

1 NON-COMMERCIAL AVIATION GROUND LEASE

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3 THIS LEASE, made and entered into on _____, by and between
4 the following:

5 CITY OF BILLINGS, MONTANA, hereinafter
6 designated "Lessor"

7 and

8 AGRI SYSTEMS, hereinafter
9 designated "Lessee"

10 WITNESSETH

11 RECITALS

12 1) Lessor owns and operates BILLINGS LOGAN INTERNATIONAL AIRPORT
13 (hereinafter called the Airport) situated in the City of Billings, Montana, and

14 2) Lessor deems it advantageous to itself and the operation of the Airport to lease
15 to the Lessee a certain parcel of land hereinafter described together with certain privileges, rights, uses,
16 and interests, and

17 3) Lessee wishes to engage in certain non-commercial aviation activities, and
18 proposes to lease on a net basis from Lessor said parcel of land and to avail itself of the same
19 privileges, rights, uses, and interests contemplated herein, and

20 4) Lessee has indicated a willingness and ability to properly keep, maintain, and
21 improve said land in accordance with standards established by Lessor.

22 NOW THEREFORE, the parties hereto covenant and agree as follows:
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1 ARTICLE I

2 PREMISES AND PRIVILEGES

3 A. Description of the Premises. Lessor hereby leases to Lessee and Lessee hereby
4 leases from Lessor that certain parcel of real property, together with improvements (hereinafter called
5 the premises), for its exclusive use, specifically described as follows:

6 Main Parcel – 2447 Overlook Drive

7 Commencing at the Northeast Corner of Section 25, T. 1 N., R. 25 E., P.M.M.
8 Yellowstone County, Montana; thence from said point S 02°02'23" W a
9 distance of 3,190.94 feet to the Point of Beginning; thence S 00°51'00" E a
10 distance of 80.00 feet; thence S 89°08'16" W a distance of 192.00 feet; thence
11 N 00°51'00" W a distance of 80.00 feet; thence N 89°08'16" E a distance of
12 192.00 feet to the Point of Beginning.

13 Said parcel containing 15,360.00 square feet.

14 Premises is further depicted on attached "Exhibit A", and by said reference
15 made a part of this Lease.

16 B. Construction of Improvements. Lessee may construct a hangar building not to
17 exceed 60 ft. x 70 ft. on the aforementioned parcel of land pursuant to the submitted and approved
18 plans, and by reference specifically made a part of this Lease as "Exhibit B". Necessary ramps,
19 parking, and hangar entrance taxiways shall also be constructed by Lessee. The construction of the
20 facilities shown on the "Exhibit B" building plans shall be completed within twenty-four (24) months
21 of the signing of this Lease. Failure to complete the structure during said period shall constitute a
22 default. If this default occurs, this Lease is canceled immediately and control of the premises reverts
23 to the Lessor.
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1 C. General Privileges, Uses, and Rights. Lessor hereby grants to Lessee the
2 following general privileges, uses, and rights, all of which shall be subject to the terms, conditions and
3 covenants herein set forth. Said rights shall be subject to such Federal, State, or Local ordinances,
4 rules and regulations as now or may hereafter have application at the Airport.

5 1) The general unrestricted use of all public airport facilities and
6 improvements, which are now or may hereafter be connected with or appurtenant to
7 said Airport, except as hereinafter provided, to be used by Lessee and its sublessees for
8 non-commercial aviation activity as herein defined. For the purpose of this Lease,
9 public airport facilities shall include all necessary landing area appurtenances
10 including, but not limited to, approach areas, runways, taxiways, aprons, aircraft and
11 automobile parking areas, roadways, sidewalks, navigational aids, lighting facilities,
12 Terminal facilities, or other public facilities appurtenant to said Airport.

13 2) The right of ingress to and egress from the premises over and across
14 public roadways serving the Airport for Lessee, Lessee's agents, employees, patrons
15 and invitees, suppliers of service and furnishers of material.

16 D. Specific Privileges, Uses, and Rights. In addition to the general privileges,
17 uses, and rights described above and without limiting the generality thereof, Lessor hereby grants to
18 Lessee and its sublessees the right to engage in non-commercial aviation activity on the premises as
19 defined in subparagraphs 1 through 5 below, subject to the conditions and covenants hereafter set out:

20 1) The maintenance, storing, and servicing of aircraft, which shall include
21 minor repairs, inspection, and licensing of same, and the purchase of parts, equipment,
22 and accessories therefore.

23 2) The right to use vehicles necessary for the servicing of aircraft.
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3) The storage of non-commercial aircraft not owned by the Lessee.

4) The maintenance of an office on the premises necessary for the conduct of the activities defined herein.

5) The aforementioned rights shall apply to the persons, firms, or corporations having actual possession and occupancy and use of the leasehold structures described herein, and the agents, employees, and invitees of such persons, firms, or corporations.

D. Concessions, Services, Activities, and Uses Excluded. The following concessions, services, activities, and uses, and the establishment thereof shall be specifically excluded from this Lease:

1) Ground and air transportation for hire.

2) Vehicle or equipment rental services.

3) Food sales (except the sale of tobacco, confections, and refreshments through coin-operated vending machines).

4) News and sundry sales.

5) Barber, valet, and personal services.

6) Fuel sales (aircraft or vehicle).

