

**LEASE NO. GS-10B-07271**

Streamlined Lease  
GSA FORM L201B (September 2012)

This Lease is made and entered into between

**Wilson Building LLC**

(Lessor), whose principal place of business is 61547 Tam McArthur Loop, Bend, OR 97702-1127, and whose interest in the Property described herein is that of Fee Owner, and

The United States of America

(Government), acting by and through the designated representative of the General Services Administration (GSA), upon the terms and conditions set forth herein.

Witnesseth: The parties hereto, for the consideration hereinafter mentioned, covenant and agree as follows:

Lessor hereby leases to the Government the Premises described herein, being all or a portion of the Property located at

**Wilson Building**  
**1375 SE Wilson Ave.**  
**Bend, OR 97702-1435**

and more fully described in Section 1 and Exhibit A, together with rights to the use of parking and other areas as set forth herein, to be used for such purposes as determined by GSA.

**LEASE TERM**

To Have and To Hold the said Premises with its appurtenances for the following terms:

Block A - May 15, 2013-May 14, 2023  
Block B - May 15, 2013-May 14, 2023

subject to termination and renewal rights as are hereinafter set forth.

In Witness Whereof, the parties to this Lease evidence their agreement to all terms and conditions set forth herein by their signatures below, to be effective as of the date of delivery of the fully executed Lease to the Lessor.

FOR THE LESSOR:

[Redacted Signature]  
Name: [Redacted]  
Title: Member  
Entity Name: Wilson Building LLC  
Date: 3-20-13

FOR

[Redacted Signature]  
Name: [Redacted]  
Title: Hilda Gonzalez  
General Services Administration, Public Buildings Service  
Date: APR 2 2013

WITNESSED FOR THE LESSOR BY:

[Redacted Signature]  
Name: [Redacted]  
Title: Broker  
Date: 3-20-13

**Hilda Gonzalez**  
**Contracting Officer**

The information collection requirements contained in this Solicitation/Contract, that are not required by the regulation, have been approved by the Office of Management and Budget pursuant to the Paperwork Reduction Act and assigned the OMB Control No. 3090-0163.

**SECTION 1 THE PREMISES, RENT, AND OTHER TERMS**

**1.01 THE PREMISES (JUN 2012)**

The Premises are described as follows:

A. Office and Related Space: Total square footage of 3,758 rentable square feet yielding 3,736 ANSI/BOMA Office Area square feet of office and related space divided into the following two blocks: Block "A" consisting of 3,386 (RSF), yielding 3,364 (ABOA) square feet (SF) of office and related Space located on the 1st floor and known as Suites 100 and 110 of the Building, and "Block B" consisting of 372 rentable square feet (RSF), yielding 372 ANSI/BOMA Office Area (ABOA) square feet (SF) of office and related Space located on the 1st floor and known as Suite 140, as depicted on the floor plan(s) attached hereto as Exhibit A.

B. Common Area Factor: The Common Area Factor (CAF) is established as 0.58 percent. This factor, which represents the conversion from ABOA to rentable square feet, rounded to the nearest whole percentage, shall be used for purposes of rental adjustments in accordance with the Payment Clause of the General Clauses.

**1.02 EXPRESS APPURTENANT RIGHTS (JUN 2012)**

The Government shall have the non-exclusive right to the use of Appurtenant Areas, and shall have the right to post Rules and Regulations Governing Conduct on Federal Property, Title 41, CFR, Part 102-74, Subpart C within such areas. The Government will coordinate with Lessor to ensure signage is consistent with Lessor's standards. Appurtenant to the Premises and included in the Lease are rights to use the following:

A. Parking: 20 parking spaces as depicted on the plan attached hereto as Exhibit B, for the exclusive use of the Government, of which 20 shall be unreserved surface/parking spaces. In addition, the Lessor shall provide such additional parking spaces as required by the applicable code of the local government entity having jurisdiction over the Property. The Government shall have the right to the use of the 100 square foot storage area in the parking lot.

B. Antennas, Satellite Dishes, and Related Transmission Devices: Space located on the roof of the Building sufficient in size for the installation and placement of the telecommunications equipment as such may be described herein, together with the right to access the roof and use of, all Building areas (e.g., chases, plenums) necessary for the use, operation and maintenance of such equipment at all times during the term of this Lease. Three antennae are already installed and will remain located on the roof.

**1.03 RENT AND OTHER CONSIDERATION (JUN 2012)**

A. The Government shall pay the Lessor annual rent, payable in monthly installments in arrears, at the following rates for Block "A", 3,386 RSF:

Block A

	5/15/2013 – 7/14/2013 <sup>1</sup>	7/15/2013-5/14/2018	5/15/2018-5/14/2023
	ANNUAL RENT	ANNUAL RENT	ANNUAL RENT
SHELL RENT <sup>1</sup>	\$0.00	\$51,467.20 <sup>2</sup>	\$56,613.92 <sup>2</sup>
TENANT IMPROVEMENTS RENT <sup>3</sup>	TBD	TBD	TBD
OPERATING COSTS <sup>5</sup>	\$0.00	\$ 24,108.32 <sup>4</sup>	\$ 24,108.32
<b>TOTAL ANNUAL RENT</b>	<b>\$0.00</b>	<b>\$75,575.52</b>	<b>\$80,722.24</b>

<sup>1</sup> Free rent is provided for the period of 5/15/2013 – 7/14/2013

<sup>2</sup> Shell rent calculation: \$15.20 per RSF multiplied by 3,386 RSF for 7/15/2013-5/14/2018 and \$16.72 per RSF multiplied by 3,386 RSF for 5/15/2018-5/14/2023.

