RIGHT-OF-WAY USE AGREEMENT BETWEEN THE CITY OF OLYMPIA AND WELL 80 REAL ESTATE, LLC

This RIGHT-OF-WAY USE AGREEMENT ("ROW use agreement") is entered into by and between the CITY OF OLYMPIA, a Washington municipal corporation ("City"), and WELL 80 REAL ESTATE, LLC, a Washington limited liability company, ("Well 80"), and jointly referred to as "the Parties." This ROW use agreement sets forth the terms and conditions by which Well 80 is permitted to use certain unopened City right-of-way for specific purposes set forth herein.

Recitals

- A. There exists within the City of Olympia a certain premises at 514 Fourth Avenue East and a ten-foot wide platted alley right-of-way running north-south between Lots 6 and 7, Block 53, of Sylvester Town of Olympia, Washington. The alley is located northerly of 4th Avenue and southerly of State Avenue. This right-of-way is more particularly described as set forth below.
- B. Well 80 is a developer of a private building and the owner of the underlying fee title of said alley right-of-way. Well 80 seeks Olympia's permission to use sidewalk and alley right-of-way for outdoor restaurant seating and other business uses. The premises are located at 514 Fourth Avenue East, Olympia, Washington and legally described as: Section 14 Township 18 Range 2W Quarter NW SE Plat SYLVESTER TOWN OF OLYMPIA BLK 53 LT 6, LESS W6F Document 1/14, tax assessor number: 78505300600.
- C. The City has determined that use of the right-of-way for outdoor restaurant seating purposes is consistent with proper permitted use of said right-of-way.
- D. By this ROW use agreement, City will permit all of Well 80's use of City right-of-way, so Well 80 will not be required to obtain or pay for a separate pedestrian interference permit.
- E. The signatories to this ROW use agreement are authorized to execute associated documents, to correct legal descriptions, if need be, and to correct scrivener's errors and other errors or omissions that are otherwise in substantial conformance with this ROW use agreement.
- F. NOW, THEREFORE, in consideration of the mutual covenants and conditions contained in this ROW use Agreement, and for other good and valuable consideration, the receipt and sufficiency of which is hereby acknowledged, City and Well 80 agree as follows:

Agreement

1. **Grant of temporary use**. City hereby grants to Well 80 the right to temporarily use the right-of-way, as more particularly shown on Exhibit A ("right-of-way use area"), for outdoor restaurant seating and other related business purposes, on the terms set forth in this ROW use agreement. The right-of-way use area is legally described as follows:

(Section 14 Township 18 Range 2W Quarter NW SE Plat SYLVESTER TOWN OF OLYMPIA BLK 53 LT 6, LESS W6F Document 1/14.)

- 2. **Term.** This ROW use agreement is effective the date of last signature below (which is the "effective date"). The term of this ROW use agreement is four years from the effective date, unless it is terminated or terminates earlier pursuant to this paragraph. The City may terminate this ROW use agreement for any reason, at its sole discretion, by providing 120 days' written notice of termination to Well 80 as provided in Section 9, below.
- 3. **Consideration**. Well 80 shall every year pay to City the annual rent identified in this paragraph, plus leasehold excise tax, if applicable. For that portion of the rent that is Clean Alley Credit eligible, the credit offsets against the total annual rent due. For the first year, annual rent is Seven Hundred and Seventy-Eight dollars and Twenty-Five cents (\$778.25) precredit total of (\$4,078.25), minus Clean Alley Credit of (\$3,300) -- which is due in full prior to the effective date. The annual rent includes Clean Alley Credit of \$3,300. In each subsequent year, annual rent is due October 1 and is equal to the previous year's annual rent, increased by four percent. Except for the first year, the annual rent may be paid in two equal installments of 50 percent of the annual rent, due on October 1 and April 1. Annual rent will be proportionately pro-rated or reimbursed if this ROW use agreement is terminated within any year prior to July 1.

Well 80 is receiving a Clean Alley Credit in exchange for accepting the obligation to maintain the alley in a clean condition as follows: Well 80 shall maintain the alley to a level of cleanliness at least that of how it maintains its own premises, free of litter and debris, with all surfaces free of graffiti, stickers, and signs, except those posted by Well 80 in the course of its business. Well 80 shall address any deviance from this standard within one business day. Well 80 is solely responsible for any and all costs of meeting this obligation to maintain the cleanliness of the alley.

4. **Use of Right-of-Way**. WELL 80 may, at its own expense, construct and maintain outdoor seating and related facilities ("seating facilities") on the right-of-way use area and shall, at its own expense, maintain any and all seating facilities in good repair. The City is not liable for any of WELL 80 costs or expenses of construction, maintenance, or otherwise of the seating facilities by reason of this ROW use agreement. WELL 80 may impose restrictions on the use of the seating facilities, including limiting the public use to be made of the seating facilities, subject to Section 5 below. Upon termination of the ROW use agreement, WELL 80 shall remove any and all seating facilities installed in the right-of-way use area and restore the right-of-way use area to the condition it was in as of the effective date, including taking all necessary action to ensure that the right-of-way use area is fully open for City and public use. This obligation to remove any and all seating facilities installed in the right-of-way use area and restore the right-of-way use area survives termination of this ROW use agreement.

5. **Nondiscrimination**.

A. In exercising its rights under this ROW use agreement, WELL 80 and Well 80's owners, employees, and agents shall not discriminate against any person because of status protected from discrimination by law, including but not limited to sex, age (except minimum age and retirement

provisions), race, color, creed, national origin, marital status, veteran status, sexual orientation, or the presence of any disability, including sensory, mental or physical handicaps; provided, however, that the prohibition against discrimination in employment because of disability does not apply if the particular disability prevents the performance of the essential functions required of the position. This requirement applies , but is not limited to, the following: employment, advertising, layoff or termination, rates of pay or other forms of compensation, and selection for training, including apprenticeship. WELL 80 shall not violate any of the terms of Chapter 49.60 RCW, Title VII of the Civil Rights Act of 1964, the Americans with Disabilities Act, Section 504 of the Rehabilitation Act of 1973, or any other applicable federal, state, or local law or regulation regarding non-discrimination. Any material violation of this provision is grounds for termination of this agreement by City and, in the case of WELL 80 breach, may result in ineligibility for further City agreements.

- B. In the event of WELL 80's noncompliance or refusal to comply with the above nondiscrimination requirements, this ROW use agreement may be immediately rescinded, canceled, or terminated in whole or in part, and WELL 80 may be declared ineligible for further contracts with City. WELL 80, will, however, be given a reasonable time in which to correct this noncompliance.
- C. To assist City in determining compliance with the above nondiscrimination requirements, WELL 80 must complete and return the Statement of Compliance with Non-Discrimination attached as Exhibit "B."
- 6. **Utilities**. The City may construct underground utilities through the entire length and breadth of the right-of-way use area, but shall, upon completion of any such construction that may occur during the term of this ROW use agreement, restore the site to the condition created by WELL 80 without cost to WELL 80.
- 7. **Assignment**. WELL 80 may not assign this ROW use agreement without the prior written consent of the City.
- 8. **Hold Harmless, Indemnification, and Insurance**. WELL 80 shall defend, indemnify, and hold City, its officers, officials, employees and volunteers harmless from any and all claims, injuries, damages, losses, or suits including attorney fees, arising out of or in connection with activities or operations performed by WELL 80 or on Well 80's behalf as a result of this ROW use agreement, except for injuries and damages caused by the sole negligence of City.

Should a court of competent jurisdiction determine that RCW 4.24.115 applies to this ROW use agreement, then WELL 80 shall defend, indemnify, and hold City, its officers, officials, employees, and volunteers harmless to the maximum extent permitted thereunder. It is further specifically and expressly understood that the indemnification provided in this section constitutes WELL 80 waiver of immunity under Industrial Insurance, Title 51 RCW, solely for the purposes of this indemnification. **This waiver has been mutually negotiated by the parties**. The provisions of this section survive the expiration or termination of this ROW use agreement.

A. **Insurance Term**. WELL 80 shall procure and maintain for the duration of this ROW use agreement insurance against claims for injuries to persons or damage to property which may

arise from or in connection with operations or activities performed by WELL 80, or on Well 80's behalf, in connection with this ROW use agreement.

