

TS

TRUST DEED

Vol. 180 Page

8348

THIS TRUST DEED, made this 6th day of May, 1980, between CITY OF KLAMATH FALLS, a municipal corporation, as Grantor, MOUNTAIN TITLE COMPANY, as Trustee, and GEORGE F. CRAIN and LUCILLE CRAIN, husband and wife, as Beneficiary,

WITNESSETH:

Grantor irrevocably grants, bargains, sells and conveys to trustee in trust, with power of sale, the property in Klamath County, Oregon, described as:

SEE EXHIBIT A ATTACHED HERETO
AND BY THIS REFERENCE MADE A
PART HEREOF.

together with all and singular the tenements, hereditaments and appurtenances and all other rights thereunto belonging or in anywise now or hereafter appertaining, and the rents, issues and profits thereof and all fixtures now or hereafter attached to or used in connection with said real estate.

FOR THE PURPOSE OF SECURING PERFORMANCE of each agreement of grantor herein contained and payment of the sum of THREE HUNDRED EIGHTY-FIVE THOUSAND AND NO/100 Dollars, with interest thereon according to the terms of a promissory note of even date herewith, payable to beneficiary or order and made by grantor, the

final payment of principal and interest hereof, if not sooner paid, to be due and payable January 2, 1985. The date of maturity of the debt secured by this instrument is the date, stated above, on which the final installment of said note becomes due and payable. In the event the within described property, or any part thereof, or any interest therein is sold, agreed to be sold, conveyed, assigned or alienated by the grantor without first having obtained the written consent or approval of the beneficiary, then, at the beneficiary's option, all obligations secured by this instrument, irrespective of the maturity dates expressed therein, or herein, shall become immediately due and payable.

The above described real property is not currently used for agricultural, timber or grazing purposes.

To protect the security of this trust deed, grantor agrees:

1. To protect, preserve and maintain said property in good condition and repair; not to remove or demolish any building or improvement thereon; not to commit or permit any waste of said property.

2. To complete or restore promptly and in good and workmanlike manner any building or improvement which may be constructed, damaged or destroyed thereon, and pay when due all costs incurred therefor.

3. To comply with all laws, ordinances, regulations, covenants, conditions and restrictions affecting said property, if the beneficiary so requests, in executing such financing statements pursuant to the Uniform Commercial Code as the beneficiary may require and to pay for filing same in the proper public office or offices, as well as the cost of all lien searches made by filing officers or searching agencies as may be deemed desirable by the beneficiary.

4. To provide and continuously maintain insurance on the buildings now or hereafter erected on the said premises against loss or damage by fire and such other hazards as the beneficiary may from time to time require, in an amount not less than \$ _____, written in an amount acceptable to the beneficiary, with loss payable to the latter; all policies of insurance shall be delivered to the beneficiary as soon as insured; if the grantor shall fail for any reason to procure any such insurance and to deliver said policies to the beneficiary at least fifteen days prior to the expiration of any policy of insurance now or hereafter placed on said buildings, the beneficiary may procure the same at grantor's expense. The amount collected under any fire or other insurance policy may be applied by beneficiary upon any indebtedness secured hereby and in such order as collected, or may determine, or at option of beneficiary the entire amount so collected, or any part thereof, may be released to grantor. Such application or release shall not cure or waive any default or notice of default hereunder or invalidate any act done pursuant to such notice.

5. To keep said premises free from construction liens and to pay all taxes, assessments and other charges that may be levied or assessed upon or against said property before any part of such taxes, assessments and other charges become past due or delinquent and promptly deliver receipts therefor to beneficiary. Should the grantor fail to make payment of any taxes, assessments, insurance premiums, liens or other charges payable by grantor, either by direct payment or by providing beneficiary with funds with which to make such payment, beneficiary may, at its option, make payment thereof, and the amount so paid, with interest at the rate set forth in the note secured hereby, together with the obligations described in paragraphs 6 and 7 of this trust deed, shall be added to and become a part of the debt secured by this trust deed, without waiver of any rights arising from breach of any of the covenants hereof and for such payment, with interest as aforesaid, the property herebefore described, as well as the grantor, shall be bound to the same extent that they are bound for the payment of the obligation herein described; and all such payments shall be immediately due and payable without notice, and the nonpayment thereof shall, at the option of the beneficiary, render all sums secured by this trust deed immediately due and payable and constitute a breach of this trust deed.