<sup>3</sup> The Tenant Improvement Allowance is TBD and will be amortized at a rate of 6 percent per annum over 5 years.

<sup>4</sup> Operating Costs rent calculation: \$7.12 per RSF multiplied by 3,386 RSF

<sup>5</sup> Operating Costs will be adjusted per Paragraph 2.09, throughout the term of the lease.

The Government shall pay the Lessor annual rent, payable monthly in arrears, at the following rates for Block "B", 372 RSF:

Block B

	5/15/2013-5/14/2018	5/15/2018-5/14/2023
	ANNUAL RENT	ANNUAL RENT
FULL SERVICE RENT <sup>1</sup>	\$6,993.60	\$7,692.96
TENANT IMPROVEMENTS RENT	\$0	\$0
OPERATING COSTS	\$0	\$0
<b>TOTAL ANNUAL RENT</b>	<b>\$6,993.60</b>	<b>\$7,692.96</b>

<sup>1</sup>Full Service rent (Firm Term) calculation: \$18.80 per RSF multiplied by 372 RSF for 5/15/2013-5/14/2018 and \$20.68 per RSF multiplied by 372 RSF for 5/15/2018-5/14/2023

B. Rent is subject to adjustment based upon a mutual on-site measurement of the Space upon acceptance, not to exceed 3,736 ABOA SF based upon the methodology outlined under the "Payment" clause of GSA Form 3517.

C. Rent is subject to adjustment based upon the final Tenant Improvement (TI) cost to be amortized in the rental rate, as agreed upon by the parties subsequent to the Lease Award Date.

D. If the Government occupies the Premises for less than a full calendar month, then rent shall be prorated based on the actual number of days of occupancy for that month.

E. Rent shall be paid to Lessor by electronic funds transfer in accordance with the provisions of the General Clauses. Rent shall be payable to the Payee designated in the Lessor's Central Contractor Registration (CCR). If the payee is different from the Lessor, both payee and Lessor must be registered in CCR.

F. Lessor shall provide to the Government, in exchange for the payment of rental and other specified consideration, the following:

1. The leasehold interest in the Property described in "the paragraph entitled "The Premises";
2. All costs, expenses and fees to perform the work required for acceptance of the Premises in accordance with this Lease, including all costs for labor, materials, and equipment, professional fees, contractor fees, attorney fees, permit fees, inspection fees, and similar such fees, and all related expenses;
3. Performance or satisfaction of all other obligations set forth in this Lease; and all services, utilities, and maintenance required for the proper operation of the Property, the Building, and the Premises in accordance with the terms of the Lease, including, but not limited to, all inspections, modifications, repairs, replacements, and improvements required to be made thereto to meet the requirements of this Lease.

**1.04 INTENTIONALLY DELETED**

**1.05 TERMINATION RIGHTS (AUG 2011)**

The Government may terminate this Lease, in whole or in parts, at any time effective after 05/14/2018 of this Lease, by providing not less than 90 days' prior written notice to the Lessor. The effective date of the termination shall be the day following the expiration of the required notice period or the termination date set forth in the notice, whichever is later. No rental shall accrue after the effective date of termination.

**1.06 RENEWAL RIGHTS (AUG 2011)**

"Block A" of this Lease may be renewed at the option of the Government for two terms of [REDACTED] each at the following rental rate(s):

[REDACTED]	
	ANNUAL RENT      ANNUAL RATE / RSF
SHELL RENTAL RATE	[REDACTED]
OPERATING COSTS	OPERATING COST BASIS SHALL CONTINUE FROM YEAR 10 OF EXISTING LEASE TERM. OPTION TERM IS SUBJECT TO CONTINUING ANNUAL ADJUSTMENTS.

[REDACTED]	
	ANNUAL RENT      ANNUAL RATE / RSF
SHELL RENTAL RATE	[REDACTED]
OPERATING COSTS	OPERATING COST BASIS SHALL CONTINUE FROM YEAR 15 OF EXISTING LEASE TERM. OPTION TERM IS SUBJECT TO CONTINUING ANNUAL ADJUSTMENTS.

provided notice is given to the Lessor at least 90 days before the end of the original Lease term, all other terms and conditions of this Lease, as same may have been amended, shall remain in force and effect during any renewal term.

