

FRANCHISE AGREEMENT

After Recording Return To:

Columbia Energy, LLC
115 E. Main St.
Dayton, WA 99328

FRANCHISE COVER SHEET

COLUMBIA COUNTY, WASHINGTON

Franchise No. 2016-xx

Applicant/Grantee: Columbia Energy, LLC

Type of Facilities: As described in the attached Exhibit A

Description of County Roads by Reference to Township, and Range: As set forth in Appendix 1 to the attached Exhibit A

Applicant Name: Columbia Energy, LLC

Contact Person: Bob Greene – Manager of Communications and Information Technology

Notice Address: 115 E. Main St.
Dayton, WA 99328

Resolution No: 2016 - xx

Effective Date: _____

Expiration Date: _____

1/6/16 Hearing Display

EXHIBIT "A"

COLUMBIA COUNTY
TERMS AND CONDITIONS OF FRANCHISE

INDEX OF TERMS AND CONDITIONS OF FRANCHISE

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1. **Scope and Duration**

The Columbia Energy (hereinafter called "Grantee"), a limited liability corporation in the State of Washington, is hereby granted a franchise to set, erect, install, place, lay, construct, extend, support, attach, connect, maintain, repair, replace, enlarge, and operate a wire, lines and fiber optic network, together with any and all other equipment, appliances, attachments, appurtenances and other items necessary, convenient, or in any way appertaining to any and all of the foregoing, whether the same be located over or under ground (collectively, "Facilities") in, upon, over, under, along, across and through the Columbia County roads and rights-of-way falling within the area described on the attached Appendix 1 (such roads and rights-of-way being hereafter referred to at times as the "Franchise Area"), for a period of THIRTY-FIVE (35) years, all in accord with the ordinance granting this Franchise, all applicable provisions of Columbia County Code, whether specifically referred to or not, and this Exhibit A; provided that, notwithstanding the County's continued right to enact codes and ordinances under the Columbia County Code, in the event of any conflict or inconsistency of such codes and ordinances with the

terms and conditions of this Franchise (including, without limitation, this Exhibit A), the terms and conditions of this Franchise shall govern and control.

2. **Definition of Terms**

- A. County: Columbia County
- B. County Commission: Columbia County Board of County Commissioners
- C. County Engineer: Columbia County Engineer
- D. County Road Standards: Standards for Design and Construction of Roads in Un-Incorporated Columbia County adopted July of 2009 or the policy's successor.
- E. County Utility Policy: Accommodation of Utilities on County Road Right of Way for Columbia County adopted March 1994 or the policy's successor.
- F. Franchise: The terms and conditions of this franchise agreement, as set forth in this Exhibit A. In accordance with RCW 36.55 and RCW 80.32.
- G. Grantee: Columbia Energy, LLC
- H. Manual on Uniform Traffic Control Devices (MUTCD): Current edition of the MUTCD as adopted by the State of Washington.
- I. Map of Definite Location: Construction plans; plans and specifications; design standards and specifications.
- J. Permit: A document authorizing specific use of County rights-of-way and granted under the provisions of this franchise and County code and/or policy.
- K. Programmatic Right-of-Way Permit: A single permit granted to a franchised entity to cover a series of activities within the rights-of-way.
- L. Restoration: A general term denoting replacing, repairing, or otherwise restoring the right-of-way to the same or better condition as before any change or construction began thereon.
- M. Right-of-Way: All property falling within the area described in the attached Appendix 1 in which the County has any form or ownership, title, or right and which is held for public road or other public purpose(s) regardless of whether or not any road or facility exists thereon or whether or not it is used, improved, or maintained for public travel.
- N. Roadway: The portion of the right-of-way, within the outside limits of the side slopes or between curb lines, used for vehicular travel.
- O. Traffic Control: A general term more specifically defined in the MUTCD.

