QUITCLAIM DEED

KNOW ALL BY THESE PRESENTS:

THIS QUITCLAIM DEED is made this 30th day of May, 2003, by and between the UNITED STATES OF AMERICA, hereinafter referred to as Grantor, acting by and through the Deputy Assistant Secretary of the Army (IAS) pursuant to a delegation of authority from the SECRETARY OF THE ARMY, under and pursuant to the powers and authority contained in Section 2836(a) of the National Defense Authorization Act for Fiscal Year 1995 (Public Law 103-337, 108 Stat 2663, 3063) ("said Act"), and Southern Public Power District, a public corporation and political subdivision of the State of Nebraska, with its principal office located at 4550 West Husker Highway, P.O. Box 1687, Grand Island, Nebraska 68803-1687, hereinafter referred to as Grantee.

WITNESSETH:

WHERAS, said Act authorizes the Secretary of the Army to convey the property herein to the Hall County, Nebraska, Board of Supervisors, or its designee; and

WHERAS, said Board designated that the property to be conveyed herein be transferred to Grantee; and

WHERAS, the property to be conveyed herein has been identified by Grantor pursuant to 42 U.S.C. 9620(h)(4)(A) as real property on which no hazardous substances and no petroleum products or their derivatives were known to have been released or disposed of and appropriate concurrence in such identification has been obtained pursuant to 42 U.S.C. 9620(h)(4)(B); and

WHERAS, the Grantee's use of the property will be in a manner consistent with the Cornhusker Army Ammunition Plant Reuse Committee Comprehensive Reuse Plan; and
WHEREAS, all the property to be conveyed herein has heretofore been declared surplus to the needs of the United States of America, is presently under the jurisdiction of the Secretary of the Army, is available for disposal and its disposal has been heretofore authorized by the Secretary of the Army, acting pursuant to the above mentioned laws, regulations and orders.

NOW THEREFORE, Grantor and Grantee make the following respective conveyances, grants, assignments, reservations, restrictions, covenants, exceptions, notifications, conditions, and agreements hereinafter set forth.

I. CONVEYANCE

Grantor, for and in consideration of: (1) good and valuable consideration in the sum of One Million Two Hundred Thousand and No/100 Dollars ($1,200,000.00); the receipt of which is hereby acknowledged by Grantor; and, (2) the specific agreements hereinafter made by Grantee, for himself and his successors and assigns, to abide by and take subject to all reservations, restrictions, covenants, exceptions, notifications, conditions and agreements hereinafter set forth in this Quitclaim Deed, does hereby convey, remise, release and forever quitclaim to the Grantee, his successors and assigns, under and subject to the reservations, restrictions, covenants, exceptions, notifications, conditions and agreements hereinafter set forth, all right, title and interest, in and to the following described property situate, lying, and being in Hall County, State of Nebraska, including any and all buildings, appurtenances and improvements thereon:

Four tracts of land comprising parts of the Sections Eight (8), Seventeen (17), and Twenty (20), Township Eleven (11) North, Range Ten (10) West of the Sixth Principal Meridian, all being in Hall County, Nebraska, containing 743.426 acres, more or less (hereinafter referred to as the "Property"), and being more particularly shown and described on Exhibits "A-1, A-2, A-3 and A-4", which are attached hereto and made a part hereof.

RESERVING, however, to the Grantor, perpetual and assignable easements and rights-of-way, thirty (30) feet in width, in, on, over, and across the property for the installation, operation, use, repair, replacement, and maintenance of a railroad, railroad tracks, ballast, and associated railroad facilities, as shown on Exhibits "A-1" (Tract 26A) and "A-3" (Tract 37B).