7) On- site fuel storage and fuel storage facilities, including fueling vehicle parking.

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8) The buying and selling of aircraft, parts and accessories therefore, and aviation equipment of all descriptions either for retail, wholesale, or as a dealer, except for use in Lessee's own aircraft or operations.

9) Flight schools and flight instruction, except that Lessee or Lessee's Chief Pilot shall have the right to give private instructions to Lessee's employees.

10) Aircraft repair and servicing, except on Lessee's or sublessee's own aircraft.

11) Storage of vehicles, campers, boats, trailers, motor homes, or other recreational vehicles, or parts and accessories for such.

12) The maintenance, repairing, or restoring of motorized vehicles.

13) Storage of any household items.

14) Use of the premises in a residential capacity of any nature, whether temporary or otherwise.

15) Improper storage of any chemicals, solutions, solvents, or any potentially hazardous, explosive, or flammable materials or substances. Improper storage includes storage in violation of any applicable Federal, State, or Local environmental law, regulation or rule presently in effect or promulgated in the future, as such laws, regulations or rules may be amended from time to time.

16) Off-premise parking.

17) Storage of any items outside of the hangar structure.

18) Any non-aviation or non-aeronautical activity.

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2 E. Reservation of Right-of-Way. Lessor hereby reserves a right-of-way easement
3 for access purposes over/on the above described leasehold, together with other necessary rights-of-way
4 over said leasehold for access purposes. Said reserved rights-of-way may be used by Lessor and all of
5 Lessor's representatives, agents, employees, tenants, employees of said tenants, and persons or entities
6 serving said tenants.

7 F. Access/Inspection by Lessor. Lessee shall allow the Lessor's authorized
8 representatives access to the Premises at all reasonable hours, for the purpose of examining and
9 inspecting the same to determine Lessee's compliance with its obligations under this Lease and for
10 purposes necessary, incidental to or connected with the performance of the Lessor's obligations
11 hereunder, or in the exercise of the Lessor's governmental functions. In the event of any emergency,
12 the Lessor or its representatives shall have the right to take such action at the Premises as they deem
13 necessary for the protection of persons or property.

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15 ARTICLE II

16 TERM OF LEASE

17 A. Term. The term of this Lease shall be for a period of twenty (20) years,
18 commencing on the 1st day of March 2024, and terminating on the 29th day of February 2044.

19 B. First Right of Refusal. At the end of the term hereof, the Lessee shall have the
20 first right to accept a new lease of the premises at the same rates and charges that the premises may be
21 offered to any other person or entity. Provided, that the Lessor shall have the sole discretion as to the
22 use of said premises and whether or not it will be relet at the end of said term. Provided further, that
23 sixty (60) calendar days prior to the end of the term, Lessee shall give notice in writing to Lessor of
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2 intent to exercise the first right of refusal. Lessor, upon election to relet said premises, shall give
3 Lessee notice in writing of its decision and the proposed terms. Lessee shall have thirty (30) calendar
4 days in which to give Lessor notice in writing of acceptance.

5 C. National Emergency. In the event the rights and privileges hereunder are
6 suspended by reason of war or other national emergency, the term of this Lease shall be extended by
7 the amount of the period of such suspension.

8 ARTICLE III

9 RENTAL AND FEES

10 A. Ground Rental. For the land described in Article I, Paragraph A., Lessee shall
11 pay to Lessor \$0.34 per square foot per annum for all ground included in this Lease for an initial
12 annual rental of \$5,222.40. Said rental shall commence upon Lessor's approval of this Lease and shall
13 be payable either annually in full or monthly in advance, without billing, on the first day of each
14 month in an amount equal to one-twelfth of the annual rental, or initially \$435.20 per month.

15 B. Interest Penalty. Without waiving any other right or action available to the
16 Lessor, in the event of default in the payment of Lease rentals herein, or any other rentals, fees, or
17 charges owed Lessor, the amount due shall accrue interest at the rate of one and one-quarter percent
18 (1.25%) per month from the date such rentals, fees, or charges were due and payable, until paid in full.

19 Said interest shall not apply with respect to items being contested in good faith by Lessee and which
20 are resolved in Lessee's favor.

21 C. Annual Readjustment of Ground Rental. During the term of the Lease, the
22 rental rate will be adjusted annually on the anniversary date of the Lease using the average of the
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2 and pursuant to the sponsor's assurances given by Lessor to the United States Government under the
3 Federal Airport Act.

4 C. Condition and Maintenance of Premises. Lessor shall assume no responsibility
5 for the condition of the demised premises after delivery of premises to Lessee. Lessor shall maintain
6 all existing roads on the Airport giving access to the leased premises. Lessor shall remove snow from
7 the access roads as Lessor's resources permit.

8 ARTICLE V

9 OBLIGATIONS OF LESSEE

10 A. Condition of Premises. It shall be the sole responsibility of the Lessee to
11 develop, keep, maintain, and operate the entirety of the premises and all improvements and facilities
12 placed thereon at Lessee's sole cost and expense. This Lease in every sense shall be without cost or
13 expense to the Lessor. Lessee accepts the premises in its present condition and will repair and
14 maintain any installations thereon, except as provided in Article IV, Paragraphs B. - C., and will
15 remove or cause to be removed any debris to the extent required for its continuing use thereof.