6. To pay all costs, fees and expenses of this trust including the cost of title search as well as the other costs and expenses of the trustee incurred in connection with or in enforcing this obligation and trustee's attorney's fees actually incurred.

7. To appear in and defend any action or proceeding purporting to affect the security rights or powers of beneficiary or trustee; and in any suit, action or proceeding in which the beneficiary or trustee may appear, including any suit for the foreclosure of this deed, to pay all costs and expenses, including the cost of title and the beneficiary's or trustee's attorney's fees, the amount of attorney's fees mentioned in this paragraph 7 in all cases shall be paid by the trust court and in the event of an appeal from any judgment or decree of the trust court, grantor further agrees to pay such sum as the appellate court shall adjudge reasonable as the beneficiary's or trustee's attorney's fees on such appeal.

It is mutually agreed that:

8. In the event that any portion or all of said property shall be taken under the right of eminent domain or condemnation, beneficiary shall have the right, if it so elects, to require that all or any portion of the monies payable as compensation for such taking, which are in excess of the amount required to pay all reasonable costs, expenses and attorney's fees necessarily paid or incurred by grantor in such proceedings, shall be paid to beneficiary and applied by it first upon any reasonable costs and expenses and attorney's fees, both in the trial and appellate courts, necessarily paid or incurred by beneficiary in such proceedings, and the balance applied upon the indebtedness secured hereby; and grantor agrees, at its own expense, to take such actions and execute such instruments as shall be necessary in obtaining such compensation, promptly upon beneficiary's request.

9. At any time and from time to time upon written request of beneficiary payment of its fees and presentation of this deed and the note for endorsement in case of full reconveyances, for cancellation, without affecting the liability of any person for the payment of the indebtedness, trustee may

(a) consent to the making of any map or plat of said property; (b) join in granting any easement or creating any restriction thereon; (c) join in any subordination or other agreement affecting this deed or the lien or charge thereon; (d) reconvey, without warranty, all or any part of the property. The grantor in any reconveyance may be described as the "person or persons legally entitled thereto" and the recitals therein of any matters or facts shall be conclusive proof of the truthfulness thereof. Trustee's fees for any of the services mentioned in this paragraph shall be not less than \$5.

10. Upon any default by grantor hereunder, beneficiary may at any time without notice, either in person, by agent or by a receiver to be appointed by a court, and without regard to the adequacy of any security for the indebtedness hereby secured, enter upon and take possession of said property or any part thereof, in its own name sue or otherwise collect the rents, issues and profits, including those past due and unpaid, and apply the same, less costs and expenses of operation and collection, including reasonable attorney's fees upon any indebtedness secured hereby, and in such order as beneficiary may determine.

11. The entering upon and taking possession of said property, the collection of such rents, issues and profits, or the proceeds of fire and other insurance policies or compensation or awards for any taking or damage of the property, and the application or release thereof as aforesaid, shall not cure or waive any default or notice of default hereunder or invalidate any act done pursuant to such notice.

12. Upon default by grantor in payment of any indebtedness secured hereby or in his performance of any agreement hereunder, the beneficiary may declare all sums secured hereby immediately due and payable. In such an event and if the above described real property is currently used for agricultural, timber or grazing purposes, the beneficiary may proceed to foreclose this trust deed in equity, as a mortgage in the manner provided by law for mortgages foreclosures. However if said real property is not so currently used, the beneficiary at his election may proceed to foreclose this trust deed in equity as a mortgage or direct the trustee to foreclose this trust deed by advertisement and sale. In the latter event the beneficiary or the trustee shall execute and cause to be recorded his written notice of default and his election to sell the said described real property to satisfy the obligations secured hereby, whereupon the trustee shall fix the time and place of sale, give notice thereof as then required by law and proceed to foreclose this trust deed in the manner provided in ORS 86.740 to 86.795.

13. Should the beneficiary elect to foreclose by advertisement and sale then after default at any time prior to five days before the date set by the trustee for the trustee's sale, the grantor or other person so privileged by ORS 86.760, may pay to the beneficiary or his successors in interest, respectively, the entire amount then due under the terms of the trust deed and the obligation secured thereby, including costs and expenses actually incurred in enforcing the terms of the obligation and trustee's and attorney's fees not exceeding \$50 each other than such portion of the principal as would not then be due had no default occurred, and thereby cure the default, in which event all foreclosure proceedings shall be dismissed by the trustee.

