U.S. GOVERNMENT LEASE FOR REAL PROPERTY

(Short Form)

1. LEASE NUMBER GS-04B-62122

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

A. REQUIREMENTS

2. The Government of the United States of America is seeking to lease approximately 10,000 rentable square feet of warehouse space located at 3247 Middlebrook Pike, Knoxville, TN for occupancy not later than 3/1/2012 for a term of ten (10) years, five (5) years firm. Rentable space must yield a minimum of 9,800 to a maximum of 9,800 BOMA Useable Square Feet (BUSF) of warehouse space and 200 ANSI/BOMA Office Area Square Feet (ABOASF) for use by Tenant for personnel, furnishing, and equipment. 3. INITIAL OFFERS ARE DUE ON OR BEFORE CLOSE OF BUSINESS JANUARY 20, 2012.

B. STANDARD CONDITIONS AND REQUIREMENTS

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

a. Space offered must be in a quality building of sound and substantial construction meeting the Government's requirements for the intended use.

b. The Lessor shall provide floor plans for the offered space and 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.

c. 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 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.

d. The Building and the leased space shall be accessible to persons with disabilities in accordance with appendices C and D of 36 CFR Part 1191 (ABA Chapters 1 and 2 and Chapters 3 through 10 of the ADA-ABA Accessibility Guidelines).

e. 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 and in compliance with applicable Federal, State, and local environmental laws and regulations.

f. Services, utilities, and maintenance will be provided daily, extending from 6:00 a.m. to 6:30 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.

g. The Offeror must have an active registration in the Central Contractor Registration (CCR) System (via the Internet at http://www.ccr.gov) prior to lease award and throughout the life of the lease. To remain active, the Lessor must update or renew its registration annually. The Government will not process rent payments to Lessors without an active CCR Registration. The Government will recognize no change of ownership of the leased premises until the new owner registers in the CCR system.

5. SERVICES AND UTILITIES (To be provided by Lessor as part of rent)

| <u>.</u> | 5-4 | | 5-3 | |
|------------------------|--------------------------|------------------|-------------------------|------------------------|
| HEAT | TRASH REMOVAL | ELEVATOR SERVICE | INITIAL & REPLACEMENT | OTHER 0 |
| ELECTRICITY | CHILLED DRINKING WATER | WINDOW WASHING | LAMPS, TUBES & BALLASTS | (Specify helow) |
| POWER (Special Equip.) | AIR CONDITIONING | Frequency | PAINTING FREQUENCY | See Supplemental Lease |
| WATER (Hot & Cold) | TOILET SUPPLIES | CARPET CLEANING | Space | Requirements for |
| SNOW REMOVAL | JANITORIAL SERV. & SUPP. | Frequency | Public Areas | Additional Terms |

6. Intentionally deleted

7. NOTE: All offers are subject to the terms and conditions outlined above, and elsewhere in this solicitation, including the Government's General Clauses and Representations and Certifications.

8. BASIS OF AWARD

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| \boxtimes | THE ACCEPTABLE OFFER WITH THE LOWEST PRICE PER SQUARE FOOT, ACCORDING TO THE ANSI/BOMA 265.1-1996 DEFINITION FOR BOMA USABLE OFFICE AREA, WHICH |
|-------------|---|
| _ | MEANS "THE AREA WHERE A TENANT NORMALLY HOUSES PERSONNEL AND/OR FURNITURE, FOR WHICH A MEASUREMENT IS TO BE COMPUTED." |