16 B. Improvements. Lessee shall have the right to and shall provide for the
17 construction, alteration, expansion, and maintenance of its own improvements, in any lawful manner,
18 upon or in the premises, for the purpose of carrying out any of the activities provided for herein, but
19 shall obtain the written approval of Lessor prior to beginning any such construction, alteration, or
20 expansion.

21 C. Maintenance. Lessee shall, at its sole cost and expense, maintain the premises,
22 improvements, and appurtenances thereto in a presentable condition free of refuse and debris
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2 consistent with good business practice, and acceptable to Lessor. Repairs identified and required by
3 the Lessor, and sent to Lessee via a written notice, shall be completed within a reasonable time as
4 agreed to by both parties. Lessee's maintenance responsibilities shall include snow removal on the
5 premises, and maintenance of all ramps and access to the hangar.

6 D. Utilities. Lessee shall assume and pay for all costs or charges for utility services
7 furnished to Lessee during the term thereof; provided, however, that Lessee shall have the right to
8 connect to any available storm and sanitary sewers, water, electrical, or other utilities at Lessee's own
9 cost and expense; and Lessee shall pay for any and all service charges incurred therefore. Lessee shall
10 also provide an external water meter reading device in an external location of the leasehold structure;
11 said meter reading device type shall be specified by Lessor. All utility services shall be installed
12 underground. In the event Lessee wishes to wash aircraft inside the leasehold structure, Lessee shall
13 provide and maintain a separate water collection system for the wash water and shall not discharge any
14 wash water into any available storm and sanitary sewers.

15 E. Trash, Garbage, Etc. Lessee shall provide, at Lessee's expense, a complete and
16 proper arrangement for the adequate sanitary handling and disposal of all trash, garbage and other
17 refuse occurring as a result of Lessee's occupancy and use of the premises. Lessee shall provide and
18 use Lessor-approved receptacles for all garbage, trash and other refuse and shall place them on the
19 premises in a location acceptable to the Lessor for their removal. Piling of boxes, cartons, barrels,
20 pallets, crates, or other similar items in an unsightly or unsafe manner, or open storage of materials,
21 personal property, salvage, unused or surplus equipment, junk, or refuse on or about the premises, is
22 forbidden. All disposal and removal costs shall be paid by the Lessee.
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2 F. Signs. Lessee shall not maintain any billboards or advertising signs on the
3 premises; provided, however, that Lessee may maintain on the outside of its buildings its name(s) or
4 signs, the size, location, and design of which shall be subject to prior written approval of Lessor.

5 G. Federal, State, and Local Regulations. Lessee acknowledges that the right to
6 use said Airport facilities in common with others authorized to do so shall be exercised subject to and
7 in accordance with the laws, rules, regulations, and ordinances of the United States of America, the
8 State of Montana, and the City of Billings now in force or hereafter prescribed or promulgated by
9 authority or by law and shall be closely observed during the full term of this Lease. Lessee specifically
10 agrees to comply with all the requirements of the Airport's Stormwater Pollution Prevention Plan
11 (SWPPP).

12 H. Hazardous Substances. Lessee assumes full responsibility for the proper and
13 legal use, handling, storage, and disposal of any hazardous substances used or consumed in Lessee's
14 occupancy, use, or the conduct of its business. "Hazardous substance" shall be interpreted broadly to
15 mean any substance or toxic material, fuel or petroleum-based products, hazardous or toxic or
16 radioactive substance, or other similar term by any Federal, State, or Local environmental law,
17 regulation or rule presently in effect or promulgated in the future, as such laws, regulations or rules
18 may be amended from time to time; and it shall be interpreted to include, but not be limited to, any
19 substance which after release into the environment will or may reasonably be anticipated to cause
20 sickness, death or disease. Lessee shall hold Lessor harmless from and indemnify Lessor against and
21 from any damage, loss, expenses, or liability resulting from any breach of these representations and
22 warranty including all attorneys' fees and costs incurred as a result thereof.
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2 I. Taxiways/Taxilanes. Lessee shall ensure that Lessee's and/or sublessee's
3 aircraft, vehicles, or other equipment do not block the public use taxiway/taxilane that passes the front
4 of the Lessee's premises. Ramp area included in the premises shall not be used for the tiedown of
5 aircraft for any extended period of time.

6 ARTICLE VI

7 INSURANCE AND INDEMNIFICATION

8 A. Indemnification. Lessor and Lessor's officers, directors, agents, representatives,
9 and employees shall stand indemnified by Lessee as herein provided. It is expressly understood and
10 agreed that Lessee is and shall be deemed an independent contractor and operator responsible to all
11 parties for its respective acts or omissions and that Lessor shall in no way be responsible therefore. It
12 is further agreed that in the use of the Airport, in the construction, alteration, or maintenance of any
13 improvements thereon, and in the exercise or enjoyment of the privileges herein granted, Lessee shall
14 indemnify, save harmless, and defend the Lessor and Lessor's officers, directors, agents,
15 representatives, and employees from any and all losses that may result to the Lessor and Lessor's
16 officers, directors, agents, representatives, and employees because of any negligence, act, or omission
17 on the part of the Lessee or Lessee's agents, representatives, and employees and shall indemnify Lessor
18 against any and all mechanic's and materialmen's liens or any other types of liens imposed upon the
19 premises.
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21 Lessee expressly agrees that Lessor shall not be liable to Lessee, for personal
22 injury, bodily injury, or for any loss or damage to real or personal property occasioned by flood, fire,
23 earthquake, lightning, windstorm, hail, explosion, riot, strike, civil disobedience or commotion,
24 aircraft, smoke, vandalism, malicious mischief, or acts of civil authority, unless caused by the fault or

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2 negligence of Lessor, its officers, directors, agents, representatives, or employees.