14. Otherwise, the sale shall be held on the date and at the time and place designated in the notice of sale. The trustee may sell said property either in one parcel or in separate parcels and shall sell the parcel or parcels at auction to the highest bidder for cash, payable at the time of sale. Trustee shall deliver to the purchaser its deed in form as required by law conveying the property so sold, but without any covenant or warranty, express or implied. The recitals in the deed of any matters of fact shall be conclusive proof of the truthfulness thereof. Any person, excluding the trustee, but including the grantor and beneficiary, may purchase at the sale.

15. When trustee sells pursuant to the powers provided herein, trustee shall apply the proceeds of sale to payment of (1) the expenses of sale, including the compensation of the trustee and a reasonable charge by trustee's attorney; (2) to the obligation secured by the trust deed; (3) to all persons having recorded liens subsequent to the interest of the trustee in the trust deed as then interests may appear in the order of their priority and (4) the surplus, if any, to the grantor or to his successor in interest entitled to such surplus.

16. For any reason permitted by law beneficiary may from time to time appoint a successor or successors to any trustee named herein or to any successor trustee appointed hereunder. Upon such appointment, and without conveyance to the successor trustee, the latter shall be vested with all title, powers and duties conferred upon any trustee herein named or appointed hereunder. Each such appointment and substitution shall be made by written instrument executed by beneficiary, containing reference to this trust deed and its place of record, which, when recorded in the office of the County Clerk or Recorder of the county or counties in which the property is situated, shall be conclusive proof of proper appointment of the successor trustee.

17. Trustee accepts this trust when this deed, duly executed and acknowledged, is made a public record as provided by law. Trustee is not obligated to notify any party hereto of pending sale under any other deed of trust or of any action or proceeding in which grantor, beneficiary or trustee shall be a party unless such action or proceeding is brought by trustee.

NOTE: This Trust Deed Act provides that the trustee hereunder must be either an attorney, who is an active member of the Oregon State Bar, a bank, trust company or savings and loan institution authorized to do business under the laws of Oregon or the United States, a title insurance company authorized to insure title to real property of this state, its subsidiaries, affiliates, agents or branches, or the United States or any agency thereof.

The grantor covenants and agrees to and with the beneficiary and those claiming under him, that he is lawfully seized in fee simple of said described real property and has a valid, unencumbered title thereto except as stated on Exhibit A hereto,

and that he will warrant and forever defend the same against all persons whatsoever.

The grantor warrants that the proceeds of the loan represented by the above described note and this trust deed are:
(b) for an organization, or (even if grantor is a natural person) are for business or commercial purposes other than agricultural purposes.

This deed applies to, inures to the benefit of and binds all parties hereto, their heirs, legatees, devisees, administrators, executors, personal representatives, successors and assigns. The term beneficiary shall mean the holder and owner, including pledgee, of the contract secured hereby, whether or not named as a beneficiary herein. In construing this deed and whenever the context so requires, the masculine gender includes the feminine and the neuter, and the singular number includes the plural.

IN WITNESS WHEREOF, said grantor has hereunto set his hand the day and year first above written.

* IMPORTANT NOTICE: Delete, by lining out, whichever warranty (a) or (b) is not applicable; if warranty (a) is applicable and the beneficiary is a creditor or such word is defined in the Truth-in-Lending Act and Regulation Z, the beneficiary MUST comply with the Act and Regulation by making required disclosures; for this purpose, if this instrument is to be a FIRST lien to finance the purchase of a dwelling, use Stevens-Ness Form No. 1305 or equivalent; if this instrument is NOT to be a first lien, use Stevens-Ness Form No. 1306, or equivalent. If compliance with the Act not required, disregard this notice.
(If the signer of the above is a corporation, use the form of acknowledgment opposite.)

CITY OF KLAMATH FALLS

By *George C. Felt* Mayor
By *Arnold Smith* City Recorder

STATE OF OREGON,

County of _____, 19____
Personally appeared the above named _____

and acknowledged the foregoing instrument to be
Before me: _____
Notary Public for Oregon
My commission expires: _____

(OFFICIAL SEAL)

(OPS 92 492)

STATE OF OREGON, County of KLAMATH) ss.
May _____, 19 80

Personally appeared _____ and _____ who, being duly sworn, each for himself and not one for the other, did say that the former is the mayor and that the latter is the city recorder of the CITY OF KLAMATH FALLS, a municipal corporation, and that the seal affixed to the foregoing instrument is the corporate seal of said corporation and that said instrument was signed and acknowledged by authority of its board of directors and each of them acknowledged said instrument to be its voluntary act and deed.

