

When Recorded Mail to:

STRAWBERRY WATER USERS ASSOCIATION
P.O. BOX 70
PAYSON, UTAH 84651

Name: WHL HIATT LLC

Tax I.D. No(s): 29:023:0051

SWUA Account No: 24903

Water Serial #(s): 539.018, 539.020, 158.047, 158.045, 158.043

Canal Company Stock: 3.52, 0.38, 0.38, 0.38, 1.13

ENT 64524-2025 PG 1 of 9
ANDREA ALLEN
UTAH COUNTY RECORDER
2025 Aug 26 11:32 AM FEE 0.00 BY AC
RECORDED FOR PAYSON CITY

**WATER DEDICATION AGREEMENT
AMONG
STRAWBERRY WATER USERS ASSOCIATION,
STRAWBERRY HIGH LINE CANAL CO,
THE CITY OF PAYSON, AND
WHL HIATT LLC**

LANDOWNER WARRANTIES AND REPRESENTATIONS

WHL HIATT LLC, residing at 42 E 1100 South Suite 1A, American Fork UT 84003 represents and warrants that Landowner holds, subject to encumbrances of record, all right, title and interest in and to the following land in Utah County, Utah (Subject Land):

A PORTION OF THE NORTHEAST QUARTER OF SECTION 24, TOWNSHIP 9 SOUTH, RANGE 1 EAST, SALT LAKE BASE AND MERIDIAN DESCRIBED AS FOLLOWS:

BEGINNING AT A POINT LOCATED SOUTH 89°41'06" WEST ALONG THE SECTION LINE 14.50 FEET FROM THE NORTHEAST QUARTER OF SECTION 24, TOWNSHIP 9 SOUTH, RANGE 1 EAST, SALT LAKE BASE AND MERIDIAN; THENCE SOUTH 312.75 FEET; THENCE WEST 844.82 FEET; THENCE NORTH 21.17 FEET; THENCE NORTH 27°63'27" EAST 76.16 FEET; THENCE NORTH 06°51'22" EAST 80.60 FEET; THENCE NORTH 27°02'47" EAST 30.74 FEET; THENCE NORTH 00°09'01" WEST 57.49 FEET; THENCE NORTH 70°27'34" EAST 59.06 FEET; THENCE NORTH 00°10'49" WEST 26.79 FEET TO THE SECTION LINE; THENCE NORTH 89°41'05" EAST ALONG THE SECTION LINE 729.00 FEET TO THE POINT OF BEGINNING.

Landowner warrants that no other person or entity claims any right, title or interest in or to the Subject Land, except encumbrances of record.

Landowner represents and warrants that appurtenant to the Subject Land are 3.52, 0.38, 0.38, 0.38, 1.13, shares of Strawberry Water Users Association (Association) Class S stock, Water Serial

Numbers 539.018, 539.020, 158.047, 158.045, 158.043 (Subject Association Shares), and Water Right Application recorded on the ___ as Entry Number ___, Book ___ and Page ___ in the books and records of the Utah County Recorder (Subject Water Right Application). Landowner represents and warrants that the Subject Association Shares and Subject Water Right Application are in good standing.

Landowner represents and warrants that appurtenant to the Subject Land are 3.52, 0.38, 0.38, 0.38, 1.13, shares of Strawberry High Line Canal Company (Company) stock, Water Serial Numbers 539.018, 539.020, 158.047, 158.045, 158.043 Landowner represents and warrants that Landowner holds all right, title and interest in and to the Subject Association Shares, Subject Water Right Application, and Subject Company Shares, and that no other person or entity claims any right, title or interest in or to the Subject Water Right Application, Subject Association Shares and Subject Company Shares.

