STATE COMMERCIAL LAND LEASE - BID CONDITIONS BID NO. **BDC65 16-17**

Sealed bids will be received by the FLORIDA DEPARTMENT OF ENVIRONMENTAL PROTECTION, DIVISION OF STATE LANDS (hereafter referred to as "DEPARTMENT"), on behalf of the Governor and Cabinet, sitting as the BOARD OF TRUSTEES OF THE INTERNAL IMPROVEMENT TRUST FUND OF THE STATE OF FLORIDA (hereafter referred to as "TRUSTEES") from prospective lessees (hereafter referred to as "BIDDER") for a Lease for the operation, maintenance, and management ("O&M CONTRACTOR") of a flood control dam along with the C.H. Corn Hydroelectric Generating Station (hereafter referred to as "FACILITY") described below. The successful BIDDER will have the right to retain all revenue from the sale of power produced by the FACILITY; and the right to sell that power to any entity.

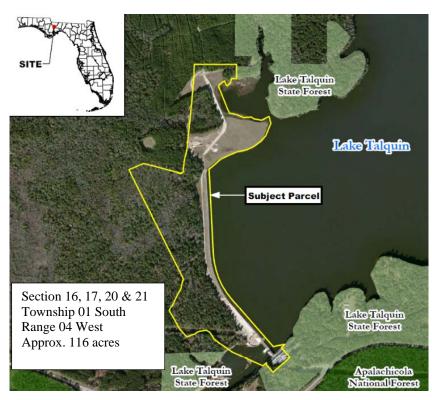
LEGAL DESCRIPTION OF PROPERTY

The FACILITY and property encompassed by the lease is located on Lake Talquin in Leon County and is more particularly described in the attached draft Lease Agreement #4798, EXHIBIT "B."

FACILITY DESCRIPTION

The DEPARTMENT is soliciting bids for the operation and maintenance of the FACILITY. The FACILITY is located on lands owned by the TRUSTEES and leased to the City of Tallahassee. The City of Tallahassee Electric Utility Services owns the electrical power generating equipment and operates the FACILITY in accordance with a license the City of Tallahassee was granted by the Federal Energy Regulatory Commission (hereafter referred to as "FERC") for FERC Project P-2891, formerly known as the Jackson Bluff Hydroelectric Project. The license expires in 2022 and FERC must be informed by June 30, 2017 with a formal Notice of Intent to surrender or relicense or transfer the license.

The City of Tallahassee has decided to surrender their FERC license. Through this bid the DEPARTMENT is seeking an Independent Power Producer to take over as O&M CONTRACTOR at the FACILITY who would also be responsible for applying and obtaining a license from FERC with no lapse in the operation of the FACILITY. The TRUSTEES would lease the FACILITY to the new O&M OPERATOR who would same responsibilities assume the operating, maintaining, and managing the FACILITY as the City of Tallahassee Electric Utility Services. However, the terms and conditions of the current lease with the City of Tallahassee as well as the current operating requirements will change as the lease with the new O&M OPERATOR is



finalized. A proposed lease agreement between the TRUSTEES and the new O&M OPERATOR is included as EXHIBIT "B."

Located on the Ochlocknee about 66 River, miles upstream from its mouth at the Gulf of Mexico and 20 miles southwest of Tallahassee, the FACILITY is one of only two hydroelectric plants in the State of Florida. The FACILITY is an 11 MW hydroelectric generating power plant that includes a powerhouse with three run of river generating units; dam with a 199-foot-long gated spillway; a 3,600-foot-long earth embankment with a crest elevation of 77 feet; a 950foot-long emergency spillway with a crest elevation of 72.3 feet; and a 562-foot-long fuse plug spillway with a crest elevation of 74.3 feet. The emergency spillway is



broad-crested grass-lined weir. The fuse plug spillway was designed to deploy at overtopping down to its concrete sill elevation of 68.3 feet. Normal head at the dam is about 40 feet.

In the late 1920's Lake Talquin was formed by the construction of the dam (formerly, called The Jackson Bluff Dam). The lake was named for the cities the lake lies between, Tallahassee and Quincy. It has an 8850-acre impoundment in the Ochlockonee River. The total project discharge capacity at the maximum pool level of 77 feet is 148,000 cubic feet per second, which is equal to half of the probable maximum flood (PMF) of the project. The accepted Intensity Duration Frequency (IDF) of the project is half of the PMF.

Downstream from the FACILITY, the Ochlocknee River travels through four counties before entering into the Gulf of Mexico. A camping area, a mobile home park, and a road with 45 homes are about a half-mile downstream from the dam. These residential developments are on relatively low ground. A flood stage elevation was established for this area for flood warning and evacuation purposes. More developments exist further downstream along the river. Nearly 200 residential structures are along both sides of the river within 30 miles downstream of the dam.

Florida Power operated the FACILITY until 1970, when it was abandoned as a power plant and turned over to the Florida Department of Natural Resources. Florida Department of Natural Resources managed the dam without producing power through 1981. That year, the City of Tallahassee applied for and received a federal grant to rebuild and operate the FACILITY as a hydroelectric demonstration project. The City of Tallahassee completely refurbished the FACILITY and reinstalled new electromechanical equipment in 1983. The FACILITY became operational in August 1985 and was formally dedicated on April 4, 1986. The FACILITY was named in honor of

Page 2 of 13 Bid No. BDC65 16-17 Clemer H. "Clem" Corn, the Electric Utility's supervisor of power production, who served in that capacity since 1972, and spearheaded efforts to reactivate the dormant FACILITY.

The DEPARTMENT's primary goal is to maintain a recreational link by controlling surface waters in a manner that minimizes the potential for floods. Maintaining a renewable energy producing resource is considered secondary.

The City of Tallahassee is the current holder of the FERC license. It is the City of Tallahassee's intent to surrender the license. An independent O&M OPERATOR will lease the FACILITY for operation, maintenance, and management at the O&M OPERATOR's sole cost, which includes licensing (or re-licensing) the FACILITY as well as all costs to assure compliance with future FERC mandates. The TRUSTEES will retain ownership of the FACILITY at the end of the lease or any extension thereof.

The DEPARTMENT and the City of Tallahassee have negotiated an asset transfer of the City-owned equipment and assets located at the FACILITY. Such transfer will be in an "as-is, where is" condition, and there will be no warranties, either expressed or implied, with respect to the equipment or assets being transferred to the TRUSTEES. Through the lease the successful bidder will be granted rights to use the equipment or assets being transferred to the TRUSTEES, which would include: three hydroelectric turbines, a 100-kW generator, switchgear, control system, step-up transformers, spillway gate operators, and a 500-gallon diesel tank. The office/warehouse area that is currently used by the City of Tallahassee's operators is leased space from Duke Energy. Duke Energy also owns and maintains the adjacent substation and transmission lines. The TRUSTEES own the remainder of the FACILITY.

Obtaining the FERC license would place all rights and responsibilities under the license to the successful BIDDER with no residual liability to the City of Tallahassee. All costs and expenses incurred in relation to obtaining the FERC license (or re-license) would be borne by the successful BIDDER. Otherwise, all legal and due diligence costs will be borne by the respective parties.

