TO BE RECORDED AND WHEN RECORDED RETURN TO:

Orrick, Herrington & Sutcliffe LLP 777 South Figueroa Street, Suite 3200 Los Angeles, California 90017 Attention: Greg Harrington

(Space above for Recorder's Use)

THIS TRANSACTION IS EXEMPT FROM CALIFORNIA DOCUMENTARY TRANSFER TAX PURSUANT TO SECTION 11929 OF THE CALIFORNIA REVENUE AND TAXATION CODE. THIS DOCUMENT IS RECORDED FOR THE BENEFIT OF THE COUNTY OF MONTEREY AND THE RECORDING IS FEE-EXEMPT UNDER SECTION 6103 OF THE CALIFORNIA GOVERNMENT CODE.

TERMINATION AGREEMENT AND QUITCLAIM

by and among

COUNTY OF MONTEREY,

COUNTY OF MONTEREY PUBLIC IMPROVEMENT CORPORATION

and

UNION BANK, N.A.

as Trustee

Dated June 11, 2013

TERMINATION AGREEMENT AND QUITCLAIM

THIS TERMINATION AGREEMENT AND QUITCLAIM (the "Agreement") is made and entered into as of this 11th day of June, 2013 by and among the COUNTY OF MONTEREY (the "County"), the COUNTY OF MONTEREY PUBLIC IMPROVEMENT CORPORATION (the "Corporation") and UNION BANK, N.A. (successor to Union Bank of California, N.A), a national banking association duly organized and existing under and by virtue of the laws of the United States of America (successor to First Trust of California National Association), as trustee (the "Trustee").

WITNESSETH:

WHEREAS, the County has heretofore leased to the Corporation certain parcels of real property, and the improvements thereon, pursuant to a Ground Lease, dated as of May 1, 2007 (the "Ground Lease"); which was recorded on May 3, 2007 in the official records of Monterey County as Document No. 2007035874;

WHEREAS, in to finance a portion of the costs of the acquisition, construction, rehabilitation and installation of certain administration, health, court and court related facilities, the County leased those parcels of real property, and the improvements thereon, the subject of the Ground Lease, from the Corporation pursuant to a Lease Agreement, dated as of May 1, 2007 (the "Lease Agreement"); a memorandum of which was recorded on May 3, 2007 in the official records of Monterey County as Document No. 2007035875;

WHEREAS, the Corporation assigned, without recourse, all its rights to receive the Base Rental Payments scheduled to be paid by the County for the Property under the Lease Agreement and the Ground Lease to Union Bank, N.A. (successor to Union Bank of California, N.A), as trustee, pursuant to the Assignment Agreement, dated as of May 1, 2007 (the "Assignment Agreement"); which was recorded on May 3, 2007 in the official records of Monterey County as Document No. _____; and

WHEREAS, in accordance with a Trust Agreement, dated as of May 1, 2007, among the Trustee, the Corporation and the County, the Trustee executed and delivered the County of Monterey Certificates of Participation (2007 Refunding and Public Facilities Financing);

WHEREAS, Section 8.03 of the Ground Lease and Section 9.03 of the Lease Agreement provide that the County shall have the right to substitute alternate real property for the Property and/or to release portions of the Property from the Ground Lease and the Lease Agreement; provided that there shall be no reduction in or abatement of the Base Rental Payments due from the County under the Lease Agreement as a result of such release and substitution and subject to the prior written consent of Ambac Assurance Corporation, its successors or assigns (the "Insurer") and the satisfaction of certain conditions set forth therein;

WHEREAS, the County has determined to release and substitute a portion of the Property (the "Substituted Property") leased under the Ground Lease and the Lease Agreement and subject to the Assignment Agreement and, in accordance with the provisions of Section 8.03 of the Ground Lease and Section 9.03 of the Lease Agreement, the County and the Corporation desire, with the consent of the Insurer, to amend the Ground Lease, the Lease Agreement and the

Assignment Agreement so as to revise the legal description of such Property set forth, respectively, in Exhibit "A" to the Ground Lease, the Lease Agreement and the Assignment Agreement;