Landowner warrants and represents that together the Subject Water Right Application, Subject Association Shares, and Subject Company Shares entitle Landowner to use Strawberry Valley Project (SVP) water for the Subject Land, in a manner consistent with Association Articles of Incorporation, Bylaws, policies and contracts, and Company Articles of Incorporation, Bylaws, policies and contracts, and applicable state and federal law. The Association and the Company have agreed to act reasonably to cooperate with the performance of this Agreement to the extent of dealing with the City regarding voting of shares, assessments, notices, delivery of the SVP water and transfers, as described in this Agreement. The Association and the Company are not obligated to incur costs beyond those they would respectively incur for their respective shareholders generally in this regard, and in particular, they are not obligated to incur attorney's fees or court costs. The Association and Company make no warranties or representations as to the effectiveness of this Agreement.

AGREEMENT TERMS

In consideration of the mutual covenants contained in the Agreement, the parties agree as follows:

1. All Shares and the Subject Water Right Application to Remain Appurtenant to Subject Land.

a. Appurtenance and Future Owners of Subject Land -

Except as expressly described in this Agreement, the Subject Water Right Application, Subject Association Shares and Subject Company Shares will remain appurtenant to the Subject Land for the benefit of the future owners and users of the Subject Land. In particular, except as expressly described in this Agreement, the right to call on and beneficially use SVP water on the Subject Land, as described in the Subject Water Right Application, Subject Association Shares and Subject Company

Shares will remain appurtenant to the Subject Land.

b. Right to Transfer SVP Water

Landowner acknowledges that, before entering into this Water Dedication Agreement, he/she understands that he/she had the right to pursue a transfer of all or part of his/her SVP water to other SVP lands in accordance with applicable State law, Reclamation law, policy and contracts, Association Articles, Bylaws, policy and contracts and Company Articles, Bylaws, policy and contracts. Landowner hereby waives and forsakes in perpetuity any such right to transfer the subject SVP water.

c. Right and Waiver of Right to Transfer Excess SVP Water

Landowner acknowledge that development of his/her lands may create water in excess of that amount needed to meet the City's water supply requirement. Upon entering into this Water Dedication Agreement, the Landowner waives and forsakes any present or future right to initiate the transfer of the Subject Association Shares and Subject Company Shares to other lands; to avoid application of SVP water in excess of the City's water supply requirement, the Landowner may transfer the excess water to other SVP Lands consistent with applicable State law, Reclamation law and policy, Association Articles, Bylaws, policy, and contracts, and Company Articles, Bylaws, policy and contracts. Such transfer of excess water by the Landowner should be approved by the Bureau of Reclamation, Association and Company prior to Landowner executing this Agreement.

IN WITNESS WHEREOF, the Landowner understands and agrees to section "c." above pertaining to their rights to transfer or sell excess SVP water on this 16th day of July, 2025.

LANDOWNER SIGNATURE: 

d. Right to Seek Approval for SVP Water on Subject Lands

The City shall have any and all rights of the Landowner to seek any necessary approvals to use the SVP water available to the Subject Association Shares, Subject Water Right Application and Subject Company Shares for indoor uses on the Subject Lands, without further approval of, or compensation to Landowner. All of this shall be done in accordance with applicable State law, Reclamation law and policy, Association Articles, Bylaws, policy, and contracts, and Company Articles, Bylaws, policy, and contracts.

e. Right to Seek Approval for Water Exchanges

The City shall have the right to seek any necessary approvals to use water from sources other than the SVP to provide for the needs of owners and users of the Subject Land, and use the SVP water available to the Subject Association Shares, Subject

Water Right Application and Subject Company Shares on other lands by exchange including the transfer of some or all of the Subject Shares to other Company service areas within the SVP with the approval of the Company, the Association and Reclamation but without further approval or compensation to the Landowner. All of this shall be done in accordance with applicable State law, Reclamation law and policy, Association Articles, Bylaws, policy, and contracts, and Company Articles, Bylaws, policy, and contracts.

