RECORDING COVER SHEET (Please Print or Type) The information on this sheet is a reflection of the attached		2013-006823 Klamath County, Oregon 06/17/2013 03:14:45 PM Fee: \$117.00
instrument for the purpose of meeting first page recording requirements, ORS 205.234. If this cover page is included with your document, please add \$5.00 to the total recording fees.		
AFTER RECORDING RETURN TO: Pacific Connector Gas Pipeline 832 NW Highland Street Roseburg, OR 97470	AN ACCOM BEEN EXAM	C WAS REQUESTED TO THIS INSTRUMENT AS MODATION. IT HAS NOT MINED FOR SUFFICIENCY FECT UPON THE TITLE.
1) TITLE(S) OF THE TRANSACTION(S) ORS 20: Opion Agreement for Pipeline Construction Easement a	` '	<u> </u>
<ul> <li>2) DIRECT PARTY / GRANTOR(S) ORS 205.1250         Lloyd V Howard         7430 Tingley Lane         Klamath Falls, OR 97603 </li> <li>3) INDIRECT PARTY / GRANTEE(S) ORS 205.12         Williams Pacific Connector Gas Operator LLC         PO Box 58900         Salt Lake City, UT 84158-0900 </li> </ul>		
4) TRUE AND ACTUAL CONSIDERATION ORS 93.030(5) – Amount in dollars or other  \$ 2,000.00	5) SEND TAX STA' No Change	TEMENTS TO:
6) SATISFACTION of ORDER or WARRANT ORS 205.125(1)(e) CHECK ONE: (If applicable) PARTIAL	7) The amount of the obligation impose or warrant. ORS	ed by the order
8) If this instrument is being Re-Recorded, comp accordance with ORS 205.244: "RERECORDE		

BOOK \_\_\_\_\_ AND PAGE \_\_\_\_\_, OR AS FEE NUMBER

# WILLIAMS PACIFIC CONNECTOR GAS OPERATOR LLC OPTION AGREEMENT FOR PIPELINE CONSTRUCTION EASEMENT AND CONSTRUCTION WORKSPACE

Agı	reement made this	<u>23</u> c	lay of	May	, 2013, by	and between
			Lloyd V Howard		_	
	ess is 7430 Tingley Ln,					("Grantor"),
	MS PACIFIC CONNECTO tah 84158-0900 ("Gran		OR LLC, a Delaware	e limited liability co	mpany, P.O. Box	× 58900, Salt
	nereas, Grantor is the overscribed as follows:	wner of certain re	eal property in	Klamath	County, St	ate of Oregon,
That certair Township 3! Exhibit "A-1	n parcel of land being 9 South, Range 9 East o ".	describe as lying of the Willamett	g in part of Parce e Meridian, and be	l 2 of minor land peing more particula	partition 32-90 orly described or	of Section 20, 1 the attached
Also known	by KH County Assessor	Parcel Number(s	s): R872	2807		
Map Tax nu	mber(s): <b>R-3909-02</b> 0	000-01601-000				
operation, r	nereas, Grantee is cons repair, replacement, an across the real property	d removal of a p	pipeline, and relate	ed facilities, as Grai	ntee may requir	ance, security, e, upon, over,
	W, THEREFORE, in con nd between the parties			s and agreements s	set forth herein,	, it is mutually
1.	Grant of Option ("Opurchase the Easeme ("Option Price").	ption"): Granto ent and Construc	r grants to Grant ction Workspace ι	ee the sole and $\epsilon$ upon the terms an	exclusive right and description of the conditions se	and option to t forth herein
2.	Purchase Price: The f \$ 1,653.12 Workspace, the Option which Grantee shall purchase	Dollars ("Pur on Price shall be	chase Price"). If G subtracted from t	rantee purchases th	ne Easement and	d Construction ce ("Balance"),
3.	Option Price: Grante \$ 330.62 Do the Option ("Option P	llars or a minimu	rantor <b>20% (Twe</b> r m payment of <b>\$ 1,</b>	nty) percent of the open of th	ie Purchase Pric hever is greater	e which is to secure
4.	Option Period: The Opand through	otion shall comm May	ence on the date o			l extend to
5.	Exercise of Option: Grant time during the Construction Workspare Cranton and Support of Construction Workspare Cranton a support of Construction Workspare Cranton a support of Construction Workspare Cranton a support of Construction Workspare of Constr	Option Period. Trantor at the add to by mail, shall be repaid. Granton ace in the form	The notice may be dress set forth abo y the date that the r then shall exec	served by delivery ve by certified or o e notice was depos ute and deliver to	y to Grantor pe ther receipted n ited in the Unite Grantee an E	rsonally or by nail. The date ed States Mail Easement and