OFFER MOST ADVANTAGEOUS TO THE GOVERNMENT, WITH THE FOLLOWING EVALUATION FACTORS BEING

SIGNIFICANTLY MORE IMPORTANT THAN PRICE

APPROXIMATELY EQUAL TO PRICE

SIGNIFICANTLY LESS IMPORTANT THAN PRICE

(Listed in descending order, unless stated otherwise):

| PART II | - OFFER (To be con | npleted by Of | feror/Owner and remain of | pen until lease d | tward) | |
|---|---|---------------------------------------|---|------------------------|--|---|
| A. LOCAT | ION AND DESCRIPTI | ON OF PREM | ISES OFFERED FOR LEA | SE BY GOVER | NMENT | |
| 3. NAME AND ADDRESS OF BUILDING (Include ZIP Code) | | 2. LOCATION(S) IN BUILDING | | | | |
| 3247 Middlebrook Pike | | | a. FLOOR(S) b. ROOM NUMBER(| | | BER(S) |
| Knoxville, TN 37918 | | | 1 | | 2 | |
| | | | | · · · | | |
| | | | c. SQ.FT. | d. TYPE | | |
| | | | RENTABLE <u>10,000</u> | GENE | RAL OFFICE | OTHER (Specify) |
| | | | aboa <u>10,000</u> | WARF | EHOUSE | |
| | | | Common Area Factor <u>1.0</u> | | | |
| | | B. | TERM | | | |
| 3. To have and to hold, for the term comm | encing on March 1, 201 | 2 and continu | ing through February 28, 2 | 022 inclusive. | The Government | t may terminate this lease |
| in whole or in part at any time on or after | r February 28, 2017, by | y giving at lea | ast sixty (60) days notice in | 1 writing to the | Lessor. No rea | ntal shall accrue after the |
| effective date of termination. Said notice s | hall be computed comm | nencing with t | he day after the date of mai | ling. See Suppl | emental Lease T | Ferms for renewal terms. |
| | · · | C. F | RENTAL | | | |
| 4. Rent shall be payable in arrears and will month, the initial rental payment shall be a shall be prorated. | be due on the first wor lue on the first workda | kday of each n y of the secon | month. When the date for o d month following the com | mencement date | of the lease falls e. Rent for a pe | s after the 15th day of the riod of less than a month |
| 5. AMOUNT OF ANNUAL RENT | 7. HVAC OVERTIME | 8. ELECTR | ONIC FUNDS TRANSFER PAYME | NT SHALL BE MAI | DE TO (Name and A | ddress) |
| Years 1-5: \$124,680.00 | RATE PER HOUR \$40.00 | | | | | |
| Years 6-10: \$138,840.00 6. RATE PER MONTH | 970.00 | | | | | |
| Months 1-60: \$10,390.00 | | | | | | |
| Months 61-120: \$11,570.00 | | | | | | |
| 9a. NAME AND ADDRESS OF OWNER (Include 21) | code. If requested by the Gov | vernment and the o | wner is a partnership or joint venture | , list all General Par | lners, using a separa | te sheet, if necessary.) |
| 9b. TELEPHONE NUMBER OF OWNER | 10. TYPE OF INTEREST | IN PROPERTY O | F PERSON SIGNING | | | |
| | OWNER | | AUTHORIZED AGENT | | OTHER (Spec | rify) Lease Holder |
| 11a. NAME OF OWNER OR AUTHORIZED AGENT | (Type or Print) | | 11b. TITLE OF PERSON SIGN | ING | | |
| Richard C. Johnson | | | Lease Holder | . 1 | 114 704777 | |
| | | | | | 3/8 | /12 |
| | PART III - | AWARD (To | be completed by Governm | ent) | | |
| Your otter is hereby accepted. This (b) Representations and Certifications, (c) 1. Exhibit A – 1-1/8th inch sea 2. Exhibit B – Siteplans / Wai 3. Supplemental Lease Requir 4. GSA Form 3517; 5. GSA Form 3518; 6. Exhibit C – Additional Sec | the Government's Gene ale drawing of the lease reyard; rements (pages 4 throug | rral Clauses, a d area; 3h 23); | nd (d) the following change | | | |

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2. THIS DOCUMENT IS NOT BINDING ON THE GOVERNMENT OF THE UNITED STATES OF AMERICA UNLESS SIGNED BELOW BY AUTHORIZED CONTRACTING OFFICER.

| 3a. NAME OF CONTRACTING OFFICER (Type or Print) | | |
|---|--------|--|
| Felicia R. Walker | 328112 | |
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