3 B. Insurance. Lessee shall provide and keep in force for the entire term of this
4 Lease the insurance coverages identified below. Insurance coverage shall be maintained with
5 insurance underwriters authorized to do business in the State of Montana, and that are satisfactory to
6 the Lessor. At the time of execution of this Lease, and annually thereafter, Lessee shall furnish a
7 Certificate of Insurance along with all associated and required policy endorsements showing that
8 required insurance is current and in force. Required evidence of insurance shall be submitted for any
9 renewal or replacement of a policy that already exists, at least ten (10) days prior to expiration or
10 termination of the existing policy. Lessee shall provide notice to Lessor of any changes to insurance
11 or cancellation of any or all insurance at least thirty (30) calendar days in advance of such change or
12 cancellation. The Certificate of Insurance must include the following reference: City of Billings
13 Logan International Airport, 1901 Terminal Circle, Room 216, Billings, MT 59105. If, in the Lessor's
14 opinion, the minimum limits of the insurance coverage herein required become inadequate during the
15 term of this Lease, Lessee agrees that it will increase such minimum limits by reasonable amounts
16 upon request of the Lessor.

17 1) Breach of Lease. The continuous maintenance by Lessee of all types of
18 required insurance under this Lease is mandatory. Failure of the Lessee to maintain such
19 insurance is a material breach of this Lease, and does not amend this Lease, nor release the
20 Lessee from any other obligations in this Lease.

21 2) Commercial General Liability Insurance. Commercial General Liability
22 Insurance on a standard occurrence form, providing coverage for personal injury, bodily injury,
23 death, and property damage, in amounts not less than \$1,500,000 per occurrence; \$3,000,000
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2 General Aggregate; the General Aggregate shall apply separately to each location. The
3 required limits may be provided by a combination of Commercial General Liability Insurance
4 and Excess or Commercial Umbrella Liability Insurance. The commercial general liability
5 policy shall be endorsed to name the City of Billings, and City's officers, directors, agents,
6 representatives, and employees as a **PRIMARY ADDITIONAL INSURED**. The City of
7 Billings' general liability policy will be excess and noncontributory. The policy shall be
8 endorsed to include a written waiver of insurer's right to subrogate against the City.

9 3) Automobile Liability. Automobile Liability insurance will be required for all
10 owned and non-owned vehicles used/operated on the premises in an amount not less than
11 \$1,000,000 combined single limit. If Lessee is providing the coverage amount with an
12 automobile policy that provides full coverage for all of the Lessee's vehicle uses, the policy
13 shall be endorsed to include a written waiver of insurer's right to subrogate against the City.

14 ARTICLE VII

15 TERMINATION OF LEASE, CANCELLATION, AND TRANSFER

16 A. Termination. This Lease shall terminate at the end of the full term hereof
17 without any notice by either party, except as indicated in Article II, Paragraphs B. - C. A holding over
18 by the Lessee, its assigns or sublessees beyond the expiration of the term shall not be permitted
19 without the written consent of the Director of Aviation and Transit and then only on a month-to-month
20 basis.

21 Upon termination, Lessee shall have the right to remove all moveable furniture,
22 fixtures, machinery and equipment and all other personal property owned or installed by Lessee on the
23 premises. All expenses connected with such removal shall be borne by the Lessee. Said property shall
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2 be removed within thirty (30) calendar days after termination of Lease.

3 In addition, Lessee has the right to remove, at Lessee's expense, all buildings
4 and other structures owned by Lessee located upon the premises within thirty (30) calendar days upon
5 the termination of this Lease. Lessee shall remove from the premises all debris resulting from the
6 removal of the building or structures, and Lessee shall generally leave the premises in a clean and
7 orderly condition acceptable to the Lessor.

8 This right to remove personal property, buildings and structures does not extend
9 to pavement, water lines, sewer lines, electrical lines, utility poles, fencing, exterior light poles, which
10 improvements shall remain the property of the Lessor and shall not be removed.

11 In the event the Lessee elects not to remove the buildings and other structures,
12 personal property, fixtures, machinery and equipment, and other improvements upon termination of
13 the Lease, the disposition of the buildings and structures, personal property, fixtures, machinery and
14 equipment, and other improvements will be left to the sole discretion of the Lessor. If Lessor elects to
15 remove the buildings and structures, personal property, fixtures, machinery and equipment, and other
16 improvements because of failure of Lessee to do so, the cost of removal, demolition, and other related
17 actions shall be at Lessee's expense.

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19 B. Cancellation by Lessee. This Lease shall be subject to cancellation by Lessee
20 after the happening of one or more of the following events:

- 21 1) The permanent abandonment of the Airport as an Air Terminal.
22 2) The lawful assumption of the United States Government or any other
23 authorized agency thereof, of the operation, control or use of the Airport, or any
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2 substantial part or parts thereof, in such a manner that substantially restricts Lessee for
3 a period of at least ninety (90) calendar days from operating in a normal manner.