- B. **No Limitation**. WELL 80 maintenance of insurance as required by this ROW use agreement may not be construed to limit the liability of Well 80 to the coverage provided by such insurance, or otherwise limit City's recourse to any remedy available at law or in equity.
- C. **Minimum Scope of Insurance**. WELL 80 shall obtain insurance of the types and coverage described below:
 - Commercial General Liability insurance must be at least as broad as Insurance Services Office
 (ISO) occurrence form CG 00 01 and must cover liability arising from operations, productscompleted operations, and stop-gap liability. There may be no exclusion for liability arising from
 explosion, collapse, or underground property damage. City must be named as an additional
 insured under WELL 80's Commercial General Liability insurance policy using ISO Additional
 Insured-State or Political Subdivisions-Permits CG 20 13 or a substitute endorsement providing
 at least as broad coverage.
 - 2. <u>Automobile Liability</u> insurance covering all owned, non-owned, hired, and leased vehicles. Coverage must be at least as broad as Insurance Services Office (ISO) form CA 00 01.
- D. **Minimum Amounts of Insurance**. WELL 80 shall maintain the following insurance limits:
 - 1. <u>Commercial General Liability</u> insurance must be written with limits no less than \$2,000,000 each occurrence, \$2,000,000 general aggregate, and a \$2,000,000 products-completed operations aggregate limit.
 - 2. <u>Automobile Liability</u> insurance with a minimum combined single limit for bodily injury and property damage of \$1,000,000 per accident.
 - 3. Well 80 shall procure and maintain for the duration of the Agreement Liquor Liability insurance in the amount of not less than \$1,000,000 per occurrence. City must be named as an additional insured on the Liquor Liability insurance.
 - 4. If each occurrence or products-completed are only \$1,000,000, then Well 80 shall also obtain an Umbrella or Excess Liability policy for \$1,000,000 to meet the limits requirement.
 - 5. The certificate must list the City as: "City of Olympia is added as additionally insured." And include an additional insured endorsement form ISO CG 2012 or at least as broad as equivalent.
- E. **Other Insurance Provision**. WELL 80's Commercial General Liability insurance policy or policies are to contain, or be endorsed to contain, that they are primary insurance as respects

City. Any insurance, self-insurance, or self-insured pool coverage maintained by City is excess of WELL 80 insurance and may not contribute with it.

- F. **Acceptability of Insurers**. Insurance is to be placed with insurers with a current A.M. Best rating of not less than A:VII.
- G. **Verification of Coverage**. WELL 80 shall furnish City with original certificates and a copy of the amendatory endorsements, including the additional insured endorsement, evidencing the insurance requirements of WELL 80 before entering into this ROW use agreement.
- H. **Notice of Cancellation**. WELL 80 shall provide City with written notice of any policy cancellation, within two business days of its receipt of such notice.
- I. **Failure to Maintain Insurance**. Failure on the part of WELL 80 to maintain the insurance as required constitutes a material breach of this ROW use agreement, upon which City may, after giving five business days' notice to WELL 80 to correct the breach, immediately terminate this ROW use agreement or, at its discretion, procure or renew such insurance and pay any and all premiums in connection therewith, with any sums so expended to be repaid to City on demand.
- J. **Public Entity Full Availability of Permittee Limits**. If WELL 80 maintains higher insurance limits than the minimums shown above, City is insured for the full available limits of Commercial General and Excess or Umbrella liability maintained by WELL 80, irrespective of whether such limits maintained by WELL 80 are greater than those required by this ROW use agreement or whether any certificate of insurance furnished to City evidences limits of liability lower than those maintained by WELL 80.
- 9. **Notices**. Unless applicable law requires a different method of giving notice, any and all notices, demands, or other communications required or desired to be given under or related to this Agreement by an party (collectively "Notices") must be in writing and must be validly given or made to another party if delivered either personally or by Federal Express (FedEx), UPS, USPS, or other overnight delivery service of recognized standing, or if deposited in the United States mail, certified, registered, or express mail with postage prepaid. If such Notice is personally delivered, it must be conclusively deemed given at the time of such delivery. If such Notice is delivered by Federal Express (FedEx) or other overnight delivery service of recognized standing, it must be deemed given 24 hours after the deposit thereof with such delivery service. If such Notice is mailed as provided in this section, such must be deemed given 48 hours after the deposit thereof in the United States mail. Each such Notice must be deemed given only if properly addressed to the party to whom such notice is to be given as follows:

To: Well 80 Robert Knudson

Well 80 Real Estate, LLC Manager

716 Plum Street S Olympia, WA 98501

Email: Rknudson@casamiarestaurants.com

To City of Olympia: Steven J. Burney

Olympia City Manager 601 4th Avenue East

PO Box 1967

Olympia, WA 98507-1967

Email: jburney@ci.olympia.wa.us

With a copy to: Legal Department

Olympia City Attorney 601 4th Avenue East

PO Box 1967

Olympia, WA 98507-1967

Email: mbarber@ci.olympia.wa.us

Any party hereto may change its address for the purpose of receiving notices as provided in this section by a written notice given in the manner aforesaid to the other party hereto.