As described above, the successful BIDDER will have the right to retain all revenue from the sale of power produced by the FACILITY; and the right to sell that power to any entity. As an option the City of Tallahassee, subject to City Commission approval, would be willing to enter into a mutually agreeable Purchase Power Agreement (hereafter referred to as the "PPA") with the successful BIDDER that includes, at a minimum, the following terms:

- The PPA would be an "energy only" agreement whereby the City of Tallahassee would only be liable for payment for actual energy delivered to the City's system. The delivery point for the energy would be the City's electric system;
- The City of Tallahassee would purchase 100 percent of the energy output of the FACILITY during the term of the PPA:
- The term of the PPA would be a period commencing with the effective date of the FERC license obtained by the Operator and ending on December 31, 2032. The City of Tallahassee would consider a term extension clause, but extension of the term would have to be at the City's sole discretion and at a price, and on terms, acceptable to the City;
- The energy price would be an "all in" level rate for the term of the PPA at a price of no more than \$61/MWH delivered to the City of Tallahassee's system. This price would include all transmission and wheeling charges to move the power from the FACILITY to the City's electric system as well as all costs and expenses for operation of the FACILITY. The City of Tallahassee currently has a transmission services arrangement with Duke Energy. It is believed that Duke Energy will be amenable to the City

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- assigning the existing transmission services agreement to another party on an "as-is" basis; however, such assignment is not guaranteed.
- The City of Tallahassee would be amenable to allowing the successful BIDDER to make employment offers to certain City employees assigned to the FACILITY.

AVAILABLE DOCUMENTS

The following documents are available from the State of Florida:

- The current lease between the State of Florida and the City of Tallahassee.
- The DEPARTMENT will make available public records as well as Critical Electric Infrastructure Information (CEII) that is exempt from disclosure under Section 119, Florida Statutes. To view CEII records, the DEPARTMENT will require the non-disclosure agreement (see EXHIBIT A) from prospective BIDDERS. A USB drive will be distributed to potential bidders at the pre-bid meeting, after the signed non-disclosure agreements are submitted.

Prospective BIDDERS may consider any other resources at their disposal (e.g., FERC's E-library, resource agencies, etc.).

SURVEY, ADVERTISEMENT AND APPLICATION FEES

The successful BIDDER shall be required to pay for the survey cost, should one be required, and the application fee. The successful BIDDER shall also pay all costs of legal advertisement in connection with the proposed lease prior to the commencement of the lease and any required title work, taxes, or assessments.

CONDITIONS OF LEASE

Attached to and by reference made a part of this bid specification is the lease agreement #4798 for this Commercial Land Lease. BIDDERS are cautioned to thoroughly examine the lease agreement. A BIDDER shall not be relieved of any liabilities and/or obligations because of its lack of knowledge of the lease conditions or requirements.

Any bid containing or accompanied by counterproposals or offers as to the lease terms or conditions shall be deemed <u>nonresponsive</u> and rejected.

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LEASE TERM

The lease term shall be for a period of ten (10) years. The lessee will have exclusive right to renew the lease for two additional five-year terms under the same terms and conditions set forth in the initial lease. All bids must be made in good faith.

LEASE EXECUTION

The successful responsive BIDDER shall have thirty calendar days from notification by certified mail of acceptance of its bid to execute the Commercial Land Lease. Failure to execute the lease in this time period shall constitute default on the part of the BIDDER and shall cause a forfeiture of the BIDDER'S Bid Guarantee to the DEPARTMENT.

BID GUARANTEE

Each bid shall be accompanied by a bid guarantee in the form of a Cashier's or Certified Check, Money Order or an irrevocable Letter of Credit from a financial institution as defined by Section 655.005, Florida Statutes, made payable to The Department of Environmental Protection for an amount equal to 10-percent of the bid offered for the base annual lease fee for the first year of the lease. The Bid Guarantee shall be forfeited to the TRUSTEES if the successful BIDDER fails to perform as specified after written notification of award.

Bid Guarantees of unsuccessful BIDDERS will be returned within ten working days after the TRUSTEES' decision.

VERBAL INSTRUCTIONS NON-BINDING

The TRUSTEES are not bound by or responsible for any information verbally given to any prospective BIDDER by any employee of the DEPARTMENT. Only those communications pertaining to this bid which are in writing (or email communication) from the DEPARTMENT'S Bureau of Public Land Administration may be considered as a duly authorized expression on behalf of the DEPARTMENT and the TRUSTEES. Only communications from BIDDERS, which are signed, and in writing (or email communication) shall be recognized by the DEPARTMENT as duly authorized expressions on behalf of the BIDDER.

GENERAL INFORMATION

It shall be the responsibility of each BIDDER to raise any questions prior to the bid opening concerning the property or lease conditions or bidding procedures as stated in this bid invitation.

BIDDERS are cautioned to carefully examine this bid invitation and to be thoroughly informed regarding any and all conditions and requirements. A BIDDER shall not be relieved of any liabilities and/or obligations because of its lack of knowledge of conditions or requirements.

For information concerning the property, bidding procedures or lease conditions, please contact the Bid Administrator.

BID SUBMISSION DEADLINE

There will be a pre-Bid conference at 10:00 a.m., Tuesday, July 11, 2017. The conference will be conducted at the FACILITY.

Page 5 of 13 Bid No. BDC65 16-17 By 9:00 a.m., Tuesday July 18, 2017, all questions from prospective BIDDERS contractors must be submitted.

By 9:00 a.m., Tuesday July 25, 2017, the DEPARTMENT anticipates posting answers to questions as bid addenda on the MyFlorida Vendor Bid System. http://www.myflorida.com/apps/vbs/vbs_www.main_menu.

Bids will be accepted until 3:00 p.m. EST, Monday, August 7, 2017. Any bid received after that time will be returned to the BIDDER unopened. The DEPARTMENT is not responsible for bids mailed but not arriving at the Bureau of Public Land Administration, Division of State Lands by 3:00 p.m. EST, Monday, August 7, 2017.

BID OPENING AND CONSIDERATION

BIDDERS are advised that all bids received by the bid submission deadline will be publicly opened at 3:00 p.m. EST, on Monday, August 7, 2017, in the Bureau of Public Land Administration, Division of State Lands, Department of Environmental Protection, MS 130, Room 301G - Carr Building, 3800 Commonwealth Boulevard, Tallahassee, Florida 32399. Any interested party may attend this public bid opening. The bids will be presented to the TRUSTEES' in a formal meeting. No bid will be accepted after the date and time established in the bid invitation.

A bid shall remain in full force and effect for a period of sixty (60) calendar days after the time of the bid opening and that the Bidder will not revoke or cancel this bid or withdraw from the competition within the said sixty (60) calendar days.

BID AWARD

Any award made will be to the highest responsible BIDDER. The TRUSTEES reserve the right to reject any or all bids. The TRUSTEES further reserve the right to waive any minor irregularities in any bid received. The DEPARTMENT'S recommendation to the TRUSTEES will be for denial of any bid that is for less than the lump sum amount of \$60,600.00 per annum.

BID FORM

The "Bid Form" page and/or any other page that request information must be completed in its entirety, which shall include a manual signature, and be submitted in accordance with the procedures set forth in this bid invitation. Otherwise, the bid will be rejected. NO OTHER TYPE "BID FORM" WILL BE ACCEPTED AS A VALID RESPONSE TO THIS BID INVITATION.

MAILING INSTRUCTIONS

All bids must be submitted in a sealed envelope addressed to T.I.I.T.F., Bureau of Public Land Administration, Division of State Lands, Department of Environmental Protection, Carr Building, 3800 Commonwealth Boulevard, MS 130, Tallahassee, Florida 32399 BID NO. BDC65 16-17. Each BIDDER MUST enter its name and return address in the upper left-hand corner for identification purposes. Bids may be mailed or may be hand delivered by the bid submission deadline.

Page 6 of 13 Bid No. BDC65 16-17 NOTE: THE DEPARTMENT OF ENVIRONMENTAL PROTECTION IS NOT RESPONSIBLE FOR THE OPENING OF ANY ENVELOPE WHICH IS NOT PROPERLY ADDRESSED.

