16th, 2020 subject to the following conditions:

CONDITIONS OF APPROVAL

- 1. The amended plat mylar shall meet all conditions specified in Table 1: Findings Regarding Contents of Final Plat and Subdivision Design & Development Requirements.
- The amended subdivision plat shall meet all governing ordinances, requirements, and regulations of the Fire Department (2012 International Fire Code and local Fire Protection Ordinance No. 1125), Building Department (2012 International Building Code, the 2012 International Residential Code, and Title 15 of Ketchum Municipal Code), Utilities Department, Street Department (Title 12 of Ketchum Municipal Code), and the City Engineer.
- 3. The recorded plat shall show a minimum of two Blaine County Survey Control Monuments with ties to the property and an inverse between the two monuments. The Survey Control Monuments shall be clearly identified on the face of the map.
- 4. An electronic CAD file shall be submitted to the City of Ketchum prior to final plat signature by the City Clerk. The electronic CAD file shall be submitted to the Blaine County Recorder's office concurrent with the recording of the Plat containing the following minimum data:
 - a. Line work delineating all parcels and roadways on a CAD layer/level designated as "parcel";
 - b. Line work delineating all roadway centerlines on a CAD layer/level designated as "road"; and,
 - c. Line work that reflects the ties and inverses for the Survey Control Monuments shown on the face of the Plat shall be shown on a CAD layer/level designated as "control"; and,
 - d. All information within the electronic file shall be oriented and scaled to Grid per the Idaho State Plane Coordinate System, Central Zone, NAD1983 (1992), U.S. Survey Feet, using the Blaine County Survey Control Network. Electronic CAD files shall be submitted in a ".dwg", ".dgn" or ".shp" format and shall be submitted digitally to the City on a compact disc. When the endpoints of the lines submitted are indicated as coincidental with another line, the CAD line endpoints shall be separated by no greater than 0.0001 drawing units.
- 5. The Final Plat mylar shall contain all items required under Title 50, Chapter 13, Idaho Code as well as all items required pursuant to KMC §16.04.030J including certificates and signatures.

6. The applicant shall provide a copy of the recorded Final Plat to the Planning and Building Department for the official file on the application.

Findings of Fact **adopted** this 16th day of November 2020

Neil Bradshaw, Mayor

Katrin Sharp, Deputy City Clerk

Attachment B: Lot Line Shift Application Submittal



City of Ketchum Planning & Building

CERTIFIED COMPLETE

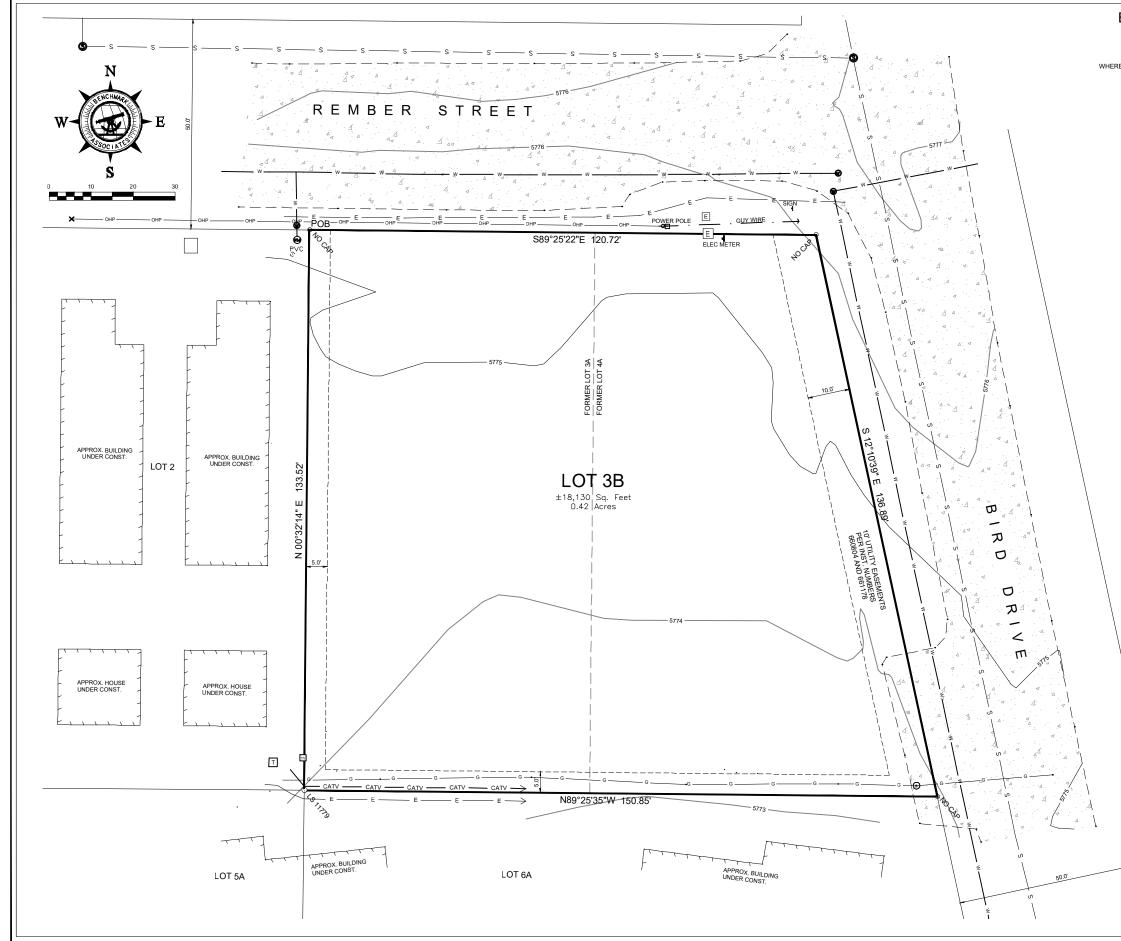


Lot Line Shift Application

OWNER INFORMATION	
Owner Name: PB Investments	£
Mailing Address: P.O. Box 1906, Twin Falls, ID 83303	
Phone: 208-933-0700	
Email: erobertson@rsidaho.com gslette@rsidaho.com	
PROJECT INFORMATION	
Name of Proposed Plat: Bavarian Village Sub: Lot 3B	
Representative of Owner: Benchmark Associates, Garth McClure	
Phone: 208-726-9512 Ext. 111	ь
Mailing Address: P.O. Box 733	
Email: garth@bma5b.com	· · · · · · · · · · · · · · · · · · ·
Legal Land Description: Bavarian Village Subdivision: Lost 3A & 4A	
Street Address: 106 & 110 Rember Street	
Number of Lots: Combining two lots into one.	Number of Units: N/A
Total Land Area in Square Feet: +/- 18,130 S.F.	Current Zoning District: GR-H
Overlay District: 🗌 Flood 🗌 Mountain	Avalanche
Easements to be Dedicated on the Final Plat (Describe Briefly):	
No new e	asements.
ATTACHMENTS	
Attachments Necessary to Complete Application:	
1. A copy of a current lot book guarantee and recorded dee	ad to the subject property:
2. One (1) copy of preliminary plat; and,	eu to the subject property,
A CD or email of an electronic (.pdf) of the plat.	

Applicant agrees in the event of a dispute concerning the interpretation or enforcement of the Lot Line Shift Application, in which the City of Ketchum is the prevailing party, to pay reasonable attorney fees, including attorney fees on appeal, and expenses of the City of Ketchum. I, the undersigned, certify that all information submitted with and upon this application form is true and accurate to the best of my knowledge and belief.

n REP .20 8.2 Date Signature of Owner/Representative



BAVARIAN VILLAGE SUBDIVISION: LOT 3B

LOCATED WITHIN: SECTION 13, TOWNSHIP 4 NORTH, RANGE 17 EAST, B.M., CITY OF KETCHUM, BLAINE COUNTY, IDAHO

WHEREIN THE BOUNDARY COMMON TO LOTS 3A & 4A, BAVARIAN VILLAGE SUBDIVSION IS ELIMINATED.

SEPTEMBER 2020 PRELIMINARY PLAT

LEGEND:

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PROPERTY LINE LOT LINE ELIMINATED EASEMENT LINE AS SHOWN EDGE PAVEMENT PAINTED GAS LINE PAINTED SALINE PAINTED ELECTRIC LINE PAINTED ELECTRIC LINE PAINTED ELECTRIC LINE OVERHEAD POWER LINES ELECTRIC BOX GAS MARKER SEWER MANHOLE TELECOM BOX WATER VALVE WATER VALVE WATER METER CATU BOX FOUND 3/8" REBAR FOUND 3/8" REBAR

SURVEYOR'S NARRATIVE:

- THE PURPOSE OF THIS PLAT IS TO ELIMINATE THE BOUNDARY COMMON TO LOTS 3A & 4A OF BAVARIAN VILLAGE SUBDIVISION. FOUND MONUMENTS WERE ACCEPTED AS EITHER ORIGINAL OR REPLACEMENTS OF ORIGINAL CORNERS.
- DIMENSIONS SHOWN HEREON ARE MEASURED. FOR RECORD DIMENSIONS, SEE REFERENCED SURVEYS.
- 3. DOCUMENTS USED IN THE COURSE OF THIS SURVEY:
- A. ORIGINAL PLAT OF "BAVARIAN VILLAGE SUBDIVISION", INST. NO. 139821.
- B. PLAT OF "BAVARIAN VILLAGE SUBDIVISION: LOTS 3A, 4A, 5A, 6A, 7A & 8A.", INST. NO. 631181.

NOTES:

- REFER TO THE ORIGINAL PLAT OF BAVARIAN VILLAGE SUBDIVISION, INST. NO. 139821 AND TO THE PLAT OF BAVARIAN VILLAGE SUBDIVISION: LOTS 3A, 4A, 5A, 6A, 7A, 8A, INST. NO. 631181 FOR CONDITIONS, RESTRICTIONS AND PLAT NOTES GOVERNING THIS PROPERTY.
- 2. UTILITIES ARE PER SURFACE EVIDENCE ONLY. OTHER UNDERGROUND UTILITIES MAY EXIST. LOCATION OF UNDERGROUND UTILITIES AND SERVICES SHOULD BE CONFIRMED PIROR TO EXCAVATION OR DESIGN. WATER AND SEWER LINES ARE PER FOUND VALVES, MANHOLES AND RECORD MAPS.
- 3. VERTICAL DATUM: ELEVATIONS BASED ON NAVD 88 (GEIOD03) DATUM UTILIZING SMARTNET CORS STATION IDKM.

