



		PROJECT ME	МО	
To: Thomas	Keller/Don Warr	FROM: en Jo	oseph Drapeau	
COMPANY: Tennyson	n Terrace LLC	DATE:	1ARCH 31, 2006	
RE: Project U	Jpdate – Tennysor		reference number: 'enTerr-EO	
URGENT	☑ FOR REVIEW	☐ PLEASE COMMENT	☐ PLEASE REPLY	□ please recycle

NOTES/COMMENTS:

Don – This Memo is to summarize the issues we discussed yesterday. Basically in order to move the development project along, you must continue to make steps in removing equipment, supplies, parts and waste material from the property. As I understand, you will either be scraping material (loading & removing), staging equipment/supplies for an auction(s) to be held this summer at the site, or removing for off-site relocation. I proposed the phased approach to the buildings, by prioritizing them in an acceptable order. This would allow for environmental phases of the project, asbestos inspection & hazardous materials lab-pack, to continue congruently with the removal of stored equipment and supplies. We defined that Priority A will consist of Bldg # 1, 3 (west ½), 7, 8 & 10, Priority B will then consist of Bldg # 4, 5, 6 & 9, Priority C- Bldg # 3 (East) and Priority D- Bldg # 2. We also agreed that equipment/supplies that remain within these buildings will be labeled with either red sticker or a blue sticker. A red sticker would symbolize something that is remaining at the site and needs to be assessed, while a blue sticker would indicate something you have plans to auction or slotted for off-site relocation.

In addition, a hazardous materials (paints, solvents, old gas, chemicals...etc) you come across in your process of removing equipment/supplies, should either be relocated (if safely possible), to a safe storage area within the same building, or identified, so as to minimize any spilling/release of the compounds to the environment. Care should be taken so as to not store incompatible chemicals in the same location. Once access to all these hazardous materials is made possible, a lab-pack will be arranged by an outside firm.

Also, as discussed, I will need a copy of the Asbestos letter; you received from the WDNR from their walk though several years back, a copy of the "Hazelton" building plan and the current USDA permit for Molecular Chimerics. Please feel free to contact me if you have any questions or concerns, or if some issue arises during the equipment/supply removal process.



	PROJE	ЕСТ МЕМО	
To: Thomas Keller		froм: Joseph Drapeau	
COMPANY: Tennyson Terrace Ll	LC .	date: FEBRUARY 24, 2006	
re: Project Schedule – T	ennyson Terrace	your reference number: TenTerr-EO	
□ URGENT ☑ FOR REV	IEW □ PLEASE CO	MMENT	□ PLEASE RECYCLE

NOTES/COMMENTS:

Tom — As discussed earlier this week, here is a tentative preliminary schedule to address the environmental concerns at this property. Basically in order to move the development project along, the first steps will be to have all tenants, along with their associated equipment, supplies, parts and waste material depart from the property. In conjunction, Don Warren can initiate the removal of equipment, supplies, parts and materials from the buildings, be it by auction, salvage, or off-site relocation. If there is material, that is not wanted, it should be marked, and salvage/lab-pack will be arranged. Removal of these materials will allow for the majority of environmental concerns to be addressed.

Based on the numerous buildings and materials associated with them, it would be advantageous to prioritize the removal of materials from buildings of less significant use. I think it is imperative; to make headway on the removal of materials in all the buildings & exterior areas, but initial concentration on buildings of lesser use and materials could facilitate progressing with asbestos inspection/abatement in phases. Using the building numbering system previously established (attached), it is more then likely that building # 2, where Molecular Chimerics Corp is located, will be the last building to be vacated. I recommend the following priority order of buildings to be vacated of "materials of desire"; Priority A – Bldg # 7, 8 & 10, Priority B- Bldg # 4, 5, 6 & 9, Priority C- Bldg # 1 & 3 and Priority D- Bldg # 2. Don Warren may have a different priority ranking, which we can easily make adjustments, as necessary.

Please review and we can discuss at your convenience.



203 ½ East Main Street, P.O. Box 102, Mount Horeb, Wisconsin 53572 608-437-3900 / jdrapeaupioneer@rxn.com

January 16, 2006

Thomas J. Keller Tennyson Terrace LLC 448 West Washington Ave Madison, WI 53703

RE: Property Site Assessment Review & Summary: 1902 Tennyson Lane and 3802 Packers Avenue, Madison Wisconsin

Dear Mr. Keller:

In accordance with your authorization, Pioneer Environmental Inc. completed a review and summation of the environmental concerns identified in the supplied reports for the above referenced property. The reports were produced by Liesch Environmental Services Inc. for AnchorBank FSB and consisted of a *Phase I Environmental Site Assessment*, dated October 2005, *Phase II Environmental Site Assessment* dated December 13, 2005 and *Remediation Cost Projections for Planning Purposes* dated December 19, 2005.

