When recorded return to:

Eric Strinden 536 Sterling Street Sedro Woolley, WA 98284 201702170102

Skagit County Auditor 2/17/2017 Page

\$80.00 f 7 3:03PM

DEED OF TRUST

(For use in the State of Washington only)

THIS DEED OF TRUST, made this Lst day of January, 2017 between David Miller and Sallie Miller, a married couple

as GRANTOR(S),

whose address is 5493 Hoogdal Branch Road, Sedro-Woolley, WA 98284

and Land Title & Escrow as TRUSTEE, whose address is PO Box 445, Burlington, WA 98233

and LaDonna Strinden, as her separate property

as BENEFICIARY,

whose address is c/o 536 Sterling Street, Sedro-Woolley, WA 98284

WITNESSETH: Grantor(s) hereby bargain(s), sell(s), and convey(s) to Trustee in trust, with power of sale, the following described real property in County, Washington:

That certain legal description as shown on Exhibit "A" attached hereto and by this reference made a part hereof.

Tax Account No.s: 360435-4-003-0002 P50731 and 360435-4-006-0108 P50737

Abbreviated Legal: Portions of the North ½ of SE ¼ and of South ½ of NE ¼ of Section 35, Township 36 N, Range 4 E WM

7.	DUE ON SALE: (OPTIONAL – Not applicable unless initialed by Grantor and Beneficiary.) Th	ıe
#	property described in this security instrument may not be sold or transferred without the Beneficiary'	's
Ć.	consent. Upon breach of this provision, Beneficiary may declare all sums due under the note and Deed of	эf
	Trust immediately due and payable, unless prohibited by applicable law.	
	Congr (M) 2712	
	Grantor initials Beneficiary initials	
8.	NO FURTHER ENCUMBRANCES: (OPTIONAL - Not applicable unless initialed by Grantor an	ıd
	Beneficiary.). As an express condition of Beneficiary making the loan secured by this Deed of Trus	št,
	Grantor shall not further encumber, pledge, mortgage, hypothecate, place any lien, charge or claim upon, or	or
	otherwise give as security the property or any interest therein nor cause or allow by operation of law th	ıe
	encumbrance of the Trust Estate or any interest therein without the written consent of a Beneficiary eve	'n

	And the second	
Grantor initials		Beneficiary initials

or materialmen's lien or any other type of encumbrance or title defect.

though such encumbrance may be junior to the encumbrance created by this Deed of Trust. Encumbrance of the property contrary to the provisions of this provision shall constitute a default and Beneficiary may, at Beneficiary's option, declare the entire balance of principal and interest immediately due and payable, whether the same be created by Grantor or an unaffiliated third party asserting a judgment lien, mechanic's

IT IS MUTUALLY AGREED THAT:

- 1. In the event any portion of the property is taken or damaged in an eminent domain proceeding, the entire amount of the award or such portion as may be necessary to fully satisfy the obligation secured by this Deed of Trust shall be paid to Beneficiary to be applied to said obligation.
- 2. By accepting payment of any sum secured by this Deed of Trust after its due date, Beneficiary does not waive its right to require prompt payment when due of all other sums so secured or to declare default for failure to so pay.
- 3. The Trustee shall reconvey all or any part of the property covered by this Deed of Trust to the person entitled thereto, on written request of the Grantor(s) and the Beneficiary, or upon satisfaction of the obligation secured and written request for reconveyance made by the Beneficiary or the person entitled thereto.
- 4. Upon default by Grantor(s) in the payment of any indebtedness secured by this Deed of Trust or in the performance of any agreement contained in this Deed of Trust, all sums secured hereby shall immediately become due and payable at the option of the Beneficiary subject to any cure period provided in the note secured by this Deed of Trust. In such event and upon written request of Beneficiary, Trustee shall sell the trust property, in accordance with the Deed of Trust Act of the State of Washington, at public auction to the highest bidder. Any person except Trustee may bid at Trustee's sale. Trustee shall apply the proceeds of the sale as follows: (1) to the expense of the sale, including a reasonable Trustee's fee and attorney's fee; (2) to the obligation secured by this Deed of Trust; and (3) the surplus, if any, shall be distributed to the persons entitled thereto.
- 5. Trustee shall deliver to the purchaser at the sale its deed, without warranty, which shall convey to the purchaser all right, title and interest in the real and personal property which Grantor(s) had or had the power to convey at the time of the execution of this Deed of Trust, and such as Grantor(s) may have acquired

which real property is not used principally for agricultural or farming purposes, together with all the tenements, hereditaments, and appurtenances now or hereafter thereunto belonging or in any wise appertaining, and the rents, issues, and profits thereof.