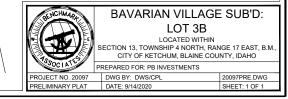


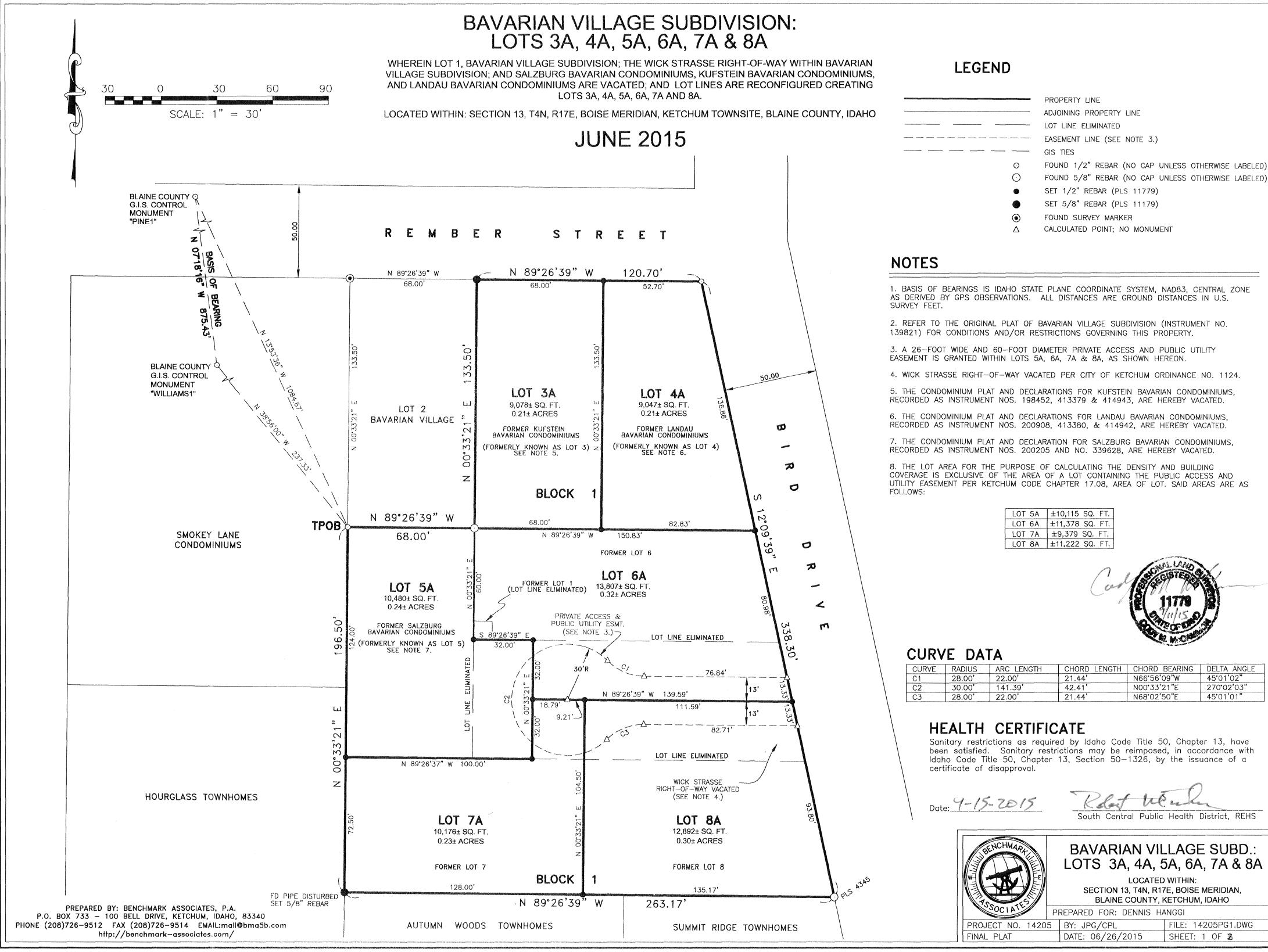
HEALTH CERTIFICATE

Sanitary restrictions as required by Idaho Code Title 50, Chapter 13, have been satisfied. Sanitary restrictions may be reimposed, in accordance with Idaho Code Title 50, Chapter 13, Section 50-1326, by the issuance of a certificate of disapproval.

Dated:

South Central Public Health District, REHS





BAVARIAN VILLAGE SUBDIVISION: LOTS 3A, 4A, 5A, 6A, 7A & 8A

OWNER'S CERTIFICATE

This is to certify that TBDBV, LLC, an Idaho limited liability company, is the owner in fee simple of the Real Property described as follows:

Five parcels of land located within Section 13, Township 4 North, Range 17 East, Boise Meridian, City of Ketchum, Blaine County, Idaho, more particularly described as follows:

Lots 1 and 6 of BAVARIAN VILLAGE SUBDIVISION, according to the official plat thereof, recorded as instrument No. 139821, records of Blaine County, Idaho.

AND

A parcel of land being a portion of the Wick Strasse right-of-way, as shown on the map of BAVARIAN VILLAGE SUBDIVISION, according to the official plat thereof, recorded as Instrument No. 139821, records of Blaine County, Idaho, said parcel being more particularly described by metes and bounds as follows:

Commencing at a 1/2" rebar marking the northwest corner of said Wick Strasse right-of-way, thence along the northerly boundary of said Wick Strasse right-of-way South 89°26'39" East, 32.00 feet to the POINT OF BEGINNING:

Thence continuing along said northerly boundary South 89°26'39" East, 132.37 feet to a point on the westerly boundary of Bird Drive right-of-way; thence South 12°09'39" East, 32.80 feet along said westerly boundary; thence leaving said westerly boundary, North 89°26'39" West 139.59 feet; thence North 00°33'21" East, 32.00 feet to the POINT OF BEGINNING;

Said parcel contains 4.351 square feet, more or less.

AND

Condominum Units A, B, C, D and E, together with the appurtenant undivided interest in the Common Area, as shown on the Condominium Map of KUFSTEIN BAVARIAN CONDOMINIUMS, according to the official plat thereof, recorded as Instrument No. 198452 and as defined and described in the Condominium Declaration recorded as Instrument No. 413379 and Amended as Instrument No. 414943, records of Blaine County, Idaho.

AND

Condominum Units A, B, C, D and E, together with the appurtenant undivided interest in the Common Area, as shown on the Condominium Map of LANDAU BAVARIAN CONDOMINIUMS, according to the official plat thereof, recorded as Instrument No. 200908 and as defined and described in the Condominium Declaration recorded as Instrument No. 413380 and Amended as Instrument No. 414942, records of Blaine County, Idaho.

Pursuant to Idaho Code 50-1334, the undersigned, as owner, does hereby state that the lots on this plat are eligible to receive water service from the Ketchum Utility Department, and that said department has agreed in writing to serve the lots shown on this plat.

It is the intention of the undersigned to and they do hereby include said land in this plat.

IN WITNESS WHEREOF, I have hereunto set my hand

TBDBV, LLC, an Idaho limited liability company

				• •	1400V		
DENNIS	M. HANGG	I, Manag	ing	Member			
	Arres 1			anner () bur by		 , 20 15.	Hop.



OWNER'S CERTIFICATE

This is to certify that BV, LLC, an Idaho limited liability company, is the owner in fee simple of the Real Property described as follows:

Four parcels of land located within Section 13, Township 4 North, Range 17 East, Boise Meridian, City of Ketchum, Blaine County, Idaho, more particularly described as follows:

Lots 7 and 8 of BAVARIAN VILLAGE SUBDIVISION, according to the official plat thereof, recorded as Instrument No. 139821, records of Blaine County, ldaho.

AND

A parcel of land being a portion of the Wick Strasse right-of-way, as shown on the map of BAVARIAN VILLAGE SUBDIVISION, according to the official plat thereof, recorded as Instrument No. 139821, records of Blaine County, Idaho, said parcel being more particularly described by metes and bounds as follows:

Commencing at a 1/2" rebar marking the northwest corner of said Wick Strasse right-of-way, thence along the northerly boundary of said Wick Strasse right-of-way South 89°26'39" East, 32.00 feet; thence leaving said northerly boundary, South 00°33'21" West, 32.00 feet to the POINT OF BEGINNING:

Thence South 89°26'39" East. 28.00 feet: thence South 00°33'21" West, 32.00 feet to the southerly boundary of said Wick Strasse right-of-way: thence North 89°26'37" West, 28.00 feet along said southerly boundary; thence leaving said southerly boundry, North 00°33'21" East, 32.00 feet to the POINT OF BEGINNING.

Said parcel contains 896 square feet, more or less.

AND

A parcel of land being a portion of the Wick Strasse right-of-way, as shown on the map of BAVARIAN VILLAGE SUBDIVISION, according to the official plat thereof, recorded as Instrument No. 139821, records of Blaine County, Idaho, said parcel being more particularly described by metes and bounds as follows:

Commencing at a 1/2" rebar marking the northwest corner of said Wick Strasse right-of-way, thence along the northerly boundary of said Wick Strasse right-of-way South 89°26'39" East, 32.00 feet; thence leaving said northerly boundary, South 00°33'21" West, 32.00 feet; thence South 89°26'39" East, 28.00 feet to the POINT OF BEGINNING:

Thence continuing South 89°26'39" East, 111.59 feet to the westerly boundary of Bird Drive right-of-way; thence along said westerly boundary, South 12°09'39" East, 32.81 feet to the southerly boundary of said Wick Strasse right-of-way; thence North 89°26'37" West, 118.81 feet along said southerly boundary; thence leaving said southerly boundary, North 00°33'21" East, 32.00 feet to the POINT OF BEGINNING.

Said parcel contains 3.687 square feet, more or less.

Pursuant to Idaho Code 50-1334, the undersigned, as owner, does hereby state that the lots on this plat are eligible to receive water service from the Ketchum Utility Department, and that said department has agreed in writing to serve the lots shown on this plat.

this plat.

IN WITNESS WHEREOF, I have hereunto set my hand.

BV, LLC, an Idaho limited liablity company

BY: Danis M. Hangi	
DENNIS M. HANGGI, Managing Member	
Signed this 8th day of JVLY	, 20/
THOMAS P. ZIEGLER, Managing Member Signed this <u>4Th</u> day of <u>August</u>	, 20 <u>15</u> .

It is the intention of the undersigned to and they do hereby include said land in

ACKNOWLEDGMENT

STATE OF IDAHO)

COUNTY OF BLAINE)

On this 8TM day of July , in the year of 2015, before me, the undersigned, personally appeared DENNIS M. HANGGI, known or identified to me (or proved to me), to be the Managing Member of TBDBV, LLC, an Idaho limited liability company and and BV, LLC, an Idaho limited liability company, and acknowledged to me that he and said limited liability companies executed the same.