REVIEW & SUMMARY

The reports were reviewed to evaluate the findings, conclusions and recommendations. The Phase I ESA basically follows ASTM E1527 protocol. The report identified numerous recognized environmental conditions at the two parcels of the referenced property. The Phase II ESA appears to have been scoped to address the RECs identified in the Phase I ESA. The RECs and the preliminary investigation results were as follows:

- Two (2) Underground storage tanks (USTs) were identified to exist at the referenced site. Three (3) previously removed USTs were also identified to have been removed from the site with no closure assessment. In addition, five (5) aboveground storage tanks (ASTs) were also identified, several of these were removed, however, several additional ASTs were stored in the salvage storage area.
 - o The Phase II addressed most of these UST/AST areas, with soil analytical results indicating only two of the UST/AST location to have volatile organic compounds (VOCs) above regulatory limits.
- Hazardous Substances were identified to be stored in "many locations" and "due to the extent of the salvage material and storage conditions, the specific types, quantities and other conditions are beyond the scope of this Phase I ESA". This definition leaves some uncertainty as to the overall quantity and potential releases associated with these stored hazardous substances. These materials reportedly contained, but not limited to paint, solvents, petroleum/automobile fluids and lead batteries.
 - o The Phase II did not assess the hazardous substances REC.
- Several surface stains were identified in numerous locations with some significant stains identified in the salvage material storage area and another location north of the buildings.
 - o The Phase II assessed one of the large stain/spill areas noted in the Phase I. The stain area located north of Building #7 had some substantial VOC concentrations at a depth of 2-4 feet below grade. Note: No vertical

definition was attempted, however field readings continued to decreased to the boring depth of 8 feet.

- A floor drain had an oil/sediment container within it and was identified in the auto shop in building #3, and reportedly drains to a surface discharge east of the building complex. The outfall reportedly had observable oily stains.
 - The Phase II assessed the near surface soils at the discharge location and had only diesel range organics (DRO) and lead concentrations that exceeded regulatory limits. Note: Soils were not assessed beyond 4 feet depth.
- Biological agents were reportedly stored and used in containment areas within building #3. The agents were reportedly prions associated with chronic wasting disease and mad cow disease research. This area was not observed by the consultant for safety and security reasons
 - o Phase II did not assess the building for biological agents REC.
- Formula in the eastern portion of property were reported to contain "buried animals that were subject to biological experiments in the 1950's and 1960's. Conditions of animals with respect to infectivity were not reported."
 - o Phase II assessed soils in the vicinity of a reported excavation with dimensions of 14 feet long and 15 feet deep and located on the eastern parcel along the north property boundary. One soil probe boring was conducted and a soil sample was collected for VOCs, which subsequently was analyzed and indicated no concentrations above method detection limits. Note: The boring log doesn't appear to indicate soils what are lithologically different from the rest of the site, and no chicken carcasses or bones were reported.

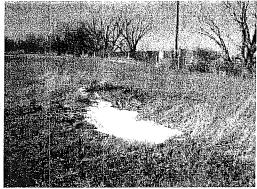
CONCLUSION & OPINIONS

After reviewing the assessment reports, I have facilitated a few additional comments and opinions based on my professional experience and regulatory knowledge.

- The USTs and ASTs identified in the Phase I and assessed in the Phase II appear to show some level of soil contamination to exist around two of the locations. Although borings in the vicinity of a UST is not totally conclusive if any/some contamination exists directly below the UST. An important evaluation of petroleum contamination is to assess if groundwater has been impacted, apparently this was not a part of the Phase II ESA. The identified petroleum soil contamination appears to be relatively minimal. USTs will need to be removed and closed in accordance with state regulations, previously removed USTs will need to have a post-closure assessment. It is likely some remedial investigation and possible remedial activities, such as soil excavation would be necessary. Considering the USTs were mostly fuel oil, sizes and quantities would have been relatively minor; USTs and associated contaminated soil could be addressed along with the demolition/development activities proposed for the site.
- Hazardous Substances that were observed were just generally identified, exact quantities, and an accurate assessment was not conducted. How these substances were handled and managed at the subject property is a concern. It would be an appropriate contingency to have the seller remove the stored salvage materials and all hazardous substances in accordance with state regulations. It also maybe appropriate to have an observer to insure proper removal and handling of substances, to minimize the potential of spillage/release of potential VOC contamination.
- A floor drain grit-and-oil catch-basin (a 55-gallon barrel filled w/ sand) identified in the auto shop in building #3 should be removed from the manhole and disposed of properly. The outfall east of the buildings had slightly elevated DRO concentrations present, which these soils would need to be addressed/removed with demolition/development activities.
- Biological agents stored/used within building #3, were reportedly prions associated with chronic wasting disease and mad cow disease research. This area was not observed by the consultant for safety and security reasons. Obtaining an additional contingency from the owner that all biological agents and associated wastes be removed and handled in accordance with state and federal regulations, and the building decontaminated, specifically the containment areas" within building #3.

