When recorded return to:

William A. Blunt 30714 Lyman Hamilton Highway Sedro Woolley, WA 98284 201812060010

12/06/2018 10:50 AM Pages: 1 of 6 Fees: \$105.00 Skagit County Auditor

Recorded at the Request of: Guardian Northwest Title & Escrow

File No.: 116836

GUARDIAN NORTHWEST TITLE CO.

DEED OF TRUST

(For use in the State of Washington only)

THIS DEED OF TRUST, made this 3rd day of December, 2018 between Kelvin Beaton, an unmarried person, GRANTOR, whose address is 409 West Fairhaven Avenue , Burlington, WA 98233, Guardian Northwest Title, TRUSTEE, whose address is 1301-B Riverside Drive, Mount Vernon, WA 98273 and William A. Blunt and Patsey A. Blunt BENEFICIARY, whose address is 30714 Lyman Hamilton Highway , Sedro Woolley, WA 98284.

WITNESSETH: Grantor hereby bargains, sells, and conveys to Trustee in trust, with power of sale, the following described real property in Skagit County, Washington:

Abbreviated Legal:

Section 7, Township 35 North, Range 6 East, SE SW (aka Lots 1-4 Short Card PL07-0919)

For Full Legal See Attached Exhibit "A"

Tax Parcel Number(s): P117904, 350607-3-001-0100, P40810, 350607-4-004-0004, P40811, 350607-4-004-0103, P128191, 350607-4-005-0200, P128691, 350607-4-005-0607, P128690, 350607-4-005-0508, P128689, 350607-4-005-0409, P128427, 350607-4-005-0300, P40812, 350607-4-005-0003, P132607, 350607-4-005-1200

which real property is not used principally for agricultural 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 of the property.

This Deed of Trust is for the purpose of securing performance of each agreement of Grantor herein contained in this Deed of Trust, and payment of the sum of TWO HUNDRED TWENTY TWO THOUSAND SIX HUNDRED AND NO/100 Dollars (\$222,600.00) with interest, in accordance with the terms of a promissory note of even date herewith, payable to Beneficiary or order, and made by Grantor, and all renewals, modifications, and extensions of the note, and also such further sums as may be advanced or loaned by Beneficiary to Grantor, or any of the Grantor's successors or assigns, together with interest thereon at the rate agreed upon.

DUE DATE: The entire balance of the promissory note secured by this Deed of Trust, together with any and all interest accrued thereon, shall be due and payable in full on **December 15, 2023**

To protect the security of this Deed of Trust, Grantor covenants and agrees:

- 1. To keep the property in good condition and repair; to permit no waste of the property; to complete any building, structure, or improvement being built or about to be built on the property; to restore promptly any building, structure, or improvement on the property 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 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. The amount collected under any insurance policy may be applied upon any indebtedness secured by this Deed of Trust 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 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 by this Deed of Trust and Trustee's and attorney's fees actually incurred, as provided by statute.
- 6. Should Grantor fail to pay when due any taxes, assessments, insurance premiums, liens, encumbrances, or other charges against the property. Beneficiary may pay the same, and the amount so paid, with interest at the rate set forth in the note secured by this Deed of Trust, shall be added to and become a part of the debt secured in this Deed of Trust.
- 7. DUE ON SALE: (OPTIONAL Not applicable unless initialed by Grantor and Beneficiary) The property described in this security instrument may not be sold or transferred without the Beneficiary's consent. Upon breach of this provision, Beneficiary may declare all sums due under the note and Deed of Trust immediately due and payable, unless prohibited by applicable law.

R	Grantor (Initials)	Beneficiary (Initials)	_
	Grantor (Initials)	Beneficiary (Initials)	_

IT IS MUTUALLY AGREED THAT:

- 8. 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.
- 9. 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.
- 10. 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 and the Beneficiary, or upon satisfaction of the obligation secured and written request for reconveyance made by the Beneficiary or the person entitled thereto.
- 11. Upon default by Grantor 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 by this Deed of Trust 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.
- 12. 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 had or had the power to convey at the time of the execution of this Deed of Trust, and such as Grantor may have acquired thereafter. Trustee's deed shall recite the facts showing that the sale was conducted in compliance with all 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 encumbrances for value.
- 13. 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.
- 14. 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, Trustee, or Beneficiary shall be a party unless such action or proceeding is brought by the Trustee.
- 15. 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.

16. ADDITIONAL TERMS AND CONDITIONS: (c.	check one)
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a. OR	\boxtimes	As set forth on the attached Addendum of Partial Release
b.	\boxtimes	As set forth on the attached "Exhibit A" which is incorporated by this reference.

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

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 by this Deed of Trust and Trustee's and attorney's fees actually incurred, as provided by statute.
- 6. Should Grantor fail to pay when due any taxes, assessments, insurance premiums, liens, encumbrances, or other charges against the property. Beneficiary may pay the same, and the amount so paid, with interest at the rate set forth in the note secured by this Deed of Trust, shall be added to and become a part of the debt secured in this Deed of Trust.