3. **Permits, Plans, and Specifications**

- A. All work performed by Grantee within the Franchise Area in connection with the construction of the Facilities shall be done in accordance with the technical standards set forth in the attached Appendix 2. The following permit requirements will apply to any work performed by Grantee on Facilities within the Franchise Area under this Franchise:

Prior to commencing any new construction or major reconstruction work within the Franchise Area, other than maintenance and repairs of existing Facilities within the Franchise Area, Grantee shall apply for and receive a permit to do such work from the County pursuant to the County Utility Policy. Such application will include plans and specifications in duplicate showing: the position, depth, and location of Facilities to be constructed within the Franchise Area at that time and their positions in relation

to any involved county road and their locations within the right-of-way. These plans, all drawn to scale, shall be known as the “map of definite location”. Specifications will include class and type of materials and equipment to be used, manner of excavation, construction, installation, and backfill; location of temporary and permanent structures to be erected; description of road facilities which will be disturbed and plans for their restoration; traffic controls; traffic turnouts and detours; road obstructions; and such other details as are required by the County Engineer. Grantee shall pay all reasonable and standard costs and expenses incurred by the County in reviewing plans and specifications, as and to the extent required by applicable provisions of the County Utility Policy. If and to the extent Grantee reasonably determines that action on Grantee's part is necessary to respond to an emergency situation involving Grantee's Facilities within the Franchise Area, and such action would otherwise require the notice specified above, the County hereby waives the requirement that Grantee give such notice as a prerequisite to undertaking such activity; provided, however, Grantee shall notify the County Engineer, verbally or in writing, as soon as practicable and no later than 24 hours following the emergency if the roadway shoulders, embankment or cut slopes, or drainage facilities are disturbed.

4. **Performance of Work**

- A. No new construction or major reconstruction work on any County road or right-of-way shall be commenced until a permit has been issued by the County and a set of plans and specifications, reviewed, approved, and endorsed by the County Engineer, has been returned to the Grantee.
- B. All work shall be performed in accordance with the approved plans and specifications, and shall be subject to inspection and incremental approval by the County Engineer. Grantee shall pay all reasonable costs and expenses incurred by the County in inspecting and approving the work, as and to the extent required by applicable provisions of the County Utility Policy. Grantee shall remain solely responsible for compliance with all applicable laws, regulations, codes, and standard plans and specifications in the design and construction of Grantee's Facilities within the Franchise Area.
- C. Grantee's Facilities within the Franchise Area shall be laid in exact conformance with the map of definite location except where deviations are allowed in writing by the County Engineer pursuant to application by Grantee, in which case Grantee shall file a corrected map of definite location.
- D. Any work which disturbs any soil, surface, or structure of any County road or right-of-way shall be controlled by WAC 136-40, applicable design standards and specifications of the County, and applicable provisions of the County Utility Policy and County Road Standards. Grantee, at its expense, shall restore such surface or other facility to at least a condition the same as it was in immediately prior to such disturbance (or make provisions therefore), all to the reasonable satisfaction of the County Engineer. The County Engineer may cause to be done, at the expense of the Grantee, all work necessary to render any County road or right-of-way safe where a condition which is unreasonably dangerous to life, health, or property is created by

Grantee as a result of work undertaken by Grantee within the Franchise Area or where Grantee fails to restore any surface or other facility within the Franchise Area as required in this Section, but in each case only if Grantee does not promptly take corrective action after receiving written notice from the County Engineer regarding such condition or failure.

- E. All work within the Franchise Area shall be done in accordance with the current County standards in a thorough, professional, and workmanlike manner with minimum interference in public use of the county road. Where any work includes opening of trenches and/or ditches and/or tunneling under a county road or right-of-way, Grantee shall take all reasonable precautions necessary to protect and guard the public from any condition caused by the work. Grantee shall conform to the MUTCD, including directing traffic, signs, and barricades.
 - F. Before any work which may affect any existing monuments or markers of any nature relating to subdivisions, plats, roads, or other surveys is performed by Grantee within the Franchise Area under this Franchise, Grantee shall reference all such monuments and markers. Reference points shall be so located that they will not be disturbed during Grantee's operations under this Franchise. The method of referencing monuments or other points to be referenced shall be approved by the County Engineer. The replacement of all such monuments or markers disturbed during construction shall be made as expeditiously as conditions permit and as directed by the County Engineer. The cost of monuments or markers lost, destroyed, or disturbed, and the expense of replacement of approved monuments shall be borne by the Grantee. A complete set of reference notes for monument and other ties shall be filed with the County.
 - G. All work undertaken by Grantee within the Franchise Area shall be performed by the Grantee in compliance with all applicable Federal, State, and County laws, regulations, and policies (including, without limitation, applicable environmental and land use laws and regulations); provided that, notwithstanding the County's continued right to enact codes and ordinances under the Columbia County Code, in the event of any conflict or inconsistency of such codes and ordinances with the terms and conditions of this Franchise (including, without limitation, this Exhibit A), the terms and conditions of this Franchise shall govern and control.
5. **Aesthetic/Scenic Considerations**
- A. If Grantee intends to use pesticides within the Franchise Area to control or kill weeds and brush in scenic areas, prior approval must be granted by the County at least annually. The County may limit or restrict the types, amounts, and timing of applications if a significant negative impact on the aesthetics of the area is anticipated, provided such limitations or restrictions are not in conflict with State law governing utility right-of-way maintenance.
 - B. Grantee or its contractor may prune all trees and vegetation which overhang the Franchise Area, whether such trees or vegetation originate within or outside the Franchise Area, to prevent the branches or limbs or other part of such trees or vegetation from interfering with Grantee's Facilities. Such pruning shall comply