RESERVING, however, to the Grantor, ownership and exclusive use of the existing monitoring wells/piezometers located on the property together with access across the property for the purpose of monitoring and/or removing the wells/piezometers. The Grantee, its successors and assigns shall allow ingress and egress of all equipment necessary to accomplish the same. One monitoring well/piezometer is located in the northwest corner of Tract 27A and the other monitoring well/piezometer is located in the southeast corner of Tract 38B.
TO HAVE AND TO HOLD the same, together with all improvements, hereditaments, appurtenances therein and all reversions, remainders, issues, profits and other rights belonging or related thereto, either in law or in equity, for the use, benefit and behalf of the Grantee, his successors and assigns forever.

II. GENERAL GOVERNMENT RESERVATIONS TO CONVEYANCE

This conveyance is expressly made subject to the following reservations in favor of Grantor, and its assigns:

SAVE AND EXCEPT and there is hereby reserved unto Grantor, and its assigns, all rights and interests that have been previously reserved to Grantor in any Patent(s) covering the Property.

III. CERCLA COVENANT AND RESERVED ACCESS

a. Pursuant to Section 120 (h) (4) of the Comprehensive Environmental Response, Compensation, and Liability Act, as amended, 42 U.S.C. Section 9601 et seq. (CERCLA), the Grantor has identified the Property as real property on which no hazardous substances and no petroleum products or their derivatives were known to have been released or disposed of. The Grantor covenants and warrants to the Grantee that in the event that any response action or corrective action is found to be necessary after the date of this conveyance as a result of hazardous substances or petroleum products or their derivatives existing on the Property prior to the date of this conveyance, such response action or corrective action shall be conducted by the Grantor.

b. Grantor reserves a right of access to all portions of the Property for environmental investigation, remediation or other corrective action. This reservation includes the right of access to and use of available utilities at reasonable cost to Grantor. These rights shall be exercisable in any case in which a remedial action, response action or corrective action is found to be necessary after the date of this conveyance, or in which access is necessary to carry out a remedial action, response action, or corrective action on adjoining property. Pursuant to this reservation, Grantor, and its respective officers, agents, employees, contractors and subcontractors shall have the right (upon reasonable notice to the record title owner) to enter upon the Property and conduct investigations and surveys, to include drilling, test-pitting, borings, data and records compilation and other activities related to environmental investigation, and to carry out remedial or removal actions as required or necessary, including but not limited to the installation, operation, and removal of monitoring wells, pumping wells, and treatment facilities. Any such entry, including such activities, responses or remedial actions, shall be coordinated with record title owner and shall be performed in a manner that minimizes interruption with activities of authorized occupants. Grantor will provide the record title owner reasonable advance notice of such activities, responses, or remedial actions. This subparagraph shall not affect the Grantor’s future responsibilities, if any, to conduct response actions or corrective actions that are required by applicable laws, rules and regulations.
IV. SPECIFIC ENVIRONMENTAL NOTICES, EXCEPTIONS, RESERVATIONS AND COVENANTS AFFECTING THE PROPERTY

This conveyance is expressly made subject to the following environmental notices, exceptions, reservations, and covenants affecting the property hereby conveyed to the extent and only to the extent the same are valid and affect the property, and shall be considered as covenants running with the land and binding on all parties having any right, title or interest in the property, or any part thereof, their heirs, successors and assigns.

a. Federal Facility Agreement

The Grantee acknowledges that Cornhusker Army Ammunition Plant has been identified as a National Priority List (NPL) site under the Comprehensive, Environmental, Response, Compensation and Liability Act (CERCLA) of 1980, as amended. A copy of the Cornhusker Army Ammunition Plant Federal Facility Agreement (FFA), entered into by the United States Environmental Protection Agency (EPA) Region VII, the State of Nebraska, and the Department of the Army, effective September 1990, and a copy of any amendments thereto, are available for the Grantee’s review at the Office of the Commander’s Representative. The Grantee agrees that should any conflict arise between the terms of the FFA as they presently exist or may be amended, and the provisions of this property transfer, the terms of the FFA will take precedence. The Grantee further agrees that notwithstanding any other provisions of the property transfer, the United States assumes no liability to the person or entity to whom the property is transferred should implementation of the FFA interfere with their use of the property. The Grantee or any subsequent transferee, shall have no claim on account of any such interference against the United States or any officer, agent, employee or contractor thereof.