NOTARL Residing at: KETCHUM, TD PUBLIC Commission Expires: 9/26/2020 E OF ID

ACKNOWLEDGMENT

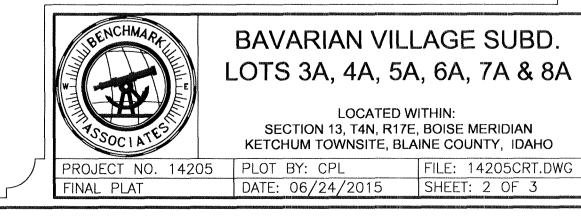
STATE OF IDAHO)

COUNTY OF BLAINE)

On this 4-TH day of AUGUST , in the year of 2015, before me, the undersigned, personally appeared THOMAS P. ZIEGLER, known or identified to me (or proved to me), to be the Managing Member of TBDBV, LLC, an Idaho limited liability company and acknowledged to me that said limited liability company executed the same.

NOTAR, Residing at: KETCHUM, PUBLIC

Commission Expires: 9/26/2020



OWNER'S CERTIFICATE

This is to certify that the TESTAMENTARY TRUST OF GLENN HARLOW HAMILTON, DECEASED, Esther Hamilton as trustee, is the owner in fee simple of the Real Property described as follows:

Two parcels of land located within Section 13, Township 4 North, Range 17 East, Boise Meridian, City of Ketchum, Blaine County, Idaho, more particularly described as follows:

Condominium Units A, B, C, D and E, as shown on the Condominium Map of SALZBURG BAVARIAN CONDOMINIUMS, recorded as instrument No. 200205 and as defined and described in the Condominium Declaration for SALZBURG BAVARIAN CONDOMINIUMS, together with the undivided interest in the common elements as defined in the Condominium Declaration recorded as Instrument No. 339628, records of Blaine County, Idaho.

AND

A parcel of land being a portion of the Wick Strasse right-of-way, as shown on the map of BAVARIAN VILLAGE SUBDIVISION, according to the official plat thereof, recorded as Instrument No. 139821, records of Blaine County, Idaho, said parcel being more particularly described by metes and bounds as follows:

Commencing at a 1/2" rebar marking the northwest corner of said Wick Strasse right-of-way, said point being the POINT OF BEGINNING;

Thence along the northerly boundary of said Wick Strasse right-of-way South 89°26'39" East, 32.00 feet; thence leaving said northerly boundary, South 00°33'21" West, 64.00 feet to a point on the southerly boundary of said Wick Strasse right-of-way; thence along said southerly boundary, North 89°26'37" West, 32.00 feet to the westerly boundary of said Wick Strasse right-of-way; thence North 00°33'21" East, 64.00 feet along said westerly boundary to the POINT OF BEGINNING;

Said parcel contains 2,048 square feet, more or less.

Pursuant to Idaho Code 50-1334, the undersigned, as owner, does hereby state that the lots on this plat are eligible to receive water service from the Ketchum Utility Department, and that said department has agreed in writing to serve the lots shown on this plat.

It is the intention of the undersigned to and they do hereby include said land in this plat.

IN WITNESS WHEREOF, I have hereunto set my hand.

THE TESTAMENTARY TRUST OF GLENN HARLOW HAMILTON, DECEASED

, 2065.

ACKNOWLEDGEMENT

STATE OF CALFORNIA_)	
COUNTY OF PRESNO)	
on Aug. 25,2015 before me,	Nicholas Louis Lucich Witery.
Date	Name and Title of Officer (g.g., "Jane Doe", Notary Public")
personally appeared <u>Christine</u>	L. Hanilton
	Name(s) of Signer(s)

personally known to me - OR - 🗌 proved to me on the basis of satisfactory evidence to be the



person(s) whose name(s) is/are subscribed to the within instrument and acknowledged to me that he/she/they executed the same in his/her/thetr authorized capacity(ies), and that by his/her/their signature(s) on the instrument the person(s), or the entity upon behalf of which the person(s) acted, executed the instrument.

WITNESS my hand and official seal. Signature of Notary Public

BAVARIAN VILLAGE SUBDIVISION: LOTS 3A, 4A, 5A, 6A, 7A & 8A

SURVEYOR'S CERTIFICATE

1. 100

I, CODY M. MCCAMMON, a duly Registered Professional Land Surveyor in the State of Idaho, do hereby certify that this is a true and accurate map of the land surveyed under my direct supervision, and that is in accordance with the State of Idaho Code relating to plats and surveys. WAL LAND

CODY M. MCCAMMON, P.L.S. #11779



CITY ENGINEER'S APPROVAL

I, <u>Robyn L. Mattison, P.E.</u>, City Engineer for Ketchum, Idaho do hereby approve the foregoing plat.



COUNTY SURVEYOR'S APPROVAL

This is to certify that 1, <u>Sam Yound</u>, County Surveyor for Blaine County, Idaho, have checked the foregoing plat and computations for making the same and have determined that they comply with the laws of the State of Idaho relating thereto.

CITY OF KETCHUM APPROVAL

I, Sandra Cady, City Clerk in and for the City of Ketchum, do hereby certify that the foregoing plat was duly accepted and approved according to the Ketchum Subdivision Ordinance.

Sandra Cady	Dry	DATE DATE DATE
		SEAL COUNTY and COUNTY and COUNTY
COUNTY TREASURER'S		
On this <u>/6</u> day of plat was approved and acc	epted by the Blaine Co	, 20 <u>15</u> , the foregoing plat unty Treasurer, Blaine County, Idaho.
By: Morgan Dra	g	
ment # 631181 BLAINE, IDAHO 5 04:40:00 PM No. of Pages: 3	JIBENCHMARA-	BAVARIAN VILLAGE SUBD. LOTS 3A, 4A, 5A, 6A, 7A & 8A

PROJECT NO. 14205

FINAL PLAT

LOCATED WITHIN:

SECTION 13, T4N, R17E, BOISE MERIDIAN

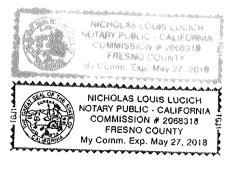
KETCHUM TOWNSITE, BLAINE COUNTY, IDAHO

FILE: 14205CRT.DWG

SHEET: 3 OF 3

PLOT BY: CPL

DATE: 06/24/2015



Instrun HAILEY. B 11-16-201 Recorded JOLYNN DRAGE Fee: 12.00 MPP Ex-Officio Recorder Deputy ndex to: PLATS



WARRANTY DEED

For Value Received

Hanggi Family Limited Partnership, an Idaho limited partnership,

the Grantor, hereby grants, bargains, sells, conveys and warrants unto

PB Investments, an Idaho General Partnership

the Grantee, whose current address is: PO Box 1906, Twin Falls, ID 83303

the following described premises, to-wit:

SEE EXHIBIT "A" ATTACHED HERETO

And as relinquished property in an I.R.C. 1031 Tax Deferred Exchange

TO HAVE AND TO HOLD the said premises, with their appurtenances unto the said Grantee, its heirs and assigns forever. And the said Grantor does hereby covenant to and with the said Grantee, that Grantor is the owner in fee simple of said premises; that they are free from all encumbrances except those to which this conveyance is expressly made subject to and those made, suffered or done by the Grantee; and subject to all existing patent reservations; restrictions in railroad deeds of record; easements and rights of way established and of record; protective covenants of record; zoning ordinances and applicable building codes, use restrictions, ordinances, laws and regulations of any governmental unit; general taxes and assessments, including irrigation and utility assessments (if any) for the current year, which are not due and payable; and that Grantor will warrant and defend the same from all lawful claims whatsoever. Whenever the context so requires, the singular number includes the plural.

Dated this 24 day of July, 2020.

HANGGI FAMILY LIMITED PARTNERSHIP

Dennis Hanggi **General Partner**

Blaine County Title, Inc. File Number: 2022352 Warranty Deed - Partnership Page 1 of 3 State of Idaho County of Blaine

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This record was acknowledged before me on Partner of Hanggi Hamily Limited Partnership.

(STAMP)

Notary Public Daryl Fauth My Gommission Expires: September 24, 2024

DARYL FAUTH COMMISSION NO. 22854 NOTARY PUBLIC STATE OF IDAHO MY COMMISSION EXPIRES 09/24/24

Blaine County Title, Inc. File Number: 2022352 Warranty Deed - Partnership Page 2 of 3

EXHIBIT "A" LEGAL DESCRIPTION

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Lot 4A, Block 1 of BAVARIAN VILLAGE SUBDIVISION: LOTS 3A, 4A, 5A, 6A, 7A & 8A, as shown on the official plat thereof recorded as Instrument No. 631181, records of Blaine County, Idaho.

Blaine County Title, Inc. File Number: 2022352 Warranty Deed - Partnership Page 3 of 3

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WARRANTY DEED

For Value Received

1

Robert L. Van Fossan Jr. Trustee of the Robert L. Van Fossen Revocable Deed of Trust dated, December 12, 2013, and Mary D. Van Fossan, Trustee of the Mary D. Van Fossan Revocable Deed of Trust dated December 12, 2013,

the Grantor, hereby grants, bargains, sells, conveys and warrants unto

PB Investments, an Idaho General Partnership

the Grantee, whose current address is: PO Box 1908, Twin Falls, ID 83303

the following described premises, to-wit:

Lot 3A, Block 1 of BAVARIAN VILLAGE SUBDIVISION: LOTS 3A, 4A, 5A, 6A, 7A & 8A, as shown on the official plat thereof recorded as Instrument No. 631181, records of Blaine County, Idaho.

SUBJECT TO: Current General Taxes, a lien in the process of assessment, not yet due or payable. Easements, restrictions, reservations, provisions of record, and assessments, if any.

TO HAVE AND TO HOLD the said premises, with their appurtenances unto the said Grantee, its heirs and assigns forever. And the said Grantor does hereby covenant to and with the said Grantee, that Grantor is the owner in fee simple of said premises; that they are free from all encumbrances except those to which this conveyance is expressly made subject to and those made, suffered or done by the Grantee; and subject to all existing patent reservations; restrictions in railroad deeds of record; easements and rights of way established and of record; protective covenants of record; zoning ordinances and applicable building codes, use restrictions, ordinances, laws and regulations of any governmental unit; general taxes and assessments, including irrigation and utility assessments (if any) for the current year, which are not due and payable; and that Grantor will warrant and defend the same from all lawful cleims whatsoever. Whenever the context so requires, the singular number includes the plural,

Dated this 24 th day of July, 2020.

Bialno County Titio, Inc. File Numbor: 2022352 Warranty Deed - Trust Page 1 of 2 Robert L. Van Fossan Revocable Deed of Trust dated December 12, 2013

Mary D. Van Fossan Revocable Deed of Trust dated December 12, 2013

13 Mary D. Var Julan, TIEE U/A DTD 12/13/2013 Robert L. Van Fossan, Trustee 12 State of Man ۵. County of 6

This record was acknowledged before me on ______ day of July, 2020, by Robert L. Van Fossan and Mary D. Van Fossan, as the Trustee(s) of the Robert L. Van Fossan Revocable Deed of Trust dated, December 12, 2013 and the Mary D. Van Fossan Revocable Deed of Trust dated December 12, 2013.

Notary Public My Commission Expires: State of County Mary

(STAMP)

Stanle H. Stephanie H. Licata Notary Public, State of Maryland PUBLIC **County of Taibot** My Commission Expires BOT CO

Blaine County Title, Inc. File Number: 2022362 Warranty Deed - Trust Page 2 of 2

stewart title

ALTA OWNER'S POLICY OF TITLE INSURANCE

ISSUED BY STEWART TITLE GUARANTY COMPANY

Any notice of claim and any other notice or statement in writing required to be given to the Company under this Policy must be given to the Company at the address shown in Section 18 of the Conditions.

COVERED RISKS

SUBJECT TO THE EXCLUSIONS FROM COVERAGE, THE EXCEPTIONS FROM COVERAGE CONTAINED IN SCHEDULE B AND THE CONDITIONS, STEWART TITLE GUARANTY COMPANY, a Texas corporation, (the "Company") insures, as of Date of Policy and, to the extent stated in Covered Risks 9 and 10, after Date of Policy, against loss or damage, not exceeding the Amount of Insurance, sustained or incurred by the Insured by reason of:

- 1. Title being vested other than as stated in Schedule A.
- 2. Any defect in or lien or encumbrance on the Title. This Covered Risk includes but is not limited to insurance against loss from
 - (a) A defect in the Title caused by
 - (i) forgery, fraud, undue influence, duress, incompetency, incapacity, or impersonation;
 - (ii) failure of any person or Entity to have authorized a transfer or conveyance;
 - (iii) a document affecting Title not properly created, executed, witnessed, sealed, acknowledged, notarized, or delivered;
 - (iv) failure to perform those acts necessary to create a document by electronic means authorized by law;
 - (v) a document executed under a falsified, expired, or otherwise invalid power of attorney;
 - (vi) a document not properly filed, recorded, or indexed in the Public Records including failure to perform those acts by electronic means authorized by law; or
 - (vii) a defective judicial or administrative proceeding.
 - (b) The lien of real estate taxes or assessments imposed on the Title by a governmental authority due or payable, but unpaid.
 - (c) Any encroachment, encumbrance, violation, variation, or adverse circumstance affecting the Title that would be disclosed by an accurate and complete land survey of the Land. The term "encroachment" includes encroachments of existing improvements located on the Land onto adjoining land, and encroachments onto the Land of existing improvements located on adjoining land.
- 3. Unmarketable Title.
- 4. No right of access to and from the Land.
- 5. The violation or enforcement of any law, ordinance, permit, or governmental regulation (including those relating to building and zoning) restricting, regulating, prohibiting, or relating to
 - (a) the occupancy, use, or enjoyment of the Land;
 - (b) the character, dimensions, or location of any improvement erected on the Land;
 - (c) the subdivision of land; or
 - (d) environmental protection
 - If a notice, describing any part of the Land, is recorded in the Public Records setting forth the violation or intention to enforce, but only to the extent of the violation or enforcement referred to in that notice.
- 6. An enforcement action based on the exercise of a governmental police power not covered by Covered Risk 5 if a notice of the enforcement action, describing any part of the Land, is recorded in the Public Records, but only to the extent of the enforcement referred to in that notice.
- 7. The exercise of the rights of eminent domain if a notice of the exercise, describing any part of the Land, is recorded in the Public Records.
- 8. Any taking by a governmental body that has occurred and is binding on the rights of a purchaser for value without Knowledge.

Countersigned by:

Blaine County Title, Inc. 360 Sun Valley Road P.O. Box 3176 Ketchum, ID 83340 (208) 726-0700 Agent ID: 120037



Frederick H. Eppinger President and CEO

Denise Carraux Secretary

For coverage information or assistance resolving a complaint, call (800) 729-1902 or visit <u>www.stewart.com</u>. To make a claim, furnish written notice in accordance with Section 3 of the Conditions. For purposes of this form the "Stewart Title" logo featured above is the represented logo for the underwriter, Stewart Title Guaranty Company.





COVERED RISKS (Continued)

(i) to be timely; or

shown in Schedule A.

to the extent provided in the Conditions.

a judgment or lien creditor.

(ii)

- 9. Title being vested other than as stated in Schedule A or being defective
 - (a) as a result of the avoidance in whole or in part, or from a court order providing an alternative remedy, of a transfer of all or any part of the title to or any interest in the Land occurring prior to the transaction vesting Title as shown in Schedule A because that prior transfer constituted a fraudulent or preferential transfer under federal bankruptcy, state insolvency, or similar creditors' rights laws; or
 - (b) because the instrument of transfer vesting Title as shown in Schedule A constitutes a preferential transfer under federal bankruptcy, state insolvency, or similar creditors' rights laws by reason of the failure of its recording in the Public Records

EXCLUSIONS FROM COVERAGE

CONDITIONS

The following matters are expressly excluded from the coverage of this policy, and the Company will not pay loss or damage, costs, attorneys' fees, or expenses that arise by reason of:

- (a) Any law, ordinance, permit, or governmental regulation (including those relating to building and zoning) restricting, regulating, prohibiting, or relating to
 - (i) the occupancy, use, or enjoyment of the Land;
 - (ii) the character, dimensions, or location of any improvement erected on the Land;
 - (iii) the subdivision of land; or
 - (iv) environmental protection;

or the effect of any violation of these laws, ordinances, or governmental regulations. This Exclusion 1(a) does not modify or limit the coverage provided under Covered Risk 5.

- (b) Any governmental police power. This Exclusion 1(b) does not modify or limit the coverage provided under Covered Risk 6.
- Rights of eminent domain. This Exclusion does not modify or limit the coverage provided under Covered Risk 7 or 8.
- 3. Defects, liens, encumbrances, adverse claims, or other matters
 - (a) created, suffered, assumed, or agreed to by the Insured Claimant;

1. DEFINITION OF TERMS

- The following terms when used in this policy mean:
- (a) "Amount of Insurance": The amount stated in Schedule A, as may be increased or decreased by endorsement to this policy, increased by Section 8(b), or decreased by Sections 10 and 11 of these Conditions.
- (b) "Date of Policy": The date designated as "Date of Policy" in Schedule A.
- (c) "Entity": A corporation, partnership, trust, limited liability company, or other similar legal entity.
- (d) "Insured": The Insured named in Schedule A.
 - (i) the term "Insured" also includes

Page 2 of 4 of Policy Serial No.: O-0000-798075198

- (A) successors to the Title of the Insured by operation of law as distinguished from purchase, including heirs, devisees, survivors, personal representatives, or next of kin;
- (B) successors to an Insured by dissolution, merger, consolidation, distribution, or reorganization;
- (C) successors to an Insured by its conversion to another kind of Entity;
- (D) a grantee of an Insured under a deed delivered without payment of actual valuable consideration conveying the Title
 - if the stock, shares, memberships, or other equity interests of the grantee are wholly-owned by the named Insured.
 - (2) if the grantee wholly owns the named Insured.
 - (3) if the grantee is wholly-owned by an affiliated Entity of the named Insured, provided the affiliated Entity and the named Insured are both wholly-owned by the same person or Entity, or
 - (4) if the grantee is a trustee or beneficiary of a trust created by a written instrument established by the

(b) not Known to the Company, not recorded in the Public Records at Date of Policy, but Known to the Insured Claimant and not disclosed in writing to the Company by the Insured Claimant prior to the date the Insured Claimant became an Insured under this policy;

to impart notice of its existence to a purchaser for value or to

10. Any defect in or lien or encumbrance on the Title or other matter

included in Covered Risks 1 through 9 that has been created or attached or has been filed or recorded in the Public Records

subsequent to Date of Policy and prior to the recording of the deed or

other instrument of transfer in the Public Records that vests Title as

The Company will also pay the costs, attorneys' fees, and expenses

incurred in defense of any matter insured against by this Policy, but only

- (c) resulting in no loss or damage to the Insured Claimant;
- (d) attaching or created subsequent to Date of Policy (however, this does not modify or limit the coverage provided under Covered Risk 9 and 10); or
- (e) resulting in loss or damage that would not have been sustained if the Insured Claimant had paid value for the Title.
- Any claim, by reason of the operation of federal bankruptcy, state insolvency, or similar creditors' rights laws, that the transaction vesting the Title as shown in Schedule A, is
 - (a) a fraudulent conveyance or fraudulent transfer; or
- (b) a preferential transfer for any reason not stated in Covered Risk 9 of this policy.
- 5. Any lien on the Title for real estate taxes or assessments imposed by governmental authority and created or attaching between Date of Policy and the date of recording of the deed or other instrument of transfer in the Public Records that vests Title as shown in Schedule A.

Insured named in Schedule A for estate planning purposes.

- (ii) with regard to (A), (B), (C), and (D) reserving, however, all rights and defenses as to any successor that the Company would have had against any predecessor Insured.
- (e) "Insured Claimant": An Insured claiming loss or damage.
- (f) "Knowledge" or "Known": Actual knowledge, not constructive knowledge or notice that may be imputed to an Insured by reason of the Public Records or any other records that impart constructive notice of matters affecting the Title.
- (g) "Land": The land described in Schedule A, and affixed improvements that by law constitute real property. The term "Land" does not include any property beyond the lines of the area described in Schedule A, nor any right, tille, interest, estate, or easement in abutting streets, roads, avenues, alleys, lanes, ways, or waterways, but this does not modify or limit the extent that a right of access to and from the Land is insured by this policy.
- (h) "Mortgage": Mortgage, deed of trust, trust deed, or other security instrument, including one evidenced by electronic means authorized by law.
- (i) "Public Records": Records established under state statutes at Date of Policy for the purpose of imparting constructive notice of matters relating to real property to purchasers for value and without Knowledge. With respect to Covered Risk 5(d), "Public Records" shall also include environmental protection liens filed in the records of the clerk of the United States District Court for the district where the Land is located.
- (j) "Title": The estate or interest described in Schedule A.
- (k) "Unmarketable Title": Title affected by an alleged or apparent matter that would permit a prospective purchaser or lessee of the Title or lender on the Title to be released from the obligation to purchase, lease, or lend if there is a contractual condition requiring the delivery of marketable title.

AMERICAN LAND TITLE ASSOCIATION



2. CONTINUATION OF INSURANCE

The coverage of this policy shall continue in force as of Date of Policy in favor of an Insured, but only so long as the Insured retains an estate or interest in the Land, or holds an obligation secured by a purchase money Mortgage given by a purchaser from the Insured, or only so long as the Insured shall have liability by reason of warranties in any transfer or conveyance of the Title. This policy shall not continue in force in favor of any purchaser from the Insured of either (i) an estate or interest in the Land, or (ii) an obligation secured by a purchase money Mortgage given to the Insured.

