



GRANT OF EASEMENT

THE ALEUT CORPORATION, an Alaskan Corporation (hereinafter referred to as the **GRANTOR**), its mailing address being 4000 Old Seward Highway, Suite 300, Anchorage, Alaska 99503, for and in consideration of ONE DOLLAR (\$1.00) and other valuable considerations in hand paid, the receipt of which is hereby acknowledged, grants and quitclaims to the **CITY OF ADAK** (hereinafter referred to as the **GRANTEE**), its mailing address being PO Box 2011, Adak, Alaska 99546, and to GRANTEE'S successors, assigns, and heirs, a permanent and perpetual easement and right-of-way on, over, under and across the surface estate of the Easement Premises, hereinafter described, for electric, water and wastewater utility purposes, including the right to erect, construct, install, lay, use, operate, maintain, inspect, alter, clean, expand, test, replace, repair, and remove electric, water and wastewater utility facilities, including without limitation poles, wires, pipes, lines, pumps, dams, penstocks, treatment facilities, transformers, generation and distribution facilities, and all appurtenances necessary and incident to the purposes of an electric, water, or wastewater utility easement, or any or all of them, together with all rights reasonably necessary or incident thereto, including the right of ingress and egress to and from said Easement Premises for the above-recited purposes. The Easement Premises are located in the Aleutian Islands Recording District, Third Judicial District, State of Alaska, and are more fully described as follows:

Situated in the following sections:

Township 96 South, Range 195 West, Seward Meridian, Sections 10, 11, 12, 13, 14, 15, 21, 22, 23, 27, 28, 33 and 34;

A. An easement twenty feet in width centered on all existing water and wastewater lines and the facilities shown on the attached **Exhibit D**. The approximate location of water and wastewater lines is shown on **Exhibit D**, however this easement is granted for all existing water and sewer lines, wherever located, even if they prove to be different than as shown, or are not shown on **Exhibit D**.

B. An easement for all existing electrical distribution systems, some of which are shown on attached **Exhibit H**, from the point of generation to the meter box. This easement is granted for all existing electrical distribution systems, wherever located, even if they prove to be different than as shown, or are not shown on **Exhibit H**. Such easements (a) in the case of electrical substations, shall extend twenty feet beyond the perimeter of existing substation improvements and include reasonable access from the substations to public streets for ingress and egress, and (b) in the case of distribution lines and other distribution system facilities, shall be twenty feet in width and centered on the existing lines and facilities.

C. An easement for access to the dams, spillways, and other water supply improvements at and serving the water reservoir known as Lake DeMarie and Lake Bonnie Rose, for all municipal purposes, including without limitation operations, inspection, maintenance, repairs, construction, removal, replacement, and security.

This grant of easement is subject to the Standard Covenants of even date herewith and recorded in the real property records of the Aleutian Islands Recording District. Those Standard Covenants are incorporated by reference as though fully set forth herein.

The interest conveyed hereby is subject to the Provisions in the Interim Conveyance dated March 17, 2004, recorded in the Aleutian Islands Recording District, Third Judicial District, State of Alaska, in favor of, and enforceable by, the United States. By its signature below the City of Adak acknowledges receipt of a copy of said Interim Conveyance.

By this grant of easement GRANTOR intends to grant an easement in not only its present interest in the Easement Premises, but also in any interest in the Easement Premises that GRANTOR may acquire in the future.

The boundaries of the easements granted by this instrument have not yet been surveyed. Upon survey, one or more corrective grants of easement will be issued.

GRANTOR reserves to itself and its heirs and assigns the right to use and enjoy the easement premises, providing the use shall not interfere with the GRANTEE'S use of the premises for utility purposes.

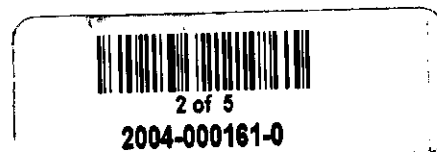
Upon completing any activities permitted by this easement, GRANTEE will restore the lands and improvements subject to the easement to their condition as of March 17, 2004.

Exhibits A through C and E through G are not used in this instrument.

DATED this 12th day of MARCH, 2004.