with the *American National Standard for Tree Care Operation (ANSI A300)* and be conducted under the direction of an arborist certified with the International Society of Arboriculture. A growth inhibitor treatment may be used for trees and vegetation species that are fast-growing and problematic. Nothing contained in this Section shall prevent Grantee, when necessary and with the approval of the owner of the property on which they may be located, from cutting down and removing any trees which overhang County roads.

- C. Refuse and debris resulting from the installation or maintenance of the Facilities by Grantee shall be promptly removed once the work is completed.

6. **Maintenance of Facilities**

The County will not assume responsibility for damage to the Grantee's property and various objects that are placed in county roads and rights-of-way, provided such damage is not caused by the willful misconduct or negligence of the County, its employees, agents, contractors, or representatives. The Grantee will maintain its above-ground Facilities within the Franchise Area so as not to unreasonably interfere with county road maintenance or free and safe passage of traffic.

7. **Hazardous Wastes, Substances**

Grantee agrees that it will use reasonable care not to negligently or intentionally cause the release of any hazardous substance, waste, or pollutant or contaminant (as defined by applicable law) into or upon any County road or right-of-way in violation of any state or federal law with respect thereto. Grantee shall notify the County and the State Department of Ecology in writing of any release. Grantee shall be completely liable for any and all consequences of any such release by Grantee, including liability under any federal or state statute or at common law. Grantee shall defend, indemnify and hold the County harmless, as provided in Section 11, from any and all liability resulting from any release by Grantee and shall have full responsibility for cleaning up, to the extent required by any government agency with jurisdiction, any and all contamination from such release by Grantee. The County shall be entitled to full contribution for all costs incurred by it as the result of any release of such materials by Grantee in violation of any state or federal law.

8. **Relocation**

- A. Utility installations shall be located as close to the County right-of-way line as possible to minimize the need for later adjustment to accommodate future roadway improvement and to permit access to servicing such installations with minimum interference to roadway traffic. If the County causes any County road or right-of-way to be constructed, improved, relocated, realigned, or otherwise changed within the Franchise Area – including traffic controls, drainage, and illumination – or if any part of such road or right-of-way becomes a state highway and relocation or readjustment is directed by the State Director of Transportation so as to reasonably necessitate relocation of any Facility of the Grantee on such road or right-of-way within the Franchise Area (in any case for purposes other than those described in Section 8(C), below), the County will:

- (a) provide Grantee, within a reasonable time but no less than one hundred twenty (120) days prior to the commencement of the road or right-of-way project, written notice requesting the relocation; and
- (b) provide Grantee with reasonable plans, timetables and specifications for such road or right-of-way project.

After receipt of the notice and plans, timetables and specifications described above, Grantee shall relocate such Facilities within the Franchise Area at no charge to the County. If the County requires the subsequent relocation of any Facilities within five (5) years from the date of relocation of such Facilities pursuant to this Section or within five (5) years after the original installation of the Facilities, the County shall bear the entire cost of such subsequent relocation. The County will also provide Grantee a copy of its six year road transportation improvement program.

- B. The County Engineer shall have the final approval of the relocation schedule taking into consideration Grantee's safety standards, reliability obligations, and costs. Grantee shall be responsible for timely compliance with Facility relocation and coordinate with the County or the County's contractor.

The construction, operations, maintenance, and repair of Grantee's Facilities authorized by this Franchise shall not preclude Columbia County, its agents, or its contractors from blasting, grading, excavating, or doing necessary road work contiguous to the said Facilities of the Grantee, provided that the Grantee shall be given forty-eight (48) hours notice of said blasting or other work, and provided further that the foregoing shall be subject to all other provisions of this Franchise and shall not substantially or unreasonably impair the rights granted to Grantee under this Franchise.