Grounds in the eastern portion of property were reported to contain "buried animals that were subject to biological experiments in the 1950's and 1960's." This is of some concern, and based on the review of the reports, it cannot be completely determined if an actual REC exists beyond just the burial of animal carcasses. The report indicates two interviews one with the existing owner and a neighbor to the property. Based on the interview section of the Phase I ESA (pg. 13) the subject property was formerly used for research involving chicken diseases, and no detailed information was available regarding specific biological hazards. The interviews also mention that deceased chickens were disposed of in an excavation with specific dimensions. On January 12, 2006, an abbreviated site reconnaissance was conducted by Pioneer on the eastern portion of the site, and the suspected/reported burial site was identified by the surface disturbance (photos).





Eastern Parcel, flat rolling hill, facing West

Surface Disturbance - Eastern Parcel NW Corner

The excavation was reportedly 15 feet deep, and the surface disturbance was observed to be at least 10 feet wide and 40 feet long. The boring conducted by Liesch in this area, was not drilled within the exaction and was only sampled for VOCs. Not placing the borehole in the excavation or sampling for any biological agents makes the results inconclusive as to the presence or lack of presence of biological waste or animal carcasses.

I had a discussion with a representative of a landfill disposal company, who indicated this may not have to be handled as a special waste. He referenced an example of a project in the Madison area, which encountered buried laboratory rats that were found near a lab/research facility and were handled as general waste and considered only a nuisance odor by the WDNR. The WDNR typically looks at issues like this on a site specific basis, thus how this would be handled needs to be determined. Based on the review of the provided information it can not be confirmed that there is a REC with this buried animal carcasses. Based on area of the suspect burial material, the quantity of material necessary for removal would be 200-250 cubic yards, which in the scope of things is not extremely large. However without further research and assessment of this area a more definitive answer, to the concern raised by the previous consultant would need to be conducted.

In addition, several additional environmental issues/concerns were identified in the review of the assessment reports:

Suspect asbestos containing material (ACM) was identified (piping insulation, Transite, flooring, fire doors, roofing materials) in the Phase I ESA and it was duly noted that an asbestos assessment was not apart of the scope and should be conducted. Liesch also notes a review of a real estate appraisal report dated September 9, 2004 which indicated asbestos abatement cost of approximately \$30,000. Liesch indicates that they were "informed that this estimate was based on incomplete knowledge of the ACM extent, thus the estimate is believed to be low". Based on the fact that over 41,000 square feet of buildings exist at the site, the potential to encounter larger quantities of ACM based on building size alone, thus having a contingency plan for this in your development plan is essential.

Previous ownership and business operations at the facility raise some additional concerns. Based on the Phase I ESA American Scientific Laboratories owned and operated out of the property from 1949-1986, then Business Park LLC (various names) from 1986 to present. American Labs was the reported poultry research operation. It appears Business Park LLC must have leased out buildings or portions of buildings to numerous businesses in the past 20 years several of which were research/analytical laboratories and vehicle conversion services. One business, Wisconsin Radiological Services, which had special permit from the US Nuclear Regulatory Commission to possess or use radioactive materials. The concern that should be brought to your attention is that depending on the management practices of these tenants and the attentiveness of the owner, the potential exists that incidental or inappropriate disposal of materials could have happened, but based on the review of these documents, there is no indication that anything did happen.

CONCLUSIONS

The subject property has several recognized environmental conditions, all of which are manageable; however, making sure appropriate contingencies are established and cost considerations to address the RECs are worked into the development plan. This property because of its apparent past, has more environmental complications then a typical standard commercial property, however depending on the level of risk you want to take, and the type of contingencies you want to incorporate in to the site, this could be a manageable acquisition.