3. NOTICE OF CLAIM TO BE GIVEN BY INSURED CLAIMANT

The Insured shall notify the Company promptly in writing (i) in case of any litigation as set forth in Section 5(a) of these Conditions, (ii) in case Knowledge shall come to an Insured hereunder of any claim of title or interest that is adverse to the Title, as insured, and that might cause loss or damage for which the Company may be liable by virtue of this policy, or (iii) if the Title, as insured, is rejected as Unmarketable Title. If the Company is prejudiced by the failure of the Insured Claimant to provide prompt notice, the Company's liability to the Insured Claimant under the policy shall be reduced to the extent of the prejudice.

4. PROOF OF LOSS

In the event the Company is unable to determine the amount of loss or damage, the Company may, at its option, require as a condition of payment that the Insured Claimant furnish a signed proof of loss. The proof of loss must describe the defect, lien, encumbrance, or other matter insured against by this policy that constitutes the basis of loss or damage and shall state, to the extent possible, the basis of calculating the amount of the loss or damage.

5. DEFENSE AND PROSECUTION OF ACTIONS

- (a) Upon written request by the Insured, and subject to the options contained in Section 7 of these Conditions, the Company, at its own cost and without unreasonable delay, shall provide for the defense of an Insured in litigation in which any third party asserts a claim covered by this policy adverse to the Insured. This obligation is limited to only those stated causes of action alleging matters insured against by this policy. The Company shall have the right to select counsel of its choice (subject to the right of the Insured to object for reasonable cause) to represent the Insured as to those stated causes of action. It shall not be liable for and will not pay the fees of any other counsel. The Company will not pay any fees, costs, or expenses incurred by the Insured in the defense of those causes of action that allege matters not insured against by this policy.
- The Company shall have the right, in addition to the options (b) contained in Section 7 of these Conditions, at its own cost, to institute and prosecute any action or proceeding or to do any other act that in its opinion may be necessary or desirable to establish the Title, as insured, or to prevent or reduce loss or damage to the Insured. The Company may take any appropriate action under the terms of this policy, whether or not it shall be tiable to the Insured. The exercise of these rights shall not be an admission of liability or waiver of any provision of this policy. If the Company exercises its rights under this subsection, it must do so diligently.
- Whenever the Company brings an action or asserts a defense as (c) required or permitted by this policy, the Company may pursue the litigation to a final determination by a court of competent jurisdiction, and it expressly reserves the right, in its sole discretion, to appeal any adverse judgment or order.

DUTY OF INSURED CLAIMANT TO COOPERATE 6.

(a) In all cases where this policy permits or requires the Company to prosecute or provide for the defense of any action or proceeding and any appeals, the insured shall secure to the Company the right to so prosecute or provide defense in the action or proceeding, including the right to use, at its option, the name of the Insured for this purpose. Whenever requested by the Company, the Insured, at the Company's expense, shall give the

Company all reasonable aid (i) in securing evidence, obtaining witnesses, prosecuting or defending the action or proceeding, or effecting settlement, and (ii) in any other lawful act that in the opinion of the Company may be necessary or desirable to establish the Title or any other matter as insured. If the Company is prejudiced by the failure of the Insured to furnish the required cooperation, the Company's obligations to the Insured under the policy shall terminate, including any liability or obligation to defend, prosecute, or continue any litigation, with regard to the matter or matters requiring such cooperation.

(b) The Company may reasonably require the Insured Claimant to submit to examination under oath by any authorized representative of the Company and to produce for examination, inspection, and copying, at such reasonable times and places as may be designated by the authorized representative of the Company, all records, in whatever medium maintained, including books, ledgers, checks, memoranda, correspondence, reports, e-mails, disks, tapes, and videos whether bearing a date before or after Date of Policy, that reasonably pertain to the loss or damage. Further, if requested by any authorized representative of the Company, the Insured Claimant shall grant its permission, in writing, for any authorized representative of the Company to examine, inspect, and copy all of these records in the custody or control of a third party that reasonably pertain to the loss or damage. All information designated as confidential by the Insured Claimant provided to the Company pursuant to this Section shall not be disclosed to others unless, in the reasonable judgment of the Company, it is necessary in the administration of the claim. Failure of the Insured Claimant to submit for examination under oath, produce any reasonably requested information, or grant permission to secure reasonably necessary information from third parties as required in this subsection, unless prohibited by law or governmental regulation, shall terminate any liability of the Company under this policy as to that claim.

7. OPTIONS TO PAY OR OTHERWISE SETTLE CLAIMS; **TERMINATION OF LIABILITY**

In case of a claim under this policy, the Company shall have the following additional options:

- (a) To Pay or Tender Payment of the Amount of Insurance. To pay or tender payment of the Amount of Insurance under this policy together with any costs, attorneys' fees, and expenses incurred by the Insured Claimant that were authorized by the Company up to the time of payment or tender of payment and that the Company is obligated to pay. Upon the exercise by the Company of this option, all liability and obligations of the Company to the Insured under this policy, other than to make the payment required in this subsection, shall terminate, including any liability or obligation to defend, prosecute, or continue any litigation.
- (b) To Pay or Otherwise Settle With Parties Other Than the Insured or With the Insured Claimant.
 - (i) to pay or otherwise settle with other parties for or in the name of an Insured Claimant any claim insured against under this policy. In addition, the Company will pay any costs, attorneys' fees, and expenses incurred by the Insured Claimant that were authorized by the Company up to the time of payment and that the Company is obligated to pay; or
 - (ii) to pay or otherwise settle with the Insured Claimant the loss or damage provided for under this policy, together with any costs, attorneys' fees, and expenses incurred by the Insured Claimant that were authorized by the Company up to the time of payment and that the Company is obligated to pay.

Upon the exercise by the Company of either of the options provided for in subsections (b)(i) or (ii), the Company's obligations to the Insured under this policy for the claimed loss or damage, other than the payments required to be made, shall terminate, including any liability or obligation to defend, prosecute, or continue any litigation.





8. DETERMINATION AND EXTENT OF LIABILITY

This policy is a contract of indemnity against actual monetary loss or damage sustained or incurred by the Insured Claimant who has suffered loss or damage by reason of matters insured against by this policy.

- (a) The extent of liability of the Company for loss or damage under this policy shall not exceed the lesser of
 - (i) the Amount of Insurance; or
 - the difference between the value of the Title as insured and the value of the Title subject to the risk insured against by this policy.
- (b) If the Company pursues its rights under Section 5 of these Conditions and is unsuccessful in establishing the Title, as insured,
 - (i) the Amount of Insurance shall be increased by 10%, and
 - (ii) the Insured Claimant shall have the right to have the loss or damage determined either as of the date the claim was made by the Insured Claimant or as of the date it is settled and paid.
- (c) In addition to the extent of liability under (a) and (b), the Company will also pay those costs, attorneys' fees, and expenses incurred in accordance with Sections 5 and 7 of these Conditions.

9. LIMITATION OF LIABILITY

- (a) If the Company establishes the Title, or removes the alleged defect, lien, or encumbrance, or cures the lack of a right of access to or from the Land, or cures the claim of Unmarketable Title, all as insured, in a reasonably diligent manner by any method, including litigation and the completion of any appeals, it shall have fully performed its obligations with respect to that matter and shall not be liable for any loss or damage caused to the Insured.
- (b) In the event of any litigation, including litigation by the Company or with the Company's consent, the Company shall have no liability for loss or damage until there has been a final determination by a court of competent jurisdiction, and disposition of all appeals, adverse to the Title, as insured.
- (c) The Company shall not be tiable for loss or damage to the Insured for liability voluntarily assumed by the Insured in settling any claim or suit without the prior written consent of the Company.

10. REDUCTION OF INSURANCE; REDUCTION OR TERMINATION OF LIABILITY

All payments under this policy, except payments made for costs, attorneys' fees, and expenses, shall reduce the Amount of Insurance by the amount of the payment.

11. LIABILITY NONCUMULATIVE

The Amount of Insurance shall be reduced by any amount the Company pays under any policy insuring a Mortgage to which exception is taken in Schedule B or to which the Insured has agreed, assumed, or taken subject, or which is executed by an Insured after Date of Policy and which is a charge or lien on the Title, and the amount so paid shall be deemed a payment to the Insured under this policy.

12. PAYMENT OF LOSS

When liability and the extent of loss or damage have been definitely fixed in accordance with these Conditions, the payment shall be made within 30 days.

13. RIGHTS OF RECOVERY UPON PAYMENT OR SETTLEMENT

(a) Whenever the Company shall have settled and paid a claim under this policy, it shall be subrogated and entitled to the rights of the Insured Claimant in the Title and all other rights and remedies in respect to the claim that the Insured Claimant has against any person or property, to the extent of the amount of any loss, costs, attorneys' fees, and expenses paid by the Company. If requested by the Company, the Insured Claimant shall execute documents to evidence the transfer to the Company of these rights and remedies. The Insured Claimant shall permit the Company to sue, compromise, or settle in the name of the Insured Claimant and to use the name of the Insured Claimant in any transaction or litigation involving these rights and remedies. If a payment on account of a claim does not fully cover the loss of the Insured Claimant, the Company shall defer the exercise of its right to recover until after the Insured Claimant shall have recovered its loss.

(b) The Company's right of subrogation includes the rights of the Insured to indemnities, guaranties, other policies of insurance, or bonds, notwithstanding any terms or conditions contained in those instruments that address subrogation rights.

14. ARBITRATION

Either the Company or the Insured may demand that the claim or controversy shall be submitted to arbitration pursuant to the Title Insurance Arbitration Rules of the American Land Title Association ("Rules"). Except as provided in the Rules, there shall be no joinder or consolidation with claims or controversies of other persons. Arbitrable matters may include, but are not limited to, any controversy or claim between the Company and the Insured arising out of or relating to this policy, any service in connection with its issuance or the breach of a policy provision, or to any other controversy or claim arising out of the transaction giving rise to this policy. All arbitrable matters when the Amount of Insurance is \$2,000,000 or less shall be arbitrated at the option of either the Company or the Insured. All arbitrable matters when the Amount of Insurance is in excess of \$2,000,000 shall be arbitrated only when agreed to by both the Company and the Insured. Arbitration pursuant to this policy and under the Rules shall be binding upon the parties. Judgment upon the award rendered by the Arbitrator(s) may be entered in any court of competent jurisdiction.