- C. Whenever (a) any public or private development within the Franchise Area, other than a public right of way improvement of the type described in Section 8(A), above, requires the relocation of Grantee's Facilities within the Franchise Area to accommodate such development; (b) the County requires the relocation of Grantee's Facilities within the Franchise Area for the benefit of any person or entity other than the County; or (c) relocation is for the convenience of a customer of Grantee, then in such event, Grantee shall have the right as a condition of such relocation, to require such developer, person or entity to make payment to Grantee, at a time and upon terms acceptable to Grantee, for any and all costs and expenses incurred by Grantee in the relocation of Grantee's Facilities. The County shall assign or otherwise transfer to Grantee all right it may have to recover the cost for the relocation work and shall support the efforts of Grantee to obtain reimbursement.
- D. Any condition or requirement imposed by the County upon any person or entity, other than Grantee, that requires the relocation of Grantee's Facilities shall be a required relocation for purposes of Section 8(C), above (including, without limitation, any condition or requirement imposed pursuant to any contract or in conjunction with approvals or permits for zoning, land use, construction or development).

- E. Nothing in this Section 8 shall require Grantee to bear any cost or expense in connection with the location or relocation of any Facilities then existing pursuant to easement or such other rights not derived from this Franchise.

9. **Non-Exclusive/Other Occupants**

- A. This Franchise is not exclusive. It shall not prohibit the County from granting other franchises or permits for use of any County roads or rights-of-ways or parts thereof. Subject to this Franchise, Grantee shall not prevent or prohibit the County from constructing, altering, maintaining, or using any of said roads or rights-of-way, or affect its jurisdiction over them or any part of them, the County having full power to make all necessary changes, relocations, repairs, maintenance, etc., of the same as the County may deem fit, taking into consideration the Grantee's safety standards, reliability obligations, and costs.

However, the County shall not, nor shall the County permit others to use any portion of the right-of-way which unreasonably interferes with or prevents Grantee from accessing or maintaining its Facilities.

- B. All installation, operation, maintenance, and repair by the Grantee of its Facilities on any county road or right-of-way within the Franchise Area shall be done so as not to unreasonably interfere with installation, construction, operation, maintenance, or repair of other utilities, drains, ditches, structures, or other improvements permitted upon such road or right-of-way, subject to the preference and priority rules set forth below. Owners, public or private, of any such facilities installed prior to construction and/or installation of the Facilities of Grantee, shall have preference as to positioning and location of such facilities. Likewise, Grantee's Facilities shall have preference as to positioning and location over any such other facilities that are installed after the construction and/or installation of the Facilities of Grantee. Such preference shall continue if relocation is required as a result of any construction relocation, realignment, and/or change of grade by the County.

10. **Insurance and Security**

Grantee shall comply with the following insurance provisions:

Grantee shall obtain and maintain continuously commercial general liability insurance necessary to comply with the hold harmless agreement herein with limits of liability not less than:

\$2,000,000.00 per occurrence

The County Engineer may further determine that Business Auto Liability Insurance may also be required.

Grantee shall maintain coverage for the duration of this Franchise. Grantee shall provide the County annually a certificate of insurance as evidence of such insurance. All insurance documentation shall be submitted and reviewed by the Columbia County Risk Manager prior to final execution of this Franchise.

The County may require additional bond, deposit or security as provided in the County Utility Policy. Acceptance by the County of any work performed by the Grantee at the time of completion shall not be a ground for avoidance of this covenant.

In lieu of the insurance requirements set forth in this Section 10, Grantee may self-insure against such risks in such amounts as are consistent with good utility practice and the per occurrence minimum of \$2,000,000.00. Upon the County's request, Grantee shall provide the County with a self-insurance letter as evidence that Grantee maintains a self-insurance program.

The Grantee's insurance shall be primary and non-contributory.

The County reserves the right to increase these insurance limits throughout the life of the franchise. Should the County require new insurance limits, the Grantee will be notified in writing forty-five (45) days prior to the required compliance date of the revised insured amounts.