4 3) Issuance by any court of competent jurisdiction of an injunction in any
5 way preventing or restraining the use of the Airport, and the remaining in force of such
6 injunction for a period of at least ninety (90) calendar days.

7 4) The default by Lessor in the performance of any covenant or agreement
8 herein required to be performed by Lessor and the failure of Lessor to remedy such
9 default for a period of ninety (90) calendar days after receipt from Lessee or written
10 notice to remedy same.

11 Lessee may exercise such right of termination by written notice to Lessor at any
12 time after the lapse of the above applicable periods of time and this Lease shall terminate as of that
13 date. Rental due hereunder shall be payable only to the date of the happening of the event which
14 results in said termination. Upon termination under the provisions of this Paragraph, Lessee shall have
15 the same rights as described in Article VII, Paragraph A. herein.

16 C. Cancellation by Lessor.

17 1) This Lease shall be subject to cancellation by Lessor in the event Lessee
18 shall:

19 a) Be in arrears in the payment of the whole or any part of the
20 amounts agreed upon hereunder for a period of fifteen (15) calendar days after
21 payment is due.

22 b) File a voluntary petition of bankruptcy.
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2 c) Make a general assignment for the benefit of creditors.

3 d) Default in the performance of any of the covenants and
4 conditions required herein (except rental payments) to be kept and performed
5 by Lessee, and such default continues for a period of thirty (30) calendar days
6 after written notice from Lessor of said default.

7 2) In the event of termination because of the happening of any of the
8 previously mentioned events, Lessor may take immediate possession of the premises
9 and remove Lessee's effects, without being deemed guilty of trespassing. Upon said
10 entry, this Lease shall terminate.

11 3) It is agreed that failure of Lessor to declare this Lease terminated or to
12 reenter and take possession upon the default of Lessee for any of the reasons set out
13 shall not operate to bar or destroy the right of Lessor to declare this Lease null and void
14 by reason of any subsequent violation of the terms of this Lease.

15 D. Suspension of Lease. During the time of war or declared national emergency,
16 Lessor shall have the right to lease the landing area or any part thereof to the United States
17 Government for military use. If any such lease is executed, any provisions of this instrument which
18 are inconsistent with the provisions of the lease to the Government shall be suspended, provided that
19 the term of the Lease shall be automatically extended by the amount of the period of suspension.

20 E. Subleasing, Assigning, and Transferring. The Lessee shall have the right to
21 sublease, assign, or transfer all or any part of Lessee's leasehold interest in the premises for the same
22 purpose established in Article I, Paragraph D., provided written approval of the Lessor is obtained
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2 prior to any sublease, assignment, or transfer. As a condition of said approval, Lessor reserves the
3 right to alter this Lease in any manner deemed necessary by Lessor. Any sublease, assignment, or
4 transfer shall be subject to the same conditions, obligations, and terms as set forth herein and as may
5 be subsequently amended, and Lessee shall be responsible for the observance by its tenants and
6 sublessees for the terms and covenants of this Lease, and any subsequent lease amendments. Lessee
7 shall provide Lessor with a copy of any sublease or rental agreement they have on the Lessee's
8 leasehold.
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11 ARTICLE VIII

12 NONDISCRIMINATION

13 A. General. In the use and occupation of the Airport, Lessee shall not discriminate
14 against any person or class of persons by reason of race, color, religion, sex, national origin or
15 ancestry, age, or disability. Additionally, for the services provided during the use and occupation of
16 the Airport, Lessee shall furnish said services on a reasonable and not unjustly discriminatory basis to
17 all users thereof and charge reasonable and not unjustly discriminatory prices for each unit of service,
18 provided that the Lessee may be allowed to make reasonable and nondiscriminatory discounts, rebates,
19 or other similar types of price reductions to volume purchasers.

20 B. Civil/Human Rights Laws. In the operation and use of the Airport, Lessee shall
21 not, on the grounds of race, color, religion, sex, national origin or ancestry, age, or disability,
22 discriminate or permit discrimination against any person or group of persons in any manner prohibited
23 by Part 21 of Title 49, Code of Federal Regulations, the Civil Rights Act of 1964, as amended, the
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2 Equal Pay Act of 1963, the Rehabilitation Act of 1973, and such other Federal, State, or Local laws as
3 may be applicable.

4 Without limiting the generality of the foregoing, Lessee agrees to not
5 discriminate against any employee or applicant for employment because of race, color, religion, sex,
6 national origin or ancestry, age, or disability. Lessee agrees to take affirmative action to ensure that
7 applicants are employed, and that employees are treated during employment, without regard to their
8 race, color, religion, sex, national origin or ancestry, age, or disability. Such action shall include, but
9 not be limited to, employment, upgrading, demotion, or transfer; recruitment or recruitment
10 advertising; layoff or termination; rates of pay or other forms of compensation; selection for training;
11 and disciplinary actions and grievances. Lessee agrees to post, in conspicuous places available to
12 employees and applicants for employment, notices to be provided setting forth the provisions of this
13 nondiscrimination clause.