15. LIABILITY LIMITED TO THIS POLICY; POLICY ENTIRE CONTRACT

- (a) This policy together with all endorsements, if any, attached to it by the Company is the entire policy and contract between the Insured and the Company. In interpreting any provision of this policy, this policy shall be construed as a whole.
- (b) Any claim of loss or damage that arises out of the status of the Title or by any action asserting such claim shall be restricted to this policy.
- (c) Any amendment of or endorsement to this policy must be in writing and authenticated by an authorized person, or expressly incorporated by Schedule A of this policy.
- (d) Each endorsement to this policy issued at any time is made a part of this policy and is subject to all of its terms and provisions. Except as the endorsement expressly states, it does not (i) modify any of the terms and provisions of the policy, (ii) modify any prior endorsement, (iii) extend the Date of Policy, or (iv) increase the Amount of Insurance.
- 16. SEVERABILITY

In the event any provision of this policy, in whole or in part, is held invalid or unenforceable under applicable law, the policy shall be deemed not to include that provision or such part held to be invalid, but all other provisions shall remain in full force and effect.

- 17. CHOICE OF LAW; FORUM
 - (a) Choice of Law: The Insured acknowledges the Company has underwritten the risks covered by this policy and determined the premium charged therefor in reliance upon the law affecting interests in real property and applicable to the interpretation, rights, remedies, or enforcement of policies of title insurance of the jurisdiction where the Land is located.

Therefore, the court or an arbitrator shall apply the law of the jurisdiction where the Land is located to determine the validity of claims against the Title that are adverse to the Insured and to interpret and enforce the terms of this policy. In neither case shall the court or arbitrator apply its conflicts of law principles to determine the applicable law.

(b) Choice of Forum: Any litigation or other proceeding brought by the Insured against the Company must be filed only in a state or federal court within the United States of America or its territories having appropriate jurisdiction.

18. NOTICES, WHERE SENT

Any notice of claim and any other notice or statement in writing required to be given to the Company under this policy must be given to the Company at Claims Department at P.O. Box 2029, Houston, TX 77252-2029.





ALTA OWNER'S POLICY OF TITLE INSURANCE SCHEDULE A

ISSUED BY STEWART TITLE GUARANTY COMPANY

Name and Address of Title Insurance Company:

File No.: 2022352

Stewart Title Guaranty Company P.O. Box 2029, Houston, TX 77252 Policy No.: O-0000-798075198

Premium: \$2,976.00

Address Reference: 106 Rember St., Ketchum, ID 83340 and 110 Rember St., Ketchum, ID 83340 (For Company Reference Purposes Only)

Amount of Insurance: \$1,098,000.00

Date of Policy: July 27, 2020 at 1:28 pm

1. Name of Insured:

PB Investments, an Idaho General Partnership

2. The estate or interest in the Land that is insured by this policy is:

Fee Simple

3. Title is vested in:

PB Investments, an Idaho General Partnership

4. The Land referred to in this policy is described as follows:

Parcel I

Lot 3A, Block 1 of BAVARIAN VILLAGE SUBDIVISION: LOTS 3A, 4A, 5A, 6A, 7A & 8A, as shown on the official plat thereof recorded as Instrument No. 631181, records of Blaine County, Idaho.

Parcel II

Lot 4A, Block 1 of BAVARIAN VILLAGE SUBDIVISION: LOTS 3A, 4A, 5A, 6A, 7A & 8A, as shown on the official plat thereof recorded as Instrument No. 631181, records of Blaine County, Idaho.



SCHEDULE B

File No.: 2022352

Policy No.: O-0000-798075198

EXCEPTIONS FROM COVERAGE

This policy does not insure against loss or damage (and the Company will not pay costs, attorneys' fees or expenses) that arise by reason of:

- 1. 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 public record.
- 2. 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.
- 3. Easements, liens, or encumbrances, or claims thereof, which are not shown by the public records.
- 4. Discrepancies, conflicts in boundary lines, shortages in area, encroachments, or any other facts which a correct survey would disclose, and which are not shown by the public records.
- 5. (1) Unpatented mining claims; (2) reservations or exceptions in patents or in Acts authorizing the issuance thereof;
 (3) water rights, claims, or title to water.
- 6. 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.
- 7. 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. Stewart makes no representation as to the present ownership of any such interests. There may be leases, grants, exceptions or reservations of interest that are not listed.
- 8. General taxes for the year 2020 and subsequent years, which are a lien not yet payable.
- 9. Water and sewer charges of the City of Ketchum.
- 10. Ketchum rubbish charges billed by Clear Creek Disposal.
- 11. Levies and Assessments of BV Subdivision Homeowners Association, Inc.
- 12. Easements, if any, for public utilities pipelines or facilities installed in any portion of the vacated street or alley, lying within the land, together with the right of ingress and egress to repair, maintain, replace and remove the same.
- Notes, Easements and Restrictions as shown on the plat of Bavarian Village Subdivision, recorded August 2, 1971 as <u>Instrument No. 139821</u>, records of Blaine County, Idaho.
- Notes, Easements and Restrictions, as shown on the plat of Bavarian Village Subdivision: Lots 3A, 4A, 5A, 6A, 7A & 8A, recorded November 16, 2015 as <u>Instrument No. 631181</u>, records of Blaine County, Idaho.



SCHEDULE B

- 15. Easement, including the terms and provisions thereof, in favor of Idaho Power Company, recorded June 14, 2019 as <u>Instrument No. 660804</u>, records of Blaine County, Idaho.
- 16. Easement, including the terms and provisions thereof, in favor of Intermountain Gas Company, recorded June 27, 2019 as Instrument No. 661178, records of Blaine County, Idaho.
- Deed of Trust to secure an indebtedness in the amount shown below, and any other obligations secured thereby: Amount: \$1,130,000.00 Dated: 07/24/2020 Grantor: PB Investments, an Idaho General Partnership Trustee: Blaine County Title, Inc. Beneficiary: D. L. Evans Bank Recorded: 07/27/2020, as Instrument No. 671148, records of Blaine County, Idaho

stewart title

ALTA OWNER'S POLICY OF TITLE INSURANCE

ISSUED BY STEWART TITLE GUARANTY COMPANY

Any notice of claim and any other notice or statement in writing required to be given to the Company under this Policy must be given to the Company at the address shown in Section 18 of the Conditions.

COVERED RISKS

SUBJECT TO THE EXCLUSIONS FROM COVERAGE, THE EXCEPTIONS FROM COVERAGE CONTAINED IN SCHEDULE B AND THE CONDITIONS, STEWART TITLE GUARANTY COMPANY, a Texas corporation, (the "Company") insures, as of Date of Policy and, to the extent stated in Covered Risks 9 and 10, after Date of Policy, against loss or damage, not exceeding the Amount of Insurance, sustained or incurred by the Insured by reason of:

- 1. Title being vested other than as stated in Schedule A.
- 2. Any defect in or lien or encumbrance on the Title. This Covered Risk includes but is not limited to insurance against loss from
 - (a) A defect in the Title caused by
 - (i) forgery, fraud, undue influence, duress, incompetency, incapacity, or impersonation;
 - (ii) failure of any person or Entity to have authorized a transfer or conveyance;
 - (iii) a document affecting Title not properly created, executed, witnessed, sealed, acknowledged, notarized, or delivered;
 - (iv) failure to perform those acts necessary to create a document by electronic means authorized by law;
 - (v) a document executed under a falsified, expired, or otherwise invalid power of attorney;
 - (vi) a document not properly filed, recorded, or indexed in the Public Records including failure to perform those acts by electronic means authorized by law; or
 - (vii) a defective judicial or administrative proceeding.
 - (b) The lien of real estate taxes or assessments imposed on the Title by a governmental authority due or payable, but unpaid.
 - (c) Any encroachment, encumbrance, violation, variation, or adverse circumstance affecting the Title that would be disclosed by an accurate and complete land survey of the Land. The term "encroachment" includes encroachments of existing improvements located on the Land onto adjoining land, and encroachments onto the Land of existing improvements located on adjoining land.
- 3. Unmarketable Title.
- 4. No right of access to and from the Land.
- 5. The violation or enforcement of any law, ordinance, permit, or governmental regulation (including those relating to building and zoning) restricting, regulating, prohibiting, or relating to
 - (a) the occupancy, use, or enjoyment of the Land;
 - (b) the character, dimensions, or location of any improvement erected on the Land;
 - (c) the subdivision of land; or
 - (d) environmental protection
 - if a notice, describing any part of the Land, is recorded in the Public Records setting forth the violation or intention to enforce, but only to the extent of the violation or enforcement referred to in that notice.
- 6. An enforcement action based on the exercise of a governmental police power not covered by Covered Risk 5 if a notice of the enforcement action, describing any part of the Land, is recorded in the Public Records, but only to the extent of the enforcement referred to in that notice.
- 7. The exercise of the rights of eminent domain if a notice of the exercise, describing any part of the Land, is recorded in the Public Records.
- 8. Any taking by a governmental body that has occurred and is binding on the rights of a purchaser for value without Knowledge.

Countersigned by:

ountertimature

Blaine County Title, Inc. 360 Sun Valley Road P.O. Box 3176 Ketchum, ID 83340 (208) 726-0700 Agent ID: 120037



Frederick H. Eppinger President and CEO

Denise Carraux Secretary

For coverage information or assistance resolving a complaint, call (800) 729-1902 or visit <u>www.stewart.com</u>. To make a claim, furnish written notice in accordance with Section 3 of the Conditions. For purposes of this form the "Stewart Title" logo featured above is the represented logo for the underwriter, Stewart Title Guaranty Company.





Page 1 of 4 of Policy Serial No.: 0-0000-798075198

COVERED RISKS (Continued)

- 9. Title being vested other than as stated in Schedule A or being defective
 - (a) as a result of the avoidance in whole or in part, or from a court order providing an alternative remedy, of a transfer of all or any part of the title to or any interest in the Land occurring prior to the transaction vesting Title as shown in Schedule A because that prior transfer constituted a fraudulent or preferential transfer under federal bankruptcy, state insolvency, or similar creditors' rights laws; or
 - (b) because the instrument of transfer vesting Title as shown in Schedule A constitutes a preferential transfer under federal bankruptcy, state insolvency, or similar creditors' rights laws by reason of the failure of its recording in the Public Records

EXCLUSIONS FROM COVERAGE

CONDITIONS

The following matters are expressly excluded from the coverage of this policy, and the Company will not pay loss or damage, costs, attorneys' fees, or expenses that arise by reason of:

- (a) Any law, ordinance, permit, or governmental regulation (including those relating to building and zoning) restricting, regulating, prohibiting, or relating to
 - (i) the occupancy, use, or enjoyment of the Land;
 - the character, dimensions, or location of any improvement erected on the Land;
 - (iii) the subdivision of land; or
 - (iv) environmental protection;

or the effect of any violation of these laws, ordinances, or governmental regulations. This Exclusion 1(a) does not modify or limit the coverage provided under Covered Risk 5.