11. **Hold Harmless and Indemnity**

- A. The Grantee shall defend, indemnify and hold harmless the County, its appointed and elected officials, agents, and employees, against all third party claims, losses, suits, actions, costs, counsel fees, litigation costs, expenses, damages, judgments, or decrees caused by or resulting from Grantee's performance under this Franchise to the extent such injury or damage is caused by the negligence, willful misconduct, or from any breach of any common law, statutory or other delegated duty pursuant to this Franchise of Grantee, Grantee's employees, agents, or subcontractors, in exercising the rights granted to Grantee in this Franchise, but not to the extent arising out of or by reason of the sole negligence of the County, its officials, agents or employees.
- B. For the avoidance of doubt, for those provisions of this Franchise which a court of competent jurisdiction determines are subject to RCW 4.24.115, then, in the event of damages arising out of bodily injury to persons or damage to property caused by or resulting from the concurrent negligence of the County, its appointed and elected officials, agents or employees, and the Grantee or the Grantee's agents or employees, the Grantee's liability to hold harmless and indemnify the County is enforceable only to the extent of the Grantee's negligence.
- C. The Grantee's obligation shall include, but not be limited to, investigating, adjusting, and defending all claims alleging loss from any negligent act, error, or omission or from any breach of any common law, statutory or other delegated duty pursuant to this Franchise of the Grantee or its employees, agents, or subcontractors.
- D. In the event any claim or demand be presented to or filed with the County by reason of the above-mentioned causes, the County shall promptly notify Grantee thereof, and Grantee shall have the right, at its election and at its sole cost and expense, to settle and compromise such claim or demand. In case suit or action is brought against Columbia County for damages arising out of or by reason of the above-

mentioned causes, the County shall promptly notify Grantee thereof and the Grantee will, upon notice to it of the commencement of said action, settle, compromise or defend the same at its sole cost and expense, and in case judgment shall be rendered against the County in suit or action, the Grantee will fully satisfy said judgment within ninety (90) days after suit or action shall have finally been determined, if determined adversely to Columbia County. In the event Grantee refuses a tendered defense by the County pursuant to section 11 of this Franchise and if Grantee's refusal is subsequently determined by a Court having jurisdiction (or such other tribunal that the parties shall agree to decide the matter) to have been a wrongful refusal, then Grantee shall pay all of the County's reasonable costs for defense of the action including all legal costs, witness fees and attorney fees and indemnify the County for any settlement made by the County of the wrongfully refused claim or demand.

- E. Solely to the extent required for the County to enforce Grantee's indemnification obligations under this Section 11, Grantee waives its immunity under RCW Title 51; provided that the foregoing waiver shall not in any way preclude Grantee from raising such immunity as a defense against any claim brought against Grantee by any of its employees. This waiver has been mutually negotiated by the parties.
- F. The provisions of this Section 11 shall survive the expiration or termination of this agreement.

12. **Reservation of Police Power**

In granting this Franchise, the County does not waive any of its police powers to regulate the use of County roads or rights-of-way in the interest of public health, safety, and general welfare; provided, however, that the County shall adopt ordinances and regulations in a manner consistent with the terms of this Franchise.

13. **Applicable Laws**

Grantee shall comply with all federal, state, and local laws, rules, and regulations applicable to any work, facility, or operation of Grantee upon County roads or rights-of-way during the life of this Franchise.

14. **Eminent Domain, Powers of the People**

This Franchise is subject to the power of eminent domain and its existence shall not preclude the County from acquiring by condemnation, in accordance with applicable law, all or a portion of Grantee's Facilities within the Franchise Area for the fair market value thereof. In determining the value of such Facilities, no value shall be attributed to the right to occupy the Franchise Area conferred by this Franchise. Nothing herein, however, is intended to or will limit any severance damages arising out of any impact of any such condemnation on Grantee's Facilities.

15. **Annexation**

If any road or right-of-way covered by this Franchise is incorporated into the limits of any city or town, this Franchise shall terminate as to any road or right-of-way within the corporate limits of such city or town (except as otherwise provided by applicable law); but this Franchise shall continue as to county roads and rights-of-ways not incorporated into a city or town.

16. **Vacation**

The County shall give the Grantee thirty (30) days written notice prior to a public hearing regarding the vacation of a county road or right-of-way.

If the County vacates all or a portion of any county road or right-of-way which is subject to this Franchise, and said vacation is for the purpose of acquiring the fee or other property interest in said road or right-of-way for the use of the County in either its proprietary or governmental capacity, the County Commission may, at its option and by giving thirty (30) days written notice to the Grantee, terminate this Franchise with reference to any county road or right-of-way so vacated and, in its vacation procedure, reserve and grant an easement to Grantee for Grantee's Facilities, and the County shall not be liable for any damages or loss to the Grantee by reason of such termination.