Liesch's document *Remediation Cost Projections for Planning Purposes* provides a useful "ballpark" cost estimate to address the majority of the issues discussed within this document. A more definitive cost estimate would require additional assessment (asbestos survey, records search, interviews) to facilitate a more encompassing cost estimate.

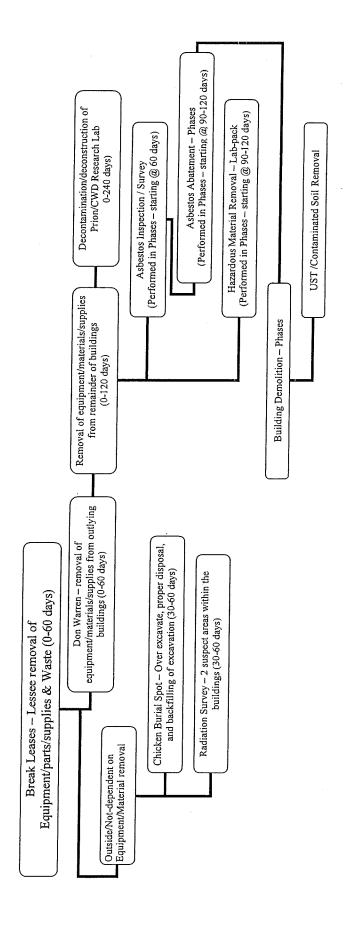
If you need any additional information, please feel free to contact us.

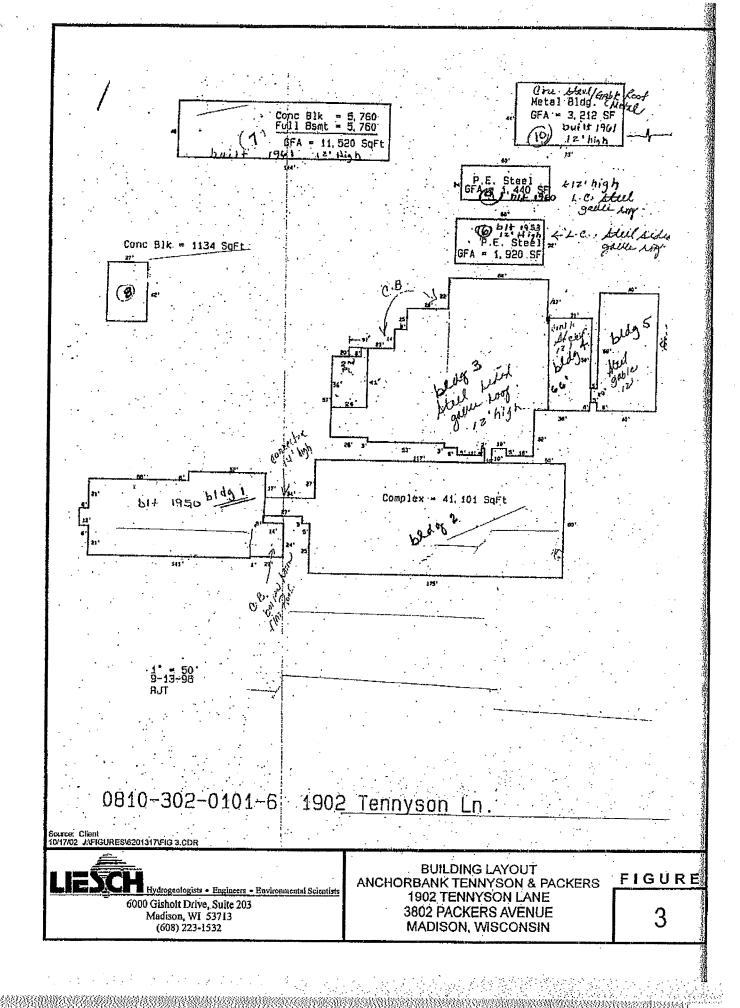
Very truly yours,

PIONEER ENVIRONMENTAL INC.

Joseph Drapeau, PG Senior Project Manager

TENNYSON TERRACE // PRELIMENARY SCHEDULE







PROJECT MEMO					
то: Thomas Keller/Don Warren	froм: Joseph Drapeau				
company. Tennyson Terrace LLC	DATE: MARCH 31, 2006				
re: Project Update – Tennyson Terrace	your reference number: TenTerr-EO				
□ URGENT ☑ FOR REVIEW □ PLEASE CO	DMMENT PLEASE REPLY	□ PLEASE RECYCLE			

NOTES/COMMENTS:

Don — This Memo is to summarize the issues we discussed yesterday. Basically in order to move the development project along, you must continue to make steps in removing equipment, supplies, parts and waste material from the property. As I understand, you will either be scraping material (loading & removing), staging equipment/supplies for an auction(s) to be held this summer at the site, or removing for off-site relocation. I proposed the phased approach to the buildings, by prioritizing them in an acceptable order. This would allow for environmental phases of the project, asbestos inspection & hazardous materials lab-pack, to continue congruently with the removal of stored equipment and supplies. We defined that Priority A will consist of Bldg # 1, 3 (west ½), 7, 8 & 10, Priority B will then consist of Bldg # 4, 5, 6 & 9, Priority C- Bldg # 3 (East) and Priority D- Bldg # 2. We also agreed that equipment/supplies that remain within these buildings will be labeled with either red sticker or a blue sticker. A red sticker would symbolize something that is remaining at the site and needs to be assessed, while a blue sticker would indicate something you have plans to auction or slotted for off-site relocation.

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PIONEER ENVIRONMENTAL INC

2031/2 EAST MAIN STREET MOUNT HOREB, WI PROPOSAL

FOR:	Mr. Thomas Keller				
CONTACT:	Tennyson Terrace LLC	PROJECT	Env.Oversight -	- Asbestos	
ADDRESS:	448 West Washington Ave.	LOCATION:	Tennyson/Packer	s Ave.	
	Madison, WI 53703	-	Madison, WI		
	•	DATE:	February 16, 20	106	
PHONE:	v	PAGE:	1 of 1		
Pioneer Enviro	onmental Inc. (Pioneer), is please to present t	this proposal for the fo	ollowing work:		
Environment	tal Oversight				
	sist of the following tasks:				
	sbestos Assesment & Abatment - Oversi	ght		\$	2,320
	oject Management			\$	370
3					
4	•				
5					
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9			TOTAL	\$	2.700
	s cubicat to the following:		TOTAL	. \$	2,700
This proposal is	s subject to the following:		TOTAL	\$	2,700
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PIONEER ENVIRONMENTAL INC 2031/2 EAST MAIN STREET MOUNT HOREB, WI

PROJECT CONTRACT

CLIENT:	Mr. Th	omas Keller		
CONTACT:	Tennys	on Terrace LLC	PROJECT	Env.Oversight - Asbestos
ADDRESS:	448 We	st Washington Ave.	LOCATION:	Tennyson/Packers Ave.
	Madiso	n, WI 53703	_	Madison, WI
PHONE:			PAGE:	1 of 1
and Client, subje	ect to the fo ached p	llowing: roposal & General Cond	ditions	Pioneer Environmental Inc. (Pioneer) will be time & material
Ter	ms of pa	ayment: Net-15 days		
-				
Billing Informa	tion: 🔽	Same as Client	Client Contacts	
Name:			_ Site Conditions:	Tennyson Terrace LLC
Company:			Reporting:	Tennyson Terrace LLC
Address:				
City/State/Zip:				
Work Scope Proposal Date: Reference No: Brief Statement o		ry 16, 2006 Environmental Oversi	ght	
Anticipated Start	Date:	March 1, 2006		·
Anticipated Finish	h Date:	December 31, 2006	Contract Amount	\$2,700
Pioneer Office Lo	ocation:	Mount Horeb, WI	Contract Basis:	Not to Exceed Estimate
Pioneer Project M	lanager:	Joseph Drapeau		✓ Time & Materials ☐ Flat Fee
Principal-in-Char	ge:	Eric Termueleum	Retainer:	Not Applicable
services, and ackno and referenced mat anticipated "start" a	wledges th erial and do and "comple	at the terms of the agreement ar ocuments. Unless otherwise pro	e subject to Pioneer's wided in the attached ed to impose a "time	erein and agrees to pay Pioneer for such as standard contract terms and all attached all proposal or scope: (1) inclusion of a is of the essence" requirement. In and referenced herein.
PIONEER ENVI	RONMEN	ITAL INC.	CLIENT	
By: Signature Joseph A	. Drapea	au		omas J. Keccer
Printed Title: Senior P:	roiect N	Manager	Printed Title: Property	Owner
Date: $2/3$	2/16	3	Date: 2/22	106