WHEREAS, the County and the Corporation seek to reconvey to the County the released portion of the Substituted Property and have entered into a form of First Amended and Restated Lease Agreement, First Amended and Restated Ground Lease and First Amended and Restated Assignment Agreement in order to amend and restate the description of the Property set forth, respectively, in Exhibit "A" to the Lease Agreement, the Ground Lease and the Assignment Agreement and in accordance therewith, that all right, title and interest of the Corporation in the Property specified in Exhibit A hereto (the "Property") shall revert to the County free and clear of any interest to the Corporation and the Trustee;

WHEREAS, all acts, conditions and things required by law to exist, to have happened and to have been performed precedent to and in connection with the execution and entering into of this Termination Agreement and Quitclaim do exist, have happened and have been performed in regular and due time, form and manner as required by law, and the parties hereto are now duly authorized to execute and enter into this Termination Agreement and Quitclaim;

NOW, THEREFORE, for good and valuable consideration the receipt and sufficiency of which is hereby acknowledged, the County, the Corporation and the Trustee agree as follows:

- 1. The County and the Corporation in accordance with the terms of the Ground Lease, the Lease Agreement and the Assignment Agreement have determined to release portions of the Property from the Ground Lease and the Lease Agreement and have received the written consent of the Insurer.
- 2. The Corporation hereby remises, releases and forever quitclaims to the County all of its right, title and interest in the Property.
- 3. The Trustee hereby remises, releases and forever quitclaims to the County all of its right, title and interest in the Property to the extent of its interest by assignment.
- 4. This Agreement shall be binding upon and inure to the benefits of the parties hereto and their respective successors and assigns.
- 5. This Agreement shall be governed by and construed in accordance with the laws of the State of California.
- 6. This Agreement may be executed in several counterparts, each of which shall be deemed an original, and all of which shall constitute but one and the same instrument.

IN WITNESS WHEREOF, the parties hereto have executed this Agreement as of the date first above written.

COUNTY OF MONTEREY

By:
County Debt Manager
COUNTY OF MONTEREY PUBLIC IMPROVEMENT CORPORATION
By:
President
UNION BANK, N.A., as Trustee
By:Authorized Signatory

STATE OF CALIFORNIA)	
) ss.	
COUNTY OF MONTEREY)	
On	, 2013, before me,	, Notary
satisfactory evidence to be ti instrument and acknowledged to	he person(s) whose na to be that he/she/they exec er/their signature(s) on the	who proved to me on the basis of time(s) is/are subscribed to the within cuted the same in his/her/their authorized the instrument the person(s), or the entity instrument.
I certify under PENALT the foregoing paragraph is true a		the laws of the State of California that
WITNESS my hand and official	l seal.	
Signature	[SE	AL]

STATE OF CALIFORNIA)	
) ss.	
COUNTY OF MONTEREY)	
On	, 2013, before me,	, Notary
satisfactory evidence to be tinstrument and acknowledged to	the person(s) whose na o be that he/she/they exec er/their signature(s) on the	, who proved to me on the basis of me(s) is/are subscribed to the within cuted the same in his/her/their authorized ne instrument the person(s), or the entity astrument.
I certify under PENALT the foregoing paragraph is true		he laws of the State of California that
WITNESS my hand and officia	l seal.	
Signature	[SE.	AL]

STATE OF CALIFORNIA)	
) ss.	
COUNTY OF MONTEREY	7)	
Public, personally appeared _		, who proved to me on the basis of is/are subscribed to the within
instrument and acknowledged capacity(ies), and that by his	to be that he/she/they executed	the same in his/her/their authorized strument the person(s), or the entity
I certify under PENAI the foregoing paragraph is tru		ws of the State of California that
WITNESS my hand and offic	ial seal.	
Signature	[SEAL]	

EXHIBIT A

Legal Description of Real Property

Administration Building Parcel

168 West Alisal Street Salinas, CA

Being a portion of the lands of Monterey County and being a portion of that certain parcel of land designated as "A.P.N. 002-253-027" on that certain map entitled "RECORD OF SURVEY of Blocks B5, B6, & B7 of Riker & Jackson Survey, and Block 10 of Stone's Addition," filed for record August 15, 2003, in Volume 26 of Surveys, at Page 98, Records of Monterey County, and being more particularly described as follows:

Beginning at a point on the easterly line of Capitol Street (a City street, 60 feet wide) from which the southwesterly corner of said designated parcel bears S. 09° 22' 09" E., 191.26 feet distant; thence from said point of beginning and along said westerly line of Capitol Street

- 1) N. 09°22'09" W., 193.40 feet; thence leaving said easterly street line.
- 2) N. 80°43'19" E., 289.01 feet; thence
- 3) S. 09°16'41" E., 193.40 feet; thence
- 4) S. 80°43'19" W., 288.71 feet to the point of beginning.

Containing an area of 1.282 acres of land, more or less, and

North Wing Courthouse Parcel

240 Church Street Salinas, CA

Being a portion of the lands of Monterey County, being a portion of that certain parcel of land designated as "A.P.N. 002-253-027" on that certain map entitled "RECORD OF SURVEY of Blocks B5, B6, & B7 of Riker & Jackson Survey, and Block 10 of Stone's Addition," filed for record August 15, 2003, in Volume 26 of Surveys, at Page 98, Records of Monterey County, and being more particularly described as follows:

BEGINNING at a point on the westerly line of Church Street (a City street, 60 feet wide) from which the southeasterly corner of said designated parcel bears S. 09° 22' 54" E., 183.53 feet distant; thence from said point of beginning and along said westerly line of Church Street

- 5) N. 09°22'54" W., 183.50 feet; thence leaving said westerly street line.
- 6) S. 80°41'34" W., 75.72 feet; thence
- 7) S. 09°47'28" E., 32.06 feet; thence
- 8) S. 80°23'14" W., 195.42 feet; thence
- 9) N. 09°20'59" W., 57.72 feet; thence
- 10) S. 79°35'16" W., 19.96 feet; thence
- 11) S. 09°16'41" E., 188.84 feet; thence
- 12) N. 82°43'25" E., 35.23 feet; thence
- 13) S. 09°31'28" E., 10.64 feet; thence
- 14) N. 80°55'55" E., 165.35 feet; thence
- 15) S. 09°51'54" E., 6.22 feet; thence
- 16) N. 80°45'41" E., 90.54 feet to the point of beginning.

Containing an area of 1.051 acres of land, more or less, and

Monterey County Health Administration Building

1270 Natividad Road Salinas, CA

That certain real property situate in Rancho Sausal, in the City of Salinas, County of Monterey, State of California, being a portion of that certain parcel of land described as "Parcel No. 1" in deed from Arthur G. Panziera, et al, to the County of Monterey, dated January 16, 1956 and recorded February 7, 1956 in Book 1679 of Official Records, at Page 148, Records of Monterey County, also being a portion of that certain 62.389 acre parcel of land conveyed from Eugene Sherwood to the County of Monterey by deed dated September 2, 1885 and recorded September 7, 1885 in Book 10 of Deeds, at Page 332, Records of Monterey County, and being more particularly described as follows:

Beginning at a point on the northerly line of East Laurel Drive, a City Street of variable width, from which the most southerly corner of that certain parcel of land described as "Parcel 2819" in deed from the County of Monterey to the City of Salinas, dated February 13, 1973 and recorded September 4, 1973 in Reel 868 of Official Records, at Page 619, Records of Monterey County, bears N. 72°52'02" W., 375.32 feet distant; thence from said point of beginning and leaving said northerly road line