Whenever a county road or right-of-way or any portion thereof is vacated upon a finding that it is not useful and the public will be benefited by the vacation, the County may retain an easement in respect to the vacated land for the construction, repair, and maintenance of public utilities and services which at the time of the vacation are specifically authorized under Section 3 or physically located on a portion of the land being vacated, but only in accordance with the provisions of RCW 36.87.140. In such event, the County shall also, in its vacation procedure, reserve and grant an easement to Grantee for Grantee's Facilities. The County shall not otherwise be liable for any damages or loss to the Grantee by reason of any such vacation.

17. **Termination**

A. If Grantee defaults on any term or condition of this Franchise, the County may serve a written order to so comply within sixty (60) days from the date such order is received by Grantee. If Grantee is not in compliance with this Franchise after expiration of said sixty (60) day period, the County may, by ordinance, declare an immediate forfeiture of this Franchise; provided, however, if any failure to comply with this Franchise by Grantee cannot be corrected with due diligence within said sixty (60) day period (Grantee's obligation to comply and to proceed with due diligence being subject to unavoidable delays and events beyond its control), then the time within which Grantee may so comply shall be extended for such time as may be reasonably necessary and so long as Grantee commences promptly and diligently to effect such compliance. Upon such termination, all rights of the Grantee hereunder shall cease. Should any action or proceeding be commenced to enforce any of the provisions of this Franchise, the substantially prevailing party in such action shall be awarded, in addition to any other relief it may obtain, its reasonable costs and expenses, not limited to taxable costs, and reasonable attorney's fees.

- B. In the event that the use of all or any part of Grantee's Facilities is permanently discontinued for any reason, including, but not limited to, discontinuance, obsolescence, or abandonment of the Facilities, or the abandonment, termination, or expiration of this Franchise, the Grantee is solely responsible for the removal and proper disposal of the abandoned/surplus Facilities located in the Franchise Area within a reasonable time. The Grantee is not entitled to abandon any Facilities in place without the County's prior express agreement and written consent. The Grantee shall restore the county roads and rights-of-way from which such facilities have been removed to the same or equal conditions as before.
- C. Upon the expiration of this Franchise, on application made by the Grantee for franchise renewal or additional authority to exercise the privileges, or any of them, hereby granted, the Grantee shall have the first and preferential right to take and receive such authority upon the same terms and conditions or upon different terms as may be reasonably negotiated between the parties.

18. **Assignment**

All terms and conditions of this Franchise are burdens upon the successors and assigns of Grantee, and all privileges as well as all obligations and liabilities of the Grantee inure to its successors and assigns equally as if they were specifically mentioned wherever the Grantee is mentioned. Neither this Franchise nor any interest therein shall be sold, transferred, or assigned without the prior written consent of the County which consent shall not be unreasonably withheld or delayed. Notwithstanding the foregoing, Grantee shall have the right, without the consent of or notice to the County, to mortgage its rights, benefits and privileges in and under this Franchise for the benefit of bondholders.

19. **Effective Date**

This Franchise shall be effective after approval by the County Commission; PROVIDED that Grantee has signed a copy thereof and returned it to the County Commission.

20. **Severability**

If any provision of this Franchise or its application to any person or circumstance is held to be invalid, such decision shall not affect the validity of the remaining portions of this Franchise or its application to other persons or circumstances.

21. **Limitation of Liability**

Administration of this Franchise shall not be construed to create the basis for any liability on the part of the County, its appointed and elected officials, and employees for any injury or damage from the failure of the Grantee to comply with the provisions of this Franchise; by reason of any plan, schedule, or specification review, inspection, notice and order, permission, or other approval or consent by the County; for any action or inaction thereof authorized or done in connection with the implementation or enforcement of this Franchise by the County, or for the accuracy of plans submitted to the County.

22. **Hazardous Conditions**

Whenever any conditions or operations caused by any activity undertaken by Grantee pursuant to this Franchise have become an unreasonable hazard to life and limb, endanger property or public resources, or adversely affect the safety, use, or stability of a public way or drainage channel, the County Engineer shall notify the Grantee in writing of the property upon which the condition or operation is located, or other person or agent in control of said property, and direct them to repair or eliminate such condition or operation within the period specified therein so as to reasonably eliminate the hazard and be in conformance with the requirements of this Franchise.