6.	Extension of Option: Grantee may extend this Option Period for up to one additional
	The Extension of Option shall be subtracted from the Purchase Price, leaving a balance ("Balance"), which Grantee shall pay as hereinafter provided.
7.	Failure to Exercise: If Grantee does not exercise the Option as provided herein within the Option Period the Option, and the rights of Grantee shall automatically and immediately terminate without notice and Grantor shall retain the Option Price(s).
8.	Failure to Deliver: If the Grantor fails to execute and deliver the grant deed for the Easement and Construction Workspace after Grantee exercises the Option, Grantee may elect to recover the Option Price or to seek specific performance of this Agreement.
9.	Damages: Upon exercise of this Option(s), Grantee and Grantor agree to negotiate the surface damage (including crop loss and timber) and severances to Grantor's property directly resulting from construction of pineline and related facilities in the Facement and Construction Workshape

- 10. **Survey:** The exact acreage, proportions and description of the Easement and Construction Workspace are to be determined by Grantee during the Option Period. Grantor hereby grants to Grantee and the surveyor the right and privilege, during the Option Period, to enter upon the Tract, with the right of ingress and egress over and across the adjoining land of the Grantor, for the purpose of inspecting, staking, surveying, and testing. The cost of the survey or tests shall be borne by Grantee.
- 11. **Binding Effect:** This Agreement shall be binding upon the heirs, executors, administrators, successors, and assigns of the parties hereto: and the rights and easements herein granted might be leased or assigned, together or separately and in whole or in part.

IN WITNESS WHEREOF, The parties have caused this Agreement to be executed as of the date written above.

GRANTOR: Joyd V Howard

OFFICIAL SEAL
AMY C GRAND
NOTARY PUBLIC-OREGON
COMMISSION NO. 452243
MY COMMISSION EXPIRES OCTOBER 17, 2014

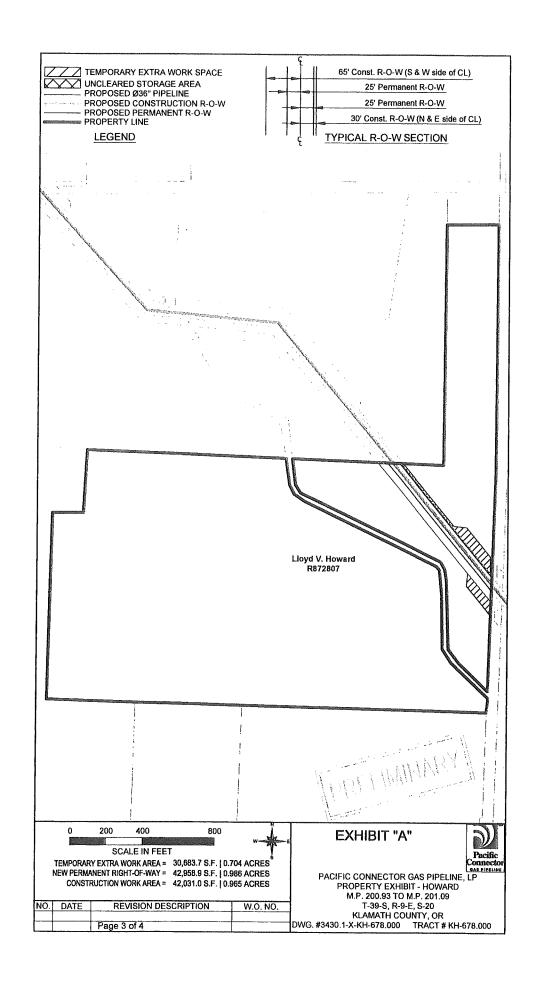
Williams Pacific Connector Gas Operator LLC

(Grantee):

David Randall, Attorney in Fact

## **ACKNOWLEDGMENT**

State of OREGON  County Of Klamath
This instrument was acknowledged before me on May 23 2013 by
My Commission Expires:  OFFICIAL SEAL  MELISSA E NICHOLS  NOTARY PUBLIC - OREGON COMMISSION NO. 457349  AMASSION EXPIRES MAY 28, 2015
ACKNOWLEDGMENT
State of OREGON
This instrument was acknowledged before me on 6/13, 2013 by and all as Attorney-in-Fact of Williams Pacific Connector Gas Operator LLC.
My Commission Expires:  Option 2014  Option