PIONEER ENVIRONMENTAL INC 2031/2 EAST MAIN STREET MOUNT HOREB, WI

PROJECT CONTRACT

CLIENT:	Mr. Th	omas Keller					
CONTACT:		on Terrace LLC	PROJECT	Env	rironm	 nental	Oversight
ADDRESS:	448 We	st Washington Ave.	LOCATION:				ers Ave.
	Madiso	n, WI 53703	•	Mad	lison,	WI	The state of the s
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PHONE:			PAGE:	1	of	1	
This agreement f	or the perf	ormance of services is entered in	ito by and between F	Pionee	r Enviro	onmenta	l Inc. (Pioneer)
and Client, subje-	ct to the fo	llowing:					, ,
Att	ached p	roposal & General Cond	itions				
Cost	ts indi	cated are an estimate,	project cost	wil.	l be t	time &	material
Terr	ms of pa	ayment: Net-15 days					
Billing Informat	ion: 🗸	Same as Client	Client Contacts				· · · · · · · · · · · · · · · · · · ·
Name:			Site Conditions:		Tenny	yson T	errace LLC
Company:			Reporting:		Tenny	yson T	errace LLC
Address:							
City/State/Zip:							
Work Scope							
Proposal Date:	Februar	ry 16, 2006					
Reference No:							
Brief Statement of	f Services:	Environmental Oversion	ght				
Anticipated Start	Date:	March 1, 2006					4.00 m
Anticipated Finish	ı Date:	December 31, 2006	Contract Amount:		\$17,6	500	
Pioneer Office Lo	cation:	Mount Horeb, WI	Contract Basis:			lot to Ex	ceed Estimate
Pioneer Project M	anager:	Joseph Drapeau			✓ T	ime & M	faterials 🗌 Flat Fee
Principal-in-Charg	ge:	Eric Termueleum	Retainer:		Not A	pplica	able
ervices, and acknown and referenced mate nticipated "start" a	wledges the crial and do nd "comple	to perform the services describe at the terms of the agreement are ocuments. Unless otherwise pro- etion" dates shall not be construe Pioneer agrees to perform the s	subject to Pioneer's vided in the attached d to impose a "time	stand proper is of t	lard con osal or s he esse	tract terr scope: (1 nce" requ	ns and all attached) inclusion of
PIONEER ENVI	RONMEN	TAL INC.	CLIENT				
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By:	11 9		By:		<u> </u>	Kel	Que
Signature		•	Signature		A		
Joseph A.	. Drapea	au	THO	1-14	ts J.	- KE	LUEB
Printed			Printed				
Title: Senior Pr	roject M	Manager	Title: Property	Owne	er		
Date: 2 2	22/M	2	Date: 2 /2	<i>د</i> اد) <u>6</u>		



PIONEER ENVIRONMENTAL INC 2031/2 EAST MAIN STREET

2031/2 EAST MAIN STREET MOUNT HOREB, WI PROPOSAL

FOR:	Mr. Thomas Keller				
CONTACT:	Tennyson Terrace LLC	PROJECT	Environmental		
ADDRESS:	448 West Washington Ave.	LOCATION:	Tennyson/Pack	ers Ave.	
	Madison, WI 53703		Madison, WI		
		DATE:	February 16,	2006	
PHONE:		PAGE:	1 of 1		
Pioneer Environ	mental Inc. (Pioneer), is please to present t	his proposal for the fo	ollowing work:		
Environmenta	al Oversight				
which will cons	ist of the following tasks:				
	T Removal & Tank Closure Assessmen	ts		\$	3,490
	cordous Substance Removal Oversight			\$	2,200
3 Co r	ntminated Soil Removal/Disposal - Surf.	. Stains/USTs		\$	5,370
	cken Research Issue - excavation			\$	3,320
	liation Record Review & Survey			\$	1,970
6 Pro j	ect Management			\$	1,290
7					
8			•		
9					
9		•	TOT	AI ¢	47.000
			101,	AL \$	17,600
This proposal is	subject to the following:				
Attached	d proposal & General Condition	ns			
	ndicated are an estimate, proj		be time & mate	rial	
	f payment: Net-15 days	_			
Pioneer is prepare	ed to commence work on: March 1,	2006	and anticipates a pro	iect duration of	
	sys (Completed on December 31, 2000		• • •		•
			y 17, 2006).	
	•	,	- '	,	
PIONEER ENV	IRONMENTAL INC.				
)IF		51-1.		
By		Date:	2/22/26		
Signature	<i>D</i>				
Joseph A	A. Drapeau	Title: Sen:	ior Project Man	ager	
Printed					

TERMS AND CONDITIONS

SCOPE OF WORK

Pioneer Environmental Group of Wisconsin, Inc. (Pioneer) shall perform the services defined in this contract and shall invoice the client either on a lump sum or time and materials basis, whichever is defined in the contract.