b. Environmental Baseline Survey (EBS) and Finding of Suitability to Transfer (FOST)

1. The Grantee has received the technical environmental reports, including the Environmental Baseline Survey for the Property dated 9-20 November 1998, as amended by Amendment No. 1, signed April 2002, and the FOST for the property dated November 2002, prepared by the Granter, and agrees, to the best of the Grantee’s knowledge, that they accurately describe the environmental condition of the Property. The Grantee has inspected the Property and accepts the physical condition and current level of environmental hazards on the Property and deems the Property to be safe for the Grantee’s intended use.

2. If an actual or threatened release of a hazardous substance or petroleum product is discovered on the Property after the date of the conveyance, whether or not such substance was set forth in the technical environmental reports, including the EBS, Grantee or its successors or assigns shall be responsible for such release or newly discovered substance unless Grantee is able to demonstrate that such release or such newly discovered substance was due to Granter’s activities, ownership, use, or occupation of the Property. Grantee, its successors and assigns, as consideration for the conveyance, agree to release Granter from any liability or responsibility for
any claims arising solely out of the release of any hazardous substance or petroleum product on
the Property occurring after the date of this Deed, where such substance or product was placed
on the Property by the Grantee, or its successors, assigns, employees, invitees, agents or
contractors, after the conveyance. This Subsection IV.b. shall not affect the Grantor's
responsibilities to conduct response actions or corrective actions that are required by applicable
laws, rules and regulations.

c. Polychlorinated Biphenyls (PCBs) Containing Equipment Notification

The Grantee is hereby informed and does acknowledge that equipment containing
polychlorinated biphenyls (PCBs) exists on the property being conveyed. Southern Public Power
District (SPPD) owns said equipment.

V. GENERAL EXCEPTIONS TO CONVEYANCE

This conveyance is expressly made subject to the following matters to the extent and only
to the extent the same are valid and affect the Property:

a. All existing permits, easements and rights-of-way for public streets, roads and
highways, public utilities, electric power lines, electric transmission facilities, recreational trails,
railroads, pipelines, ditches and canals on, over and across said land, whether or not of record,
including but not limited to the following:

1. Easement DACA45-2-99-6157 granted to Hall County for road rights-of-way.

2. Easement DACA45-2-00-6023 granted to Hall County for road rights-of-way.

3. Easement DACA45-2-97-6024 granted to Southern Nebraska Rural Public Power
District for overhead electric power lines.

4. Easement DACA45-2-01-6078 granted to City of Grand Island for recreation trail
rights-of-way. Grantee is not permitted to disturb the area lying within the recreation trail
easement.

b. Any zoning laws, ordinances, or regulations governing the subject property or
regulations of other regulatory authorities having jurisdiction.

c. Matters which would be disclosed by a careful physical inspection of the property or
the property records and by a properly conducted survey of the property.

d. Any survey discrepancies, conflicts, or shortages in area or boundary lines, or any
encroachments, or protrusions, or any overlapping of improvements that may affect the property.

e. All existing interest(s) reserved to or outstanding in third parties in and to coal, oil, gas,
and/or minerals.
f. All other existing interests reserved by any original Grantor(s) in chain of title unto said Grantor(s), their respective successors and assigns, which affects any portion of the property interest(s) hereinabove described.

g. Installation commander agreements, whether or not of record or otherwise approved in writing by Grantee.

