

Registered Warrants Promissory Note



\$100,000.00

The undersigned, **John Hymas, President**, does hereby certify, that he is an authorized agency representative of Chuckanut Community Forest District pursuant to the terms of this Note between Chuckanut Community Forest District (the "Borrower") and the **Whatcom County Investment Pool** (the "Lender") on behalf of the Whatcom County Treasurer.

The total amount of the principal shall be one hundred thousand dollars (\$100,000.00), which is based on Borrower's annual budget for 2013. The Borrower is authorized by state statute, RCW 35.61.210, to levy real property tax within its jurisdiction. The Borrower intends to levy no less than an amount to be collected in 2014 sufficient to satisfy this Note.

Borrower promises to pay to the Lender, at PO Box 5268, Bellingham, Washington 98227-5268, (or at such other place as the Lender may designate in writing) the sum of **\$100,000.00** with interest from date of signing below, on the unpaid principal at the **rate of the official bank of Whatcom County's prime rate minus 1.00%**. The rate of the official bank of Whatcom County's prime rate is currently 3.25% per annum and may change during the term of this Note as the bank's prime rate changes. The current applicable interest rate to this Note is 2.25%. The official bank of Whatcom County is currently Key Bank.

The unpaid principal and accrued interest shall be payable in full on or before December 31, 2014 (the "Due Date"). The Borrower reserves the right to prepay this Note, without penalty, by making payment in full of the unpaid principal and accrued interest to the date of payment.

This Note shall be construed in accordance with the laws of the State of Washington.

Signed this 8th day of August, 2013 at Bellingham, Washington.

Borrower:

Chuckanut Community Forest District
PO Box 4283
Bellingham, WA 98227

By: John Hymas
John Hymas, President