# **EXHIBIT "A-1"**

Parcel No. 2 of Minor Land Partition 32-90, said Land Partition situated in the E1/2 of Section 20, Township 39 South, Range 9 East, Willamette Meridian, in Klamath County, Oregon; EXCEPTING THEREFROM USBR C-4-E Lateral

## WILLIAMS PACIFIC CONNECTOR GAS OPERATOR LLC RIGHT-OF-WAY AND EASEMENT

This Easement conveys to Grantee the right of ingress and egress to and from, and access on and within said right-of-way, with the right to use existing and future roads for the purposes of surveying, constructing, inspecting, repairing, protecting, operating and maintaining the facilities and the addition, removal or replacement of same at will, either in whole or in part, with either like or different size pipe ("work"). Grantee may use such portions of the property along and adjacent to said right-of-way as may be reasonably necessary during construction of the pipeline, and as clearly defined and shown in Exhibit "A".

Grantee agrees that within a reasonable time following the completion of its work and subject to weather and/or soil conditions, Grantee shall, as near as practicable, restore said right-of-way to its original contour and condition. Grantee agrees to compensate Grantor adequately for damages which directly result from its work, including loss of business, timber, growing crops, pasture and livestock. Any other recognizable damages to other real or personal property that resulted from its work shall be repaired by Grantee, or the Grantor shall be compensated for such repairs. Grantee shall have the right to cut and to keep clear without payment of damages all trees, brush, native growth or foliage and other obstructions that may, in the Grantee's opinion, endanger, hinder or conflict with the construction operation, inspection, protection, maintenance and use of said facilities.

Grantee shall possess the above-described rights and Easement, together with all rights necessary to operate, protect and maintain the facilities within the right-of-way granted to the Grantee, its successors and assigns. Grantee may assign the rights and Easement granted under this agreement, either in whole or in part, subject to the terms of this grant, with such rights and Easement deemed to be covenants running with the land and to be binding upon Grantor, its heirs, legal representatives and successors in title.

Grantee may at any time permanently abandon said right-of-way and Easement and, at its discretion, may remove or abandon in place the improvements constructed on it. Upon such abandonment action, Grantee may, at its discretion, execute and record a reconveyance and release of this Easement whereupon this right-of-way and Easement with all rights and privileges mutually granted shall be fully canceled and terminated.

Grantor reserves the right to use and enjoy said property except for the purposes granted in this Easement. Any pipeline constructed by Grantee across lands under cultivation shall, at the time of construction, be buried to a minimum of 5 (five) feet of cover from top of the pipe as not to interfere with such cultivation. Grantor shall have the right to cultivate, work, plow, harvest and use the land granted within the Easement so long as it shall not hinder, conflict or interfere with Grantee's surface or subsurface rights or disturb its ability to operate, maintain and protect its facilities. No road, reservoir, excavation, change in surface grade, obstruction or structure shall be constructed, created or maintained within the described Easement area.

Grantee shall indemnify and hold Grantor harmless from and against any and all loss, damage, or injury which may result from the construction, operation and maintenance of the facilities; provided, however, that said loss, damage, or injury does not arise out of or result from the actions of the Grantor, (his/her) agents or employees.

Grantor agrees to indemnify Grantee against any environmental liability that predates the date of this Easement or that was caused solely by the Grantor's actions or inactions.

Grantee shall have the right to discharge or redeem for Grantor, in whole or in part, any mortgage, tax or other lien on said land and shall be subrogated to such lien and rights.

It is mutually understood and agreed that this Easement and the attached exhibits, as written, cover and include all of the agreements and stipulations between the parties and that no representations or statements, verbal or written, have been made modifying, adding to or changing the terms of this agreement.