LESSOR:  GOVERNMENT: 

**1.07 DOCUMENTS INCORPORATED IN THE LEASE (SEP 2012)**

The following documents are attached to and made part of the Lease:

DOCUMENT NAME	NO. OF PAGES	EXHIBIT
FLOOR PLAN(S)	1	A
PARKING PLAN(S)	1	B
AGENCY SPECIAL REQUIREMENTS	2	C
SECURITY REQUIREMENTS	4	D
GSA FORM 3517B GENERAL CLAUSES	46	
GSA FORM 3518, REPRESENTATIONS AND CERTIFICATIONS	7	
GSA FORM 3516, SOLICITATION PROVISIONS	1	
PROPOSAL TO LEASE SPACE (GSA FORM 1364B)	4	

**1.08 INTENTIONALLY DELETED**

The Tenant Improvement Allowance (TIA) for purposes of this Lease is **\$46.74** per ABOA SF. The TIA is the amount that the Lessor shall make available for the Government to be used for the TIs. This amount is amortized in the rent over the Firm Term of this Lease at an annual interest rate of **6** percent. The Government shall have the right to make lump sum payments for any or all TI work.

**1.09 TENANT IMPROVEMENT RENTAL ADJUSTMENT (AUG 2011)**

A. The Government, at its sole discretion, shall make all decisions as to the use of the TIA. The Government may use all or part of the TIA. The Government may return to the Lessor any unused portion of the TIA in exchange for a decrease in rent according to the agreed-upon amortization rate over the Firm Term.

B. The Government may elect to make lump sum payments for any or all work covered by the TIA. That part of the TIA amortized in the rent shall be reduced accordingly. At any time after occupancy and during the Firm Term of the Lease, the Government, at its sole discretion, may elect to pay lump sum for any part or all of the remaining unpaid amortized balance of the TIA. If the Government elects to make a lump sum payment for the TIA after occupancy, the payment of the TIA by the Government will result in a decrease in the rent according to the amortization rate over the Firm Term of the Lease.

C. If it is anticipated that the Government will spend more than the allowance identified above, the Government shall have the right to either:

1. Reduce the TI requirements;
2. Pay lump sum for the overage upon substantial completion in accordance with the "Acceptance of Space and Certificate of Occupancy" paragraph;
3. Negotiate an increase in the rent.

**1.10 INTENTIONALLY DELETED**

**1.11 PERCENTAGE OF OCCUPANCY FOR TAX ADJUSTMENT (JUN 2012)**

As of the Lease Award Date, the Government's Percentage of Occupancy, as defined in the "Real Estate Tax Adjustment" paragraph of this Lease is **21.43** percent. The Percentage of Occupancy is derived by dividing the total Government Space of **3,758** RSF by the total Building space of **17,531** RSF.

**1.12 REAL ESTATE TAX BASE (JUN 2012)**

The Real Estate Tax Base, as defined in the "Real Estate Tax Adjustment" paragraph of the Lease is **\$4,437.36**.

**1.13 OPERATING COST BASE (AUG 2011)**

The parties agree that for the purpose of applying the paragraph titled "Operating Costs Adjustment" that the Lessor's base rate for operating costs shall be **\$7.12** per RSF (\$ 24,108.32/annum).

**1.14 RATE FOR ADJUSTMENT FOR VACANT LEASED PREMISES (JUN 2012)**

In accordance with the paragraph entitled "Adjustment for Vacant Premises," if the Government fails to occupy or vacates the entire or any portion of the leased Premises prior to expiration of the term of the Lease, the operating costs paid by the Government as part of the rent shall be reduced by \$7.12 per ABOA SF of Space vacated by the Government.

**1.15 HOURLY OVERTIME HVAC RATES (AUG 2011)**

The following rates shall apply in the application of the paragraph titled "Overtime HVAC Usage:"

\$0.00 per hour per zone  
No. of zones: 0  
\$0.00 per hour for the entire Space.

**1.16 24-HOUR HVAC REQUIREMENT (APR 2011)**

The hourly overtime HVAC rate specified above shall not apply to any portion of the Premises that is required to have heating and cooling 24 hours per day. If 24-hour HVAC is required by the Government for any designated rooms or areas of the Premises, such services shall be provided by the Lessor at an annual rate of \$0.00 per ABOA SF of the area receiving the 24-hour HVAC. Notwithstanding the foregoing, Lessor shall provide this service at no additional cost to the Government if the Lessor provides this service to other tenants in the Building at no additional charge.

**1.17 BUILDING IMPROVEMENTS (SEP 2012)**

The Lessor shall complete the following additional Building improvements prior to acceptance of the Space:

A. See Paragraph 7.03

**1.18 HUBZONE SMALL BUSINESS CONCERNS ADDITIONAL PERFORMANCE REQUIREMENTS (MAR 2012)**

If the Lessor is a qualified HUBZone small business concern (SBC) that did not waive the price evaluation preference then as required by 13 C.F.R. 126.700, the HUBZone SBC must spend at least 50% of the cost of the contract incurred for personnel on its own employees or employees of other qualified HUBZone SBC's and must meet the performance of the work requirements for subcontracting in 13 C.F.R. § 125.6(c). If the Lessor is a HUBZone joint venture, the aggregate of the qualified HUBZone SBC's to the joint venture, not each concern separately, must perform the applicable percentage of work required by this clause.