TYPE OF RECORD: PERMANENT

CATEGORY OF RECORD: CONTRACT

NAME OF CONTRACTOR: SOUTHERN PACIFIC TRANSPORTATION COMPANY AND THE DENVER AND RIO GRANDE WESTERN RAILROAD

COMPANY

SUBJECT/PROJECT: RAILROAD GRANTS THE RIGHT TO CONSTRUCT, RECONSTRUCT, MAINTAIN AND OPERATE A LONGITUDINAL FLOOD CONTROL LEVEE ALONG

ALONG, ACROSS AND BENEATH PROPERTY AND LOCATION: TRACKS OF RAILROAD CROSSING THE CENTERLINE OF TRACKS AT ENGINEER'S STATION 3872+33 TO 3878+05, MILEPOST WAC-423.66 TO 423.76

CITY DEPARTMENT:

PUBLIC WORKS

YEAR:

1996

EXPIRATION DATE:

NONE

DESTRUCTION DATE:

NONE

ESSEE

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RELMIS: WAC 423.66 to 423.76

THIS INDENTURE, made this 23rd day of May, 1996, by and between SOUTHERN PACIFIC TRANSPORTATION COMPANY, a corporation, and THE **DENVER AND RIO GRANDE WESTERN RAILROAD COMPANY**, a corporation, hereinafter collectively referred to as "Grantor", and CITY OF GRAND JUNCTION, a public body, address: 250 North Fifth Street, Grand Junction, Colorado 81501-2668, herein termed "Grantee";

WITNESSETH:

Railroad hereby grants to Grantee, subject to the reservations, covenants and conditions herein contained, the right to construct, reconstruct, maintain and operate a longitudinal flood contol levee, hereinafter referred to as "structure," in, upon, along, across and beneath property and tracks of Railroad, at or near Grand Junction, in the County of Mesa, State of Colorado, crossing the centerline of said tracks at Engineer's Station 3872+33 to 3878+05, Milepost WAC-423.66 to 423.76, in the location shown on the print of Drawing 12-13-012, Sheet No.C-11, attached and made a part hereof.

Said structure shall be installed in accordance with minimum requirements of Form C. S. 1741, also attached and made a part hereof.

Upon execution hereof, Grantee shall pay Railroad the sum of Six Hundred Thirty Dollars (\$630) partially to defray cost of

In addition, as monetary consideration for the rights herein granted, Grantee shall pay to Railroad the sum of Twelve Thousand Eight Hundred Sixty One Dollars (\$12,861).

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Project markers in form and size satisfactory to Railroad, identifying the facility and its owner, will be installed and constantly maintained by and at the expense of Grantee at Railroad property lines or such locations as Railroad shall approve. Such markers shall be relocated or removed upon request of Railroad without expense to Railroad.

Absence of markers does not constitute a warranty by Railroad of no subsurface installations.

- There is reserved unto Railroad, its successors and assigns and anyone acting with the permission of Railroad the right (consistent with the rights herein granted) to construct, reconstruct, maintain and use existing and future railroad tracks, facilities and appurtenances and existing and future transportation, communication (including fiber optic telecommunication systems) and pipeline facilities and appurtenances in, upon, over, under, across and along said property.
- This grant is made subject to all licenses, leases, easements, restrictions, conditions, covenants, encumbrances, liens and claims of title which may affect said property and the word "grant" as used herein shall not be construed as a covenant against the existence of any thereof.
- The rights herein granted to Grantee shall lapse and become void if the construction of said structure upon said property is not commenced within one (1) year from the date first herein written.
- Grantee shall bear the entire cost and expense of constructing, reconstructing and maintaining said structure upon said property.

Grantee, its agents and employees, subject to the provisions hereof, shall have the privilege of entry on said property for the purpose of constructing, reconstructing, maintaining and making necessary repairs to said structure provided that:

Grantee shall give Railroad's division superintendent at least five (5) days' written notice prior to commencement of any work on said structure except emergency repairs in which event, Grantee shall notify Railroad's authorized representative by phone; and

(b) Grantee, at least five (5) days prior to performing any digging activities on the premises of Railroad, must call 1-800-AT-FIBER (available 24 hours) to receive a Qwest Communications Corporation control number. Grantee will be advised if a telecommunications system is buried anywhere on or about the premises of Railroad in the location where Grantee will perform such digging activities. If there is a telecommunications system, Grantee will be advised as to the owner of the telecommunications system and provided instructions on arranging for a cable locator and will be advised whether relocation or other protection for the telecommunications system is required prior to beginning any work on the premises of Railroad.

Grantee agrees to reimburse Railroad for the cost and expense to Railroad of furnishing any materials or performing any labor in connection with the construction, reconstruction, maintenance and removal of said structure, including, but not limited to, the installation and removal of such falsework and other protection beneath or along Railroad's tracks, and the furnishing of such watchmen, flagmen and inspectors as Railroad deems necessary.

Grantee agrees to reimburse Railroad and/or the owner of the telecommunication system for all expenses which either may incur which expenses would not have been incurred except by the reason of the use of said premises by Grantee, its agents, employees or invitees including relocation costs or any damages incurred by such owner due to the injury to the telecommunication system.