Should the County Engineer have reasonable cause to believe that the situation is so adverse as to preclude written notice, he/she may take the measures necessary to eliminate the hazardous situation, provided that he/she shall first make a reasonable effort to notify the Grantee before acting. In such instance, the Grantee (responsible for the creation of the hazardous situation) shall be responsible for the payment of any reasonable costs incurred. If costs are incurred and the hazardous situation has been created in conjunction with or as a result of an operation for which a bond has been posted pursuant to this title or any other County authority, the County Engineer shall have the authority to forfeit the bond or other security to recover the costs incurred.

23. **Miscellaneous**

This Franchise may be amended only by written instrument, signed by both parties, which specifically states that it is an amendment to this Franchise and is approved and executed in accordance with the laws of the State of Washington.

This Franchise is subject to the provisions of any applicable tariff on file with the Washington Utilities and Transportation Commission or its successor. In the event of any conflict or inconsistency between the provisions of this Franchise and such tariff, the provisions of such tariff shall control.

24. **Notices**

Notices provided for in this Franchise shall be sent to the following addresses:

- 1) Columbia County Engineer
Columbia County Public Works Department
PO Box 5
Dayton, WA 99328
- 2) Chief Executive Officer
Columbia Energy, LLC
115 E. Main St.
Dayton, WA 99328

25. **Governing Law and Stipulation of Venue**

Columbia County Resolution 2016 – xx

The Grantee shall promptly notify the County of any change in notice address. The Grantee hereby agrees to be bound by the laws of the State of Washington and subjected to the jurisdiction of the State of Washington. The parties hereby stipulate that this Franchise shall be governed by the laws of the State of Washington and that any lawsuit regarding this contract must be brought in Columbia County, Washington, or in the case of a federal action, in the United States District Court for the Eastern District of Washington at Spokane, Washington.

1/6/16 Hearing Display

IN WITNESS WHEREOF, the Parties hereto have caused this Agreement to be executed by persons duly authorized as of the signature dates noted below.

Columbia Energy

By: _____

Name: _____

Title: _____

Date: _____

PASSED AND ADOPTED this ____ day of _____, 2016.

BOARD OF COUNTY COMMISSIONERS
COLUMBIA COUNTY WASHINGTON

Chairman

Commissioner

Commissioner

Attest: _____
Clerk of the Board

1/6/16 Hearing Display

APPENDIX 1

Franchise Area Boundaries

All County roads and right-of-way within the following Townships and Ranges:

County Wide – Any township and range within the boundary of Columbia County.

1/6/16 Hearing Display

APPENDIX 2

Construction Work Technical Standards

Grantee shall submit drawings for the construction work, if required by the County Engineer. Drawings shall be to a working scale, showing position and location of work. Names or number and width of roads, streets, etc., showing their location in plats, or subdivisions of sections, township and range, showing the relative position of such work to existing utilities, constructed, laid installed or erected upon such roads, streets or public places.

Grantee shall specify the type of construction by submitting plans showing the class of material and the manner in which the work is to be accomplished. All such materials and equipment shall be of the highest quality and the manner of excavation, fills, construction, installation, erection of temporary structures, traffic turnouts, road obstruction, barricades, etc., shall meet with provisions of the County Utility Accommodation Policy (WAC136-40), and shall require approval of the County Engineer. Signing, barricades, and traffic control in the vicinity of the work shall strictly conform to provisions of "the Manual on Uniform Traffic Control Devices for Street and Highways." Grantee shall pay to the County all applicable fees and charges prescribed by the policy for "Accommodation of Utilities on County Road Right of Way for Columbia County."

The location, type of work, materials, and equipment used, manner of erection or construction, safeguarding of public traffic during work or after doing same, mode of operation and manner of maintenance of project petitioned for, shall be approved by the County Engineer prior to start of work and shall be subject to inspection of the County Engineer so as to assure proper compliance with the terms of this Franchise.

Grantee shall leave all roads, streets, alleys, public places, and structures after installation and operation or removal of utility, in a good and safe condition in all respects as same were in before commencement of work by Grantee.

In case of any damage to any roads, streets, public places, structures or public property of any kind on account of said work by Grantee, Grantee will repair said damage at its own sole cost and expense.

The County Engineer, his agents or representative may do, order, or have done any and all work considered necessary to restore to a safe condition any street, alley, public place or structure which is in a condition dangerous to a life, or property resulting from Grantee's Facilities within the Franchise Area or its installation as permitted herein, and upon demand Grantee shall pay to the County all costs of such work and material.