7. DOE ON SALE: (OPTIONAL – Not applicable unless initialed by Grantor and Beneficiary) The propert
described in this security instrument may not be sold or transferred without the Beneficiary's consent. Upo
breach of this provision, Beneficiary may declare all sums due under the note and Deed of Trust immediatel
due and payable, unless prohibited by applicable law.
43 Over

Beneficiary (Initials)

7 DUE ON SALE, CORTIONAL MACHINELL LAND CONTRACTOR

IT IS MUTUALLY AGREED THAT:

Grantor (Initials)

- 8. 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.
- 9. 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.
- 10. 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 and the Beneficiary, or upon satisfaction of the obligation secured and written request for reconveyance made by the Beneficiary or the person entitled thereto.
- 11. Upon default by Grantor 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 by this Deed of Trust 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.
- 12. 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 had or had the power to convey at the time of the execution of this Deed of Trust, and such as Grantor may have acquired thereafter. Trustee's deed shall recite the facts showing that the sale was conducted in compliance with all 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 encumbrances for value.
- 13. 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.
- 14. 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, Trustee, or Beneficiary shall be a party unless such action or proceeding is brought by the Trustee.
- 15. 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.

16 ADDITIONA	I TERMS AND	CONDITIONS:	(check one)
IO. ADDITION	ID IDMIN AIND	COMDITIONS.	CHECK OHE

a.	\boxtimes	NONE
OR b.		As set forth on the attached "Exhibit A" which is incorporated by this reference.
		(Note: If neither "a" nor "h" is checked then ontion "a" applies)

Dated:	December 3, 2018	
	1/2	
Kelvin Bea	aton	_
State of	Washington	}
County of	Skagit	} SS:
before me, a voluntary a	and said person acknowledge that he siact for the uses and purposes mentioned in the siact for the uses and the siact for the uses and the use of the uses and the use of the uses and the use of the use o	Eleanor Romeio ablic in and for the State of Washington at: _Mt. Newson ntment expires:
TO: TRUS	Do not recora. To be us	ed only when note has been paid.
of Trust. S satisfied; an of said Dee said Deed o	Said note, together with all other indebte nd you are hereby requested and directed, ed of Trust, to cancel said note above m of Trust delivered to you herewith, tog	dness secured by said Deed of Trust, has been fully paid and on payment to you of any sums owing to you under the terms entioned, and all other evidences of indebtedness secured by ether with the said Deed of Trust, and to reconvey, without id Deed of Trust, all the estate now held by you thereunder.
Dated	,	

Addendum regarding Partial Release

Partial Release: Grantor shall be entitled to the partial reconveyance from this Deed of Trust of up to three of the four building lots created under the Short Plat PL07-0919 depicted on the Short Plat Survey as Lot 1 "Building Envelope", and Lots 2, 3 and 4, in accordance with the following terms and conditions:

- (a) Tracts A through F of the Short Plat Survey shall not be included in the partial reconveyance. In the event Grantor elects to seek a partial release of a lot which includes Tracts A through F, Grantor shall amend the Short Plat to associate Tract A through F with the lot or lots which remain subject to this Deed of Trust. Notwithstanding the above, Grantor shall have the right to amend the Short Plat to associate an equal undivided interest in Tracts A, Tract B (Blossomberry Lane), C and/or D with a released lot to be held in common with all other lots in the Short Plat, and the equal undivided interest associated with the Released lot shall also be released.
- (b) As condition and a material consideration for the partial reconveyance of a lot from this Deed of Trust, Grantor shall have sold the lot to be released, and upon closing Grantor shall pay to Beneficiary an amount equal to the sale price of the lot to be released. Beneficiary shall tender into escrow the request for partial reconveyance with the instruction that it shall not be tendered to the trustee of this Deed of Trust for partial reconveyance unless and until the full amount of the purchase price for the lot to be released has been paid to Beneficiary.
- (c) Grantor shall pay all expenses of partial reconveyance, including the trustee's fee and any escrow fees.

Kelvin Beaton, Grantor

Pater Q. Blun

Exhibit "A"

PARCEL A:

Lot 1 of Skagit County Short Card No. PL07-0919, as approved August 3, 2009, and recorded August 17, 2009, under Auditor's File No. 200908170131, records of Skagit County, Washington, which is a portion of the Northwest 1/4 of the Southeast 1/4, and a portion of the Southeast 1/4, and a portion of the Northeast 1/4 of the Southwest 1/4, of Section 7, Township 35 North, Range 6 East, W.M..

PARCEL B:

Lot 2 of Skagit County Short Card No. PL07-0919, as approved August 3, 2009, and recorded August 17, 2009, under Auditor's File No. 200908170131, records of Skagit County, Washington, which is a portion of the Northwest 1/4 of the Southeast 1/4, and a portion of the Southeast 1/4, and a portion of the Northeast 1/4 of the Southwest 1/4, of Section 7, Township 35 North, Range 6 East, W.M..

PARCEL C:

Lot 3 of Skagit County Short Card No. PL07-0919, as approved August 3, 2009, and recorded August 17, 2009, under Auditor's File No. 200908170131, records of Skagit County, Washington, which is a portion of the Northwest 1/4 of the Southeast 1/4, and a portion of the Southwest 1/4 of the Southeast 1/4, and a portion of the Northeast 1/4 of the Southwest 1/4, of Section 7, Township 35 North, Range 6 East, W.M..

PARCEL D:

Lot 4 of Skagit County Short Card No. PL07-0919, as approved August 3, 2009, and recorded August 17, 2009, under Auditor's File No. 200908170131, records of Skagit County, Washington, which is a portion of the Northwest 1/4 of the Southeast 1/4, and a portion of the Southeast 1/4, and a portion of the Northeast 1/4 of the Southwest 1/4, of Section 7, Township 35 North, Range 6 East, W.M.

LPB-22A(i) 4/00