AMERICANS WITH DISABILITIES ACT REQUIREMENT

Any vendor or contractor submitting a bid to the Florida Department of Environmental Protection for providing commodities or contractual services may not exclude any person(s) from participating in; deny any person(s) the proceeds or benefits of; not otherwise subject any person(s) or subcontractors to any form of discrimination based on the grounds of race, creed, color, national origin, age, sex, or disability. Any vendor or contractor which is providing commodities or contractual services, or possible subcontractor, must comply with the pertinent portion of the Americans with Disabilities Act of 1990, Public Law 101-336.

Any person with a qualified disability shall not be denied equal access and effective communication regarding any bid documents or the attendance at any related meeting or bid opening. If accommodations are needed because of a disability, please contact the Purchasing Section at (850) 245-2355.

PUBLIC ENTITY CRIMES

A person or affiliate who has been placed on the Florida Department of Management Services' convicted vendor list following a conviction for a public entity crime may not submit a bid on a contract to provide any goods or services to a public entity, may not submit a bid on a contract with a public entity for the construction or repair of a public building or public work, may not submit bids on leases of real property to a public entity, may not be awarded or perform work as a contractor, supplier, subcontractor, or consultant under a contract with any public entity, and may not transact business with any public entity in excess of the threshold amount provided in Section 287.017, Florida Statutes for Category Two (\$15,000) for a period of 36 months from the date of being placed on the convicted vendor list.

BID ADMINISTRATOR

Mailing Address:
Cheryl C. McCall
Bureau of Public Land Administration
Division of State Lands
Department of Environmental Protection, MS 130
3900 Commonwealth Boulevard
Tallahassee, Florida 32399-3000

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BID FORM

LEASE

<u>for</u>

OPERATION, MAINTENANCE AND MANAGEMENT OF A FLOOD CONTROL DAM ALONG WITH THE C.H. CORN HYDROELECTRIC GENERATING STATION

BIDDER hereby bids the lump sum amount of S	per annum, due	, 201
	CERTIFICATION	
I certify that this bid is made without prior und or person submitting a bid for this lease and is shall abide by all conditions of this bid; I am au specifications and conditions and fully under conditions and provisions which pertain to this	in all respects fair and without collusion athorized to sign this bid for the BIDDE stand the contents thereof; the BIDD	on or fraud; the BIDDER R; I have read all the bid
BIDDER Name (prospective lessee)	Authorized Signature	_
BIDDER Mailing Address	Authorized Signature (Print)	_
City State Zip Code	Title	_
Area Code Telephone Number	Corporation Charter Number (if applicable)	_

ENCLOSURES TO BE <u>SUBMITTED WITH BID</u>

- 1. Completed and signed BID FORM.
- 2. Bid Guaranty: Certified Check, cashier's check, or irrevocable Letter of Credit from a financial institution as defined by Section 655.005, Florida Statutes, for 10 percent of the competitive bid offered for the base annual lease fee for the first year of the lease.
- 3. Completed and signed NDA Certification.

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EXHIBIT "A"

NON-DISCLOSURE AGREEMENT

NON-DISCLOSURE AGREEMENT

("Receiving Party") has requested
("Disclosing Party") to provide copies of
certain information relating to a 11 MW hydroelectric facility known as the C.H. Corn Hydroelectric Facility ("Facility"), which is located on the Ochlocknee River and is designated as Federal Energy Regulatory
Commission ("FERC") Project No. 2891. The Facility is operated and maintained by the City of Tallahassee
("City") pursuant to a sublease between the City and the Board of Trustees of the Internal Improvement
Trust Fund of the State of Florida (" Board "), as assignee of the Florida Department of Environmental Protection (" FDEP "). The requested information will be used by the Receiving Party to submit, or participate in the submission of, a BID to the FDEP regarding the use, operation, and maintenance of the Facility.
The Receiving Party and the Disclosing Party acknowledge that the requested information may include Protected Information, as defined in a Non-Disclosure Agreement dated ("NDA") between the City and FDEP, a copy of which has been provided
to the Receiving Party. In consideration of the disclosure, to the Receiving Party, of the requested information, the Receiving Party hereby agrees to comply with, and to be bound to the City by, the terms and conditions of the NDA as if it were a Receiving Party under that NDA.
Upon request by the City or FDEP, the Receiving Party shall provide the attached certification to confirm they have destroyed the information received under this NDA.
The undersigned hereby represents that he or she is duly authorized to execute this Non-Disclosure Agreement on behalf of the Receiving Party identified above.
Receiving Party:
By:
(Type or print name of signatory)
(Title of signatory)
Date of Execution:

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NDA CERTIFICATION

The undersigned, on his or her behalf and on behalf of the Receiving Party identified below, hereby
certifies to the City of Tallahassee that the Receiving Party, in compliance with the Non-Disclosure
Agreement ("NDA") executed by the Receiving Party and dated, has destroyed
and removed from all computers, and all other information technology hardware or systems, all copies of
the Protected Information, or any portion thereof, described in the NDA and made by, or in the possession
of, the Receiving Party or any of its employees.
Dated this,
Receiving Party:
By:
(Type or print name of signatory)
(Title of signatory)

EXHIBIT "B"

LEASE AGREEMENT AND LEGAL DESCIPTION OF THE LEASED PREMISES

This Lease was prepared by: Cheryl C. McCall, Bureau of Public Land Administration Division of State Lands Department of Environmental Protection, MS 130 3900 Commonwealth Boulevard, Tallahassee, Florida 32399-3000 AID# 32532

PPL1

BOARD OF TRUSTEES OF THE INTERNAL IMPROVEMENT TRUST FUND OF THE STATE OF FLORIDA

TRUST FUND OF THE STATE OF FLORIDA					
LEASE AGREEMENT					
Lease Number 4798					
THIS LEASE, made and entered into this day of 20, by and between the BOARD OF					
TRUSTEES OF THE INTERNAL IMPROVEMENT TRUST FUND OF THE STATE OF FLORIDA pursuant to its					
authority set forth in Section 253.03, Florida Statutes, hereinafter referred to as "LESSOR," and					
(LESSEE NAME), its successors and assign hereinafter referred to as					
"LESSEE."					
LESSOR, for and in consideration of the annual rental payment and mutual covenants and agreements hereinafter					
contained, does hereby lease to said LESSEE the lands described in paragraph 2 below, together with the improvements					
thereon, and subject to the following terms and conditions:					
1. <u>DELEGATIONS OF AUTHORITY</u> : LESSOR'S responsibilities and obligations herein shall be exercised by the					
Division of State Lands, State of Florida Department of Environmental Protection.					
2. <u>DESCRIPTION OF PREMISES</u> : The property subject to this lease, is situated in the Leon and Gadsden					
Counties of State of Florida and is more particularly described in Exhibit "A" attached hereto and hereinafter referred to as					
the "leased premises".					
3. TITLE DISCLAIMER: LESSOR does not warrant or guarantee any title, right or interest in or to the leased					
premises.					
4. TERM: The term of this lease shall be for a period of ten years (10), commencing on, and					
ending on, with two five-year options for renewal, unless sooner terminated pursuant to the provisions					

of this lease. In no case shall the term of this lease be shorter than the term of the current project license term, or until surrender of the license is granted.

PURPOSE: LESSEE shall manage the leased premises only for the operation and maintenance of a flood control dam and the C.H. Corn Hydro Electric Plant, including the dam, earthen dikes, power house building, related grounds and improvements, along with other related uses necessary for the accomplishment of this purpose as designated in the Land Use Plan required by paragraph 26 of this lease.

It is recognized by both parties hereto that Lake Talquin is and is to remain a recreational lake. The operation of the C. H. Corn Hydro Electric Plant shall be at all times secondary to this overriding use. However, LESSEE shall not be responsible for rises or falls in elevation not in compliance with paragraph 46(b) herein due to acts of God, weather or other incidents beyond its control or capability to alleviate.