2. **Perpetual Right to Vote Association Shares.** Landowner grants to the City any and all of Landowner's rights to vote the Subject Association Shares on all matters that come before Association Class S shareholders for a vote.
3. **Perpetual Right to Vote Company Shares.** Landowner perpetually grants to the City any and all of Landowner's rights to vote the Subject Company Shares on all matters that come before Company shareholders for a vote.
4. **Perpetual Right to Receive and Pay Assessments, Receive Notice, Delivery, and Charge Usual City Rates.**
 - a. Landowner grants and assigns to the City any and all of Landowner's rights and obligations to receive and pay all Association, Company, and other assessments or charges under the Subject Association Shares, Subject Water Right Application and Subject Company Shares.
 - b. Landowner grants to the City any and all of Landowner's rights to receive notice relating to the Subject Association Shares, Subject Water Right Application and Subject Company Shares.
 - c. Landowner grants to City any and all of Landowner's rights to receive delivery of the SVP water available under the Subject Water Right Application, Subject Association Shares, and Subject Company Shares.
 - d. Landowner agrees the City may assess such development, operation, maintenance, repair or replacement charges or assessments as determined by the City to be fair and reasonable, not to exceed city rates charged to other city customers who have not dedicated SVP water, applicable for the same uses and quantities.
 - e. City agrees to pay reasonable fees to cover estimated actual direct and indirect administrative costs reasonably incurred by Association and Company in reviewing, approving administering and performing this Agreement.
 - f. City agrees to resolve any and all delinquencies associated with Subject Association

Shares and/or Subject Company Shares.

5. City's Obligations

- a. Landowner has applied to City for approval to dedicate his/her Subject Shares appurtenant to the Landowner's property, described as: _ ("Subject Property").
- b. City agrees to accept the dedication of the Subject Shares.
- c. City agrees to use the Subject Shares to serve the needs of the Subject Property as described in this Agreement.

6. **Indemnification.** The Landowner agrees to indemnify and hold harmless the City and its elected officials, officers, employees and contractors; Association and its directors, officers, employees and contractors; and the Company and its directors, officers, employees and contractors for all damages, costs, or liabilities resulting from suits, actions, or claims of any character brought relating to the terms of this Agreement. The Landowner does not agree to indemnify or hold harmless for any damages based upon any intentional or malicious actions committed by the City and its elected officials, officers, employees and contractors; Association and its directors, officers, employees and contractors; and the Company and its directors, officers, employees and contractors.

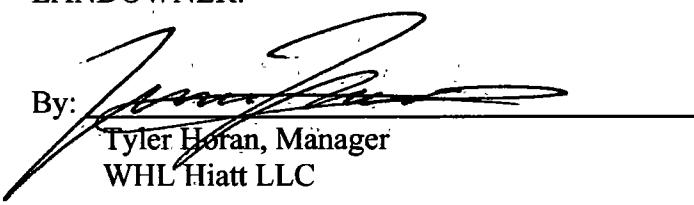
7. **Sub-Contracting of Delivery.** The City agrees to deliver the SVP water through its secondary irrigation system, on behalf of the Company, to the Subject Land.

8. **Binding Upon Successors and Assigns.** Each individual signing this Agreement hereby warrants on behalf of themselves and the Party for which they sign, that their respective Party has authorized the individuals to execute this Agreement through appropriate board action, and that the Parties and their successors and assigns are bound hereby. All obligations of Landowner under this Agreement shall run with the Subject Land.

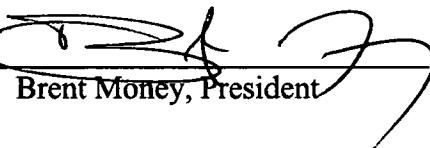
IN WITNESS WHEREOF, the Parties have executed this Agreement on this 16 day of
July, 2025.

LANDOWNER:

By:


Tyler Horan, Manager
WHL Hiatt LLC

STRAWBERRY WATER USERS ASSOCIATION

By 
Brent Money, President

STRAWBERRY HIGH LINE CANAL COMPANY

By: 
Doug Rowley, President

PAYSON CITY CORPORATION

By: 
William R. Wright, Mayor

Attest and Countersign:


Kim E. Holindrake, City Recorder

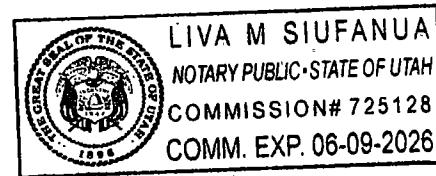
Concurrence:

By: 
Red
Area Manager, Provo Area Office
Bureau of Reclamation

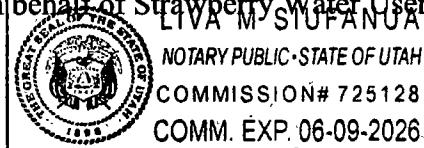


Concurrence Approved:

STATE OF UTAH)
COUNTY OF UTAH) : ss.