THE ALEUT CORPORATION

By: Martha B. Malavansky
Martha Malavansky
President

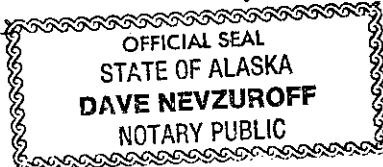


CORPORATE ACKNOWLEDGMENT

STATE OF ALASKA)
) ss
THIRD JUDICIAL DISTRICT)

The foregoing instrument was acknowledged before me this 17th day of March, 2004 by Martha Malavansky, President of THE ALEUT CORPORATION an Alaska corporation, on behalf of the corporation.

Dave Nevzuroff
Notary Public in and for the State of Alaska My Commission
Expires: 2-14-05



CERTIFICATE OF ACCEPTANCE

THIS IS TO CERTIFY that the CITY OF ADAK, grantee herein, acting by and through its City Manager, hereby accepts for public purposes the real property, or interest therein, described in this instrument, and acknowledges receipt of a copy of the Interim Conveyance to which it is subject.

IN WITNESS WHEREOF, I have hereunto set my hand this 17th day of March 2004

CITY OF ADAK

By: *Steve Hines*
Steve Hines
City Manager

ACKNOWLEDGMENT

STATE OF ALASKA)
) ss
THIRD JUDICIAL DISTRICT)

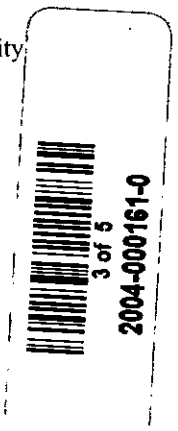
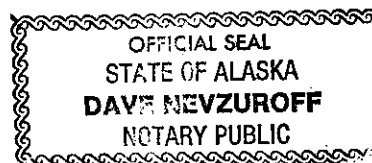
The foregoing instrument was acknowledged before me this 17th day of March, 2004 by Steve Hines, City Manager.

return to:

THE ALEUT CORPORATION
ONE ALEUT PLAZA SUITE 300
4000 OLD SEWARD HIGHWAY
ANCHORAGE, AK 99503

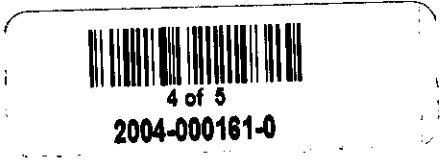
Grant of Easement

Dave Nevzuroff
Notary Public in and for the State of Alaska
My Commission Expires: 2-14-05