- 1) N. 24°01'59" W., 442.38 feet to a point on the southeasterly line of said Parcel 2820, being the southeasterly line of Natividad Road, a City Street, 106 feet wide; thence along said southeasterly road line
- 2) N. 40°41'29" E., 336.91 feet, at 331.76 feet, a point on the southwesterly line of the aforesaid 62.389 acre conveyed parcel, said point also being the most easterly corner of "Parcel 2819," as said parcel is described in the aforesaid deed to the City of Salinas, 336.91 feet; thence leaving said southeasterly road line
- 3) S. 49°33'57" E., 95.01 feet; thence
- 4) S. 60°51'16" E., 322.35 feet; thence
- 5) S. 30°55'52" W., 23.74; thence tangentially curving
- 6) Southerly along a circular curve to the left (the center of which bears S. 59°04'08" E., 130.00 feet distant) through a central angle of 55°37'35" for an arc distance of 126.21 feet; thence leaving said curve and tangent thereto
- 7) S. 24°41'43" E., 102.45 feet; thence tangentially curving
- 8) Southeasterly along a circular curve to the left (the center of which bears N. 65°18'17" E., 350.00 feet distant) through a central angle of 2°51'39" for an arc distance of 17.48 feet; thence leaving said curve but not tangent thereto
- 9) S. 65°50'53" W., 465.82 feet to the point of beginning.

CONTAINING an area of 5.397 acres of land, more or less, and

Monterey County Adult Detention

1410 Natividad Road, Salinas, CA

That certain real property situate in Rancho Sausal, in the City of Salinas, County of Monterey, State of California, being a portion of that certain 20 acre parcel of land conveyed from Stanley Sherwood to the County of Monterey by deed dated February 27, 1946 and recorded April 5, 1946 in Book 879 of Official Records, at Page 345, Records of Monterey County, also being a portion of Parcel 1, as said parcel of land is described and conveyed from James Bundgard, et ux, to the County of Monterey by deed dated July 20, 1948 and recorded July 23, 1948 in Book 1075 of Official Records, at Page 281, Records of Monterey County, also being a portion of that certain parcel of land described as "Parcel 1" in deed from Howard J. Darington, et ux, to the County of Monterey, dated October 22, 1958 and recorded November 5, 1958 in Book 1907 of Official Records, at Page 170, Records of Monterey County, and being more particularly described as follows:

Beginning at the most southerly corner of Lot 28 of Block 3 of "Tract No. 656, Unit No. 5, Monta Vista Park Addition No. 1" subdivision, as said lot, block and subdivision are shown and

so designated on that certain map filed for record on March 22, 1972 in Volume 11 of Cities and Towns, at Page 33, Records of Monterey County, said point also being the most southerly corner of that certain 5.855 acre tract conveyed from Stanley Sherwood to Eugene N. Sherwood by deed recorded September 16, 1921 in Volume 183 of Deeds, at Page 441, Records of Monterey County; thence from said point of beginning

- 10) S. 61°00'39" W., 155.53 feet; thence
- 11) S. 26°57'55" W., 388.27 feet; thence
- 12) S. 12°47'57" W., 378.71 feet; thence
- 13) N. 66°56'30" W., 373.16 feet; thence
- 14) S. 23°22'24" W., 108.00 feet; thence
- 15) N. 66°37'36" W., 150.00 feet; thence
- 16) N. 23°22'24" E., 403.30 feet; thence
- 17) N. 66°37'36" W., 170.70feet; thence
- 18) N. 23°22'24" E., 214.00 feet; thence
- 19) S. 66°37'36" E., 52.15 feet; thence
- 20) N. 23°22'24" E., 291.80 feet to an angle point in the southerly boundary of Parcel "A," as said parcel is shown and so designated on that certain map filed for record on December 17, 1985 in Volume 16 of Parcel Maps, at Page 121, Records of Monterey County; thence along said southerly boundary
- 21) N. 75°27'20" E., 67.96 feet (N. 73°43'10" E., 68.03, map); thence
- 22) N. 26°30'48" E., 70.04 feet (N. 24°56'30" E., 70.03, map); thence
- 23) S. 66°35'04" E., 302.74 feet (S. 68°15' E., 303.12, map); thence
- N. 22°37′26″ E., 128.89 feet (N. 20°57′30″ E., 129.05, map) to a point on the southwesterly boundary of Lot 23 of Block 3 of "Tract No. 619, Unit No. 4, Monta Vista Park Addition No. 1" subdivision, as said lot, block and subdivision are shown and so designated on that certain map filed for record on January 20, 1971 in Volume 10 of Cities and Towns, at Page 46, Records of Monterey County; thence leaving said southerly parcel boundary and along said southwesterly boundary of Lot 23 and Lots 24 and 25 of said Block 3 and along the southwesterly boundary of Lots 26, 27 and 28 of the aforesaid Block 3 of "Tract No. 656"
- 25) S. 41°27'35" E., 367.92 feet (S. 43°07'30" E., map) to the point of beginning.