On the 14 day of Aug, 2025 personally appeared before me Brent Money, President of Strawberry Water Users Association, and acknowledged that he has been duly authorized to execute the foregoing Water Dedication Agreement Regarding Strawberry Water Users Association Shares on behalf of Strawberry Water Users Association, and that he executed the same on behalf of Strawberry Water Users Association.



STATE OF UTAH)
COUNTY OF UTAH) : ss.

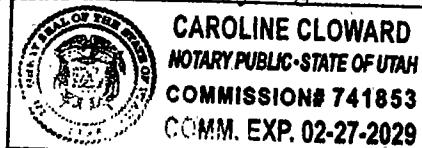

NOTARY PUBLIC

STATE OF UTAH)

: ss.

COUNTY OF UTAH)

On the 7th day of August, 2025 personally appeared before me Doug Rowley, President of Strawberry High Line Canal Company and acknowledged that he has been duly authorized to execute the foregoing Water Dedication Agreement Regarding Strawberry Water Users Association Shares on behalf of Strawberry High Line Canal Company, and that he executed the same on behalf of Strawberry High Line Canal Company.

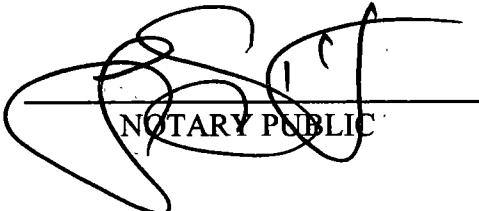


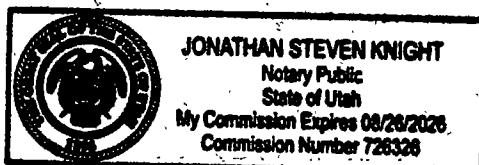

NOTARY PUBLIC

STATE OF UTAH)
COUNTY OF UTAH) : ss.

COUNTY OF UTAH)

On the 7th day of August, 2025 personally appeared before me, William R. Wright, Mayor, Payson City Corporation, and acknowledged that he has been duly authorized to execute the foregoing Water Dedication Agreement Regarding Strawberry Water Users Association Shares on behalf of Payson City, and that he executed the same on behalf of Payson City.


NOTARY PUBLIC

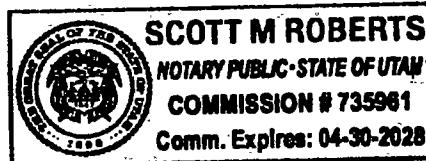


STATE OF UTAH)
: ss.
COUNTY OF SALT LAKE)

On the 16th day of July 2025, before me personally appeared Tyler Horan, to me personally known, who being by me duly sworn did say that he is the Manager of WHL HIATT LLC, a Utah limited liability corporation, the company that executed the within instrument, known to me to be the person who executed the within instrument on behalf of such company therein named, and acknowledged to me that such company executed the within instrument pursuant to its Operating Agreement.



Notary Public





Payson City Corporation
439 W Utah Ave
Payson, Utah 84651
Office: 801.465.5200
Fax: 801.465.5208
www.paysonutah.org

August 26, 2025

Utah County Recorder
100 East Center St #1300
Provo UT 84606

Dear Utah County Recorder:

Payson City hereby authorizes the Utah County Recorder's Office to record the Water Dedication Agreement among Strawberry Water Users Association, Strawberry High Line Canal, the City of Payson, and WHL Hiatt LLC dated July 16, 2025.

Sincerely,

A handwritten signature in black ink, appearing to read "Kim E. Holindrake".

Kim E. Holindrake
Payson City Recorder