Before me: *Linda Steller*
Notary Public for Oregon
My commission expires: _____ (OFFICIAL SEAL)

My Comm. expires July 13, 1984

REQUEST FOR FULL RECONVEYANCE

To be used only when obligations have been paid.

TO:

Trustee

The undersigned is the legal owner and holder of all indebtedness secured by the foregoing trust deed. All sums secured by said trust deed have been fully paid and satisfied. You hereby are directed, on payment to you of any sums owing to you under the terms of said trust deed or pursuant to statute, to cancel all evidences of indebtedness secured by said trust deed (which are delivered to you herewith together with said trust deed) and to reconvey, without warranty, to the parties designated by the terms of said trust deed the estate now held by you under the same. Mail reconveyance and documents to

DATED: _____, 19____

Beneficiary

Do not lose or destroy this Trust Deed OR THE NOTE which it secures. Both must be delivered to the trustee for cancellation before reconveyance will be made.

TRUST DEED

(FORM No. 881)

STEVENS-NESS, L.A. PUB. CO. PORTLAND, ORE.

After recording return to:
Mountain Title Co.
Linda
Grantor

Beneficiary

AFTER RECORDING RETURN TO

STATE OF OREGON

County of _____ ss.

I certify that the within instrument was received for record on the _____ day of _____, 19____, at _____ o'clock _____ M., and recorded in book _____ on page _____ or as file reel number _____.
Record of Mortgages of said County.
Witness my hand and seal of County affixed.

By _____ Title
Deputy

SPACE RESERVED
FOR
RECORDER'S USE

EXHIBIT A

PARCEL 1: A tract of land situated in the SW $\frac{1}{4}$ NE $\frac{1}{4}$, Section 1, Township 39 S., R. 9 E.W.M., more particularly described as follows: Beginning at a point which is S. 89°52'12" W. 1811.71 feet, and N. 00°21'05" W. 327.24 feet from the East $\frac{1}{4}$ of said Section 1, said point being the Southeast corner of that tract of land described in Deed Volume 323, Page 233, as recorded in the Klamath County Deed Records; thence S. 89°52'12" W., along the South line of said Deed Volume, 200.00 feet; thence N. 00°21'05" W. 200.00 feet; thence N. 89°52'12" E. 200.00 feet; thence S. 00°21'05" E. 200.00 feet to the point of beginning.

PARCEL 2: A tract of land situated in the SW $\frac{1}{4}$ NE $\frac{1}{4}$, Section 1, Township 39 S., R. 9 E.W.M., more particularly described as follows: Beginning at the Southwest corner of Lot 2, Block 5, MOYINA MANOR, a duly recorded subdivision, said beginning point located S. 00°47'38" E. 1404.21 feet from the North $\frac{1}{4}$ of said Section 1; thence N. 89°12'22" E. 110.00 feet to the Southeast corner of said Lot 2; thence S. 00°47'38" E. along the West line of Carlson Drive 50.00 feet to the Northeast corner of Lot 3, Block 5, First Addition to Moyina Manor, a duly recorded subdivision; thence S. 89°12'22" W. along the North line of said Lot 3, 110.00 feet to the Northwest corner of said Lot 3; thence N. 00°47'38" W. 50.00 feet to the point of beginning.

PARCEL 3: Lot 11, Block 5, TRACT 1003, THIRD ADDITION TO MOYINA, according to the official plat thereof on file in the office of the County Clerk of Klamath County, Oregon.

PARCEL 4: All of Lot 44 and the Southwesterly 30 feet less the Northeasterly 10 feet of Lot 43, MOYINA, according to the official plat on file in the office of the County Clerk of Klamath County, Oregon.

PARCEL 5: A tract of land situated in the SE $\frac{1}{4}$, Section 36, Township 38 S., R. 9 E.W.M., more particularly described as follows: Beginning at the South $\frac{1}{4}$ corner of said Section 36; thence N. 27°17'03" E. 1513.88 feet to a 2-inch galvanized iron pipe marking the initial point of Tract 1003, Third Addition to Moyina; thence S. 16°15'45" E. 293.23 feet to a spike on the easterly line of said Tract 1003; thence N. 38°37'25" E. 618.45 feet to a 1-inch iron pin marking the true point of beginning of this description; thence N. 39°42'35" W. 87.48 feet; thence N. 38°37'25" E. 125.00 feet; thence S. 39°42'35" E. 148.74 feet; thence S. 38°37'25" W. 125.00 feet; thence N. 39°42'35" W. 61.26 feet to the true point of beginning, with bearings based on said Tract 1003, Third Addition to Moyina.