- **RENTAL PAYMENT**: LESSEE shall pay to LESSOR the annual rental sum of \$______. Each lease payment shall be paid in advance on or before _______ of each year, beginning ______.
- 7. <u>DELINQUENT RENTAL PAYMENT</u>: Should LESSEE fail to pay the annual payment of rental on the due date, or within thirty days from the date thereof, such failure shall constitute a default by LESSEE and LESSOR may, at its option, immediately terminate this lease. Any extension of time for payment of rental beyond the thirty-day grace period must be authorized by LESSOR, and interest shall be charged at the rate of one and one-half percent per month or fraction thereof on the amount of the delinquent rental beginning the first day following the due date of rental. Any court costs and attorneys' fees incurred by LESSOR to collect past due rents shall be paid by LESSEE.
- 8. QUIET ENJOYMENT AND RIGHT OF USE: LESSEE shall have the right of ingress and egress to, from and upon the leased premises for all purposes necessary to the full quiet enjoyment by said LESSEE of the rights conveyed herein, subject, however, to any pre-existing easements, rights-of-way and other third party interests which were in existence at the time that the subleased premises were conveyed to LESSOR and which, pursuant to the terms of the operative instruments, remain in full force and effect.
- 9. <u>UNAUTHORIZED USE</u>: LESSEE shall, through its agents and employees, prevent the unauthorized use of the leased premises or any use thereof not in conformance with this lease.

- ASSIGNMENT: This lease shall not be assigned in whole or in part without the prior written consent of LESSOR. Any assignment made either in whole or in part without the prior written consent of LESSOR shall be void and without legal effect. Notwithstanding the foregoing provision, if this lease is required to be assigned pursuant to an order of the Federal Energy Regulatory Commission, consent of the LESSOR is not required.
- 11. <u>EASEMENTS</u>: All easements of any nature including, but not limited to, utility easements are required to be granted by LESSEE is not authorized to grant any easements of any nature and any easement granted by LESSEE shall be void and without legal effect.
- **SUBLEASES**: This lease is for the purposes specified herein and subleases of any nature are prohibited, without the prior written approval of LESSOR. Any sublease not approved in writing by LESSOR shall be void and without legal effect.
- **RIGHT OF INSPECTION**: LESSOR or its duly authorized agents, representatives or employees shall have the right at any and all times to inspect the leased premises and the works and operations thereon of LESSEE in any matter pertaining to this lease including, but not limited to, inspection by prospective bidders following written request by the Division of State Lands, State of Florida Department of Environmental Protection.
- 14. PLACEMENT AND REMOVAL OF IMPROVEMENTS: All buildings, structures, improvements, and signs shall be constructed at the expense of LESSEE in accordance with plans prepared by professional designers and shall require the prior written approval of LESSOR as to purpose location and design. Further, no trees, other than non-native species, shall be removed or major land alterations done by LESSEE without the prior written approval of LESSOR. Removable equipment and removable improvements placed on the leased premises by LESSEE which do not become a permanent part of the leased premises will remain the property of LESSEE and may be removed by LESSEE upon termination of this lease, provided all sums due LESSOR as lease fees for the leased premises are paid. If, upon termination, all sums due hereunder have not been paid such equipment and improvements shall be and remain subject to a lien in favor of LESSOR for the sums due.
- **INSURANCE REQUIREMENTS**: During the term of this lease LESSEE shall procure and maintain policies of fire, extended risk, and liability insurance coverage. The extended risk and fire insurance coverage shall be in an amount equal to the full insurable replacement value of any improvements or fixtures located on the leased premises. The liability

insurance coverage shall be in amounts not less than \$200,000 per person and \$300,000 per incident or occurrence for personal injury, death, and property damage on the leased premises. During the term of this lease, if Section 768.28, Florida Statutes, or its successor statute is subsequently amended to increase the amount of the liability coverages specified herein, LESSEE shall immediately obtain liability coverage for the increased amounts. Such policies of insurance shall name LESSOR and the State of Florida as additional insureds. LESSEE shall submit written evidence of having procured all insurance policies required herein prior to the effective date of this lease and shall submit annually thereafter, written evidence of maintaining such insurance policies to the Bureau of Public Land Administration, Division of State Lands, State of Florida Department of Environmental Protection, Mail Station 130, 3800 Commonwealth Boulevard, Tallahassee, Florida 32399-3000. LESSEE shall purchase all policies of insurance from a financially-responsible insurer duly authorized to do business in the State of Florida. Any certificate of self-insurance shall be issued or approved by the Chief Financial Officer, State of Florida. The certificate of self-insurance shall provide for casualty and liability coverage. LESSEE shall immediately notify LESSOR and the insurer of any erection or removal of any building or other improvement on the leased premises and any changes affecting the value of any improvements and shall request the insurer to make adequate changes in the coverage to reflect the changes in value. LESSEE shall be financially responsible for any loss due to failure to obtain adequate insurance coverage and the failure to maintain such policies or certificate in the amounts set forth shall constitute a breach of this lease.

- 16. INDEMNITY: In consideration of the privileges herein granted, LESSEE hereby covenants and agrees to investigate all claims of every nature at its own expense, and to indemnify, protect, defend, save and hold harmless the State of Florida and LESSOR from any and all claims, costs, expense, including attorney's fees, actions, lawsuits and demands of any kind or nature arising out of this lease. LESSEE shall contact LESSOR regarding the legal action deemed appropriate to remedy such damage or claims. LESSOR shall have the absolute right to choose its own legal counsel in connection with all matters indemnified for and defended against herein at LESSEE'S expense.
- 17. PAYMENT OF TAXES AND ASSESSMENTS: LESSEE shall assume full responsibility for and shall pay all liabilities that accrue to the leased premises or to the improvements thereon, including any and all ad valorem taxes and drainage and special assessments or taxes of every kind and all mechanic's or materialman's liens which may be hereafter lawfully assessed and levied against the leased premises.

- 18. NO WAIVER OF BREACH: The failure of LESSOR to insist in any one or more instances upon strict performance of any one or more of the covenants, terms and conditions of this lease shall not be construed as a waiver of such covenants, terms or conditions, but the same shall continue in full force and effect, and no waiver of LESSOR of any of the provisions hereof shall in any event be deemed to have been made unless the waiver is set forth in writing, signed by LESSOR.
- **19. TIME**: Time is expressly declared to be of the essence of this lease.
- **20. BINDING EFFECT AND INUREMENT**: This lease shall be binding on and shall inure to the benefit of the heirs, executors, administrators and assigns of the parties hereto, but nothing contained in this paragraph shall be construed as a consent by LESSOR to any assignment of this lease or any interest therein by LESSEE.
- 21. <u>NON-DISCRIMINATION</u>: LESSEE shall not discriminate against any individual because of that individual's race, color, religion, sex, national origin, age, handicap, or marital status with respect to any activity occurring within the leased premises or upon lands adjacent to and used as an adjunct of the leased premises.
- **<u>UTILITY FEES</u>**: LESSOR shall not be responsible for the furnishing of any services of any kind to LESSEE during the term of this lease. LESSEE shall be responsible for the payment of all charges for the furnishing of gas, electricity, water and other public utilities to the leased premises and for having all utilities turned off when the leased premises are surrendered.
- 23. MINERAL RIGHTS: This lease does not cover petroleum or petroleum products or minerals and does not give the right to LESSEE to drill for or develop the same, and LESSOR specifically reserves the right to lease the leased premises for purposes of exploring and recovering oil and minerals by whatever means appropriate; provided, however, that LESSEE shall be fully compensated for any and all damages that might result to the leasehold interest of LESSEE by reason of such exploration and recovery operations.
- 24. RIGHT OF AUDIT: LESSEE shall make available to LESSOR all financial and other records relating to this lease, and LESSOR shall have the right to either audit such records at any reasonable time or require the submittal of an annual independent, detailed, financial audit, performed by a Certified Public Accountant according to generally accepted accounting principles and auditing standards verifying all financial records pertaining to this lease, during the term of this lease. This right shall be continuous until this lease expires or is terminated. This lease may be terminated by LESSOR should LESSEE fail to allow public access to all documents, papers, letters or other materials made or received in

conjunction with this lease, pursuant to the provisions of Chapter 119, Florida Statutes. In addition, LESSEE shall be required to maintain and allow public access to all documents, papers, letters or other materials made or received in conjunction with this lease for a period of three years after the expiration or termination of this lease.