A percentage of the estimated lump sum price may be required upon contract authorization. The specific amounts are discussed in the proposal. Site cleanup costs will be billed as portions of the cleanup are completed. Our standard policy is to establish an escrow account in the amount of the estimated cleanup cost. Pioneer will draw payments from the account as portions of the project are completed. Pioneer will provide additional service under this contract as requested by the Client and invoice the Client for those additional services at the listed standard rates. The prices shown will be valid for ninety (90) days unless otherwise stated in the proposal.

RIGHT OF ENTRY

The Client will provide for right of entry of Pioneer personnel and all necessary equipment to the project site or sites, in order to complete the work.

INVOICES

Pioneer will submit invoices to Client monthly and a final bill upon completion of services. Invoices will show charges for different personnel and expense classifications. A more detailed separation of charges and back-up data will be provided at Client's request. There shall be no retainage, unless otherwise agreed upon in the contract. Pioneer shall furnish insurance certificates, lien waivers, affidavits or other available documents as and when requested by Client, provided all amounts due Pioneer have been paid. Payment is due upon submittal of project report(s) or within 15 days after receipt of invoice. Client agrees to pay an interest rate of one and one-half percent (1-1/2%) per month, or the maximum rate allowed by law, on past due accounts. Any attorney's fees, collection fees or other costs incurred in collecting any delinquent account shall be paid by the Client. The Client agrees to pay Pioneer for its services in accordance with the above agreement, regardless of whether or not he has been paid by his Client.

4. OWNERSHIP OF DOCUMENTS

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DISPUTES

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6. STANDARD OF CARE - GENERAL

Services performed by Pioneer under this agreement will be conducted in a manner consistent with that level of care and skill ordinarily exercised by the members of the professions currently practicing under similar conditions. No other warranty, express or implied, is made.

7. LIMITATION OF LIABILITY

The Client agrees to limit Pioneer's liability to the Client and all construction contractors and subcontractors on the project arising from professional acts, errors or omissions, such that the total aggregate liability of Pioneer to all those named shall not exceed \$50,000 or Pioneer's total fee for the services rendered on this project, whichever is greater. In the event that the Client does not wish to limit our liability to this sum, we will waive this limitation up to \$1,000,000 upon the Client's written request provided that the Client agrees in writing to pay for this waiver an additional consideration of 4% of our total fee or \$400 which ever is greater.

This sum shall be a Waiver of Limitation of Liability Charge and will not be construed as being a charge for insurance of any type, but will be increased consideration for the greater risk involved. The Client further agrees to require the contractor and his subcontractors an identical limitation of Pioneer's liability for damages suffered by the contractor or the subcontractor arising from Pioneer's professional acts, errors or omissions. Neither the contractor nor any of his subcontractors assumes any liability for damages to others which may arise on account of Pioneer's professional acts, errors or omissions.

8. INSURANCE & GENERAL LIABILITY

Pioneer represents and warrants that it and its agents, staff and consultants employed by it are protected by worker's compensation insurance and that Pioneer has such coverage under public liability and property damage insurance policies which Pioneer deems adequate. Certificates for all such policies of insurance shall be provided to Client upon request in writing. Pioneer agrees to indemnify and save Client harmless from and against loss, damage, injury, or liability arising from any negligent acts by Pioneer, its agents, staff and consultants employed by it, but only to the extent of the limits and conditions of our liability insurance. Additional insurance, if requested by the Client, will be obtained by Pioneer (if procurable) and charged to the Client at cost plus 15%. Pioneer shall not be responsible for any loss, damage or liability arising from acts by Client, its agents, staff and other consults employed by it. Furthermore, if Client makes a claim against Pioneer for alleged negligence, but fails to prove such a claim, Client shall pay all Pioneer's defense costs.

9. TERMINATION

This Agreement may be terminated by either party upon seven (7) days written notice in the event of substantial failure by the other party to perform in accordance with the terms herein. Such termination shall not be effective if that substantial failure has been remedied before expiration of the period specified in the written notice. In the event of termination, Pioneer shall be paid for services performed to the termination notice date plus reasonable expenses to demobilize. In the event of termination or suspension for more than three (3) months, prior to completion of all reports contemplated by this Agreement, Pioneer may complete such analyses and records as are necessary to complete its files and may also complete a report on the services performed to date of notice of termination or suspension. The expenses of termination or suspension shall include all direct costs of Pioneer in completing such analyses, records and reports.

ASSIGNS

Neither the Client nor Pioneer may delegate, assign, sublet or transfer its duties or interest in this Agreement without the written consent of the other party. Furthermore, this agreement contains each and every agreement and understanding between the parties relating to its subject matter. It may not be altered or amended except in writing and signed by both the Client and Pioneer.

