# SAMPLE MARYLAND FIXED CASH RENT FARM LEASE

# **DIRECTIONS:**

- 1. Complete two copies of this lease, one for the landlord and one for the tenant.
- 2. Cross out or delete any unnecessary clauses.
- 3. Have both parties sign both copies, or sign one lease and make a copy of the signed lease.
- 4. This lease is provided to aid landlords and tenants in preparing their own written farm leases.

Disclaimer: This lease sample is intended to provide general information and should not be construed as providing legal advice. Using any lease format creates or alters the legal rights between the two parties and both parties should each consider consulting their respective attorneys for clarification on how any clause in a lease affects their respective legal rights.

This lease is based off a fixed cash lease developed by the North Central Farm Management Extension Committee and found at http://aglease101.org/DocLib/docs/NCFMEC-01A.pdf modifications have been made to make the lease more Maryland specific.

# Sample Maryland Cash Lease

This lease is entered into on	,	, 20, between:	
Landowner(s) (hereinafter Lessor):			
whose mailing address is			,
and			,
Tenant (s) (hereinafter Lessee):			
whose mailing address is			,
	Property D	escription	
Lessor agrees to rent and lease to Lessee	e, to occupy and to use f	or agricultural purposes of	nly, the following real estate located
in the County of	and the State of	, a	nd described as follows:
		, commonl	y referred to as the
	Farm and co	onsisting of approximately	yacres, together with all
buildings and improvements thereon bel	onging to the Lessor, ex	ccept	
	Tenure o	f Lease	
The term of this lease shall be from	, 20	, to	_, 20 This lease shall continue
in effect from year to year thereafter unle	ess written notice of ter	mination is given by eithe	er party to the other at least
days prior to expiration of this lease or t	the end of any year of co	ontinuation.	
	No Parti	nership	
It is agreed that this agreement is one of	lease and not of partner	ship, and Lessor shall no	t be or become responsible for any
debts contracted by Lessee.			

#### **Modification of Agreement**

Any modification of this lease or additional obligation assumed by either party in connection with this lease shall be binding only if placed in writing and signed by each party or an authorized representative of each party.

#### **Assignment and Sublease**

This lease shall inure to the benefit and be binding upon the heirs, executors, successors, and assigns of the parties; provided, however, Lessee shall not sublease all or any part of the leased premises, or assign this lease, without the prior, express, and written consent of Lessor; and if Lessee does sublease the premises or part of the premises or assign this lease, such sublease or assignment shall be void unless Lessor has given their prior, express, and written consent.

### **Right to Entry**

Lessor, as well as agents and employees of Lessor, reserve the right to enter the property at any reasonable time to: a) consult with the Lessee; b) make repairs, improvements, and inspections; c) after notice of termination of the lease is given do tillage, seeding, fertilizing, and any other customary seasonal work, including planting a cover crop; and d) hunt and fish wildlife during applicable seasons and according to the laws, rules, and regulations of the Maryland Department of Natural Resources, none of which is to interfere with the Lessee in carrying out Lessee's regular farm operations.

# **Mineral and Wind/Solar Development**

Lessor retains the right to enter into agreements for the development of petroleum, wind, solar, or other resources on the property, and may also authorize third parties to enter the property to survey, construct, and/or operate the facilities reasonably necessary to develop those resources. Lessor agrees to reimburse Lessee for any actual damage suffered to crops destroyed by these activities and to release Lessee from obligation to continue farming this property when and if development of such resources interferes materially with Lessee's opportunity to make a satisfactory return.

# Cultivation

Lessee shall cultivate the demised premises according to generally accepted agricultural practices practiced in the County of

\_\_\_\_\_, State of \_\_\_\_\_\_.

#### **Noxious Weeds**

Lessee agrees to use diligence to prevent noxious weeds from going to seed on the property.

#### **Repairs**

Lessor and Lessee agree to the following:

- Lessee agrees to prevent waste, loss, or damage to the property of Lessor and keep property neat and orderly. Lessee further agrees to keep the building, fences (including hedges), and other improvements in good repair and condition as they are when Lessee takes possession or in as good repair and condition as they may be put by Lessor during the term of the lease – ordinary wear, loss by fire, or unavoidable destruction excepted.
- 2. Lessor agrees to replace or repair as promptly as possible the dwelling or any other building or equipment regularly used by the operator that may be destroyed or damaged by fire, flood, or other cause beyond the control of the Lessee or to make rental adjustments in lieu of replacements. Lessor further agrees to furnish materials for all normal maintenance and repairs.

#### **Removal of Improvements**

Lessor agrees to let Lessee make minor improvements of a temporary or removable nature, which do not alter the condition or appearance of the property, at the Lessee's expense. Lessor further agrees to let the operator remove such improvements even though they are legally fixtures at any time this lease is in effect or within \_\_\_\_\_\_ days thereafter, provided the operator leaves in good condition that part of the property from which such improvements are removed. Lessee shall have no right to compensation for improvements that are not removed except as mutually agreed.

#### **Modification of Agreement**

Any modification of this agreement or additional obligation assumed by either party in connection with this agreement shall be binding only if placed in writing and signed by each party or an authorized representative of each party.

#### **Environmental Compliance**

The Lessee shall conduct all operations on the property in a manner consistent with all applicable local, state, and federal environmental codes, regulations, and statutes and shall bear sole responsibility for any violations thereof. The Lessee shall be solely responsible for securing any permits or approvals necessary for his or her activities on the property. In the event of any legally prohibited release of materials to the environment, the Lessee will indemnify the Lessor for any costs of environmental cleanup and restoration as well as any penalties, fines, judgments or other amounts incurred by Lessor as a result of such release.

# Conservation

Both Lessor and Lessee agree to implement as far as possible the best management practices recommended by the Natural Resource Conservation Service and their respective Soil Conservation District with those agencies' soil and water conservation programs.

### Mediation

All claims and disputes arising under or relating to this Lease are to be first submitted for mediation through the Maryland Agricultural Conflict Resolution Service. Both parties shall equally share the mediator's costs and fees. This provision maybe enforced by any court of competent jurisdiction and the party seeking enforcement may seek all costs, fees, and expenses associated with enforcing this provision.

# Insurance

Lessee agrees to carry at a minimum \$\_\_\_\_\_\_ in liability insurance on the property. Lessee also agrees to carry a minimum \_\_\_\_\_\_ coverage level of crop insurance on any crop produced on the property. Lessee agrees to supply Lessor with Certificates of Insurance and give notice of termination of coverage. Lessee will also name Lessor as an additional insured on any policy on the property.

# **Fixed Cash Rent**

ess agrees to pay to Lessor the fixed sum of \$ per year. This represents		
\$ per acre for	acres of cropland and \$	per acre for
acres of pasture land. Rent shall be d	ue on of	of each year until this lease is properly
terminated.		

# **Entire Agreement**

This agreement shall constitute the entire agreement between the parties and any prior understanding or representation of any kind preceding the date of this agreement shall not be binding upon either party except to the extent incorporated in this agreement

Lessor	Date
Lessor	Date
Lessee	Date
Lessee	Date