- **CONDITION OF PREMISES**: LESSOR assumes no liability or obligation to LESSEE with reference to the condition of the leased premises. The leased premises herein are leased by LESSOR to LESSEE in an "as is" condition, with LESSOR assuming no responsibility for the care, repair, maintenance or improvement of the leased premises for the benefit of LESSEE.
- 26. LAND USE PLAN: LESSEE shall prepare and submit a Land Use Plan for the leased premises, in accordance with Section 253.034, Florida Statutes. The Land Use Plan shall be submitted to LESSOR for approval through the Division of State Lands, State of Florida Department of Environmental Protection. The leased premises shall not be developed or physically altered in any way other than what is necessary for security and maintenance of the leased premises without the prior written approval of LESSOR until the Land Use Plan is approved. LESSEE shall provide LESSOR with an opportunity to participate in all phases of preparing and developing the Land Use Plan for the leased premises. The Land Use Plan shall be submitted to LESSOR in draft form for review and comments within ten months of the effective date of this lease. LESSEE shall give LESSOR reasonable notice of the application for and receipt of any state, federal or local permits as well as any public hearings or meetings relating to the development or use of the leased premises. LESSEE shall not proceed with development of said leased premises including, but not limited to, funding, permit application, design or building contracts, until the Land Use Plan required herein has been submitted and approved. Any financial commitments made by LESSEE which are not in compliance with the terms of this lease shall be done at LESSEE'S own risk. The Land Use Plan shall emphasize the original management concept as approved by LESSOR on the effective date of this lease which established the primary public purpose for which the leased premises are to be managed. The approved Land Use Plan shall provide the basic guidance for all management activities and shall be reviewed jointly by LESSEE and LESSOR. LESSEE shall not use or alter the leased premises except as provided for in the approved Land Use Plan without the prior written approval of LESSOR. The Land Use Plan prepared under this lease shall identify management strategies for exotic species, if present. The introduction of exotic species is prohibited, except when specifically authorized by the approved Land Use Plan. In accordance with Section 253.034, Florida Statutes, the LESSEE shall submit a Land Use Plan update at the end of the fifth year from the

execution date of this lease to establish all short-term goals developed under the Land Use Plan have been met in accordance with Section 253.034 (5)(i), Florida Statutes. The LESSEE shall submit an updated Land Use Plan at least every ten (10) years from the execution date of the lease.

- **COMPLIANCE WITH LAWS**: LESSEE agrees that this lease is contingent upon and subject to LESSEE obtaining all applicable permits and complying with all applicable permits, regulations, ordinances, rules, and laws of the State of Florida or the United States or of any political subdivision or agency of either.
- **NOTICE**: All notices given under this lease shall be in writing and shall be served by certified mail including, but not limited to, notice of any violation served pursuant to Section 253.04, Florida Statutes, to the last address of the party to whom notice is to be given, as designated by such party in writing. LESSOR and LESSEE hereby designate their address as follows:

LESSOR: State of Florida Department of

Environmental Protection Division of State Lands

Bureau of Public Land Administration, MS 130

3800 Commonwealth Boulevard Tallahassee, Florida 32399-3000

LESSEE:		

DAMAGE TO THE PREMISES: (a) LESSEE shall not do, or suffer to be done, in, on or upon the leased premises or as affecting said leased premises or adjacent properties, any act which may result in damage or depreciation of value to the leased premises or adjacent properties, or any part thereof. (b) LESSEE shall not generate, store, produce, place, treat, release or discharge any contaminants, pollutants or pollution, including, but not limited to, hazardous or toxic substances, chemicals or other agents on, into, or from the leased premises or any adjacent lands or waters in any manner not permitted by law. For the purposes of this lease, "hazardous substances" shall mean and include those elements or compounds defined in 42 USC Section 9601 or which are contained in the list of hazardous substances adopted by the United States Environmental Protection Agency (EPA) and the list of toxic pollutants designated by the United States Congress or the EPA or defined by any other federal, state or local statute, law, ordinance, code, rule, regulation, order or decree regulating, relating to, or imposing liability or standards of conduct concerning any hazardous, toxic or dangerous waste, substance, material, pollutant or contaminant. "Pollutants" and "pollution" shall mean those products or substances defined in Chapters 376 and 403, Florida

Statutes, and the rules promulgated thereunder, all as amended or updated from time to time. In the event of LESSEE'S failure to comply with this paragraph, LESSEE shall, at its sole cost and expense, promptly commence and diligently pursue any legally required closure, investigation, assessment, cleanup, decontamination, remediation, restoration and monitoring of (1) the leased premises, and (2) all off-site ground and surface waters and lands affected by LESSEE'S such failure to comply, as may be necessary to bring the leased premises and affected off-site waters and lands into full compliance with all applicable federal, state or local statutes, laws, ordinances, codes, rules, regulations, orders and decrees, and to restore the damaged property to the condition existing immediately prior to the occurrence which caused the damage. LESSEE'S obligations set forth in this paragraph shall survive the termination or expiration of this lease. This paragraph shall not be construed as a limitation upon LESSEE'S obligations regarding indemnification and payment of costs and fees as set forth in paragraphs 16 and 17 of this lease, nor upon any other obligations or responsibilities of LESSEE as set forth herein. Nothing herein shall relieve LESSEE of any responsibility or liability prescribed by law for fines, penalties and damages levied by governmental agencies, and the cost of cleaning up any contamination caused directly or indirectly by LESSEE'S activities or facilities. Upon discovery of a release of a hazardous substance or pollutant, or any other violation of local, state or federal law, ordinance, code, rule, regulation, order or decree relating to the generation, storage, production, placement, treatment, release or discharge of any contaminant, LESSEE shall report such violation to all applicable governmental agencies having jurisdiction, and to LESSOR, all within the reporting periods of the applicable governmental agencies.

- **30. ENVIRONMENTAL AUDIT**: At LESSOR'S discretion, LESSEE shall provide LESSOR with a current Phase I environmental site assessment conducted in accordance with the State of Florida Department of Environmental Protection, Division of State Lands' standards prior to termination of this lease, and if necessary a Phase II environmental site assessment.
- SURRENDER OF PREMISES: Upon termination or expiration of this lease, LESSEE shall surrender the leased premises to LESSOR and all improvements, including both physical structures and modifications to the leased premises shall become the property of LESSOR, unless LESSOR gives written notice to LESSEE to remove any or all such improvements at the expense of LESSEE. The decision to retain any improvements upon termination of this lease shall be at LESSOR'S sole discretion. Prior to termination or expiration of this lease a representative of the State of Florida Department of Environmental Protection, Division of State Lands shall perform an on-site inspection and the keys to any building on the leased premises shall be turned over to the Division. If the leased premises and improvements located thereon do not meet

all conditions as set forth in paragraphs 26 and 43 herein, LESSEE shall pay all costs necessary to meet the prescribed conditions.