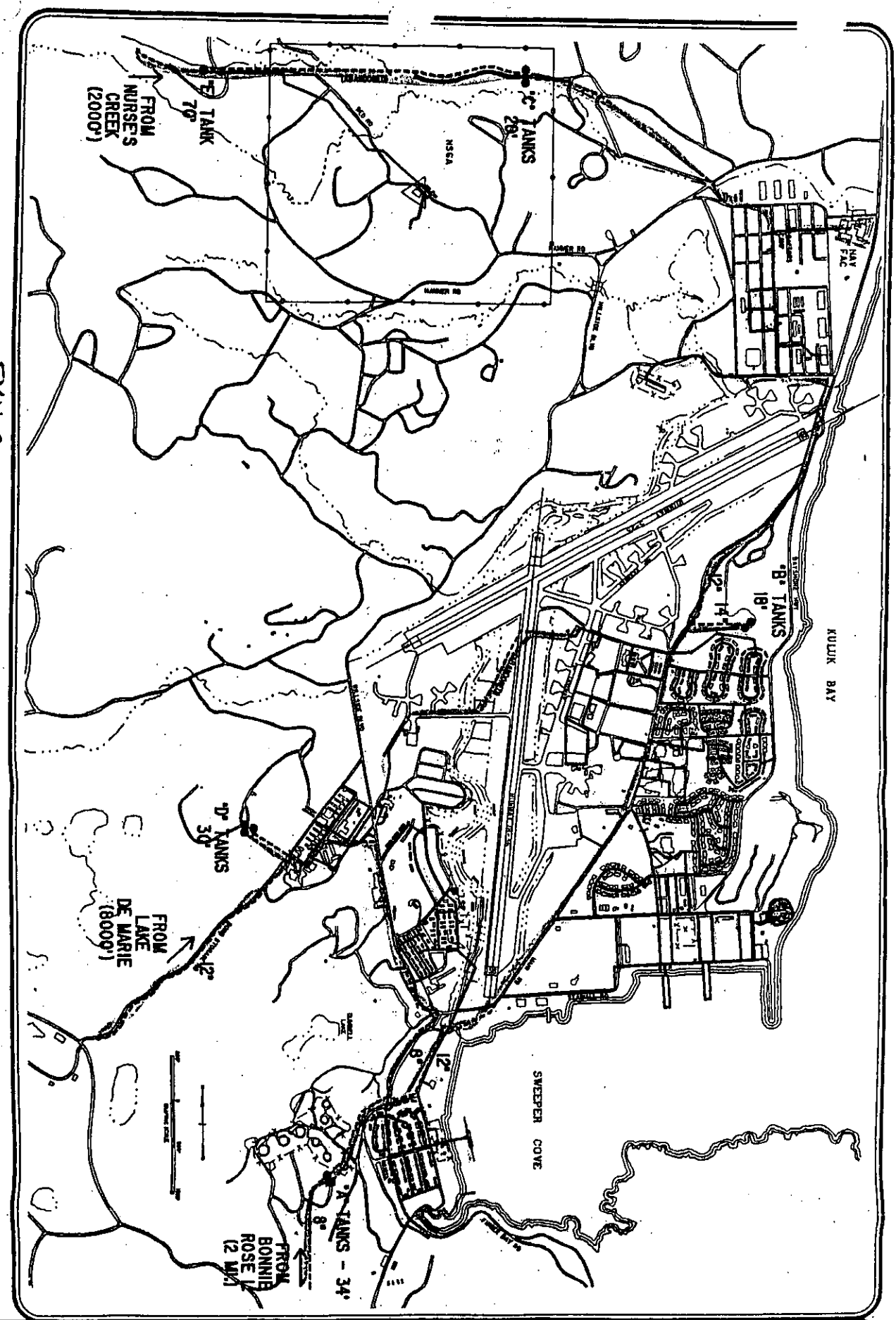


NAS

Water System



INVENTIVE
TRAD - APPROX 1960
WATER-WASTE WATER
SYSTEM



Water System

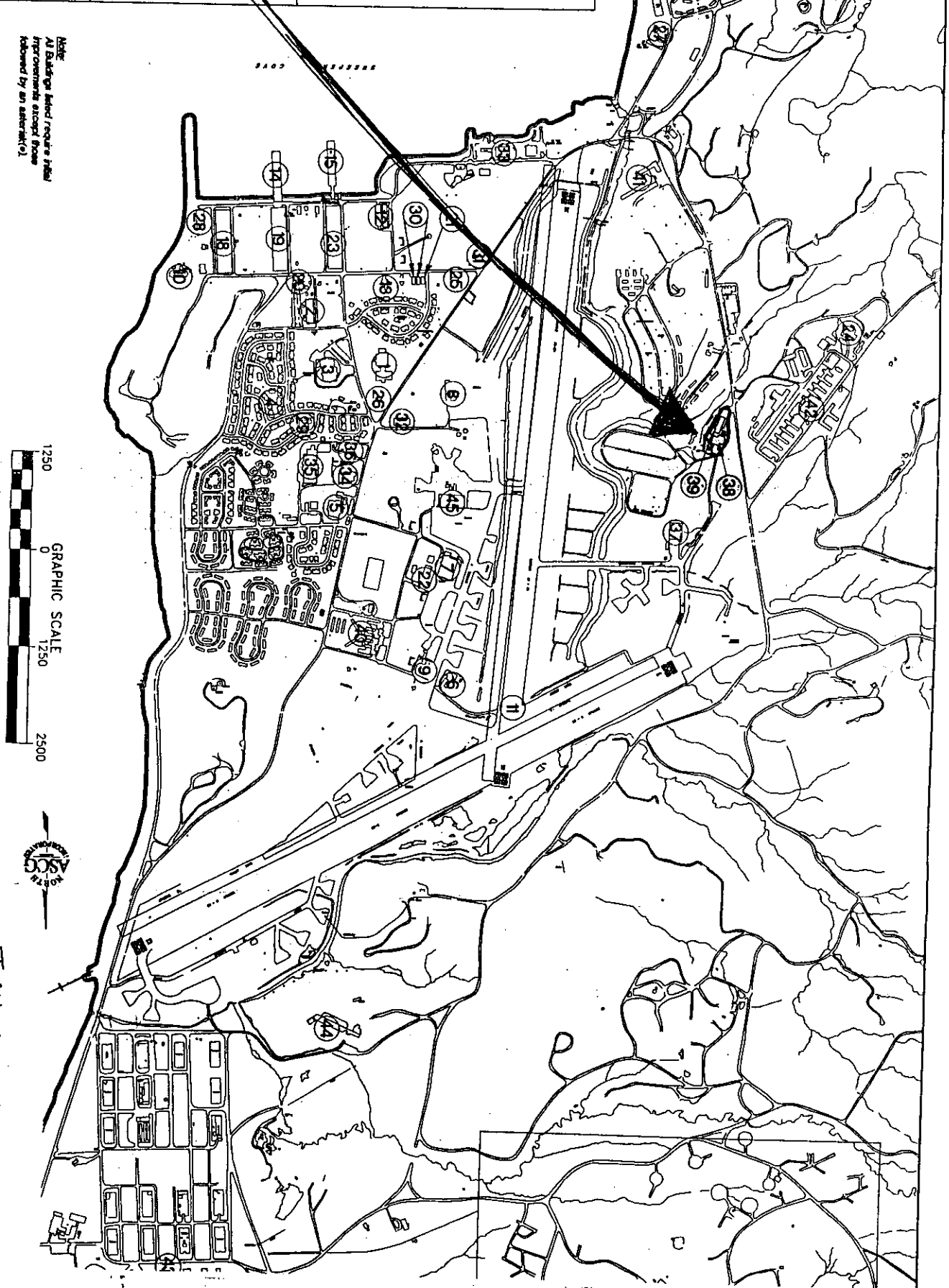
MAP OF POTABLE WATER SYSTEM AT NAF ADAAK