VI. MISCELLANEOUS GRANTEES COVENANTS

Grantee covenants for himself, and his successors or assigns, and every successor in interest in the Property, to abide with each of the agreements and covenants running with the land described in Section IV of this Quitclaim Deed. In addition, Grantor and its assigns shall be deemed a beneficiary of each of the following agreements and covenants without regard to whether it remains the owner of any land or interest therein in the locality of the Property hereby conveyed and shall have a right to enforce each of the following agreements and covenants in any court of competent jurisdiction. Notwithstanding the foregoing, Grantor, and its assigns shall have no affirmative duty to any successor in title to this conveyance to enforce any of the following agreements and covenants.

a. It is understood and agreed by Grantee, for himself and his successors and assigns, that the Property is conveyed "as is" and "where is" without any representation or warranty on the part of Grantor to make any alterations, repairs or additions. Grantor shall not be liable for any latent or patent defects in the Property. Grantee, for himself and his successors and assigns, acknowledges that Grantor has made no representations or warranty concerning the condition and state of repair of the Property nor in any agreement or promise to alter, improve, adapt or repair the Property.

b. The Grantee shall neither transfer the property, lease the property, nor grant any interest, privilege, or license whatsoever in connection with the property without the inclusion of the environmental protection provisions set out in Section IV herein, and shall require the inclusion of such environmental protection provisions in all further deeds, transfers, leases, or grant of any interest, privilege, or license.

VII. AGREEMENTS, NOTICES AND CONDITIONS

a. Non-Discrimination

With respect to activities related to the property, the Grantee hereby agrees that it will comply with the requirements of Title VI of the Civil Rights Act of 1964 (Public Law No. 88-352) and all requirements imposed by or pursuant to the regulations issued pursuant to the Act and now in effect, to the end that, in accordance with said Act and regulations, no person in the United States shall, on the ground of race, color, national origin, sex, or handicap be excluded from participation in, be denied the benefits of, or otherwise be subjected to discrimination under any program or activity related to the property of the Grantee, its successors or assigns.
b. Anti-Deficiency Act

The Grantor's obligation to pay or reimburse any money under this Deed is subject to the availability of appropriated funds to the Department of the Army, and nothing in this deed shall be interpreted to require obligations or payment by the Grantor in violation of the Anti-Deficiency Act.

c. Wetlands Notice

A portion the property contains wetlands.

THIS QUITCLAIM DEED is exempt from the documentary tax under the provision of Neb. Rev. Stat. 76-902(2) (R.S. Supp., 1991) in which property is transferred by the United States.

THIS QUITCLAIM DEED is not subject to the provisions of 10 U.S.C. 2662.
IN WITNESS WHEREOF, the Grantor has caused this Deed to be executed in its name by the Deputy Assistant Secretary of the Army (I&H) and the Seal of the Department of the Army to be hereunto affixed this $day of $May, 2003.

UNITED STATES OF AMERICA

By

JOSEPH W. WHITAKER
Deputy Assistant Secretary of the Army (Installations and Housing)
OASA(I&E)

COMMONWEALTH OF VIRGINIA )
COUNTY OF ARLINGTON )

I, the undersigned, a Notary Public in and for the Commonwealth of Virginia, County of Arlington, whose commission as such expires on this $day of $November, 2006, do hereby certify that this day personally appeared before me in the Commonwealth of Virginia, County of Arlington, Joseph W. Whitaker, Deputy Assistant Secretary of the Army (I&H), whose name is signed to the foregoing instrument and acknowledged the foregoing instrument to be his free act and deed, dated this $day of $May, 2003, and acknowledged the same for and on behalf of the UNITED STATES OF AMERICA.

Notary Public

My commission expires: 30 November 2006
GRANTEE ACCEPTANCE

I, the undersigned Grantee, do hereby accept the herein-described property, subject to the notices, agreements, reservations, restrictions, conditions, covenants and exceptions hereinabove expressed.

Executed this ___ day of ___ , 2003, in Hall County, State of Nebraska.