- 32. BREACH OF COVENANTS, TERMS, OR CONDITIONS AND DEFAULT AND FORFEITURE: Should LESSEE, at any time during the term of this lease, suffer or permit to be filed against it an involuntary, or voluntary, petition in bankruptcy or institute a composition or an arrangement proceeding under Chapters 10 or 11 of the Bankruptcy Reform Act of 1978, as amended; or make any assignments for the benefit of its creditors; or should a receiver or trustee be appointed for LESSEE'S property because of LESSEE'S insolvency, and the said appointment not vacated within thirty days thereafter; or should LESSEE'S lease interest be levied on and the lien thereof not discharged within thirty days after said levy has been made; or should LESSEE fail promptly to make the necessary returns and reports required of it by state and federal law; should LESSEE fail promptly to comply with all governmental regulations, both state and federal; should LESSEE fail to comply with any of the terms and conditions of this lease and such failure continues for thirty (30) days after LESSEE'S receipt of written notice of the failure from LESSOR; then, in such event, and upon the happening of either or any of said events, LESSOR shall have the right, at its discretion, to consider the same a default on the part of LESSEE of the terms and provisions hereof, and, in the event of such default, LESSOR shall have the option of either declaring this lease terminated, and the interest of LESSEE forfeited, or maintaining this lease in full force and effect and exercising all rights and remedies herein conferred upon LESSOR. The pendency of bankruptcy proceedings or arrangement proceedings to which LESSEE shall be a party shall not preclude LESSOR from exercising either option herein conferred upon LESSOR. In the event LESSEE, or the trustee or receiver of LESSEE'S property, shall seek an injunction against LESSOR'S exercise of either option herein conferred, such action on the part of LESSEE, its trustee or receiver, shall automatically terminate this lease as of the date of the making of such application, and in the event the court shall enjoin LESSOR from exercising either option herein conferred, such injunction shall automatically terminate this lease.
- **PUBLIC LANDS ARTHROPOD CONTROL PLAN**: LESSEE shall identify and subsequently designate to the respective arthropod control district or districts within one year of the effective date of this lease all of the environmentally sensitive and biologically highly productive lands contained within the leased premises, in accordance with Section 388.4111, Florida Statutes and Chapter 5E-13, Florida Administrative Code, for the purpose of obtaining a public lands arthropod control plan for such lands.

- **PROHIBITIONS AGAINST LIENS OR OTHER ENCUMBRANCES**: Fee title to the leased premises is held by LESSOR. LESSEE shall not do or permit anything to be done which purports to create a lien or encumbrance of any nature against the real property contained in the leased premises including, but not limited to, mortgages or construction liens against the leased premises or against any interest of LESSOR therein.
- **CONDITIONS AND COVENANTS**: All of the provisions of this lease shall be deemed covenants running with the land included in the leased premises, and construed to be "conditions" as well as "covenants" as though the words specifically expressing or imparting covenants and conditions were used in each separate provision.
- **PARTIAL INVALIDITY**: If any term, covenant, condition or provision of this lease shall be ruled by a court of competent jurisdiction, to be invalid, void, or unenforceable, the remainder shall remain in full force and effect and shall in no way be affected, impaired or invalidated.
- 37. ARCHAEOLOGICAL AND HISTORIC SITES: Execution of this lease in no way affects any of the parties' obligations pursuant to Chapter 267, Florida Statutes. The collection of artifacts or the disturbance of archaeological and historic sites on state-owned lands is prohibited unless prior authorization has been obtained from the State of Florida Department of State, Division of Historical Resources. The Operational Report may be reviewed by the State of Florida Department of State, Division of Historical Resources to ensure that adequate measures have been planned to locate, identify, protect and preserve the archaeological and historic sites and properties on the leased premises.
- 38. <u>SALES TAX</u>: LESSEE shall be responsible for the payment of all required sales tax calculated on the rental payments of this lease as required by Section 212.031, Florida Statutes and shall submit such sales tax in addition to and along with the rental payments required by paragraph 6 of this lease, unless LESSEE provides written documentation verifying that the Department of Revenue has authorized LESSEE to pay the required sales tax by direct payment to the Department of Revenue or that the State of Florida Department of Revenue has issued LESSEE an exemption for such sales tax payments.
- **29. CONVICTION OF FELONY**: If LESSEE or any principal thereof is convicted of a felony during the term of this lease, such conviction shall constitute, at the option of LESSOR, grounds for termination of this lease.
- **40. ENTIRE UNDERSTANDING**: This lease sets forth the entire understanding between the parties and shall only be amended with the prior written approval of LESSOR.

- 41. MAINTENANCE OF IMPROVEMENTS: LESSEE shall maintain the real property contained within the leased premises and any improvements, including the structural soundness, located thereon, in a state of good condition, working order and repair including, but not limited to, removing all trash or litter, maintaining all planned improvements as set forth in the approved Land Use Plan, and meeting all building and safety codes. LESSEE shall maintain any and all existing roads, canals, ditches, culverts, risers and the like in as good condition as the same may be on the effective date of this lease.
- **42. GOVERNING LAW**: This lease shall be governed by and interpreted according to the laws of the State of Florida.
- **SECTION CAPTIONS**: Articles, subsections and other captions contained in this lease are for reference purposes only and are in no way intended to describe, interpret, define or limit the scope, extent or intent of this lease or any provisions thereof.
- **44. SPECIAL CONDITIONS**: The following special conditions shall apply to this lease:
- (a) LESSEE shall make available to local school systems, universities, colleges and other public entities guided tours on an annual basis.
- (b) At the time of lease execution, LESSEE shall enter in and maintain a Stream Flow Gaging Station

 Agreement with the United States Geological Survey. At a minimum, this agreement will provide for Lake Talquin water level tracking and monitoring of the inflow from the Ochlocknee River and Little River and the outflow of the lake to the Ochlocknee River below the dam. This data is essential to the day-to-day operation of the dam and shall be made available to the public, state emergency management and the National Weather Service.
- (c) LESSEE shall have full responsibility for the day-to-day, around-the-clock operation, management, maintenance and security of the lease premises and shall employee the necessary personnel to fulfill this obligation.
- (d) Prior to occupying the leased premises and at all times during the term of this lease and any renewal terms, LESSEE will supply to LESSOR, and keep in force and effect, a performance bond (the "Bond") in the penal sum of \$350,000 issued by a surety company or bonding agent authorized to do business in the State of Florida. The Bond shall be for the benefit of LESSOR as obligee and conditioned on LESSEE's faithful performance under this lease and strict compliance with the terms of this lease (including, but not limited to, paragraphs 5, 6, and 46 hereof). In addition, LESSEE's failure to renew or

replace the Bond ninety (90) days prior to any expiration or notice of termination thereof, shall be an event of default under this lease.

(e) Notwithstanding any provision contained herein, LESSEE, its successors and assigns, have the right to perform any and all acts required by an order of the Federal Energy Regulatory Commission or its successor affecting the leased premises without the prior approval of LESSOR.

[Remainder of page intentionally left blank; Signature pages follow]

IN WITNESS WHEREOF, the parties have caused this lease to be executed on the day and year first above written.

WITNESSES:	BOARD OF TRUSTEES OF THE INTERNAL		
	IMPROVEMENT TRUST FUND OF THE STATE		
	OF FLORIDA		
Original Signature	(SEAL)		
	DV		
Print/Type Name of Witness	BY: Cheryl C. McCall, Chief, Bureau of Public Land Administrat Division of State Lands, State of Florida Department of Environmental Protection, as agent for and on behalf of the		
Original Signature	Board of Trustees of the Internal Improvement Trust Fund of the State of Florida		
Print/Type Name of Witness			
	"LESSOR"		
STATE OF FLORIDA COUNTY OF LEON	LESSOR		
Cheryl C. McCall, Chief, Bureau of Public Land Adm	ore me this day of, 20, by inistration, Division of State Lands, State of Florida Department of e Board of Trustees of the Internal Improvement Trust Fund of the State		
APPROVED SUBJECT TO PROPER EXECUTION:			
ATTROVED SUBJECT TO FROTER EXECUTION.	Notary Public, State of Florida		
DEP Attorney Date			
	Printed, Typed or Stamped Name		
	My Commission Expires:		
	Commission/Serial No		

[The appropriate signature page will be added for Lessee.]