This Deed of Trust is for the purpose of securing performance of each	n agreement of Grantor(s) contained in this
Deed of Trust, and payment of the sum of Two Hundred Fifty Thousa	and and no/100
Dollars (\$ 250,000.00) with interest, in accordance with the	e terms of a promissory note of even date
herewith, payable to Beneficiary or order, and made by Granton	(s), and all renewals, modifications, and
extensions thereof, and also such further sums as may be advanced	
any of Grantor(s)' successors or assigns, together with interest thereor	at such rate as shall be agreed upon.
DUE DATE: The entire balance of the promissory note secured by the	
interest accrued thereon, shall be due and payable in full on Janu	uary 1 st , 2035
the state of the s	

To protect the security of this Deed of Trust, Grantor(s) covenant(s) and agree(s):

- 1. To keep the property in good condition and repair; to permit no waste thereof; to complete any building, structure, or improvement being built or about to be built thereon; to restore promptly any building, structure, or improvement thereon which may be damaged or destroyed; and to comply with all laws, ordinances, regulations, covenants, conditions, and restrictions affecting the property.
- 2. To pay before delinquent all lawful taxes and assessments upon the property; to keep the property free and clear of all other charges, liens, or encumbrances impairing the security of this Deed of Trust.
- 3. To keep all buildings now or hereafter erected on the property described herein continuously insured against loss by fire or other hazards in an amount not less than the total debt secured by this Deed of Trust. All policies shall be held by the Beneficiary, and be in such companies as the Beneficiary may approve and have loss payable first to the Beneficiary, as its interest may appear, and then to the Grantor(s). The amount collected under any insurance policy may be applied upon any indebtedness hereby secured in such order as the Beneficiary shall determine. Such application by the Beneficiary shall not cause discontinuance of any proceedings to foreclose this Deed of Trust. In the event of foreclosure, all rights of the Grantor(s) in insurance policies then in force shall pass to the purchaser at the foreclosure sale.
- 4. To defend any action or proceeding purporting to affect the security hereof or the rights or powers of Beneficiary or Trustee, and to pay all costs and expenses, including cost of title search and attorney's fees in a reasonable amount, in any such action or proceeding, and in any suit brought by Beneficiary to foreclose this Deed of Trust.
- 5. To pay all costs, fees, and expenses in connection with this Deed of Trust, including the expenses of the Trustee incurred in enforcing the obligation secured hereby and Trustee's and attorney's fees actually incurred, as provided by statute.
- 6. Should Grantor(s) fail to pay when due any taxes, assessments, insurance premiums, liens, encumbrances, or other charges against the property hereinabove described, Beneficiary may pay the same, and the amount so paid, with interest at the rate set forth in the note secured hereby, shall be added to and become a part of the debt secured in this Deed of Trust.

the requirements of law and of this Deed of Trust, which recital shall be prima facie evidence of such compliance and conclusive evidence thereof in favor of bona fide purchaser and encumbrancers for value.

- 6. The power of sale conferred by this Deed of Trust and by the Deed of Trust Act of the State of Washington is not an exclusive remedy; Beneficiary may cause this Deed of Trust to be foreclosed as a mortgage.
- 7. In the event of the absence, death, incapacity, disability, or resignation of Trustee, or at the discretion of the Beneficiary, Beneficiary may appoint in writing a successor trustee, and upon the recording of such appointment in the mortgage records of the county in which this Deed of Trust is recorded, the successor trustee shall be vested with all powers of the original trustee. The trustee is not obligated to notify any party hereto of pending sale under any other Deed of Trust or of an action or proceeding in which Grantor(s), Trustee, or Beneficiary shall be a party unless such action or proceeding is brought by the Trustee.
- 8. This Deed of Trust applies to, inures to the benefit of, and is binding not only on the parties hereto, but on his/her/their heirs, devisees, legatees, administrators, executors, and assigns. The term Beneficiary shall mean the holder and owner of the note secured hereby, whether or not named as Beneficiary herein.
- 9. ADDITIONAL TERMS AND CONDITIONS; (check one)
 - a. () None
 - b. (X) As set forth on the attached Exhibit "B" which is incorporated by this reference.

(Note: The neither "a" nor "b" is checked, then option "a" applies.)

LPB 22A-05(i) rev 4/2014 Page 4 of 6

um. miles

STATE OF WASHINGTON COUNTY OF SKAGIT

Dated:

SS.