14 C. Lessee, for itself, its heirs, personal representatives, successors in interest, and
15 assignees, as part of the consideration of this Lease, does hereby covenant and agree as a covenant
16 running with the land that, in the event improvements are constructed, maintained, or otherwise
17 operated on the Airport for a purpose for which a United States Department of Transportation program
18 or activity is extended or for another purpose involving the provision of similar services or benefits.
19 Lessee shall maintain and operate such improvements and services in compliance with all other
20 requirements imposed pursuant to 49 CFR Part 21 (Nondiscrimination in Federally Assisted Programs
21 of the Department of Transportation), as said regulations may be amended.
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2 D. Lessee, for itself, its heirs, personal representatives, successors in interest, and
3 assignees, as a part of the consideration of this Lease, does hereby covenant and agree as a covenant
4 running with the land that:

5 1) No person on the grounds of race, color, religion, sex, national origin or
6 ancestry, age, or disability shall be excluded from participation in, denied the benefits
7 of, or otherwise be subjected to discrimination in the use of said improvements.

8 2) No person on the grounds of race, color, religion, sex, national origin or
9 ancestry, age, or disability shall be excluded from participation in, denied the benefits
10 of, or otherwise be subjected to discrimination in the construction of any
11 improvements on, over, or under such land and the furnishing of services thereon.

12 3) Lessee shall use the facilities in compliance with all other requirements
13 imposed by, or pursuant to 49 CFR Part 21 (Nondiscrimination in Federally Assisted
14 Programs of the Department of Transportation), as said regulations may be amended.
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16 Lessee assures that it will undertake an affirmative action program as required
17 by 14 CFR Part 152, Subpart E, to ensure that no person on the grounds of race, color, religion, sex,
18 national origin or ancestry, age, or disability shall be excluded from participating in any employment
19 activities covered in 14 CFR Part 152, Subpart E, or such employment activities covered in any
20 applicable State or Local law. Lessee assures that no person shall be excluded on these grounds from
21 participating in or receiving the services or benefits of any program or activity covered by this
22 Article VIII.
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2 E. During the performance of this Lease, the Lessee, for itself, its assignees, and
3 successors in interest, agrees to comply with the following nondiscrimination statutes and authorities,
4 including, but not limited to:

5 1) Title VI of the Civil Rights Act of 1964 (42 U.S.C. § 2000d *et seq.*, 78
6 stat. 252) (prohibits discrimination on the basis of race, color, national origin);

7 2) 49 CFR Part 21 (Nondiscrimination in Federally Assisted Programs of
8 the Department of Transportation – Effectuation of Title VI of The Civil Rights Act of
9 1964);

10 3) The Uniform Relocation Assistance and Real Property Acquisition
11 Policies Act of 1970 (42 U.S.C. § 4601) (prohibits unfair treatment of persons
12 displaced or whose property has been acquired because of Federal or Federal aid
13 programs and projects);

14 4) Section 504 of the Rehabilitation Act of 1973 (29 U.S.C. § 794 *et seq.*),
15 as amended (prohibits discrimination on the basis of disability); and 49 CFR Part 27;

16 5) The Age Discrimination Act of 1975, as amended (42 U.S.C. § 6101 *et*
17 *seq.*) (prohibits discrimination on the basis of age);

18 6) Airport and Airway Improvement Act of 1982 (49 U.S.C. § 471,
19 § 47123) as amended (prohibits discrimination based on race, creed, color, national
20 origin, or sex);

21 7) The Civil Rights Restoration Act of 1987 (PL 100-209) (broadened the
22 scope, coverage, and applicability of Title VI of the Civil Rights Act of 1964, the Age
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2 Discrimination Act of 1975, and § 504 of the Rehabilitation Act of 1973, by expanding
3 the definition of the terms "programs or activities" to include all of the programs or
4 activities of the Federal aid recipients, sub-recipients, and contractors, whether such
5 programs or activities are Federally funded or not);

6 8) Titles II and III of the Americans with Disabilities Act of 1990, which
7 prohibit discrimination on the basis of disability in the operation of public entities,
8 public and private transportation systems, places of public accommodation, and certain
9 testing entities (42 U.S.C. §§ 12131 – 12189) as implemented by Department of
10 Transportation regulations at 49 CFR Parts 37 and 38;

11 9) The Federal Aviation Administration's Nondiscrimination statute (49
12 U.S.C. § 47123) (prohibits discrimination on the basis of race, color, national origin,
13 and sex);

14 10) Executive Order 12898, Federal Actions to Address Environmental
15 Justice in Minority Populations and Low Income Populations, which addresses
16 discrimination against minority populations by discouraging programs, policies, and
17 activities with disproportionately high and adverse human health or environmental
18 effects on minority and low income populations;

19 11) Executive Order 13166, Improving Access to Services for Persons with
20 Limited English Proficiency (LEP), and resulting agency guidance, national origin
21 discrimination includes discrimination because of LEP. To ensure compliance with
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2 Title VI, you must take reasonable steps to ensure that LEP persons have meaningful
3 access to your programs (70 Federal Regulations at 74087 – 74100);

4 12) Title IX of the Education Amendments of 1972, as amended, which
5 prohibits you from discriminating because of sex in education programs or activities
6 (20 U.S.C. 1681 *et seq.*).