TOGETHER WITH an easement, including the terms and provisions thereof, for the construction and maintenance of a buried pipe line and for ingress to and egress from Parcel 5 above, which easement is recorded in Volume M-74, Page 4137, records of Klamath County, Oregon.

ALSO TOGETHER WITH a water line easement situated in the SE $\frac{1}{4}$ SE $\frac{1}{4}$, Section 36, Township 38 S., R. 9 E.W.M. and the NE $\frac{1}{4}$ NE $\frac{1}{4}$, Section 1, Township 39 S., R. 9 E.W.M., more particularly described as follows: Beginning at the East $\frac{1}{16}$ corner common to said Sections 36 and 1; thence S. 89°42'00" W. 22.80 feet to the Southeast corner of the Second Addition to Moyina, a duly recorded subdivision; thence along the northeasterly boundary of said Second Addition to Moyina, N. 60°11'06" W. 200.40 feet and N. 32°10'45" W. 349.80 feet to the Northeast corner of said Second Addition to Moyina; thence N. 60°11'06" E. 20.00 feet; thence S. 32°10'45" E. 349.80 feet; thence S. 30°12'45" E. 289.98 feet; thence S. 00°33'00" E. parallel to the easterly line of Fourth Addition to Winema Gardens, a duly recorded subdivision, 666.59 feet; thence S. 89°39'15" W. 20.00 feet to the Southeast corner of said Fourth Addition to Winema Gardens; thence N. 00°33'00" W. along the easterly line of said Fourth Addition to Winema Gardens 666.52 feet to the point of beginning.

SUBJECT TO: (1) Rights of the public in and to any portion of the herein-described premises lying within the limits of streets, roads or highways. (2) Statutory powers, including the power of assessment, of South Suburban Sanitary District. (3) Statutory powers, including the power of assessment, of Klamath Project and Enterprise Irrigation District. (4) Grant of right of way, including the terms and provisions thereof, recorded in Volume 128, Page 267, records of Klamath County, Oregon, in favor of The California Oregon Power Company for pole and wire lines and other facilities for transmission of electricity. (Affects E $\frac{1}{2}$ SW $\frac{1}{4}$, Section 36) (5) Grant of right of way, including the terms and provisions thereof, recorded in Volume 284, Page 22, records of Klamath County, Oregon, in favor of The California Oregon Power Company for pole and wire lines and other facilities for transmission of electricity. (Affects SW $\frac{1}{4}$ SE $\frac{1}{4}$ and SE $\frac{1}{4}$ SW $\frac{1}{4}$, Section 36 and other property) (6) Grant of right of way, including the terms and provisions thereof, recorded in Volume 350, Page 453, records of Klamath County, Oregon, in favor of Pacific Power & Light Company for one anchor and guy. (Affects Lot 44 of Moyina) (7) Easements as contained in the plat dedication of Moyina. (Affects Parcel 4) (8) Reservations contained in the plat dedication of Moyina. (Affects Parcel 4) (9) Reservations as contained in the plat dedication of 1st Addition to Moyina Manor. (Affects Parcel 2) (10) Reservations as contained in the plat dedication of Third Addition to Moyina. (Affects Parcel 3) (11) Twenty-foot building setback from streets, as shown on the dedicated plat of Third Addition to Moyina. (Affects Parcel 3) (12) Sixteen-foot easement along the westerly portion of Lot and an 8-foot easement along the southerly lot line as shown on the dedicated plat of Third Addition to Moyina. (Affects Parcel 3) (13) Agreement for easement recorded in Volume M-74, Page 4137, records of Klamath County, Oregon.

STATE OF OREGON; COUNTY OF KLAMATH; ss.

Filed for record at request of Mountain Title Co.
 this 6th day of May A. D. 19 80 at 2:44 o'clock P. M., and
 is recorded in Vol. M80, of Mortgages on Page 3349

Wm D. MILNE, County Clerk

By [Signature]

Fee \$14.00