I certify that I know or have satisfactory evidence that David Miller and Sallie
Miller are the person(s) who
appeared before me, and said person(s) acknowledged that they signed this instrument and
acknowledged it to be their free and voluntary act for the uses and purposes mentioned in this instrument.
Dated: Feb/16/2c1 Anthony James Lathrop Notary Public in and for the State of Washington Residing at 1300/ing701 My Appointment Expires Nov 3, 2020 My Appointment Expires Nov 3, 2020
REQUEST FOR FULL RECONVEYANCE - Do not record. To be used only when note has been
TO: TRUSTEE
The undersigned is the legal owner and holder of the note and all other indebtedness secured by the within Deed of Trust. Said note, together with all other indebtedness secured by said Deed of Trust, has been fully paid and satisfied; and you are hereby requested and directed, on payment to you of any sums owing to you under the terms of said Deed of Trust, to cancel said note above mentioned, and all other evidences of indebtedness secured by said Deed of Trust delivered to you herewith, together with the said Deed of Trust, and to reconvey, without warranty, to the parties designated by the terms of said Deed of Trust, all the estate now held by you thereunder.

LPB 22A-05(i) rev 4/2014 Page 5 of 6

EXHIBIT "A"

LEGAL DESCRIPTION
FOR RICK AND TINA MILLER
OF

STRINDEN PARCEL AFTER BOUNDARY ADJUSTMENT

April 8, 2010

Those portions of the north half of the southeast quarter and of the south half of the northeast quarter of Section 35, Township 36 North, Range 4 East, W.M. described as follows:

Commencing at the northwest corner of the southeast quarter of said Section 35; thence S 83°39'28's along the north line of said southeast quarter, a distance of 582.62 feet to the point of beginning of this description; thence N7°11'00"E, a distance of 142.31 feet; thence N 49°15'55"W, a distance of 43.48 feet; thence N 69°18'02"W, a. distance of 163.87 feet; thence N 91 20'97 W, a distance of 125.22 feet; thence S 68°45'10"W, a distance of 215.42 feet to a point on the east line of Hoogdal Branch Road; thence 5 1°36'12"W along the east line of said road, a distance of 1414.85 feet; thence S 84°34'10"E, a distance of 608.60 feet; thence N 00°00 05"W, a distance of 20.09 feet; thence S 84°34'10"E, a distance of 54.04 feet to the northwesterly right of way line of the Burlington Northern Railroad; thence # 52°22'55"E along said railroad right of way, a distance of 1414.60 feet to a point on the south line of the north 284.74 feet of the southeast quarter of said Section 35; thence N 83"39'28"W along the south line of said north 284.74 feet, a distance of 1291.09 feet; thence N 7°11'00"E, a distance of 284.77 feet to the point of beginning of this description.

Containing 32.98 acres.

Situate in Skagit County, Washington.

EXHIBIT "B"

UPON THE APPROVAL OF A FORMAL BOUNDARY LINE ADJUSTMENT BY SKAGIT COUNTY AND ITS RECORDATION WHICH CREATES A SEPARATE PARCEL FOR THE EXISTING RESIDENCE, OUTBUILDINGS AND IS APPROXIMATELY 10 ACRES IN AREA FOR GRANTOR'S BENEFIT, THE GRANTOR HEREIN AGREES TO CONVEY THE REMAINING PARCEL TO CHRIS STRINDEN FOR NO MONETARY CONSIDERATION SAID CONVEYANCE IS CONFIRMING A GIFT GIVEN BY LADONNA STRINDEN TO HER SON.

THE RECEIVER OF THE GIFT SHALL ACCEPT THE PROPERTY SUBJECT TO THE REQUIREMENTS OF THE CURRENT USE AGREEMENTS AND TAX CLASSIFICATION OF "FARM AND AGRICULTURAL" AND THE TAX LIABILITY, IF ANY, DUE UPON THE GIFT TRANSFER.

AFTER SAID SUBDIVISION APPROVAL, THE PARTIES HEREIN FURTHER AGREE TO EXECUTE THE GIFT CONVEYANCE IN A TIMELY MANNER UPON THE EVENT OF THE FOLLOWING, WHICHEVER OCCURS FIRST:

- 1) PAYMENT IN FULL OF THE PROMISSORY NOTE BY GRANTOR; OR
- 2) UPON RECEIPT OF WRITTEN NOTICE BY ERIC STRINDEN AND CHRIS STRINDEN THAT CHRIS STRINDEN IS PREPARED TO PURSUE DEVELOPMENT OF THE REMAINING PROPERTY.

David Miller, Grantor

Sallie Miller, Grantor

LaDonna Strinden, Beneficiary

LPB 22A-05(i) rev 4/2014 Page 6 of 6