

# US GOVERNMENT LEASE FOR REAL PROPERTY

DATE OF LEASE

10-15-2008

LEASE NO.

GS-03B-08376

THIS LEASE, made and entered into this date by and between DOMINICK J. PERINI

Whose address is [REDACTED]

and whose interest in the property hereinafter described is that of **OWNER**

hereinafter called the Lessor, and the **UNITED STATES OF AMERICA**, hereinafter called the Government:

WITNESSETH: The parties hereto for the considerations hereinafter mentioned, covenant and agree as follows:

1. The Lessor hereby leases to the Government the following described premises:

A total of 11,400 rentable square feet (RSF) of office and related space, which yields approximately 10,000 ANSI/BOMA Office Area square feet (USF) of space on the third (3<sup>rd</sup>) floor at the Plaza Office Building, 1710 Underpass Way, Hagerstown, Maryland to be used for such purposes as determined by the General Services Administration. Included in the rent at no additional cost to the Government are 40 parking spaces for exclusive use of Government employees and patrons.

2. TO HAVE AND TO HOLD the said premises with their appurtenances for the term beginning on (See Rider Paragraph 13) and continuing through (See Rider Paragraph 13), subject to termination and renewal rights as may be hereinafter set forth.

3. The Government shall pay the Lessor annual rent of (See Rider Paragraph 13) at the rate of (See Rider Paragraph 13) per (See Rider Paragraph 13) in arrears. Rent for a lesser period shall be prorated. Rent checks shall be made payable to:

DOMINICK J. PERINI  
[REDACTED]

4. The Government may terminate this lease in whole or in part at any time on or after the fifth (5<sup>th</sup>) full year of occupancy by giving at least 90 days' notice in writing to the Lessor, and no rental shall accrue after the effective date of termination. Said notice shall be computed commencing with the day after the date of mailing.

5. This lease may be renewed at the option of the Government, for the following terms and at the following rentals:

provided notice be given in writing to the Lessor at lease \_\_\_\_\_ days before the end of the original lease term or any renewal term; all other terms and conditions of this lease shall remain the same during any renewal term. Said notice shall be computed commencing with the day after the date of mailing.

6. The Lessor shall furnish to the Government, as part to the rental consideration, the following:
  - A. All Services, Utilities, Maintenance, Operations, and other considerations as set forth in this lease.
  - B. Those tenant improvements, facilities, services, supplies, utilities, and maintenance in accordance with SFO 8MD2024, dated May 9, 2008 (41 pages), as amended.
  - C. This lease contains 90 pages.
7. The following are attached and made a part hereof:
  - A. Rider to Lease GS-03B-08376
  - B. Solicitation for Offers (SFO) No. 8MD2024.
  - C. Amendment Number 1 to SFO No. 8MD2024
  - D. Amendment Number 2 to SFO No. 8MD2024
  - E. General Clauses (GSA Form 3517B)
  - F. Representations and Certifications (GSA Form 3518)
  - G. Floor plan – July 14, 2008
8. The following changes were made in this lease prior to its execution:

IN WITNESS WHEREOF, the parties hereto have hereunto subscribed their names as of the date first above written.

LESSOR

DOMINICK J. PERINI

BY



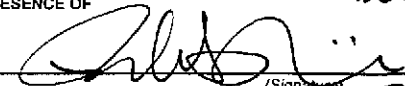
(Signature)

DOMINICK J. PERINI

OWNER

(Title)

IN PRESENCE OF



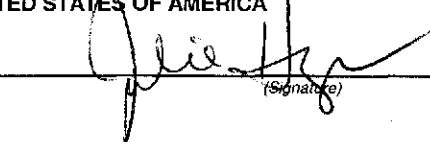
(Signature)

PAUL A. PERINI

(Address)

UNITED STATES OF AMERICA

BY



(Signature)

Contracting Officer, General Services Administration

(Official Title)


9. In no event shall the lessor enter into negotiations concerning the space leased with representatives of Federal agencies other than Contracting Officers and their designated representatives of the General Services Administration.

10. The total percentage of space occupied by the Government under the terms of the lease is equal to 15.6% percent of the total space available in the lessor's building, and will be used as the basis for computing the Government's pro-rata share of real estate taxes, as defined in the Annual Real Estate Tax Escalation Clause. The percentage of occupancy is derived by dividing the total Government space of 11,400 rentable square feet by the total building space of 73,000 rentable square feet.

11. For purposes of determining the base rate for future adjustments to the operating cost, the Government agrees that the base rate quoted on the "Lessor's Annual Cost Statement", (GSA Form 1217) dated, July 14, 2008 which is \$5.51 per rentable square foot, is acceptable. This figure includes the Government's pro-rata share of operating costs. The Government retains the right to inspect and review the Lessor's records to verify the costs listed on the GSA Form 1217 and/or to require a certified audit report. The basis for annual operating costs escalations will be the revised U.S. All Cities Average Consumer Price Index for Wage Earners and Clerical Workers.

