

PO Box 308 - 119 North Fourth Street, Skykomish, WA 98288 - (360) 677-2388

March 21, 2014

Linnea Johnson **Escrow Assistant** Realty Escrow, Inc. 17544 Midvale Ave. N., Suite 203 Shoreline, WA 98133

The Town Attorney, David Carson has been experiencing trouble with his email and has been out of the office. Please contact him via fax at (425) 493-5004 or mail at 3202 Hoyt Avenue, P.O. Box 5292 Everett, WA 98201.

I understand that you are asking for the payoff of two of the three judgments the Town has against the Skykomish Hotel, et al. In your attachment from your request you refer to two judgments, both on 2013-10-07 in King County Superior Court. One was for \$5,000 and the other was for 37,661.18. Assuming the lien is satisfied 2014-10-07 and with 12% interest the new amounts are \$5,600 and \$42,180.52. What I don't understand is why the other lien isn't included in your request. I have not agreed to subordinate any liens and in my email dated December 3, 2013 I explained that I "cannot agree to delay the collection of attorney fees for the purpose of establishing a purchase price."

In an email forwarded to me by Mr. Woodard written by you, it lists the following conditions:

"Additional Terms - page 2 of 4 (15/26) - Buyer to execute necessary assumption documentation. This will need to be prepared by either you or the attorney for the City of Skykomish and then will need to be signed by you, the seller and the city. The document will then be recorded along with the deed.

Additional Terms - page 4 of 4 (17/26) Subordination Agreement signed by the City of Skykomish subordinating their liens to the new deed of trust you will have with the seller. This is a document you or the city will need to prepare."

I cannot agree to these additional terms.

The town must be made whole and each judgment must be paid. Other fees include (this is an

Remaining legal fees of \$46,606.98 plus 12% interest

Unfit Building default of hearing under SMC 15.25.120(IV): \$3,000.00 plus 12% interest since September of 2011.

Building Inspectors fees \$75

Even without interest you can see that this estimate is close to \$98,000. If you can assure me that there is at least \$100,000 in escrow I will have more accurate figures this coming week after David Carson returns to his office. If you would like to speak to him directly, please feel free.

Respectfully,

Mayor of Skykomish

Cc: Town Council, David Carson

4. Grider