- 7. In the event Railroad shall at any time so require, Grantee, at Grantee's expense, shall reconstruct, alter, relocate said structure or otherwise improve said structure upon receipt of written notice from Railroad so to do.
- 8. Grantee shall, at its expense, comply with all applicable laws, regulations, rules and orders regardless of when they become or became effective, including, without limitation, those relating to health, safety, noise, environmental protection, waste disposal, and water and air quality, and furnish satisfactory evidence of such compliance upon request of Railroad.

Should any discharge, leakage, spillage, emission or pollution of any type occur upon or arise from the premises covered hereunder as a result of Grantee's use, presence, operations or exercise of the rights granted hereunder, Grantee shall, at its expense, be obligated to clean all property affected thereby, whether owned or

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controlled by Railroad, or any third person, to the satisfaction of Railroad (insofar as the property owned or controlled by Railroad is concerned) and any governmental body having jurisdiction in the matter. Railroad may, at its option, clean Railroad's premises; if Railroad elects to do so, Grantee shall pay Railroad the cost of such cleanup promptly upon the receipt of a bill therefor.

Grantee agrees to investigate, release, indemnify and defend Railroad from and against all liability, cost and expense (including, without limitation, any fines, penalties, judgments, litigation costs and attorney fees) incurred by Railroad as a result of Grantee's breach of this section, or as a result of any such discharge, leakage, spillage, emission or pollution, regardless of whether such liability, cost or expense arises during the time this indenture is in effect or thereafter, unless such liability, cost or expense is proximately caused solely and exclusively by the active negligence of Railroad, its officers, agents or employees.

- 9. As part consideration, Grantee agrees to pay Railroad an amount equal to any and all assessments which may be levied by order of any authorized lawful body against the property of Railroad (and which may have been paid by Railroad) to defray any part of the cost or expense incurred in connection with the construction of said structure upon said property commenced within one (1) year from the date first herein written.
- 10. Grantee agrees to keep said property and said structure in good and safe condition, free from waste, so far as affected by Grantee's operations, to the satisfaction of Railroad. If Grantee fails to keep said property and said structure in a good and safe condition, free from waste, then Railroad may perform the necessary work at the expense of Grantee, which expense Grantee agrees to pay to Railroad upon demand.
- 11. No work on Railroad's premises shall be commenced by any contractor for Grantee until such contractor has entered into Railroad's standard Contractor's Right of Entry agreement covering such work.
- To the extent allowed by law, Grantee agrees to and shall indemnify and hold harmless Railroad, its officers, agents, and employees from and against any and all claims, demands, losses, damages, causes of action, suits, and liabilities of every kind (including reasonable attorneys' fees, court costs, and other

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expenses related thereto) for injury to or death of a person or for loss of or damage to any property, arising out of or in connection with any work done, action taken or permitted by Grantee, its subcontractors, agents or employees under this indenture. It is the express intention of the parties hereto, both Grantee and Railroad, that the indemnity provided for in this paragraph indemnifies Railroad for its own negligence, whether that negligence is active or passive, or is the sole or a concurring cause of the injury, death or damage; provided that said indemnity shall not protect Railroad from liability for death, injury or damage arising solely from the criminal actions of Railroad, its officers, agents and employees.

The word "Railroad" as used in this section shall be construed to include, in addition to Railroad, the successors, assigns and affiliated companies of Railroad and any other railroad company that may be lawfully operating upon and over the tracks crossing or adjacent to said structure, and the officers and employees thereof.

Should Grantee, its successors or assigns, at any time abandon the use of said property, or any part thereof, or fail at any time to use the same for the purpose contemplated herein for a continuous period of one (1) year, the right hereby given shall cease to the extent of the use so abandoned or discontinued, and Railroad shall at once have the right, in addition to, but not in qualification of the rights hereinabove reserved, to resume exclusive possession of said property or the part thereof the use of which is so discontinued or abandoned.

Upon termination of the rights and privileges hereby granted, Grantee, at its own cost and expense, agrees to remove said structure from said property and restore said property as nearly as practicable to the same state and condition in which it existed prior to the construction of said structure. Should Grantee in such event fail, neglect or refuse to remove said structure and restore said property, such removal and restoration may be performed by Railroad, at the expense of Grantee, which expense Grantee agrees to pay to Railroad upon demand, or Railroad may, at its option, assume ownership of said structure.

The parties intend that the promises and obligations of this indenture shall constitute covenants running with the land so as to bind and benefit their respective successors and assigns.

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IN WITNESS WHEREOF, the parties hereto have caused these presents to be executed in duplicate the day and year first herein written.

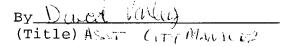
SOUTHERN PACIFIC TRANSPORTATION COMPANY THE DENVER AND RIO GRANDE WESTERN RAILROAD COMPANY

By <u>Janies L. Moelles</u>
(Title) Manager-Contracts

By Janie L. Moeller
(Title) Manager-Contracts

Attest: Stephane kg

CITY OF GRAND JUNCTION





ACKNOWLEDGMENT

State of Colorado)
) SS
City and County of Denver)

On Moy 24, 1990 before me, Cindy Eisenman, Notary Public, personally appeared Janie L. Moeller, personally known to me (or proved to me on the basis of satisfactory evidence) to be the person whose name is subscribed to the within instrument and acknowledged to me that he/she executed the same in his/her authorized capacity, and that by his/her signature on the instrument the person, or the entity upon behalf of which the person acted, executed the instrument.

WITNESS my hand and official seal.

Signature way (Seal

My Commission Expires 2/26/2000