12. Notwithstanding any other provision of this agreement requiring the Government to give notice to exercise any option contained herein for extension of the lease for additional space in the facility, or for purchase of the facility, the lessor shall notify the Contracting Officer, in writing, at least 30 days and no more than 60 days prior to the time the option must be exercised. In the event the lessor fails to notify the Government, as required by this paragraph, the Government shall have the right to exercise the option at anytime prior to the expiration of the lease. If GSA exercises the option to renew the lease, said rental will be based on the amount of operating cost adjustments accrued up to date of renewal and calculation on the basis of the new adjusted base rate for services and utilities.

13. Lessor shall complete the building shell as defined in the lease and complete all alterations, improvements, and repairs required by this lease, and deliver the leased premises ready for occupancy by the Government within 90

Lessor  Government 

calendar days from the date of notice to proceed with the construction of the tenant improvements. When Lessor has completed all such alterations, improvements, and repairs, Lessor shall promptly notify the Contracting Officer, who shall promptly cause the same to be inspected.

Upon the date of completion of such alterations, improvements, and repairs and inspection and acceptance by the Government, the term of this lease shall commence and shall continue for ten (10) consecutive calendar years. The commencement date shall be more particularly set forth by a Supplemental Lease Agreement.

Upon acceptance of the leased premises by the Government, the same shall be measured and rental shall be paid, in accordance with Paragraph 3.7 of the lease, "ANSI/BOMA Office Area Square Feet" and Paragraph 26 General Clauses, GSA Form 3517, "Payment" at the rate of:

**Years 1 through 5:** \$25.46 per Rentable Square Foot (\$29.02 per ANSI/BOMA Office Area Square Foot), consisting of

**Shell Rent** \$10.50 per Rentable Square Foot (RSF),

**Amortized annual cost per BOAF for Tenant Alteration Allowance\*:**  
\$9.45 per RSF.

**Interest rate** at which Tenant Alterations are amortized: 8.265%

**Annual Cost of Services:** \$5.51 per RSF (\$6.28 per ANSI/BOMA Office Area Square Foot)

**Years 6 through 10:** \$21.26 per Rentable Square Foot (\$24.24 per ANSI/BOMA Office Area Square Foot), consisting of

**Shell Rent** \$15.75 per Rentable Square Foot (RSF),

**Amortized annual cost per BOAF for Tenant Alteration Allowance:**  
\$0.00 per RSF.

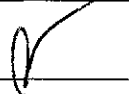
**Annual Cost of Services:** \$5.51 per RSF (\$6.28 per ANSI/BOMA Office Area Square Foot), plus accrued escalations per Paragraph 3.4,

Operating Costs

Lessor



Government



\*The rent shall be adjusted downward if the Government does not utilize the entire Tenant Improvement Allowance of \$440,000.00 or \$44.00 per ANSI/BOMA Office Area Square Foot, which is included in the rent, using the 8.625% amortization rate over the firm term of five (5) years. The Government, at its election, may pay lump sum for Tenant Improvements. If this occurs, the rent shall be reduced proportionately using the 8.625% amortization rate.

If the Government spends more than the allowance identified above, the Government reserves the right to 1) reduce the Tenant Improvement requirements, 2) pay lump sum for the overage upon completion and acceptance of the improvements, or 3) increase the rent according to the negotiated amortization rate over the firm term of the lease.

14. The Government may terminate this lease in whole or in part at any time after the fifth (5<sup>th</sup>) full year of occupancy upon 90 days written notice to the lessor. No rental shall accrue after the effective date of termination. Said notice shall be computed commencing with the day after the date of mailing.

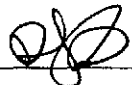
15. Common Area Factor

The Common Area Factor of this building for this Government lease that is applied to the ANSI/BOMA Office Area square feet to determine the rentable square feet is 14.00%.

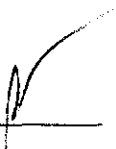
16. In accordance with Paragraph 7.3 of the lease, the additional cost to the Government for overtime use of Government leased space is \$125.00 per hour. In any event, no overtime HVAC shall be charged for the normal building hours of 7:00am to 5:30pm, Monday through Friday, except federal holidays.

17. It is understood and agreed that the Government retains title to all removable property covered by this agreement and may remove same if so desired. In the event such are not removed by the Government at the end of this lease term, or any extension thereof, title shall vest in the Lessor and all right of restoration waived.

Lessor



Government



18. In accordance with Paragraph 3.13 of the Lease, "Tenant Improvements Pricing Requirements," the lessor's TI overhead and profit fee is established as 16.66%. This fee is inclusive of any General Contracting (GC) fee the lessor may otherwise charge when acting as the General Contractor for any subject tenant improvements.

19. In accordance with Amendment Number 2 of SFO No. 8MD2024, the operating cost rate shall be reduced by \$2.50 per ANSI/BOMA Office Area Square foot for "unoccupied periods" during the term of the lease.

20. Definitions:

- A. Where the word "Offeror" appears it shall be considered "Lessor"
- B. Where the word "should" appears it shall be considered to be "shall"
- C. Where the word(s) "Solicitation" or "Solicitation for Offers" appears it shall be considered to be "Lease"

Lessor



Government