SOUTHERN PUBLIC POWER DISTRICT

BY: __________________________

TITLE: GENERAL MANAGER

STATE OF NEBRASKA  )
COUNTY OF HALL  ) ss

The foregoing Quitclaim Deed was acknowledged before me this ___ day of ___ , 2003, by __________________________

Notary Public

My commission expires: ___ 2004

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LEGAL DESCRIPTION

A tract of land comprising a part of the Northwest Quarter (NE1/4), part of the Northwest Quarter (SE1/4), part of the Northeast Quarter (NE1/4), and a part of the Southeast Quarter (SE1/4), all being in Section Eight (8), Township Eleven (11) North, Range Ten (10) West of the 6th P.M., Butler County, Nebraska, and more particularly described as follows:

Beginning of the southwest corner of said Northwest Quarter (NE1/4), thence running northwesterly along and upon the west line of said Southwest Quarter (SW1/4), a distance of Ten Thousand Three Hundred Fifty and Thirty-Seven Hundredth (10,350.37) feet; thence extending right (90°00'57") and running northerly, a distance of Ten Thousand Three Hundred Fifty and Thirty-Seven Hundredth (10,350.37) feet to a point on the north line of said Northwest Quarter (NE1/4); thence running due north thirty (30) feet to the north line of said Northwest Quarter (NE1/4); thence running due west one hundred (100) feet to a point on the west line of said Southwest Quarter (SW1/4); thence running due south three thousand, two hundred and sixty-five (3,265) feet to the northeast corner of said Southwest Quarter (SW1/4); thence running due south three thousand, two hundred and sixty-five feet to a point on the west line of said Southeast Quarter (SE1/4); thence running due east two thousand, three hundred and seventy-seven (2,377) feet to a point on the south line of said Southeast Quarter (SE1/4); thence running due north three thousand, two hundred and sixty-five (3,265) feet to the beginning of said tract of land.
SURVEYOR'S CERTIFICATE

I hereby certify that to the best of my knowledge and belief, the accompanying plot is an accurate survey of the described property made under my supervision.

[Signature]

Lev D. Beger, Registered Land Surveyor No. 567

TRACT NO. 26A

EXHIBIT "A-1" ATTACHED TO AND MADE A PART OF QUITCLAIM DEED

BENJAMIN & ASSOCIATES, INC.
ENGINEERS & SURVEYORS
5003 S. 42ND ST.
OMAHA, NE 68112

LAND SURVEY
LEGAL DESCRIPTION

A tract of land comprising a part of the Southeast Quarter (SE1/4) and a part of the Northeast Quarter (NE1/4), all being in Section Eight (8), Township Eleven (11) North, Range Ten (10) West of the 6th P.M., Hall County, Nebraska, and more particularly described as follows:

Beginning at the northeast corner of said Southeast Quarter (SE1/4); thence running southerly, along and upon the east line of said Southeast Quarter (SE1/4), a distance of One Thousand Forty and One Hundredths (1,040.01) feet to a point, said point being One Thousand Six Hundred (1,600.00) feet from the southwest corner of said Southeast Quarter (SE1/4); thence northwesterly, a distance of Nine Hundred Fifty and Eighty Six Hundredths (950.86) feet; thence northwesterly, a distance of Three Hundred Fifty Three and Forty Four Hundredths (353.44) feet; thence northwesterly, a distance of One Hundred Thirty Four and Thirty Three Hundredths (134.33) feet; thence southwesterly, a distance of One Hundred Thirty Nine and Fifty Five Hundredths (139.55) feet; thence southwesterly, a distance of One Hundred Thirty Nine and Fifty Four Hundredths (139.54) feet; thence southwesterly, a distance of Three Hundred Eighty Nine and Ninety Six Hundredths (389.96) feet; thence northwesterly, a distance of Twenty Thirty Five and Eight Hundredths (20.35) feet from the point of beginning; thence northwesterly, a distance of Eight Hundred Thirty One and Twenty Seven Hundredths (831.27) feet to the point of beginning; thence northerly, a distance of One Thousand Six Hundred and Forty One Hundredths (1,641.01) feet to the point of beginning.

SURVEYOR'S CERTIFICATE

I hereby certify, to the best of my knowledge and belief, the accompanying plot is from an accurate survey of the described property made under my supervision.