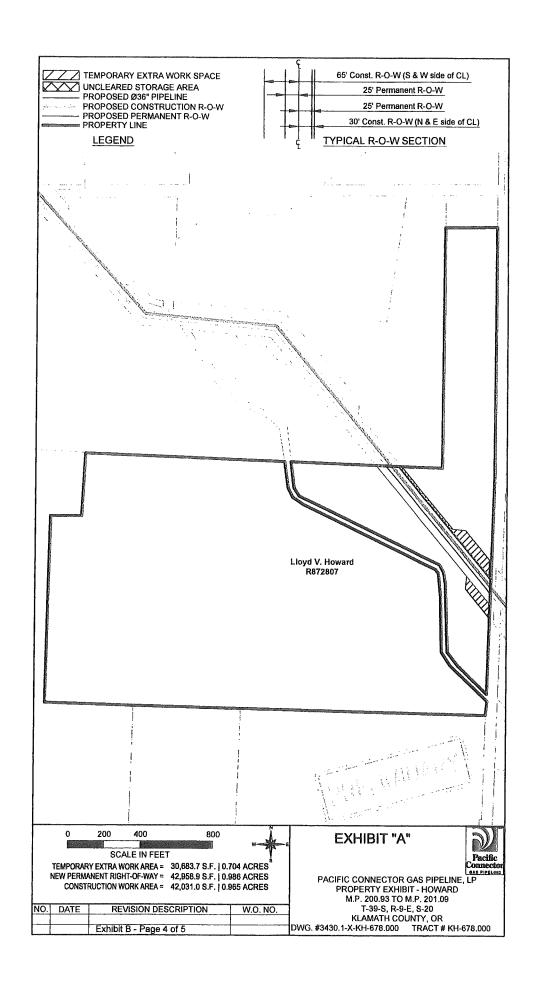
The terms, conditions and provisions of this agreement shall extend to and be binding upon the heirs, executors, administrators, personal representatives, successors and assigns of the parties.

IN WITNESS AGREEMENT THIS	WHEREOF the parties DAY OF	have EXECUTED , 20	THIS CONVEYANCE	AND
GRANTOR:				
Lloyd \	V Howard	-		

WILLIAMS	PACIFIC	CONNECTOR	GAS
<b>OPERATOR</b>	LLC		

(GRANTEE):

Tract #(s): KH-678.000
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# EXHIBIT "A-1"

Parcel No. 2 of Minor Land Partition 32-90, said Land Partition situated in the E1/2 of Section 20, Township 39 South, Range 9 East, Willamette Meridian, in Klamath County, Oregon; EXCEPTING THEREFROM USBR C-4-E Lateral

#### CONSTRUCTION WORKSPACE AGREEMENT

For Ten Dollars (\$10.00) and other valuable consideration,

## Lloyd V Howard

Whose address is 7430 Tingley Ln, Klamath Falls, OR 97603 ("Grantor") does grant to WILLIAMS PACIFIC CONNECTOR GAS OPERATOR, LLC, a Delaware limited liability company, located at P.O. Box 58900, Salt Lake City, Utah 84158 ("Grantee"), its agents, contractors and employees, the right and privilege of using a parcel of land for the purpose of constructing a 36" Natural Gas Pipeline ("construction workspace"), which property is situated in Klamath County, State of Oregon, and more particularly described below:

That certain parcel of land being describe as lying in part of Parcel 2 of minor land partition 32-90 of Section 20, Township 39 South, Range 9 East of the Willamette Meridian, and being more particularly described on the attached Exhibit "A-1".

Also known by Klamath County Assessor Parcel Number(s): R872807

Map Tax number(s): R-3909-02000-01601-000

The approximate location of the construction workspace is designated on Exhibit "A" attached hereto and made a part of this agreement.

It is understood and agreed by Grantor and Grantee that said construction workspace is to be used in connection with the construction of Grantee's natural gas pipeline facilities. Upon completion of the above described work and final restoration of the construction workspace, Grantee's interest in said land will revert to Grantor, except as provided by separate instrument.

Grantee agrees that within a reasonable time following the completion of its work and subject to weather and/or soil conditions, will as near as practicable restore said construction workspace to its original contours. Grantee will compensate Grantor for adequately documented damages, directly resulting from its work (i.e. loss of business, timber, growing crops, pasture and livestock). Damages to other real or personal property will be repaired by Grantee or the Grantor will be compensated for such repairs. Specific conditions, which will apply to the initial construction of facilities, are described in Exhibit "B" attached hereto and made a part of this agreement.

Grantee will possess the above-described rights and such rights will be binding upon Grantor, its heirs, legal representatives and successors in title.

Grantee will not be held liable for damages of any kind that arise due to the negligent acts or willful misconduct of the Grantor, its successors, assigns, permittee, agents or contractors.