7 ARTICLE IX

8 GENERAL PROVISIONS

9 A. Attorney's Fees. Should either party employ an attorney or attorneys or utilize
10 the services of in-house attorneys to enforce any of the provisions hereof or to protect its interest in
11 any manner arising under this Lease, the nonprevailing party in any action pursued in a court of
12 competent jurisdiction agrees to pay to the prevailing party all reasonable costs, damages, expenses,
13 and attorney's fees, including fees for in-house attorneys, expended or incurred in connection
14 therewith.

15 B. Governing Law. This Lease and all disputes arising hereunder shall be
16 construed and enforced by the laws of the State of Montana. Venue in any proceedings held hereunder
17 shall be in the State of Montana Thirteenth Judicial District Court, Yellowstone County, Montana.

18 C. Taxes. Lessee shall pay any taxes or assessments that may be lawfully levied
19 against Lessee's occupancy or use of the premises or any improvements placed thereon as a result of
20 Lessee's occupancy or use, but Lessee as independent contractor reserves the right to contest the levy
21 of any tax or assessment that it feels is unjust.
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D. Subordination of Lease.

1) This Lease shall be subordinate to the provisions of any existing or future agreements between Lessor and the United States relative to the administration, operation, or maintenance of the Airport, the execution of which has been or may be required as a condition precedent to the expenditure of Federal funds for the development of the Airport.

2) Notwithstanding any other prohibition or limitation of Lessee's right to sublease or assign its interest under this Lease, Lessor acknowledges and agrees that Lessee shall have the right to grant a security interest in its rights and interest under this Lease, only with Lessor's prior written consent. Any mortgagee or beneficiary shall have the right to cure any default on the part of Lessee in the payment of rent hereunder and, in the event of default, to assume the Lessee's position under this Lease. Lessor, in no event, shall be liable for the payment of the sum secured by such mortgage or trust indenture, nor for any expenses in connection with the same. Furthermore, such mortgage or trust indenture shall expressly provide that the mortgagor or beneficiary will seek no monetary judgment against Lessor. The mortgage or trust indenture shall also contain provisions requiring the holder of the indebtedness secured by such mortgage or trust indenture to mail to Lessor by certified mail (a) a copy of each notice of indebtedness, any breach of covenant, default, or foreclosure given to the Lessee by the holder or the trustee under such mortgage or

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deed of trust, and (b) a copy of a release of any mortgage or deed of trust upon satisfaction of such.

E. Modification and Amendments. Changes or modifications to this Lease shall be done in the form of a lease amendment prepared by the Lessor, and to be agreed upon and signed by both Lessee and Lessor.

F. Paragraph Headings. The paragraph headings contained herein are for convenience in reference and are not intended to define or limit the scope of any provisions of this Lease or the particular paragraphs.

G Effect of Invalid Provision. If any term or provision of this Lease or the application thereof to any person or circumstance shall to any extent be invalid or unenforceable, the remainder of this Lease, or the application of such terms or provisions to persons or circumstances other than those to which it is invalid or unenforceable, shall not be affected hereby, and each term and provision of this Lease shall be valid and be enforced to the fullest extent permitted by law.

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2 H. Notices. Notices to Lessor provided for herein shall be sufficient if sent by
3 certified mail, postage prepaid, addressed to:

4 Director of Aviation and Transit
5 Billings Logan International Airport
6 1901 Terminal Circle, Room 216
7 Billings, MT 59105

8 and notices to Lessee, if sent by certified mail, postage prepaid, addressed to:

9 Robert Hamlin
10 Agri Systems
11 1300 Minnesota Avenue
12 Billings, MT 59101
13 Telephone: O: (406) 245-6231
14 C: (406) 670-9879
15 F: (406) 245-6236
16 E-mail: rhamlin@asi-industrial.com

17 or to such other addresses as the parties may designate to each other in writing from time to time.

18 I. Successors and Assigns. All of the terms, covenants, and agreements herein
19 contained, or as subsequently amended from time to time, shall be binding upon and shall inure to the
20 benefit of successors, assignees, and sublessees of the respective parties hereto.
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IN WITNESS WHEREOF, this document has been duly executed by or on behalf of the parties hereto as of the date indicated below.

DATE: _____

ATTEST:

CITY OF BILLINGS

BY _____
CITY CLERK

BY _____
MAYOR

APPROVED AS TO FORM

AGRI SYSTEMS

BY _____
CITY ATTORNEY

BY _____
ROBERT HAMLIN

TAXIWAY "H"

PROPOSED LEASE

AGRI SYSTEMS

BAG BILLINGS
LLC

SIX ROMEO MIKE, LLC

B & J
PROPERTIES

BVDS, INC.

LARSON FAMILY
PROPERTIES

ASJS AIRCRAFT
SERVICES

USDA WILDLIFE
SERVICE (GSA)

BILLINGS FLYING
SERVICE, INC.

