U.S. GOVERNMENT LEASE FOR REAL PROPERTY (GSA Form 3626 - Short Form)

LEASE NUMBER GS-04B-50075

PART I - SOLICITATION/DESCRIPTION OF REQUIREMENTS (To be completed by Government)

A. REQUIREMENTS

The Government of the United States of America is seeking to lease approximately <u>2,348 BOMA rentable square feet</u> of office and related space located at Tri-Cities Regional Airport, in <u>Blountville, Tennessee</u> for occupancy not later than <u>May 4, 2010</u> for a term of <u>five years</u> with

cancellation rights for the Government after two years. Rentable space must yield a minimum of 2;348 square feet of ANSI/BOMA Office

Area (previously Usable) for use by Tenant for personnel, furnishing, and equipment.

INITIAL OFFERS ARE DUE ON OR BEFORE CLOSE OF BUSINESS asap.

B. STANDARD CONDITIONS AND REQUIREMENTS

The following standard conditions and requirements shall apply to any premises offered for lease to the UNITED STATES OF AMERICA (hereinafter called the GOVERNMENT):

Space offered must be in a quality building of sound and substantial construction, either a new, modern building or one that has undergone restoration or rehabilitation for the intended use.

The Lessor shall provide a valid Certificate of Occupancy for the intended use of the Government and shall meet, maintain, and operate the building in conformance with all applicable current (as of the date of this solicitation) codes and ordinances. If space is offered in a building to be constructed for lease to the Government, the building must be in compliance with the most recent edition of the building code, fire code, and ordinances adopted by the jurisdiction in which the building is located.

Offered space shall meet or be upgraded to meet the applicable egress requirements in National Fire Protection Association (NFPA) 101, *Life Safety Code* or an alternative approach or method for achieving a level of safety deemed equivalent and acceptable by the Government. Offered space located below-grade, including parking garage areas, and all areas referred to as "hazardous areas" (defined in NFPA 101) within the entire building (including non-Government areas), shall be protected by an automatic sprinkler system or an equivalent level of safety. Additional automatic fire sprinkler requirements will apply when offered space is located on or above the 6th floor. Unrestricted access to a minimum of two remote exits shall be provided on each floor of Government occupancy. Scissor stairs shall be counted as only one approved exit. Open-air exterior fire escapes will not be counted as an approved exit. Additional fire alarm system requirements will apply when offered space is located 2 or more stories in height above the lowest level of exit discharge.

The Building and the leased space shall be accessible to workers with disabilities in accordance with the Americans With Disabilities Act Accessibility Guidelines (36 CFR Part 1191, App. A) and the Uniform Federal Accessibility Standards (Federal Register vol. 49, No. 153, August 7, 1984, reissued as FED. STD. 795, dated April 1, 1988, and amended by Federal Property Management Regulations CFR 41, Subpart 101-19.6, Appendix A, 54 FR 12628, March 28, 1989). Where standards conflict, the more stringent shall apply.

The leased space shall be free of all asbestos containing materials, except undamaged asbestos flooring in the space or undamaged boiler or pipe insulation outside the space, in which case an asbestos management program conforming to Environmental Protection Agency guidance shall be implemented. The space shall be free of other hazardous materials according to applicable Federal, State, and local environmental regulations.

Services, utilities, and maintenance will be provided daily, extending from 7 a.m. to 6 p.m. except Saturday, Sunday, and Federal holidays. The Government shall have access to the leased space at all times, including the use of electrical services, toilets, lights, elevators, and Government office machines without additional payment.

The Lessor shall provide space improvements listed below within n/a days after award.