Master Plan ★ Naval Complex

ADAK

INTERNAL	NO.	DATE	DESCRIPTION	BY
OWNER				
DESIGN				
CONSTRUCTION				
REVISIONS				

- 1 New High School
- 2 Public Works Building
- 3 Elementary School
- 4 Sandy Cove Housing
- 5 Clinic
- 6 Control Tower
- 7 A&D Hangar
- 8 Terminal Building
- 9 Coal/Fire/Rescue Building
- 10 Wastewater Treatment
- 11 Airport
- 12 Administration Building
- 13 Cable Building
- 14 Pier 3
- 15 Pier 5
- 16 Fuel Operations Building
- 17 White Shed
- 18 Gas Station
- 19 Warehouse No. 1
- 20 Ground Support Equipment Building
- 21 Bus Shed
- 22 New Chapel
- 23 Security/Control Building
- 24 Telephone Exchange
- 25 Amtrak Bus/Truckhouse
- 26 Coal Storage No. 2 Building
- 27 Community Center
- 28 Warehouse No. 2 and No. 3
- 29 Ground Electronic Building
- 30 Electrical Line Shop
- 31 Heat Building
- 32 Kulk Recreation Center
- 33 Community
- 34 McClellan
- 35 X-Ray Laboratory
- 36 Power Plant No. 3
- 37 Laundry Building
- 38 Birchwood Barracks
- 39 B.O.D.
- 40 Bereng H.I. Barracks
- 41 Baker Shed
- 42 M&U Compound
- 43 VP Hangar



Note:
All Buildings listed require title
improvements except those
followed by an asterisk (*)



ASCG
INCORPORATED

DESIGNERS • ARCHITECTS • SURVEYORS • INSPECTION SERVICES
301 NORTH SLOPE AVE. SUITE 200 • ANCHORAGE, ALASKA 99518-3004

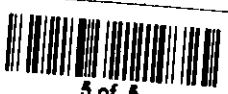
REUSE BUILDINGS

EXHIBIT H

ADAK REUSE CORPORATION

ADAK, ALASKA

HORIZONTAL SCALE: 1" = 1250' DATE: MAR. 10, 99
VERTICAL SCALE: N/A
SHEET: 1 OF 1



5 of 5
2004-000161-0