- (b) Any governmental police power. This Exclusion 1(b) does not modify or limit the coverage provided under Covered Risk 6.
- Rights of eminent domain. This Exclusion does not modify or limit the coverage provided under Covered Risk 7 or 8.
- 3. Defects, liens, encumbrances, adverse claims, or other matters
 - (a) created, suffered, assumed, or agreed to by the Insured Claimant;

1. DEFINITION OF TERMS

- The following terms when used in this policy mean:
- (a) "Amount of Insurance": The amount stated in Schedule A, as may be increased or decreased by endorsement to this policy, increased by Section 8(b), or decreased by Sections 10 and 11 of these Conditions.
- (b) "Date of Policy": The date designated as "Date of Policy" in Schedule A.
- (c) "Entity": A corporation, partnership, trust, limited liability company, or other similar legal entity.
- (d) "Insured": The Insured named in Schedule A.
 - (i) the term "Insured" also includes

Page 2 of 4 of Policy Serial No.: O-0000-798075198

- (A) successors to the Title of the Insured by operation of law as distinguished from purchase, including heirs, devisees, survivors, personal representatives, or next of kin;
- (B) successors to an Insured by dissolution, merger, consolidation, distribution, or reorganization;
- (C) successors to an Insured by its conversion to another kind of Entity;
- (D) a grantee of an Insured under a deed delivered without payment of actual valuable consideration conveying the Title
 - if the stock, shares, memberships, or other equity interests of the grantee are wholly-owned by the named Insured.
 - (2) if the grantee wholly owns the named Insured.
 - (3) if the grantee is wholly-owned by an affiliated Entity of the named Insured, provided the affiliated Entity and the named Insured are both wholly-owned by the same person or Entity, or
 - (4) if the grantee is a trustee or beneficiary of a trust created by a written instrument established by the

- (i) to be timely; or
- (ii) to impart notice of its existence to a purchaser for value or to a judgment or lien creditor.
- 10. Any defect in or lien or encumbrance on the Title or other matter included in Covered Risks 1 through 9 that has been created or attached or has been filed or recorded in the Public Records subsequent to Date of Policy and prior to the recording of the deed or other instrument of transfer in the Public Records that vests Title as shown in Schedule A.

The Company will also pay the costs, attorneys' fees, and expenses incurred in defense of any matter insured against by this Policy, but only to the extent provided in the Conditions.

- (b) not Known to the Company, not recorded in the Public Records at Date of Policy, but Known to the Insured Claimant and not disclosed in writing to the Company by the Insured Claimant prior to the date the Insured Claimant became an Insured under this policy;
- (c) resulting in no loss or damage to the Insured Claimant;
- (d) attaching or created subsequent to Date of Policy (however, this does not modify or limit the coverage provided under Covered Risk 9 and 10); or
- (e) resulting in loss or damage that would not have been sustained if the Insured Claimant had paid value for the Title.
- 4. Any claim, by reason of the operation of federal bankruptcy, state insolvency, or similar creditors' rights laws, that the transaction vesting the Title as shown in Schedule A, is
 - (a) a fraudulent conveyance or fraudulent transfer; or
 - (b) a preferential transfer for any reason not stated in Covered Risk 9 of this policy.
- 5. Any lien on the Title for real estate taxes or assessments imposed by governmental authority and created or attaching between Date of Policy and the date of recording of the deed or other instrument of transfer in the Public Records that vests Title as shown in Schedule A

Insured named in Schedule A for estate planning purposes.

- (ii) with regard to (A), (B), (C), and (D) reserving, however, all rights and defenses as to any successor that the Company would have had against any predecessor Insured.
- (e) "Insured Claimant": An Insured claiming loss or damage.
- (f) "Knowledge" or "Known": Actual knowledge, not constructive knowledge or notice that may be imputed to an Insured by reason of the Public Records or any other records that impart constructive notice of matters affecting the Title.
- (g) "Land": The land described in Schedule A, and affixed improvements that by law constitute real property. The term "Land" does not include any property beyond the lines of the area described in Schedule A, nor any right, tille, interest, estate, or easement in abutting streets, roads, avenues, alleys, lanes, ways, or waterways, but this does not modify or limit the extent that a right of access to and from the Land is insured by this policy.
- (h) "Mortgage": Mortgage, deed of trust, trust deed, or other security instrument, including one evidenced by electronic means authorized by law.
- (i) "Public Records": Records established under state statutes at Date of Policy for the purpose of imparting constructive notice of matters relating to real property to purchasers for value and without Knowledge. With respect to Covered Risk 5(d), "Public Records" shall also include environmental protection liens filed in the records of the clerk of the United States District Court for the district where the Land is located.
- (j) "Title": The estate or interest described in Schedule A.
- (k) "Unmarketable Title": Title affected by an alleged or apparent matter that would permit a prospective purchaser or lessee of the Title or lender on the Title to be released from the obligation to purchase, lease, or lend if there is a contractual condition requiring the delivery of marketable title.





2. CONTINUATION OF INSURANCE

The coverage of this policy shall continue in force as of Date of Policy in favor of an Insured, but only so long as the Insured retains an estate or interest in the Land, or holds an obligation secured by a purchase money Mortgage given by a purchaser from the Insured, or only so long as the Insured shall have liability by reason of warranties in any transfer or conveyance of the Title. This policy shall not continue in force in favor of any purchaser from the Insured of either (i) an estate or interest in the Land, or (ii) an obligation secured by a purchase money Mortgage given to the Insured.

3. NOTICE OF CLAIM TO BE GIVEN BY INSURED CLAIMANT

The Insured shall notify the Company promptly in writing (i) in case of any litigation as set forth in Section 5(a) of these Conditions, (ii) in case Knowledge shall come to an Insured hereunder of any claim of title or interest that is adverse to the Title, as insured, and that might cause loss or damage for which the Company may be liable by virtue of this policy, or (iii) if the Title, as insured, is rejected as Unmarketable Title. If the Company is prejudiced by the failure of the Insured Claimant to provide prompt notice, the Company's liability to the Insured Claimant under the policy shall be reduced to the extent of the prejudice.

4. PROOF OF LOSS

In the event the Company is unable to determine the amount of loss or damage, the Company may, at its option, require as a condition of payment that the Insured Claimant furnish a signed proof of loss. The proof of loss must describe the defect, lien, encumbrance, or other matter insured against by this policy that constitutes the basis of loss or damage and shall state, to the extent possible, the basis of calculating the amount of the loss or damage.

5. DEFENSE AND PROSECUTION OF ACTIONS

- (a) Upon written request by the Insured, and subject to the options contained in Section 7 of these Conditions, the Company, at its own cost and without unreasonable delay, shall provide for the defense of an Insured in litigation in which any third party asserts a claim covered by this policy adverse to the Insured. This obligation is limited to only those stated causes of action alleging matters insured against by this policy. The Company shall have the right to select counsel of its choice (subject to the right of the Insured to object for reasonable cause) to represent the Insured as to those stated causes of action. It shall not be liable for and will not pay the fees of any other counsel. The Company will not pay any fees, costs, or expenses incurred by the Insured in the defense of those causes of action that allege matters not insured against by this policy.
- (b) The Company shall have the right, in addition to the options contained in Section 7 of these Conditions, at its own cost, to institute and prosecute any action or proceeding or to do any other act that in its opinion may be necessary or desirable to establish the Title, as insured, or to prevent or reduce loss or damage to the Insured. The Company may take any appropriate action under the terms of this policy, whether or not it shall be liable to the Insured. The exercise of these rights shall not be an admission of liability or waiver of any provision of this policy. If the Company exercises its rights under this subsection, it must do so diligently.
- (c) Whenever the Company brings an action or asserts a defense as required or permitted by this policy, the Company may pursue the litigation to a final determination by a court of competent jurisdiction, and it expressly reserves the right, in its sole discretion, to appeal any adverse judgment or order.

6. DUTY OF INSURED CLAIMANT TO COOPERATE

Page 3 of 4 of Policy Serial No.: O-0000-798075198

(a) In all cases where this policy permits or requires the Company to prosecute or provide for the defense of any action or proceeding and any appeals, the Insured shall secure to the Company the right to so prosecute or provide defense in the action or proceeding, including the right to use, at its option, the name of the Insured for this purpose. Whenever requested by the Company, the Insured, at the Company's expense, shall give the Company all reasonable aid (i) in securing evidence, obtaining witnesses, prosecuting or defending the action or proceeding, or effecting settlement, and (ii) in any other lawful act that in the opinion of the Company may be necessary or desirable to establish the Title or any other matter as insured. If the Company is prejudiced by the failure of the Insured to furnish the required cooperation, the Company's obligations to the Insured under the policy shall terminate, including any liability or obligation to defend, prosecute, or continue any litigation, with regard to the matter or matters requiring such cooperation.

(b) The Company may reasonably require the Insured Claimant to submit to examination under oath by any authorized representative of the Company and to produce for examination, inspection, and copying, at such reasonable times and places as may be designated by the authorized representative of the Company, all records, in whatever medium maintained, including books, ledgers, checks, memoranda, correspondence, reports, e-mails, disks, tapes, and videos whether bearing a date before or after Date of Policy, that reasonably pertain to the loss or damage. Further, if requested by any authorized representative of the Company, the Insured Claimant shall grant its permission, in writing, for any authorized representative of the Company to examine, inspect, and copy all of these records in the custody or control of a third party that reasonably pertain to the loss or damage. All information designated as confidential by the Insured Claimant provided to the Company pursuant to this Section shall not be disclosed to others unless, in the reasonable judgment of the Company, it is necessary in the administration of the claim. Failure of the Insured Claimant to submit for examination under oath, produce any reasonably requested information, or grant permission to secure reasonably necessary information from third parties as required in this subsection, unless prohibited by law or governmental regulation, shall terminate any liability of the Company under this policy as to that claim.

7. OPTIONS TO PAY OR OTHERWISE SETTLE CLAIMS; TERMINATION OF LIABILITY

In case of a claim under this policy, the Company shall have the following additional options:

- (a) To Pay or Tender Payment of the Amount of Insurance. To pay or tender payment of the Amount of Insurance under this policy together with any costs, attorneys' fees, and expenses incurred by the Insured Claimant that were authorized by the Company up to the time of payment or tender of payment and that the Company is obligated to pay. Upon the exercise by the Company of this option, all liability and obligations of the Company to the Insured under this policy, other than to make the payment required in this subsection, shall terminate, including any liability or obligation to defend, prosecute, or continue any litigation.
- (b) To Pay or Otherwise Settle With Parties Other Than the Insured or With the Insured Claimant.
 - (i) to pay or otherwise settle with other parties for or in the name of an Insured Claimant any claim insured against under this policy. In addition, the Company will pay any costs, attorneys' fees, and expenses incurred by the Insured Claimant that were authorized by the Company up to the time of payment and that the Company is obligated to pay; or
 - (ii) to pay or otherwise settle with the Insured Claimant the loss or damage provided for under this policy, together with any costs, attorneys' fees, and expenses incurred by the Insured Claimant that were authorized by the Company up to the time of payment and that the Company is obligated to pay.

