

PREPARED BY: City Attorney's Office  
300 Sixth Street  
Rapid City, SD 57701  
(605) 394-4140

STATE OF SOUTH DAKOTA      }  
COUNTY OF PENNINGTON    } SS.      **COVENANT AGREEMENT**

This declaration of covenant and agreement ("Agreement") is entered into this 15<sup>th</sup> day of October, 2007, by and between NANCY I. BRADSKY and MARK S. BRADSKY (collectively called "Landowner") of 229 Enchantment Rd., Rapid City, SD 57701 and 7860 Canterbury Rd., Rapid City, SD 57702, respectively, and the CITY OF RAPID CITY ("City"), a South Dakota municipal corporation, 300 Sixth Street, Rapid City, South Dakota, 57701.

WHEREAS, the Landowner Nancy I. Bradsky (as fee owner) and Mark S. Bradsky (as equitable owner) hereby acknowledge that they are the owners of record of the following property generally located at 2144 Jackson Blvd. and legally described as:

Lot F of Block 1 of Rapid River Subdivision, Rapid City, Pennington County, State of South Dakota; and

WHEREAS, the Landowner Nancy I. Bradsky hereby acknowledges that she is the owner of record of the following property generally located at 2138 Jackson Blvd. and legally described as:

Lot 11 of Block 1 of Rapid River Subdivision, Rapid City, Pennington County, State of South Dakota; and

WHEREAS, the Landowner does not currently have enough off street parking spaces as required by the Rapid City Municipal Code for the proposed uses on Lot F; and

WHEREAS, the Landowner would like to use the additional off street parking provided on Lot 11 to meet the off street parking requirements for Lot F; and

WHEREAS, the City would like to ensure that if the above described properties are ever transferred separately, a shared parking agreement or parking easement is entered into to maintain the required number of off street parking spaces for Lot F; and

WHEREAS, it is the intent of the Landowner and the City to enter into an agreement whereby the City will grant a building permit for the above described property in exchange for the Landowner agreeing to enter into a shared parking agreement or granting a parking easement if the above described properties are ever transferred separately.

NOW THEREFORE, in consideration of the mutual covenants and conditions contained herein, it is agreed by the parties as follows:

1. The Landowner hereby covenants and agrees that at any time one of the above described Lots is transferred so that they will no longer be under joint ownership, a shared parking agreement will be entered into, or a parking easement will be granted and filed on the above described property simultaneously with the transfer of the property. The agreement or easement shall be in a form that is acceptable to, and which has been approved by, the City Attorney's Office. At such time as the Landowner provides sufficient off street parking on the above described Lots to meet the requirements of the Rapid City Municipal Code this agreement can be released and the above described properties may be transferred without having to enter into an agreement for parking or the granting of an easement. This covenant shall inure to the benefit of the parties and shall run with the land.

2. It is understood by the Landowner that the City's primary consideration for the issuance of any building permits on the above described property is the Landowner's covenant

and promise to enter into a shared parking agreement or grant a parking easement if any of the above described property is transferred in such a way that it is no longer under joint ownership. It is further acknowledged by the parties that the granting of building permits on Lot F, when the Lot does not currently have sufficient off street parking to comply with the RCMC, is sufficient consideration for this agreement.

3. All of the terms and conditions herein set forth shall extend to and be binding upon the heirs, assigns, or successors in interest of the Landowner, and shall be considered as a covenant running with the above described property. Furthermore, it is agreed that, in accepting title to the above described property any grantee, heir, assign, or successor in interest to the undersigned expressly agrees to be bound by the terms of this agreement recorded with the Pennington County Register of Deeds' Office pursuant to the provisions of South Dakota statutes.

4. The City may undertake any legal or equitable action available to enforce the provisions of this agreement in addition to any remedy provided herein. In the event the City is required to undertake any action to enforce the terms of this agreement or its subdivision regulations in connection with this agreement, the undersigned, heirs, assigns or successors in interest agree the City may recover from the owner of said property its reasonable expenses, including attorney's fees incurred with respect to such action.

5. If any section(s), or provision of this application is declared invalid for any reason whatsoever by any competent court, such invalidity shall not affect any other section(s) or provision of this application if they can be given effect without the invalid section(s) or provisions.

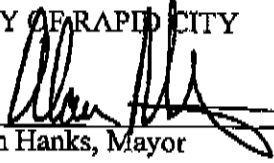
6. This agreement shall be construed according to the laws of the State of South Dakota and any action concerning this agreement shall be venued in the Circuit Court for the Seventh Judicial Circuit, Rapid City, Pennington County, South Dakota.

7. No modification or amendment to this agreement shall be valid, unless evidenced by a writing signed by the parties hereto.

8. If the Landowner is a corporation, it has the power to enter into this agreement and its officers signing for it have full power and authority to do so.

Dated this 16th day of October, 2007.

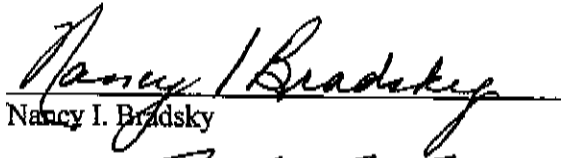
CITY OF RAPID CITY

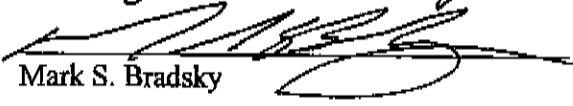
  
Alan Hanks, Mayor

ATTEST:

  
Finance Officer

(SEAL)

  
Nancy I. Bradsky

  
Mark S. Bradsky

State of South Dakota     )  
  ss.  
County of Pennington     )

On this the 19th day of October, 2007, before me, the undersigned officer, personally appeared Alan Hanks and James F. Preston, who acknowledged themselves to be the Mayor and Finance Officer, respectively, of the City of Rapid City, a municipal corporation, and that they, as such Mayor and Finance Officer, being duly authorized to do so, executed the foregoing agreement for the purposes therein contained by signing the name of the City of Rapid City by themselves as Mayor and Finance Officer.

IN WITNESS WHEREOF I hereunto set my hand and official seal.

Maguelina M. Garry  
Notary Public, South Dakota

My Commission Expires: 7-15-2012

State of South Dakota       )  
  )ss.  
County of Pennington       )

On this 12 day of October, 2007, before me, the undersigned officer, personally appeared Nancy I. Bradsky and Mark S. Bradsky, known to me or satisfactorily proven to be the persons whose names are subscribed to the within Covenant Agreement, and acknowledged that they executed the same for the purposes therein contained.

IN WITNESS WHEREOF, I hereunto set my hand and official seal.

Raymond M. Luedtke  
Notary Public, State of South Dakota  
My Commission Expires: 1-15-08

[SEAL]