DESCRIPTION:

Commence at a drill hole in the Dam House at the Jackson Bluff Hydroelectric Dam marking the Northwest corner of Section 21, Township 1 South, Range 4 West, thence North 20 degrees 04 minutes 39 seconds West 40.91 feet to a chiseled "X" on the dam; thence North 76 degrees 50 minutes 51 seconds East 47.01 feet to the POINT OF BEGINNING. From said POINT OF BEGINNING continue North 76 degrees 50 minutes 51 seconds East 220.67 feet to the waters edge of Lake Talquin; thence along the waters edge, North waters edge of Lake Talquin; thence along the waters edge, North 46 degrees 13 minutes 26 seconds East 166.35 feet; thence, leaving the waters edge, North 85 degrees 59 minutes 11 seconds East 104.14 feet, to an iron pin; thence South 09 degrees 57 minutes 40 seconds East 233.92 feet, to an iron pin; thence South 41 degrees 10 minutes 23 seconds East 144.46 feet, to an iron pin; thence South 48 degrees 49 minutes 37 seconds West 693.76 foot to an iron pin; thence South 48 degrees 49 minutes 37 seconds West 693.76 feet, to an iron pin; thence North 41 degrees 08 minutes 40 seconds West 329.88 feet to a point, marked by an iron pin, on the Southerly bank of the Ochlockonee River; thence, crossing said Ochlockonee River, North 60 degrees 04 minutes 10 seconds West 736.31 feet to a point on the Northerly bank of said Ochlockonee River, marked by an iron pin, said point also being on the Westerly boundary of a parcel of property lying within Sections 8, 9, 16 and 17, Township 1 South, Range 4 West deeded to the State of Florida, Board of Trustees of the Internal Improvement Trust Fund by deed recorded in Official Record Book 128, Pages 532 and 533 of the Public Records of Gadsden County, Florida; thence along said Westerly boundary of said State property, North 54 degrees 50 minutes West 191.01 feet to a point in the center of Crow Branch; thence along a meander line of points along the centerline of Crow Branch as follows: North 33 degrees 22 minutes 02 seconds West 251.11 feet, thence North 80 degrees 52 minutes 36 seconds West 133.97 feet, thence South 87 degrees 59 minutes 58 seconds West 175.41 feet, thence South 72 degrees 57 minutes 09 seconds West 232.42 feet, thence North 49 degrees 24 minutes 02 seconds West 76.95 feet, thence North 32 degrees 24 minutes 02 seconds west 70.95 leet, thence North 32 degrees 40 minutes 03 seconds West 121.00 feet, thence North 35 degrees 54 minutes 43 seconds West 101.12 feet, thence North 13 degrees 50 minutes 32 seconds West 75.28 feet, thence North 03 degrees 46 minutes 45 seconds East 72.24 feet, thence North 25 degrees 40 minutes 45 seconds East 72.24 leet, thence North 28 degrees 42 minutes 04 seconds East 206.94 feet, thence North 28 degrees 06 minutes 35 seconds East 200.04 feet, thence North 17 degrees 04 minutes 41 seconds East 257.04 feet (to a concrete monument where the "Old Gate Post was at the Old Cane Patch" by Deed; concrete monument is damaged and disturbed, no longer useable); thence, leaving said meander line, North 26 degrees 59 minutes 21 seconds West 2,171.76 feet (North 26 degrees 31 minutes with no distance specified by deed) to an iron pin; thence leaving said boundary, North 31 degrees 34 minutes 32 seconds East 317.06 feet to an iron pin on said boundary; thence South 76 degrees 34 minutes 31 seconds East 111.19 feet (South 75 degrees 13 minutes East 111.3 feet by deed), to an iron pin;

thence South 75 degrees 40 minutes 51 seconds East 610.00 feet (South 75 degrees 30 minutes East 610 feet by deed); to an iron pin; thence North 56 degrees 01 minute 05 seconds East 62.12 feet (North 56 degrees 32 minutes East 61.4 feet by deed) to a concrete monument where "Mims' old bars were on Old Ferry Road"; thence North 20 degrees 04 minutes 47 seconds West 34.09 feet (North 19 degrees 01 minute West 33.1 feet by deed) to a concrete monument; thence North 06 degrees 58 minutes 57 seconds East 209.71 feet (North 07 degrees 35 minutes East 210.2 feet by deed) to an iron pipe; thence North 14 degrees 12 minutes 51 seconds East 161.03 feet (North 14 degrees 06 minutes East 161 feet by deed) to a concrete monument; thence North 05 degrees 14 minutes 21 seconds East 570.87 feet (North 05 degrees 59 minutes East 566.30 feet by deed) to a concrete monument; thence North 05 degrees 17 minutes 39 seconds 767.16 feet (North 05 degrees 24 minutes East 771.30 feet by deed) to a concrete monument; thence North 01 degrees 35 minutes 21 seconds East 193.51 feet (North 01 degrees 58 minutes East approximately 260 feet by deed) to a concrete monument on the North line of Section 17, Township 1 South, Range 4 West; thence South 89 degrees 49 minutes 59 seconds East along said Northerly line of Section 17, a distance of 769.65 feet (along the North line of said Section 17, approximately 790 feet by deed) to a concrete monument marking the Southwest corner of the East Half of the Southeast Quarter of the Southeast Quarter of Section 8, Township 1 South, Range 4 West; thence, leaving said Westerly boundary of said State property, South 00 degrees 12 minutes 16 seconds West 261.60 feet to the waters edge of Lake Talquin; thence, along the waters edge and along the Easterly edge of a dam as follows: South 89 degrees 03 minutes 51 seconds West 91.07 feet, thence South 17 degrees 03 minutes 31 seconds West 77.82 feet, thence South 46 degrees 02 minutes 56 seconds West 84.09 feet, thence North 50 degrees 46 minutes 32 seconds West 27.43 feet, thence North 19 degrees 09 minutes 02 seconds West 78.72 feet, thence South 56 degrees 51 minutes 24 seconds West 79.87 feet, thence South 44 degrees 14 minutes 13 seconds West 67.81 feet, thence South 21 degrees 46 minutes 40 seconds East 548.58 feet, thence South 78 degrees 45 minutes 52 seconds East 147.75 feet, thence South 64 degrees 23 minutes 01 second East 123.54 feet, thence North 87 degrees 03 minutes 25 seconds East 151.50 feet, thence South 57 degrees 12 minutes 38 seconds East 64.21 feet, thence South 81 degrees 44 minutes 39 seconds East 140.70 feet, thence North 63 degrees 53 minutes 22 seconds East 150.47 feet, thence South 30 degrees 56 minutes 52 seconds East 21.44 feet, thence South 12 degrees 27 minutes 59 seconds East 112.93 feet, thence South 23 degrees 15 minutes 59 seconds East 21.44 feet, thence South 23 degrees 15 minutes 35 seconds West 235.88 feet, thence South 40 degrees 53 minutes 22 seconds West 128.66 feet, thence South 53 degrees 31 minutes 48 seconds West 177.17 feet, thence South 64 degrees 36 minutes 20 seconds West 148.86 feet, thence South 80 degrees 11 minutes 25 seconds West 163.26 feet, thence South 67 degrees 00 minutes 29 seconds West 164.58 feet, thence South 65 degrees 29 minutes 16 seconds West 154.56 feet, thence South 48 degrees 36 minutes 23 seconds West 185.07 feet, thence South 49 degrees 31 minutes 11 seconds West 136.48 feet, thence South 02 degrees 53 minutes 22 seconds East 1,567.41 feet to the beginning of a curve concave to the Northeasterly having a radius of 1,372.08 feet; thence along the arc of said curve (through a central angle of 38 degrees 29 minutes 10 seconds) 921.64 feet to the end of said curve, thence South 41 degrees 22 minutes 32 seconds East 1,171.81 feet to the POINT OF BEGINNING; containing 124.115 acres, more or less.

