

## Request for Proposal Farming Agreement

The City of Tecumseh wishes to enter into a farming agreement for the property known as the "Tecumseh Business and Technology Campus," which is approximately 158 acres in total, with approximately 75 acres of land that is available for farming ("Phase 2 and Phase 3," excluding the 55-acre area designated as "Project Area" and wooded and wetland areas of the property).

#### <u>Terms</u>

The land included in the agreement will be used exclusively for farming and no other purposes, including storage of equipment or other materials. The term of this agreement shall be for the 2025 calendar year.

#### **Assignment**

This agreement is non-transferable. The Tenant may not lease to any other party for any other reason, including written or verbal agreements. The successful bidder will be required to supply a list of all individuals who will work on this property.

#### <u>Insurance</u>

The City will require a minimum of a \$1,000,000 general liability policy and a workers' compensation policy, naming the City of Tecumseh as an additionally named insured. A copy of the insurance must be included with this bid to be considered.

#### **Acceptance of Proposal**

The city retains the option to accept or reject any proposal, or all proposals, for any reason.

#### Agreement

The City will require a signed agreement before commencement. Once signed by both parties, Tenant will be required to pay the city the price agreed upon in the agreement in its entirety. Should the Tenant sign the agreement and decide not to plant the crops, the Tenant will be responsible for paying the City the entire annual bid amount. The City will require the Tenant to sign the agreement before City Council awards this agreement/bid.

#### **Termination**

The city can terminate the agreement at its sole discretion for any reason, with no compensation paid by the City, if this occurs before the crops are planted. The City may disrupt any portion of the planted crops. Should the City disrupt planted crops before they are harvested, and prior to December 31, 2025, the city will be required to pay the Tenant a predetermined per acre amount for each acre of crops disturbed (Disruption Fee). This amount must be included in the bid form by the bidder.

#### **Payment**

The successful bidder will be required to pay a prorated share of per-acre bid in advance each month. The prorated share will be calculated as follows:

Total of Acreage Bid x Total Acre Price ÷ 12 (months)

Example: 75 acres  $x $150 \text{ per acre} = $11,250 \text{ per year} \div 12 = $937.50 \text{ per month.}$ 

The first payment will be required at the beginning of January 2025 and the first of every month thereafter, with the entire balance being paid by December 1, 2025.

#### **Project Area**

The City has completed the development of approximately 55 acres on the northwest corner of the property and has entered into Purchase Agreements for a portion of the "Project Area." There are also approximately 28 acres of wooded and wetland areas unsuitable for crop production. This results in approximately 75 acres of cultivatable land ("Phase 2 and Phase 3").

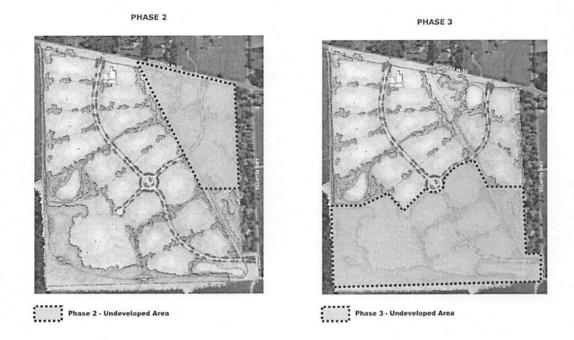
The Bidder must indicate the amount of acreage they request to be included in the resulting agreement, which will be based on this acreage.

The City will allow the successful bidder to plant crops on the 30 acres it controls in the 55-acre Project Area. However, the Tenant will not be required to pay the City any additional acreage in this portion. The City will not be required to pay the Tenant should the crops be disturbed in this area at any time.

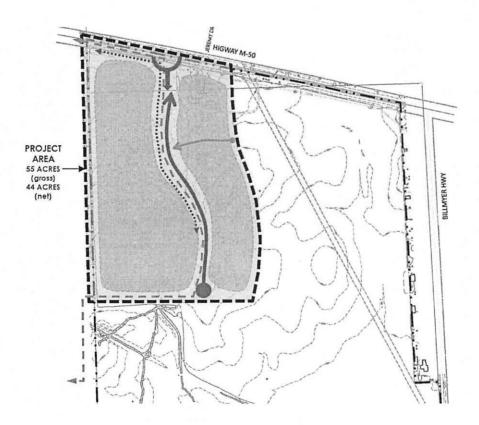
Individuals who may be interested in the proposal, must submit a written proposal to the City Clerk no later than October 15, 2024 at 4:00 p.m. Faxed or emailed bids will not be accepted. Bids will be opened publicly at 4:30 p.m. that same date.

Tonya A. Miller Tecumseh City Clerk 309 E. Chicago Blvd. Tecumseh, MI 49286 (517) 424-6541

#### Available Land - Phase 2 and Phase 3



Project Area (Partially Developed)





### Addendum 1 – October 14, 2024 Request for Proposal Farming Agreement

The request for proposal is hereby amended to request bids for a three-year term – calendar years 2025-2027, with the following sections amended accordingly:

#### **Terms**

The land included in the agreement will be used exclusively for farming and no other purposes, including storage of equipment or other materials. The term of this agreement shall be <u>for the calendar years 2025-2027</u>.

#### **Termination**

The City can terminate the agreement at its sole discretion for any reason, with no compensation paid by the City, if this occurs before the crops are plantes. The City may disrupt any portion of the planted crops. Should the City disrupt planted crops before they are harvested, and prior to December 31, **2027**, the City will be required to pay the Tenant a predetermined per acre amount for each acre of crops disturbed (Disruption Fee). This amount must be included in the bid form by the bidder.

#### **Payment**

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The first payment will be required at the beginning of January 2025 and the first of every month thereafter, with the entire balance being paid by December 1 of each year, the final payment being due December 1, 2027,

#### **Proposal Due Date**

Individuals who may be interested in the proposal, must submit a written proposal to the City no later than <u>Monday</u>, <u>October 21</u>, 2024 at 4:00 p.m. Faxed or emailed bids will not be accepted. Bids will be opened publicly at 4:30 p.m. that same date.

Tonya A. Miller Tecumseh City Clerk 309 E. Chicago Blvd. Tecumseh, MI 49286 (517) 424-6541

# City of Tecumseh Tecumseh Business and Technology Campus Farming Agreement Proposal Form

Name:	
Address:	
Company Name (if different):	
Price Bid Per Acre: \$	_
Total Acres Requested:	_Acres
Total Bid: \$	
Disruption Fee Per Acre (see Draft Agreemen	t): \$ per Acre
Crop Planting Dates:	
Other Information/Stipulations to Bid:	
Signature:	
Printed Name:	
Dato:	