Medallion Partners, LLC
P. O. Box 525
Sanford, NC 27331-0525

Phone: 919-935-0178
Fax: 919-718-5495

AUG 2014
Brownfields

August 5, 2014

Mr. David Peacock
Brownfields Compliance Coordinator
NC Division of Waste Management
Brownfields Program
1646 Mail Service Center
Raleigh, NC 27699-1646

RE: Medallion Partners, LLC
Annual Certification
Brownfields Project: WWTP, #06017-02-53
Corner US 1 Bypass & Spring Lane, Lee County

Dear Mr. Peacock:

Please let this letter serve as certification that the above reference Notice of Brownfields Property containing the land use restrictions remains at the Lee County Register of Deeds office, and the land restrictions are in compliance now and for the foreseeable future. Therefore, we are enclosing the LUR form for 2012, 2013, and 2014.

If additional information is needed, please do not hesitate t contact my assistant, Donna Howard or me, at 919-935-0178.

Respectfully,

George R. Perkins, Jr.
General Manager for Perkins Family, LLC, Partner

GRPjr:dsh

Enclosures (2012, 2013, 2014)

AUG 2014
Brownfields

Brownfields Project #: 06017-02-53
Brownfields Property: Sanford WWTP, US-1 Bypass and Spring Lane
Property Owner (In whole or part): Medallion Partners, LLC

LAND USE RESTRICTIONS ("LUR") UPDATE

LUR 1: No uses other than commercial or retail uses may be made of the Property.

In compliance X Out of compliance ____

Remarks: NOTE: 3.3 acres sold to Elite Storage, LLC with deed filed with LeeCounty Register of Deeds on 2/7/14. Their street address is 1495 Douglas Drive, Sanford, NC and mailing address is P. O. Drawer 9, Sanford, NC 27331. Elite Storage is building a mini storage facility on the property.

LUR 2: The fill above the areas of buried sludge on the Property may not be reduced to a thickness of less than four (4) feet. Exhibit D, as recorded with the Notice of Brownfields Property, shows the extent of sludge on the Property.

In compliance X Out of compliance ____

Remarks: ____

LUR 3: Surface water and underground water at the Property may not be used for any purpose without the approval of the Department of Environment and Natural Resources ("DENR") or its successor in function.

In compliance X Out of compliance ____

Remarks: ____

LUR 4: No activities that encounter, expose, remove or use groundwater (for example, installation of water supply wells, fountains, ponds, lakes or swimming pools, or construction or excavation activities that encounter or expose groundwater) may occur on the Property without prior sampling and analysis of groundwater to the satisfaction of

DENR or its successor in function in any areas proposed for such activities, and submittal of the analytical results to DENR or its successor in function. If such results disclose to DENR or its successor in function contamination in excess of North Carolina's groundwater quality standards, the proposed activities may not occur without the approval of DENR or its successor in function on such conditions as DENR or its successor in function imposes, including at a minimum legal approval of plans and procedures to protect public health and the environment during the proposed activities.

In compliance __X__ Out of compliance ____

Remarks: _____

LUR 5: No mining may be conducted on or under the Property, including, without limitation, extraction of coal, oil, gas or any other minerals or non-mineral substances.

In compliance __X__ Out of compliance ____

Remarks: _____

LUR 6: No basements may be constructed on the Property unless they are, as determined by DENR or its successor in function, vented in conformance with applicable building codes.

In compliance __X__ Out of compliance ____

Remarks: _____

LUR 7: None of the contaminants known to be present in the environmental media at the Property, including those listed in paragraph 7 of the Brownfields Agreement, may be used or stored at the Property without the prior approval of DENR or its successor in function, except in *de minimis* amounts for cleaning and other routine housekeeping activities.

In compliance ___x___ Out of compliance ____

Remarks: _____

LUR 8: The Property may not be used as a park or for sports of any kind, including, but not limited to, golf, football, soccer and baseball, without the approval of DENR or its successor in function.

In compliance ___x___ Out of compliance ____

Remarks: _____

LUR 9: The Property may not be used for agriculture, grazing, timbering or timber production.

In compliance ___x___ Out of compliance ____

Remarks: _____

LUR 10: The Property may not be used as a playground, or for child care centers or schools.

In compliance ___x___ Out of compliance ____

Remarks: _____

LUR 11: The Property may not be used for kennels, private animal pens or horse-riding.

In compliance ___x___ Out of compliance ____

Remarks: _____

LUR 12: Prior to January 31st of each calendar year, the then current owner of any part of the Property shall submit a notarized Land Use Restrictions Update to DENR or its successor in function certifying that the Notice of Brownfields Property containing these land use restrictions remains recorded at the Lee County Register of Deeds office, and that the land use restrictions are being complied with.

In compliance __x__ Out of compliance ____

Remarks: _____

Notarized signing and submittal of this Land Use Restrictions Update constitutes certification that the Notice remains recorded at the Lee County Register of Deeds office and that the Land Use Restrictions are being complied with.

This Land Use Restrictions Update is certified by Medallion Partners, LLC, owner of at least part of the Brownfields Property.

Name typed or printed of party making certification: Perkins Family, LLC General Partner
George R. Perkins, Jr., General Manager

In the case of owners that are entities:

Signature of individual signing: [signature]
Name typed or printed: George R. Perkins, Jr.
Title: General Manager, Perkins Family LLC

In the case of all owners:

Date: August 6, 2014

[use for LLCs]

[Name of LLC] **MEDALLION PARTNERS, LLC**
PerkinsFamily, LLC, General Partner
By: George R. Perkins, Jr., General Manager
Name typed or printed:
Member/Manager

NORTH CAROLINA
LEE COUNTY

I, DONNA S. HOWARD, a Notary Public of the county and state aforesaid, certify that GEORGE R PERKINS, JR personally came before me this day and acknowledged that he/she is a Member of MEDALLION PARTNERS, LLC, a _____ (state) limited liability company, and its Manager, and that by authority duly given and as the act of the company, the foregoing Land Use Restriction Update was signed in its name by him/her.

WITNESS my hand and official stamp or seal, this 6 day of AUGUST, 2014.

Donna S Howard
DONNA S. HOWARD
Name typed or printed:
Notary Public

My Commission expires: MARCH 26, 2016

[Stamp/Seal]

DONNA S. HOWARD
NOTARY PUBLIC
Lee County, North Carolina
My Commission Expires 03/26/2016