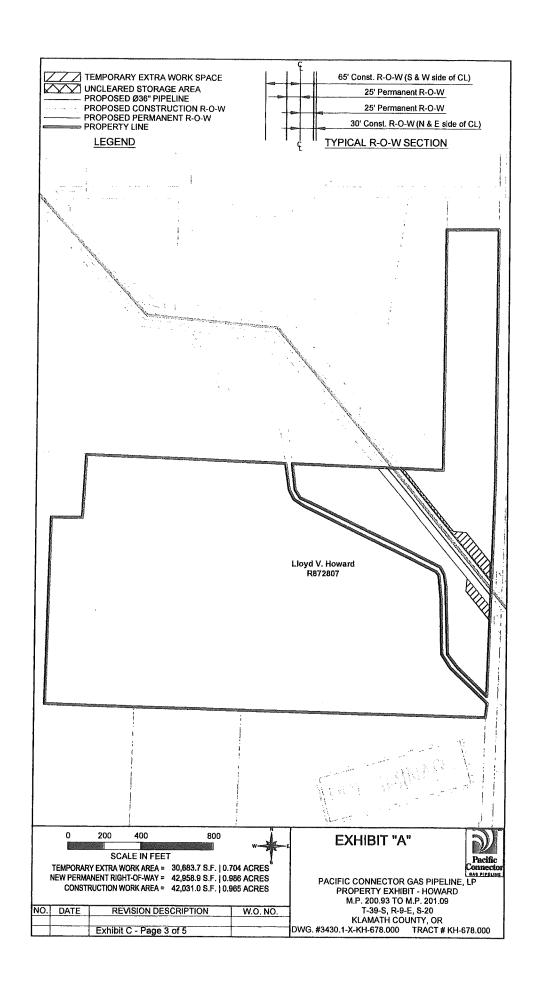
WITNESS THE EXECUTION THIS	day of	,20
GRANTOR:		
Lloyd V Howard		

<b>GRANTEI</b>		
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Williams Pacific Connector Gas Operator LLC

David Randall, Attorney in Fact

Tract #(s): KH-678.000
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## EXHIBIT "A-1"

Parcel No. 2 of Minor Land Partition 32-90, said Land Partition situated in the E1/2 of Section 20, Township 39 South, Range 9 East, Willamette Meridian, in Klamath County, Oregon; EXCEPTING THEREFROM USBR C-4-E Lateral

#### EXHIBIT "B"

### CONSTRUCTION STIPULATIONS

In accordance with the terms and conditions of the agreement, the Grantor and Grantee agree that the natural gas pipeline facilities will be constructed on Grantor's property in accordance with the following terms and conditions:

- 1. Grantee will notify Grantor, in writing, of the construction activity 30 days prior to start of survey and via phone or in writing, at least 30 days prior to the clearing/tree removal and construction preparation of the right of way on the Grantor's land.
- 2. Grantee will construct its pipeline and related facilities in compliance with engineering design and safety standards of the USDOT in force at the time of construction.
- 3. Grantee will remove all construction waste and debris after completion of construction activities.
- 4. Grantee will restore the property after construction to as close to the original condition as is practical.
- 5. Grantee will re-seed disturbed areas along ROW with a seed mix native to the area or as specified by the Grantor.
- 6. Grantee will restore all access roads or driveways disturbed by construction to condition equal to or better than existed prior to construction. Restoration will include final grading where necessary.
- 7. Grantee will protect all survey monuments located within the ROW. In the event survey monuments are disturbed and/or destroyed, it will be the responsibility of the Grantee to re-establish and survey monuments in conformity with survey standards then currently established for the State of Oregon.
- 8. Throughout all of its activities, Grantee will prevent mixing of up to 12 inches of topsoil with the subsoil in all actively cultivated and rotated croplands, CRP fields, flood irrigated fields, hay fields, and residential areas. Grantee further agrees to segregate the topsoil from the subsoil over the (1) full width of the construction right-of-way; (2) trench line and spoil storage area of the construction right-of-way; or (3) over the trench line only.

In residential areas where topsoil segregation is not practicable due to restricted right-ofway widths, Grantee will restore or replace the topsoil to preconstruction conditions. All replacement topsoil will be similar in quantity and at least equal in quality to what was present on the site before construction.

- 9. Unless otherwise agreed to herein, Grantee will ensure that its construction, operation and maintenance activities do not interfere with Grantor's irrigation practices.
- 10. Grantee will reimburse Grantor for costs associated with the loss of crops or crop productivity resulting from Grantor's construction, operation and maintenance activities. The crop value will be established using Oregon State University Extension Service Oregon Agricultural Information Network (OAIN) Commodity Report.