USDA-WS

AERO INTERIORS

BILLINGS CLINIC

BILLINGS CLINIC

AGRI SYSTEMS

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SCALE 1"=100'

AGRI SYSTEMS LEASE

AVIATION AND TRANSIT DEPARTMENT-CITY OF BILLINGS

EXHIBIT A 1 of 3

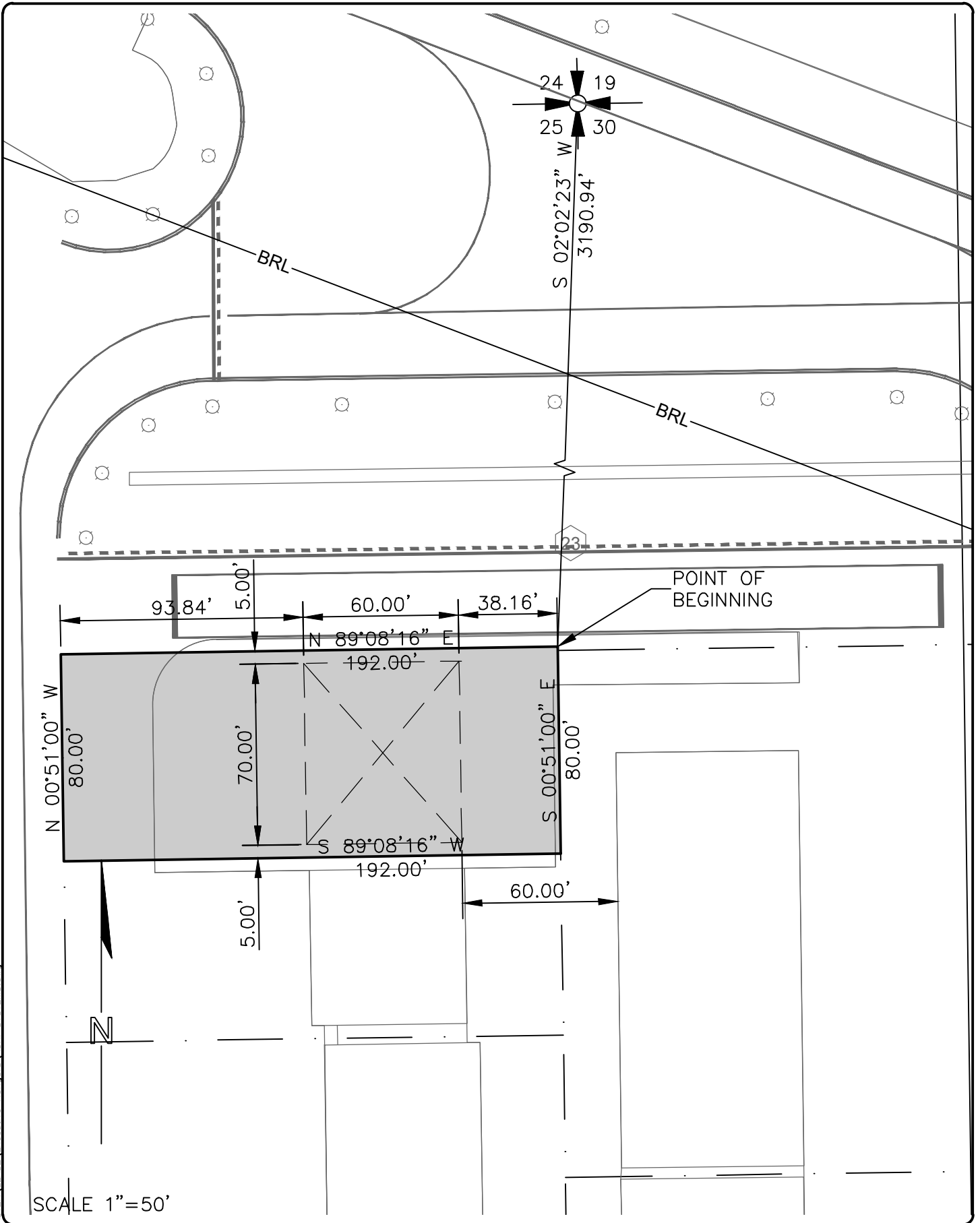


315 N. 25th Street, Suite 102
Billings, MT 59101
Phone: 406.656.6000
Fax: 406.237.1201

ISSUE DATE: FEBRUARY 2024

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V:\2447\000-MASTER LEASE\Executive Hangars\AGRI_SYSTEMS.dwg



SCALE 1"=50'

AGRI SYSTEMS LEASE

AVIATION AND TRANSIT DEPARTMENT—CITY OF BILLINGS

EXHIBIT A 2 of 3



315 N. 25th Street, Suite 102
Billings, MT 59101
Phone: 406.656.6000
Fax: 406.237.1201

ISSUE DATE: FEBRUARY 2024

DESCRIPTION

Commencing at the Northeast Corner of Section 25, T. 1 N., R. 25 E., P.M.M., Yellowstone County, Montana; thence from said point, S 02°02'23" W a distance of 3190.94 feet to the Point of Beginning; thence S 00°51'00" E a distance of 80.00 feet; thence S 89°08'16" W a distance of 192.00 feet; thence N 00°51'00" W a distance of 80.00 feet; thence N 89°08'16" E a distance of 192.00 feet to the Point of Beginning.

Said Parcel containing 15,360.00 square feet.

V:\2447\000-MASTER\LEASE\Executive Hangars\AGRI_SYSTEMS.dwg

AGRI SYSTEMS LEASE

AVIATION AND TRANSIT DEPARTMENT—CITY OF BILLINGS

EXHIBIT A 3 of 3



315 N. 25th Street, Suite 102
Billings, MT 59101
Phone: 406.696.6000
Fax: 406.237.1201

ISSUE DATE: FEBRUARY 2024