- 10. **Event of Default.** In the event of a default under this ROW use agreement by WELL 80, City may, in addition to all other remedies, seek monetary damages and specific performance of WELL 80 obligations under this ROW use agreement.
- 11. **Applicable Law.** This ROW use agreement is governed by the laws of the State of Washington.
- 12. **Further Assurances.** Each of the Parties shall execute and deliver any and all additional papers, documents, and other assurances, and shall do any and all acts and things reasonably necessary in connection with the performance of its obligations under this ROW use agreement to carry out the intent of the parties.
- 13. **Modification or Amendment or Waivers.** No amendment, change, or modification of this ROW use agreement is valid, unless in writing and signed by both of the parties. No waiver of any breach or covenant or provision in this ROW use agreement is a waiver of any preceding or succeeding breach thereof, or of any other covenant or provision in this ROW use agreement. No extension of time for performance of any obligation or act may be deemed an extension of the time for performance of any other obligation or act.
- 14. **Entire Agreement.** This ROW use agreement constitutes the entire understanding and agreement of the Parties with respect to its subject matter and any and all prior agreements, understandings, or representations with respect to its subject matter are hereby canceled in their entirety and are of no further force or effect. The Parties do not intend to confer any benefit under this ROW use agreement to any person, firm, or corporation other than the Parties executing this ROW use agreement.
- 15. **Construction.** Captions are solely for the convenience of the Parties and are not a part of this ROW use agreement. This ROW use agreement may not be construed as if it had been prepared by one of the Parties, but rather as if both parties had prepared it.

- 16. **Attorneys' Fees and Costs.** Should either Party bring suit to enforce this ROW use agreement, the prevailing party in such lawsuit is entitled to an award of its reasonable attorneys' fees and costs incurred in connection with such lawsuit.
- 17. **Partial Invalidity.** If any term or provision of this ROW use agreement or the application thereof to any person or circumstance is, to any extent, held to be invalid or unenforceable, the remainder of this ROW use agreement, or the application of such term or provision to persons or circumstances other than those held invalid or unenforceable, are not affected thereby; and each such term and provision of this ROW use agreement is valid and may be enforced to the fullest extent permitted by law.
 - 18. **Time.** Time is of the essence of every provision of this ROW use agreement.

SIGNATURES ON FOLLOWING PAGES

	corporation
	By: Steven J. Burney City Manager
	Date:
	Approved as to form:
	Michael M. Young
	Deputy City Attorney
STATE OF WASHINGTON)) ss. COUNTY OF THURSTON)	
for the State of Washington, duly commis known to be the City Manager of the City of instrument and acknowledged the said	, 2023 before me, a Notary Public in and sioned and sworn, personally appeared Steven J. Burney, to me of Olympia, a municipal corporation, who executed the foregoing instrument to be the free and voluntary act and deed of said purposes therein mentioned and on oath states that he is t.
WITNESS my hand and official seal the da	y and year first above written.
	Signature
	Print Name:
	NOTARY PUBLIC in and for the State of
	Washington, residing at
	My commission expires:

City of Olympia, a Washington municipal

WELL 80 REAL ESTATE, LLC	
Ву:	
Robert Knudson	
Managing Member	
Date:	
STATE OF WASHINGTON) ss.	
COUNTY OF THURSTON)	
, to me kr	, 2023, before me personally appeared nown to be a, a executed the foregoing instrument and acknowledged the said
instrument to be the free and voluntar	y act and deed of said limited liability company for the uses and the states he/she is authorized to execute the said instrument.
WITNESS my hand and official seal the o	day and year first above written.
	Signature
	Print Name:
	NOTARY PUBLIC in and for the State of
	Washington, residing at
	My commission expires:

