

**MEMORANDUM OF LEASE  
AND  
OPTION TO PURCHASE**

**DATE:** January 1, 2001

**PARTIES:** **ROBERT D. PAYNE**, personal representative of the Estate of  
Virginia Jane Payne, deceased, **LESSOR** and **GRANTOR**  
1244 Eldorado  
Klamath Falls, OR 97601

*OC* **CITY OF KLAMATH FALLS, LESSEE** and **GRANTEE**  
P. O. Box 237  
Klamath Falls, OR 97601

By the terms of a "Ground Lease and Option to Purchase Real Property" dated January 1, 2001, Lessor/Grantor has granted to Lessee/Grantee an option to purchase, and has leased to Lessee/Grantee the following described real property:

Lots 7, 8 and 9, Block 32, Hot Springs Addition to the City of  
Klamath Falls, Klamath County, Oregon.

This memorandum is executed to evidence, confirm, and provide notice to third persons regarding the lease and option to purchase referred to above. The relevant terms of the lease and option to purchase include the following:

1. Term of Lease: From January 1, 2001, to midnight on December 31, 2002, unless extended by written agreement of the parties.
2. Term of Option to Purchase: At any time until 11:59 p.m. on December 31, 2002.
3. Use of the property by Lessee/Grantee is restricted to "park purposes."
4. The true and actual consideration for this transaction consists of or includes property or other value given or promised that is the whole consideration.

**LESSOR/GRANTOR:**

By: Robert D. Payne Date: Jan 4 01  
Robert D. Payne, Personal  
Representative of the Estate of  
Virginia Jane Payne, Deceased

LESSEE/GRANTEE:  
City of Klamath Falls

By: [Signature]  
City Manager

Date: 1/3/01

ATTEST:

By: [Signature]  
City Recorder

STATE OF OREGON } ss.  
COUNTY OF KLAMATH }

On the 1<sup>st</sup> day of January, 2001, personally appeared Robert D. Payne, Lesson Grantor and acknowledged said instrument to be his voluntary act and deed.

BEFORE ME:

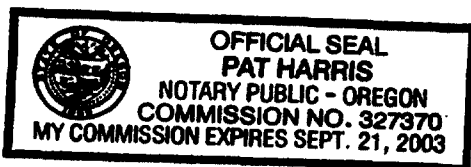


[Signature]  
Notary Public for Oregon  
My Commission Expires: 9-21-2003

STATE OF OREGON } ss.  
COUNTY OF KLAMATH }

On the 3<sup>rd</sup> day of January, 2001, personally appeared Jeffrey D. Ball and Elisa D. Olson, who, each being first duly sworn, did say that the former is the City Manager and the latter is the City Recorder of the City of Klamath Falls, an Oregon municipal corporation, and that the instrument was signed on behalf of said municipal corporation; and each of them acknowledged said instrument to be its voluntary act and deed.

BEFORE ME:



[Signature]  
Notary Public for Oregon  
My Commission Expires: 9-21-2003

After Recording Return to:  
City Recorder  
500 Klamath Avenue  
Klamath Falls, OR 97601

Tax Statements To:  
City Recorder  
500 Klamath Avenue  
Klamath Falls, OR 97601