	SERVICES AND UTILITIES (To be provided by Lessor as part of rent)									
PC W	AT ECTRICITY IWER (Special Equip.) ATER (Hot & Cold) IOW REMOVAL	TRASH REMOVAL CHILLED DRINKING WATER AIR CONDITIONING TOILET SUPPLIES JANITORIAL SERV. & SUPP.	ELEVATOR SERVICE WINDOW WASHING Frequency <u>Semi-annual</u> CARPET CLEANING Frequency <u>Semi-annual</u>	INITIAL & REPLACEMENT LAMPS, TUBES & BALLASTS PAINTING FREQUENCY Space <u>every 3 yrs</u> Public Areas <u>Determined</u> by <u>Lessor</u>	OTHER (Specify below) Post Office/Mail Bousage					
Re 1) 2) 3) 4)	GSA Form 3517, Ge Copy of floor plan of : All offers are sub	· · ·	ions outlined above, and els	sewhere in this solicitation, i	ncluding the Governmen					
	SIS OF AWARD									
×				NSI/BOMA Z65.1-1996 DEFINITION FOR URE, FOR WHICH A MEASUREMENT IS						
	SIGNIFICANTLY MO	'AGEOUS TO THE GOVERNMENT, WIT DRE IMPORTANT THAN PRICE EQUAL TO PRICE ISS IMPORTANT THAN PRICE	H THE FOLLOWING EVALUATION FAC	CTORS BEING						

	PART II - OFFEI	R (To be co	npleted by Offeror/	Owner)		
A. LOCATION	AND DESCRIPTION	OF PREMISI	ES OFFERED FOR L	EASE BY GOVE	ERNMENT	
5. NAME AND ADDRESS OF BUILDING (Include	ZIP Code)	6. LOCATION(S) IN BUILDING				
Tri-Cities Regional Airport 2525 Highway 75		a. FLOOR(S) Ground floor			b. ROOM NUMBER(S) <u>Suite 100</u> = 1,687 rsf; <u>Suite 112</u> = 283 rsf; <u>Suite 113</u> = 73 rsf; <u>Suite 114</u> = 91 rsf; <u>Suite 115</u> = 156 rsf; closet =15 rsf; restroom = 43 rsf	
Blountville, TN 37617-6366			c. Rentable SQ. FT. 2,348 RSF/ 2,348 USF		RAL OFFICE HOUSE	OTHER (Specify)
		B. TE	ERM			
To have and to hold, for the term comeffective date of lease expiration. The control of the lesson. Said not be seen to the lesson.	Government may termi	inate this lea	se at any time on or	after <u>May 3, 20</u>	12 by giving a	
		C. RE	NTAL	·····		
Rent shall be payable in arrears and wind 15th day of the month, the initial rental period of less than a month shall be pro	payment shall be due or	orkday of ea	ch month. When the	e date for comme month following t	encement of the commence	he lease falls after the ement date. Rent for a
7. AMOUNT OF ANNUAL RENT See Attachment #1 8. RATE PER MONTH See Attachment #1 10a. NAME AND ADDRESS OF OWNER (Include inecessary.) Tri-Cities Airport Commission P.O. Box 1055	9. MAKE CHECKS PAYAB Tri-Cities Airport C P.O. Box 1055 Blountville, TN 37 ZIP code. If requested by the	Commission 7617-6366		iρ or joint venture, list	all General Partn	ers, using a separate sheet, if
Blountville, TN 37617-6366						L.N.D., C.
10b. TELEPHONE NUMBER OF OWNER	11. TYPE OF INTEREST IN OWNER	I PROPERTY OF	PERSON SIGNING X AUTHORIZED AGENT	r F	OTHER (Sp	ecify)
12. NAME OF OWNER OR AUTHORIZED AGENT Ken Maness			13. TITLE OF PERSON Chairman			
		15. DATE		16. OFFER F	REMAINS OPEN (date	INTIL 4:30 P.M.
_	-	6/	24/2010			(Date)
	III - AWA	NRD (To be d	completed by Gover	mment)		
Your offer is hereby accepted. This aw (b) Representations and Certifications, with initial offer). THIS DOCUMENT IS NOT BINDING O	(c) the Government's	General Clad	uses, (d) a Floor Pla	n identifying leas	se space (to t	e submitted by Offeror
AUTHORIZED CONTRACTING OFFIC					······	
17a. NAME OF CONTRACTING OFFICER (Type or	(Vec	17b. SIGNA	TURE OF CONTRACTING	OFFICER	17c.	814110
100000	· · ·					0 1 11 1 -

1.) The Government shall pay the Lessor annual rent for the entire term, monthly, in arrears, as follows:

<u>Term</u>	Annual Rent	Total Rate PRSF (rounded)	Monthly
05/04/2010-05/03/2011	\$51,372.78	\$21.88	\$4,281.07
05/04/2011-05/03/2012	\$53,942.95	\$22.97	\$4,495.25
05/04/2012-05/03/2013	\$56,640.10	\$24.12	\$4,720.01
05/04/2013-05/03/2014	\$59,472.10	\$25.33	\$4,956.01
05/04/2014-05/03/2015	\$62,445.71	\$26,60	\$5,203.81

- 2.) The Lessor shall provide all utilities, janitorial, and maintenance as part of the rental consideration for this lease. There is no additional cost to the Government for overtime usage of the HVAC system.
- 3.) The Lessor shall furnish the labor, material, and supervision necessary to maintain the structure, roof, walls, windows, doors, and any other necessary building appurtenances to provide watertight integrity, structural soundness, and acceptable appearance.
- 4.) The Lessor shall furnish the labor, material, and supervision necessary to maintain all mechanical and electrical equipment and systems in a satisfactory condition to provide reliable service to said systems, and to correct disturbing noises, or exposures to fire and safety hazard. All local code requirements shall be displayed on all boilers, unfired pressure vessels, or other items for which a certification is required.
- 5.) The Lessor shall maintain the building and space in a safe and healthful condition in accordance with Occupational Safety and Health Administration(OSHA) standards, provide level of fire and life safety for the tenants in accordance with NFPA Standard 101 or equivalent, and provide accessibility to workers or visitors with disabilities in accordance with the American with Disabilities Act Accessibility Guidelines (ADAAG) and the Uniform Federal Accessibility Standards (UFAS) or ABAAS standards.
- 6.) The Lessor hereby waives and forever relinquishes any right to make a claim against the Government for waste, damages or restoration arising from or related to any alteration or removal of any alteration by the Government during the term of this lease or any extensions. Alterations may be completed by either the Government and/or the Lessor including initial buildout of the leased space and/or any subsequent modifications required during the lease period.
- 7.) Initial tenant improvements for this contract are provided by the Government.
- 8.) The Lessor shall furnish the labor and materials to provide the following janitorial services as scheduled below:
 - a.) Daily trash removal and disposal (Monday through Saturday);
 - b.) Daily cleaning and re-supplying of restrooms (Monday through Saturday);
 - c.) General cleaning of the leased premises to include dusting surfaces, vacuuming of floors, and damp mopping hard surface floors twice weekly:
 - d.) Periodic cleaning of leased premises to include shampoo of carpet, cleaning interior windows, and stripping and sealing the tile floors at six month intervals.
- 9.) The rental rate includes the following components:
 - a.) Operating Cost Base: \$6.25 prsf for Years 1-5. (This lease is not subject to annual CPI escalation.)
 - b.) Shell Rate: \$15.63 prsf for Year 1; \$16.72 prsf for Year 2; \$17.87 prsf for Year 3; \$19.08 prsf for Year 4; and \$20.35 prsf for Year 5.
 - c.) Tenant Improvement Rate: N/A
- 10.) The common area factor (CAF) is established as 1.00 (2,348 usf/ 2,348 rsf).

Initials: Cessor Gov't

ATTACHMENT #1 TO LEASE – page 2 of 2 LEASE NO. GS-04B-50075 BLOUNTVILLE, TENNESSEE

- 11.) The adjustment rate for vacant premises is established to reduce the rental rate by \$ N/A prsf.
- 12.) The percentage of occupancy by the Government for tax purposes is established at N/4%, meaning this type of expense is not subject to reimbursement.
- 13.) Lease No. GS-04B-46020 (LTN46020) for space in Suites 122 and 123 is terminated upon the commencement of this lease contract.
- 14.) RADON IN AIR: If space planned for occupancy by the Government is on the second floor above grade or lower, the Lessor shall, prior to occupancy, test the leased space for 2 days to 3 days using charcoal canisters or electret ion chambers to ensure that radon in air levels are below EPA's action concentration of 4 picoCuries per liter. After the initial testing, a follow-up test for a minimum of 90 days using alpha track detectors or electret ion chambers shall be completed.

Initials: