



**201905210065**

05/21/2019 03:22 PM Pages: 1 of 3 Fees: \$101.00  
Skagit County Auditor

Document Title:

Subordination Agreement

Reference Number : 201410070073, 20190521 0064

Grantor(s):

☐ additional grantor names on page \_\_\_\_.

1. Banner Bank

2.

Grantee(s):

☐ additional grantee names on page \_\_\_\_.

1. Warner M Berglund

2. Diane M Berglund

Abbreviated legal description:

☐ full legal on page(s) \_\_\_\_.

Assessor Parcel / Tax ID Number:

☐ additional tax parcel number(s) on page \_\_\_\_.

WHEN RECORDED RETURN TO:

Banner Bank - 110 S Ferrall St - Spokane, WA 99202

**SUBORDINATION AGREEMENT OF DEED OF TRUST**

NOTICE: THIS SUBORDINATION AGREEMENT RESULTS IN YOUR SECURITY INTEREST IN THE PROPERTY BECOMING SUBJECT TO AND OF LOWER PRIORITY THAN THE LIEN OF SOME OTHER OR LATER SECURITY INSTRUMENT.

The undersigned subordinator agrees as follows:

1. BANNER BANK, referred to herein as "subordinator" is the owner and holder of a deed of trust which is recorded on October 7, 2014 under Auditor's File No. 201410070073, records of Skagit County, in the amount of \$125,000 and Loan No. 41058026.
2. Banner Bank, referred to herein as "lender", is the owner and holder of Deed of Trust dated \_\_\_\_\_, executed by Warner M. Berglund and Diane M. Berglund, husband and wife, recorded on May 21, 2019, under Auditor's File No. 201905210064, records of Skagit County, not to exceed the amount of \$166,000.
3. Warner M. Berglund and Diane M. Berglund, referred to herein as "owner", are the owners of all real property described in the mortgage identified above in Paragraph 2.
4. In consideration of benefits to "subordinator" from "owner", receipt and sufficiency of which is hereby acknowledged and to induce "lender" to advance funds its mortgage and all agreement in connections therewith, the "subordinator" does hereby unconditionally subordinate the lien of his mortgage identified in Paragraph 1 above to the lien of "lender's" mortgage, identified in Paragraph 2 above, and all advances or charges made or accruing thereunder, including and extension or renewal thereof.
5. "Subordinator" acknowledges that prior to the execution hereof, he/she has had the opportunity to examine the terms of the "lender's" mortgage, note and agreements relating thereto, consents to and approves same, and recognizes that "lender" has no obligation to "subordinator" to advance any funds under its mortgage or see to the application of "lender's" mortgage funds, and any application or use of such funds for purposes other than those provided for in such mortgage, note or agreements shall not defeat the subordination herein made in whole or in part.
6. It is understood by the parties hereto that "lender" would not make the loan secured by the deed of trust in Paragraph 2 without this agreement.
7. This agreement shall be the whole and only agreement between the parties hereto with regard to the subordination of the lien or charge of the mortgage first above mentioned to the lien or charge of the mortgage in favor of "lender" above referred to and shall supersede and cancel any prior agreements as to such or any subordination including, but not limited to those provisions, if any contained in the mortgage first above mentioned, which provide for the subordination of the lien or charge thereof to a mortgage or mortgages to be thereafter executed.
8. The heirs' administrators, assigns and successors in interest of the "subordinator" shall be bound by this agreement. Where the word "mortgage" appears herein it shall be considered as "deed of trust" and gender and number of pronouns considered to conform to undersigned.

Executed this 10<sup>th</sup> day of May, 2019.

NOTICE: THIS SUBORDINATION AGREEMENT CONTAINS A PROVISION WHICH ALLOWS THE PERSON OBLIGATED ON YOUR REAL PROPERTY SECURITY TO OBTAIN A LOAN, A PORTION OF WHICH MAY BE EXPENDED FOR OTHER PURPOSES THAN IMPROVEMENT OF THE LAND. IT IS RECOMMENDED THAT, PRIOR TO THE EXECUTION OF THE SUBORDINATION AGREEMENT, THE PARTIES CONSULT WITH THEIR ATTORNEYS WITH RESPECT THERETO.

Signed Angie Nordhus (underwriter)

STATE OF WASHINGTON )  
County of Spokane )

On this date 05/10/19 before me, the undersigned, a Notary Public in and for the State of Washington duly commissioned and sworn, personally appeared Angie Nordhus, known to me to be an authorized signer on behalf of Banner Bank, that executed the foregoing instrument, and acknowledged the said instrument to be free and voluntary act and deed of such corporation for the uses and purposes therein mentioned and on oath stated that they are authorized to execute the said instrument.

Witness my hand and official seal hereto affixed the day and year first above written.

Brenda M. Binder  
Notary Public in and for the State of Washington  
Residing in Spokane County  
My appointment expires: 06/18/20