ALSO:

A 50.00 foot wide access easement lying within 25.00 feet each side of a centerline, said centerline being more particularly described as follows:

Commence at a drillhole in the Dam House at the Jackson Bluff Hydro-Electric Dam marking the Northwest corner of Section 21, Township 1 South, Range 4 West; thence North 20 degrees 04 minutes 39 seconds West 40.91 feet to a chiseled "X" on the dam; thence North 76 degrees 50 minutes 51 seconds East 267.68 feet to the waters edge of Lake Talquin; thence, along the waters edge, North 46 degrees 13 minutes 26 seconds East 166.35 feet; thence, leaving the waters edge, North 85 degrees 59 minutes 11 seconds East 104.14 feet; thence South 09 degrees 57 minutes 40 seconds East 233.92 feet; thence South 41 degrees 10 minutes 23 seconds East 144.46 feet; thence South 48 degrees 49 minutes 37 seconds West 25.00 feet to the POINT OF BEGINNING of said centerline. From said POINT OF BEGINNING, thence South 41 degrees 10 minutes 23 seconds East 108.71 feet to the beginning of a curve, concave to the Northeast, having a radius of 233.21 feet and a central angle of 46 degrees 25 minutes 09 seconds; thence Southeasterly along the arc of said curve 188.94 feet to the end of said curve; thence South 87 degrees 35 minutes 32 seconds East 312.26 feet to a point on the Northwesterly right-of-way boundary of State Road 20 (66 feet right-of-way), said point also being the end of said centerline; containing 0.700 of an acre, more or less.

LESS AND EXCEPT:

That parcel of land recorded in Official Record Book 446, Page 280, of the Public Records of Leon County, Florida, to be retained by Florida Power Corporation as a substation site and being more particularly described as follows:

Commence at the Northwest corner of Section 21, Township 1 South, Range 4 West, thence North 89 degrees 16 minutes 56 seconds East along the North boundary of said Section 21, a distance of 239.57 feet (238.85 feet by deed description) to the POINT OF BEGINNING. From said POINT OF BEGINNING continue North 89 degrees 16 minutes 56 seconds East along the North boundary of said Section 21, a distance of 5.70 feet; thence South 41 degrees 16 minutes 40 seconds East 194.21 feet; thence South 48 degrees 43 minutes 20 seconds West 416.12 feet; thence North 41 degrees 16 minutes 40 seconds West 186.35 feet; thence North 44 degrees 16 minutes 29 seconds East 148.33 feet; thence North 48 degrees 42 minutes 26 seconds East 263.89 feet to the POINT OF BEGINNING; containing 1.871 acres, more or less.

LESS AND EXCEPT:

A parcel of land to be retained by the Department of Natural Resources; said parcel being more particularly described as follows:

Commence at the Northwest corner of Section 21, Township 1 South, Range 4 West, and run thence North 89 degrees 16 minutes 56 seconds East along the North boundary of said Section 21, a distance of 245.27 feet; thence South 41 degrees 16 minutes 40 seconds East 43.21 feet to the POINT OF BEGINNING. From said POINT OF BEGINNING continue South 41 degrees 16 minutes 40 seconds East 116.79 feet; thence North 48 degrees 44 minutes 05 seconds West 116.79 feet; thence North 41 degrees 16 minutes 40 seconds West 78.60 feet; thence South 48 degrees 44 minutes 05 seconds West 78.60 feet to the POINT OF BEGINNING; containing 0.211 of an acre, more or less.

LESS AND EXCEPT:

A portion of a 100.00 feet wide powerline easement for the Jackson Bluff - Tallahassee 69 KV Double Circuit Line recorded in Official Record Book 446, Page 294, of the Public Records of Leon County, Florida, and being more particularly described as follows:

Commence at the Northwest corner of Section 21, Township 1 South, Range 4 West, thence North 89 degrees 16 minutes 56 seconds East along the North boundary of said Section 21, a distance of 245.27 feet (244.55 feet by deed description), thence South 41 degrees 16 minutes 40 seconds East 194.21 feet; thence South 48 degrees 43 minutes 20 seconds West a distance of 108.90 feet to the POINT OF BEGINNING. From said POINT OF BEGINNING, continue South 48 degrees 43 minutes 20 seconds West 117.74 feet; thence South 73 degrees 08 minutes 24 seconds East 153.22 feet; thence North 48 degrees 49 minutes 37 seconds East 118.65 feet; thence North 73 degrees 08 minutes 24 seconds West 153.48 feet to the POINT OF BEGINNING; containing 0.352 of an acre, more or less.

LESS AND EXCEPT:

A portion of Road A and Road B as recorded in Official Record Book 446, Pages 295 and 296 of the Public Records of Leon County, Florida, and being more particularly described as follows:

Centerline Description of Road "A"

Commence at the Northwest corner of Section 21, Township 1 South, Range 4 West, thence North 89 degrees 16 minutes 56 seconds East along the North boundary of said Section 21, a distance of 245.27 feet (244.56 by deed description); thence South 41 degrees 16 minutes 40 seconds East 37.76 feet to the POINT OF BEGINNING of the centerline of said Road "A". From said POINT OF BEGINNING of said centerline, thence North 40 degrees 18 minutes 20 seconds East 86.64 feet to the beginning of a curve, concave to the Southeast having a central angle of 34 degrees 51 minutes 20 seconds and a radius of 197.44 feet; thence Northeasterly along the arc of said curve 120.12 feet to the end of curve; thence North 75 degrees 09 minutes 40 seconds East 58.69 feet to the end of said centerline.

Centerline Description of Road "B"

Commence at the Northwest corner of Section 21, Township 1 South, Range 4 West, thence North 89 degrees 16 minutes 56 seconds East along the North boundary of said Section 21, a distance of 239.57 feet (238.85 by deed description); thence South 48 degrees 42 minutes 26 seconds West 263.89 feet; thence South 44 degrees 16 minutes 29 seconds West 80.00 feet to the POINT OF BEGINNING of the centerline of said Road "B". From said POINT OF BEGINNING of said centerline, thence North 40 degrees 41 minutes 22 seconds East 81.69 feet to the beginning of a curve, concave to the Southeast having a central angle of 07 degrees 46 minutes 21 seconds and a radius of 572.96 feet; thence Northeasterly along the arc of said curve 77.73 feet to the end of said curve; thence North 48 degrees 27 minutes 43 seconds East 14.35 feet to the beginning of a curve, concave to the Northwest having a central angle of 02 degrees 14 minutes 56 seconds and a radius of 1,909.86 feet; thence Northeasterly along the arc of said curve 74.96 feet to the end of said curve; thence North 46 degrees 12 minutes 47 seconds East 59.63 feet to the beginning of a curve, concave to the Northwest having a central angle of 08 degrees 09 minutes 07 seconds and a radius of 572.96 feet; thence Northeasterly along the arc of said curve 81.52 feet to the end

of said curve; thence North 38 degrees 03 minutes 40 seconds East 37.42 feet to the beginning of a curve, concave to the Southeast having a central angle of 58 degrees 26 minutes 02 seconds and a radius of 217.16 feet; thence Easterly along the arc of said curve 221.47 feet to a point; said point being the end of said centerline.

LESS AND EXCEPT:

Those lands covered by the waters of the Ochlockonee River downstream from the dam and power house located on the lands described above.

ALL lying within Sections 16, 17, 20, and 21, Township 1 South, Range 4 West, Leon and Gadsden Counties, Florida.

BSM APPROVED By: SK Date: 11.16.2016