The above bearings and distances are based on the California Coordinate System 1983 Zone IV. To obtain bearings relative to true north, the grid bearings shown must be rotated clockwise approximately 1°34'07". To obtain ground level distances, multiply the distances shown by 1.0000585.

CONTAINING an area of 12.761 acres of land, more or less, and,

Monterey Courthouse Complex

1220 Aguajito Road, Monterey, CA

Being a portion of the parcel of land conveyed to the State of California by deed recorded October 9, 1958 in Volume 1901 of Official Records, at Page 244, Records of Monterey County, and being more particularly described as follows:

BEGINNING at a point at the most southwesterly corner of said parcel, said corner being marked by a United States Navy brass cap monument designated "M-146"; then along the westerly line of said parcel

- 1) N. 11°12'51" E., 69.44 feet; thence
- 2) N. 08°52'09" W., 75.14 feet; thence
- 3) N. 28°57'09" W., 28.03 feet; thence
- 4) N. 35°54'11" W., 35.87 feet; thence
- 5) N. 32°12'25" E., 398.11 feet; thence
- 6) N. 43°43'07" E., 161.09 feet; thence
- 7) S. 42°10'35" E., 129.13 feet to easterly terminus of Course (D) as described in that certain deed to the County of Monterey, recorded August 18, 1964 in Reel 357 of Official Records, at Page 304, Records of Monterey County; thence
- 8) S. 36°00'14" E., 77.03 feet to an intersection with that certain course described as "(3) South 13°00' East 153.57 feet" in the aforesaid deed to the State of California, last said course being in the easterly line of said parcel; thence along last said course
- 9) S. 11°12'09" E., 88.39 feet to the southerly terminus thereof; thence continuing along said easterly line and tangentially curving
- 10) Southerly along the arc of a circular curve to the right (the center of which bears S. 78°47'51" W., 120.19 feet distant) through a central angle of 52°00'00" for an arc distance of 109.08 feet; thence leaving said curve and tangent thereto
- 11) S. 40°47'51" W., 20.03 feet; thence tangentially curving
- 12) Southerly along the arc of a circular curve to the left (the center of which bears S. 49°12'09" W., 180.29 feet distant) through a central angle of 41°50'00" for an arc distance of 131.63 feet; thence leaving said curve to a tangent thereto
- 13) S. 01°02'09" E., 177.70 feet to the most southeasterly corner of said parcel, last said corner being marked United States Navy monument "M-147"; thence along said southerly line
- 14) N. 88°12'09" W., 359.60 feet to the point of beginning.

CERTIFICATE OF ACCEPTANCE

This is to certify that the interest in real property conveyed by the Termination Agreement and Quitclaim, dated as of June 11, 2013, by the County of Monterey Public Improvement Corporation and Union Bank, N.A. (successor to Union Bank of California, N.A), as trustee, for the benefit of the County of Monterey (the "County") is hereby accepted by the undersigned officer on behalf of the County pursuant to authority conferred by resolution of the Monterey County Board of Supervisors adopted on June 11, 2013, and the County consents to recordation thereof by its duly authorized officer.

Dated: June 11, 2013	COUNTY OF MONTEREY	
	By:County Debt Manager	

STATE OF CALIFORNIA)	
) ss.	
COUNTY OF MONTEREY)	
On	, 2013, before me,	, Notary, Notary, who proved to me on the basis o
satisfactory evidence to be the instrument and acknowledged to	he person(s) whose name to be that he/she/they exector/their signature(s) on the	me(s) is/are subscribed to the within outed the same in his/her/their authorized e instrument the person(s), or the entity
I certify under PENALT the foregoing paragraph is true a		he laws of the State of California that
WITNESS my hand and official	l seal.	
Signature		[SEAL]