[Signature]

Lee D. Wagner, Registered Land Surveyor No. 257
LEGAL DESCRIPTION

A tract of land comprising a part of the Southwest Quarter (SW1/4), a part of the Northwest Quarter (NW1/4), a part of the Northeast Quarter (NE1/4), and a part of the Southeast Quarter (SE1/4), all being in Section Seventeen (17), Township Eleven (11) North, Range Ten (10) West of the 6th P.M., Hall County, Nebraska, and more particularly described as follows:

Beginning at the southeast corner of said Southwest Quarter (SW1/4), thence running westerly, along and upon the north line of said Southwest Quarter (SW1/4), a distance of One Thousand Sixty Three and Twenty Six Hundredths (1,063.26) feet; thence deflecting right 90°37'29" and running northerly, a distance of Two Thousand Seven Hundred Ninety and Thirty Eight Hundredths (2,790.58) feet; thence deflecting right 08°30'15" and running northerly, a distance of One Thousand Eight Hundred Twenty Nine and Fourteen Hundredths (1,829.14) feet; thence deflecting right 102°37'26" and running southerly, a distance of One Thousand Four Hundred Five and Seventy Seven Hundredths (1,405.17) feet; thence deflecting right 08°54'27" and running westerly, a distance of Ninety Eight and Forty Two Hundredths (98.42) feet; thence deflecting left 08°56'10" and running southerly, a distance of Two Hundred Forty Four and Twenty Nine Hundredths (244.29) feet; thence deflecting left 102°57'59" and running easterly, a distance of One Hundred Five and Eighty Seven Hundredths (106.87) feet; thence deflecting right 89°51'37" and running southerly, a distance of One Thousand Seven Hundred Thirty Seven and Six Hundredths (1,737.60) feet to a point on the south line of said Southeast Quarter (SE1/4), and point of beginning.

SURVEYOR'S CERTIFICATE

I hereby certify that to the best of my knowledge and belief, the accompanying plat is from an accurate survey of the described property made under my supervision.

[Signature]

Les L. Wagner, Registered Land Surveyor No. 557

EXHIBIT "A-3" ATTACHED TO AND MADE A PART OF QUITCLAIM DEED
SURVEYOR’S CERTIFICATE

I hereby certify that to the best of my knowledge and belief, the accompanying plat is from an accurate survey of the described property made under my supervision.

[Signature]

Lee S. Wagner, Registered Land Surveyor No. 557

PART SE1/4 AND NE1/4 OF SECTION 17-T11N-R10W, AND PART NE1/4 OF SECTION 20-T11N-R10W
HALL COUNTY, NEBRASKA

LAND SURVEY

HENRY & ASSOCIATES, INC.
ENGINEERS & SURVEYORS

TRACT NO. 3818

EXHIBIT “A-4” ATTACHED TO AND MADE
A PART OF QUITCLAIM DEED
CERTIFICATE OF AUTHORITY 200307151

I hereby certify that I am the Secretary, of
(Secretary or Attesting Officer)
the organization named in the foregoing agreement with the United States of America; that said organization is organized under the laws of the state of Nebraska; that the seal, if applicable, affixed to said instrument is the seal of said organization; that Gary Bedman (Name of Officer)
who signed said agreement was then General Manager (Title of Officer) of said organization and has been duly authorized to sign the foregoing agreement on behalf of said organization, binding said organization to the terms therein.

I, as the Secretary/Attesting Officer, hereby attest to the validity of the Signature of said Officer; and that said signature affixed to such agreement is genuine.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed the seal, if applicable, of said organization, this 17th day of March, 2003.

Secretary or Attesting Officer
Mike Lowry, Secretary

SOUTHERN PUBLIC POWER DISTRICT,
a public corporation and political subdivision of the State of Nebraska
Corporation or Organization

This form certifies that the person signing the attached instrument has the authority to do so. The signature of the Secretary/Attesting Officer and the individual signing the attached instrument cannot be the same.

MRO 21 Aug 02 851 (Edition dated 1 Oct 91 is obsolete)