

**TERMINATION OF LEASE OF CITY PROPERTY AND
RELEASE OF PERSONAL PROPERTY**

This Agreement to Terminate the Lease of City Property and Release Personal Property ("Agreement") dated as of ~~March~~^{July} _____, 2007 is by and between the **Craighead County Solid Waste Disposal Authority** a Public Body and Body Corporate and Politic Pursuant to Arkansas Act 699 of 1979 and Arkansas Act 919 of 1979 (the "Authority") and the **City of Jonesboro, Arkansas**, a municipal corporation of the first class, organized under the laws of the State of Arkansas ("City").

RECITALS

WHEREAS, by separate agreement the Authority leased from the City certain land located at 1620 Strawfloor Drive, more specifically described in Exhibit A attached hereto (the "Property") to construct an office building and truck weight scales (the "Improvements") for the Authority's use in the operation and management of the Authority's landfill located at 238 Cr 476 ("Legacy Landfill") (the "Lease"); and

WHEREAS, in April of 2005 the City ceased waste disposal activities at the Strawfloor landfill and transferred City waste disposal to Legacy Landfill; and

WHEREAS, the Jonesboro City Council authorized the Mayor of Jonesboro to enter into an agreement with the Authority for the partial funding of capital projects at Legacy Landfill required to handle the additional waste stream; and

WHEREAS, in connection with the consolidation of waste disposal activities at Legacy Landfill, the Authority constructed an office building and truck weight scale complex at Legacy Landfill and moved all Authority operations from 1628 Strawfloor Drive to Legacy Landfill; and

WHEREAS, the Authority, having completed the capital projects at Legacy Landfill, desires to terminate its lease of City property and release the Improvements to the City; and

WHEREAS, the City desires to accept the Improvements to use in providing services for the citizens of Jonesboro, Arkansas.

NOW, THEREFORE, in consideration of the mutual promises contained in this Agreement, and for other good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, the parties hereby agree as follows:

WITNESSETH

1. Termination Of Lease And Release Of Property. As of the Effective Date, by mutual agreement of both parties, the Authority's Lease shall be terminated without penalty, payment, or further obligation of any nature whatsoever on behalf of the Authority. The Authority shall release any and all claim of right, possession, or use in and to the Improvements and the Improvements shall become the City's sole property and obligation. The Authority shall have no further obligation or duty of any nature whatsoever related to the Improvements, including but not limited to, any and all requirements of any local, state, or federal law, rule, or regulation regarding the use, maintenance, occupation, or

2. No Warranties. City acknowledges that it has inspected the Improvements and City accepts the Improvements **AS IS, WHERE IS, AND WITH ALL FAULTS ACCEPTED**. Except as expressly stated in paragraphs 3, the Authority makes no representations, warranties, or covenants of any kind or character whatsoever, whether express or implied, with respect to the quality, condition, suitability, merchantability or fitness for a particular purpose. City is not relying upon any warranties, representations or statements of the Authority as to the age or condition of the Improvements.

3. No Liens. The Authority represents that the Improvements are free and clear of all liens and encumbrances.

4. Indemnification. City agrees to indemnify, defend, and hold harmless the Authority and its officers, agents, employees and directors against and from any and all liability, claims, suits, demands, judgments, costs, interests and expenses, including reasonable attorneys' fees and expenses, by reason of any claim for any injury to any person or damage to any property, including, but not limited to, any such claim for injury to any person or damage to any property or natural resource arising under any federal or state environmental laws as they are amended from time to time, including, but not limited to, the Comprehensive Environmental Response Cost and Liability Act, the Arkansas Solid Waste Management Disposal Act, and the Arkansas Water and Air Pollution Control Act, and the regulations promulgated pursuant to the authority granted to federal and state environmental control agencies under those and other environmental laws arising from, in connection, or relating to activities or condition of the Property or the City or any of its agents', employees' and/or contractors' use of the Improvements or the Property.

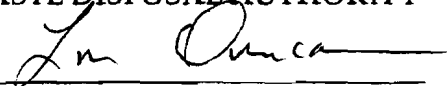
5. Authorization. This Agreement has been duly authorized by all necessary action of the parties and constitutes a valid, binding, and enforceable agreement between the parties.

6. Binding Effect. The provisions of this Agreement shall be binding upon and inure to the benefit of the successors of the respective parties hereto.

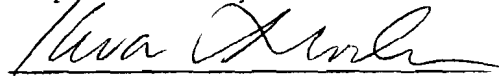
7. Conflicting Terms. In the event of a conflict between the Agreement and the Lease, the terms of this Agreement shall control.

IN WITNESS WHEREOF, the CITY OF JONESBORO, a municipal corporation, and the CRAIGHEAD COUNTY SOLID WASTE DISPOSAL AUTHORITY, a Public Body and Body Corporate and Politic Pursuant to Arkansas Act 699 of 1979 and Arkansas Act 919 of 1979, have caused this Agreement to be executed as of the date of the attestation by the City Clerk ("Effective Date").

CRAIGHEAD COUNTY SOLID
WASTE DISPOSAL AUTHORITY

> 

L.M. Duncan, Chairman,
Craighead County Solid Waste
Disposal Authority



Kevan Inboden, Vice-Chairman,
Craighead County Solid Waste
Disposal Authority

Exhibit A

A part of the SW $\frac{1}{4}$ SW $\frac{1}{4}$ of Section 23, Township 14 North, Range 3 East, being more particularly described as follows: Begin at the Southwest corner of Section 23, Township 14 North, Range 3 East; thence N0°04'17"E on the section line 658.01'; thence N89°16'23"E 30.73' to the point of beginning proper; thence N0°18'56"E 840.61' to the South R/W line of Strawfloor Drive; thence with the meanderings with said South R/W line as follows: S83°23'25"E-72.69'; S75°17'59"E-51.32'; S72°30'16"E-50.49'; S70°03'31"E-32.00'; thence S0°04'17"W-790.53'; thence S89°16'23"W 203.74' to the point of beginning proper, containing 3.81 acres, more or less, subject to all rights of way and easements of record.