Upon the exercise by the Company of either of the options provided for in subsections (b)(i) or (ii), the Company's obligations to the Insured under this policy for the claimed loss or damage, other than the payments required to be made, shall terminate, including any liability or obligation to defend, prosecute, or continue any litigation.





8. DETERMINATION AND EXTENT OF LIABILITY

This policy is a contract of indemnity against actual monetary loss or damage sustained or incurred by the Insured Claimant who has suffered loss or damage by reason of matters insured against by this policy.

- (a) The extent of liability of the Company for loss or damage under this policy shall not exceed the lesser of
 - (i) the Amount of Insurance; or
 - the difference between the value of the Title as insured and the value of the Title subject to the risk insured against by this policy.
- (b) If the Company pursues its rights under Section 5 of these Conditions and is unsuccessful in establishing the Title, as insured,
 - (i) the Amount of Insurance shall be increased by 10%, and
 - (ii) the Insured Claimant shall have the right to have the loss or damage determined either as of the date the claim was made by the Insured Claimant or as of the date it is settled and paid.
- (c) In addition to the extent of liability under (a) and (b), the Company will also pay those costs, attorneys' fees, and expenses incurred in accordance with Sections 5 and 7 of these Conditions.

9. LIMITATION OF LIABILITY

- (a) If the Company establishes the Title, or removes the alleged defect, lien, or encumbrance, or cures the lack of a right of access to or from the Land, or cures the claim of Unmarketable Title, all as insured, in a reasonably diligent manner by any method, including litigation and the completion of any appeals, it shall have fully performed its obligations with respect to that matter and shall not be liable for any loss or damage caused to the Insured.
- (b) In the event of any litigation, including litigation by the Company or with the Company's consent, the Company shall have no liability for loss or damage until there has been a final determination by a court of competent jurisdiction, and disposition of all appeals, adverse to the Title, as insured.
- (c) The Company shall not be liable for loss or damage to the Insured for liability voluntarily assumed by the Insured in settling any claim or suit without the prior written consent of the Company.

10. REDUCTION OF INSURANCE; REDUCTION OR TERMINATION OF LIABILITY

All payments under this policy, except payments made for costs, attorneys' fees, and expenses, shall reduce the Amount of Insurance by the amount of the payment.

11. LIABILITY NONCUMULATIVE

The Amount of Insurance shall be reduced by any amount the Company pays under any policy insuring a Mortgage to which exception is taken in Schedule B or to which the Insured has agreed, assumed, or taken subject, or which is executed by an Insured after Date of Policy and which is a charge or lien on the Title, and the amount so paid shall be deemed a payment to the Insured under this policy.

12. PAYMENT OF LOSS

When liability and the extent of loss or damage have been definitely fixed in accordance with these Conditions, the payment shall be made within 30 days.

13. RIGHTS OF RECOVERY UPON PAYMENT OR SETTLEMENT

(a) Whenever the Company shall have settled and paid a claim under this policy, it shall be subrogated and entitled to the rights of the Insured Claimant in the Title and all other rights and remedies in respect to the claim that the Insured Claimant has against any person or property, to the extent of the amount of any loss, costs, attorneys' fees, and expenses paid by the Company. If requested by the Company, the Insured Claimant shall execute documents to evidence the transfer to the Company of these rights and remedies. The Insured Claimant shall permit the Company to sue, compromise, or settle in the name of the Insured Claimant and to use the name of the Insured Claimant in any transaction or litigation involving these rights and remedies. If a payment on account of a claim does not fully cover the loss of the Insured Claimant, the Company shall defer the exercise of its right to recover until after the Insured Claimant shall have recovered its loss.

(b) The Company's right of subrogation includes the rights of the Insured to indemnities, guaranties, other policies of insurance, or bonds, notwithstanding any terms or conditions contained in those instruments that address subrogation rights.

14. ARBITRATION

Either the Company or the Insured may demand that the claim or controversy shall be submitted to arbitration pursuant to the Title Insurance Arbitration Rules of the American Land Title Association ("Rules"). Except as provided in the Rules, there shall be no joinder or consolidation with claims or controversies of other persons. Arbitrable matters may include, but are not limited to, any controversy or claim between the Company and the Insured arising out of or relating to this policy, any service in connection with its issuance or the breach of a policy provision, or to any other controversy or claim arising out of the transaction giving rise to this policy. All arbitrable matters when the Amount of Insurance is \$2,000,000 or less shall be arbitrated at the option of either the Company or the Insured. All arbitrable matters when the Amount of Insurance is in excess of \$2,000,000 shall be arbitrated only when agreed to by both the Company and the Insured. Arbitration pursuant to this policy and under the Rules shall be binding upon the parties. Judgment upon the award rendered by the Arbitrator(s) may be entered in any court of competent jurisdiction.

15. LIABILITY LIMITED TO THIS POLICY; POLICY ENTIRE CONTRACT

- (a) This policy together with all endorsements, if any, attached to it by the Company is the entire policy and contract between the Insured and the Company. In interpreting any provision of this policy, this policy shall be construed as a whole.
- (b) Any claim of loss or damage that arises out of the status of the Title or by any action asserting such claim shall be restricted to this policy.
- (c) Any amendment of or endorsement to this policy must be in writing and authenticated by an authorized person, or expressly incorporated by Schedule A of this policy.
- (d) Each endorsement to this policy issued at any time is made a part of this policy and is subject to all of its terms and provisions. Except as the endorsement expressly states, it does not (i) modify any of the terms and provisions of the policy, (ii) modify any prior endorsement, (iii) extend the Date of Policy, or (iv) increase the Amount of Insurance.
- 16. SEVERABILITY

In the event any provision of this policy, in whole or in part, is held invalid or unenforceable under applicable law, the policy shall be deemed not to include that provision or such part held to be invalid, but all other provisions shall remain in full force and effect.

- 17. CHOICE OF LAW; FORUM
 - (a) Choice of Law: The Insured acknowledges the Company has underwritten the risks covered by this policy and determined the premium charged therefor in reliance upon the law affecting interests in real property and applicable to the interpretation, rights, remedies, or enforcement of policies of title insurance of the jurisdiction where the Land is located.

Therefore, the court or an arbitrator shall apply the law of the jurisdiction where the Land is located to determine the validity of claims against the Title that are adverse to the Insured and to interpret and enforce the terms of this policy. In neither case shall the court or arbitrator apply its conflicts of law principles to determine the applicable law.

(b) Choice of Forum: Any litigation or other proceeding brought by the Insured against the Company must be filed only in a state or federal court within the United States of America or its territories having appropriate jurisdiction.

18. NOTICES, WHERE SENT

Any notice of claim and any other notice or statement in writing required to be given to the Company under this policy must be given to the Company at Claims Department at P.O. Box 2029, Houston, TX 77252-2029.



ALTA OWNER'S POLICY OF TITLE INSURANCE SCHEDULE A

ISSUED BY STEWART TITLE GUARANTY COMPANY

Name and Address of Title Insurance Company:

File No.: 2022352

Stewart Title Guaranty Company P.O. Box 2029, Houston, TX 77252

Premium: \$2,976.00

Policy No.: O-0000-798075198

Address Reference: 106 Rember St., Ketchum, ID 83340 and 110 Rember St., Ketchum, ID 83340 (For Company Reference Purposes Only)

Amount of Insurance: \$1,098,000.00

Date of Policy: July 27, 2020 at 1:28 pm

1. Name of Insured:

PB Investments, an Idaho General Partnership

2. The estate or interest in the Land that is insured by this policy is:

Fee Simple

3. Title is vested in:

PB Investments, an Idaho General Partnership

4. The Land referred to in this policy is described as follows:

Parcel I

Lot 3A, Block 1 of BAVARIAN VILLAGE SUBDIVISION: LOTS 3A, 4A, 5A, 6A, 7A & 8A, as shown on the official plat thereof recorded as Instrument No. 631181, records of Blaine County, Idaho.

Parcel II

Lot 4A, Block 1 of BAVARIAN VILLAGE SUBDIVISION: LOTS 3A, 4A, 5A, 6A, 7A & 8A, as shown on the official plat thereof recorded as Instrument No. 631181, records of Blaine County, Idaho.



SCHEDULE B

File No.: 2022352

Policy No.: O-0000-798075198

EXCEPTIONS FROM COVERAGE

This policy does not insure against loss or damage (and the Company will not pay costs, attorneys' fees or expenses) that arise by reason of:

- 1. 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 public record.
- 2. 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.
- Easements, liens, or encumbrances, or claims thereof, which are not shown by the public records.
- 4. Discrepancies, conflicts in boundary lines, shortages in area, encroachments, or any other facts which a correct survey would disclose, and which are not shown by the public records.
- 5. (1) Unpatented mining claims; (2) reservations or exceptions in patents or in Acts authorizing the issuance thereof; (3) water rights, claims, or title to water.
- 6. 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.
- 7. 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. Stewart makes no representation as to the present ownership of any such interests. There may be leases, grants, exceptions or reservations of interest that are not listed.
- 8. General taxes for the year 2020 and subsequent years, which are a lien not yet payable.
- Water and sewer charges of the City of Ketchum.
- 10. Ketchum rubbish charges billed by Clear Creek Disposal.
- 11. Levies and Assessments of BV Subdivision Homeowners Association, Inc.
- 12. Easements, if any, for public utilities pipelines or facilities installed in any portion of the vacated street or alley, lying within the land, together with the right of ingress and egress to repair, maintain, replace and remove the same.
- 13. Notes, Easements and Restrictions as shown on the plat of Bavarian Village Subdivision, recorded August 2, 1971 as Instrument No. 139821, records of Blaine County, Idaho.
- 14. Notes, Easements and Restrictions, as shown on the plat of Bavarian Village Subdivision: Lots 3A, 4A, 5A, 6A, 7A & 8A, recorded November 16, 2015 as Instrument No. 631181, records of Blaine County, Idaho.





SCHEDULE B

- 15. Easement, including the terms and provisions thereof, in favor of Idaho Power Company, recorded June 14, 2019 as Instrument No. 660804, records of Blaine County, Idaho.
- 16. Easement, including the terms and provisions thereof, in favor of Intermountain Gas Company, recorded June 27, 2019 as Instrument No. 661178, records of Blaine County, Idaho.
- 17. Deed of Trust to secure an indebtedness in the amount shown below, and any other obligations secured thereby: Amount: \$1,130,000.00 Dated: 07/24/2020 Grantor: PB Investments, an Idaho General Partnership Trustee: Blaine County Title, Inc. Beneficiary: D. L. Evans Bank Recorded: 07/27/2020, as Instrument No. 671148, records of Blaine County, Idaho