11. CONFLICTS

Should any element of the Terms and Conditions be deemed in conflict with any element of the contract referenced above, unless the contract clearly voids the conflicting element in the Terms and Conditions, wording of the Terms and Conditions shall govern. Any element of this Agreement later held to violate a law or regulation shall be deemed void, but all remaining provisions shall continue in force.

SAFETY

Pioneer is only responsible for the safety on site of its own employees and subcontractors. However, this shall not be construed to relieve Client or any of its contractors from their responsibilities for maintaining a safe job site. Neither the professional activities of Pioneer, nor the presence of Pioneer's employees and subcontractors shall be construed to imply Pioneer has any responsibility for any activities on site performed by personnel other than Pioneer's employees and subcontractors.

3. DELAYS IN WORK

Pioneer will pursue the work in an efficient and expeditious manner

consistent with good quality practices. Pioneer will not be responsible for delays in the work caused by Client or its agents, consultants, contractors or subcontractors. Stand-by or non-productive time for delays in our work caused by Client will be charged as work time unless provided for as a separate item in the contract or other mutually agreed upon document.

14. CONSEQUENTIAL DAMAGES

Client shall not be liable to Pioneer and Pioneer shall not be liable to Client for any consequential damages incurred by either, due to the fault of the other, regardless of the nature of this fault, or whether it was committed by the Client or Pioneer, their employees, agents or subcontractors. Consequential damages include, but are not limited to, loss of use and loss of profit.

- 15. FAILURE TO FOLLOW RECOMMENDATIONS Pioneer will not be held liable for problems that may occur if Pioneer's recommendations are not followed. Accordingly, Client waives any claim against Pioneer, and agrees to defend, indemnify and hold Pioneer harmless from any claim or liability for injury or loss that results from failure to implement Pioneer's recommendations, or from implementation of Pioneer's recommendations in a manner that is not in strict accordance with them. Client also agrees to compensate Pioneer for an time spent and expenses incurred by Pioneer in defense of any such claim, with such compensation to be based upon Pioneer's prevailing fee schedule and expense reimbursement policy.
- 16. CLIENTS RESPONSIBILITY TO NOTIFY PIONEER The Client hereby warrants that, if he knows or has any reason to assume or suspect that hazardous materials may exist at the project site, he has so informed Pioneer. Failure to notify Pioneer shall result in the Client assuming full liability for any and all cost, expenses and damages in any way resulting thereon.

17. DISCOVERY OF UNANTICIPATED HAZARDOUS MATERIALS

The discovery of unanticipated hazardous materials constitutes a changed condition requiring renegotiation. Pioneer will notify Client as soon as practically possible about such changed conditions.

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The Client accepts that field techniques are evolving and the standards and regulations are subject to rapid change such that selected acceptable, effective design approaches may become obsolete by the time of execution. The Client agrees to pay Pioneer's additional reasonable fees and expenses caused by new regulations or technologies and waives any claim against Pioneer for such additional expenses.

20. AQUIFER CONTAMINATION

The Client waives any claim against Pioneer, and agrees to defend, indemnify and save Pioneer harmless from any claim or liability for injury or loss which may arise as a result of cross-contamination caused by drilling and sampling unless due to Pioneer's negligence.

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The Client agrees that all indemnifications granted to Pioneer also be extended to those subcontractors, individuals or organizations retained by Pioneer for this work.

22. FAILURE TO ENCOUNTER HAZARDOUS MATERIALS

Failure to discover hazardous materials does not guarantee that hazardous materials do not exist at the site. Furthermore, a non-contaminated site may later become contaminated. Accordingly, Client waives any claim against Pioneer, and agrees to defend, indemnify and save Pioneer harmless from any claims or liability for injury or loss arising from Pioneer's failure to detect the presence of hazardous materials through techniques commonly employed for the purpose, unless the failure to disclose hazardous materials was due to Pioneer's negligence. Client also agrees to compensate Pioneer for any time spent and expenses incurred by Pioneer in defense of any such claims.

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If Client for any reason decides to disregard Pioneer's recommendations pertaining to public health and safety, Client waives any claim against Pioneer and agrees to defend, indemnify and save Pioneer harmless from any claim or liability for injury or loss allegedly arising from conditions existing at the project site and will compensate Pioneer for any time spent or expenses incurred connected with this.

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PIONEER ENVIRONMENTAL INC 2031/2 EAST MAIN STREET MOUNT HOREB, WI

PROJECT CONTRACT

OT IENT.	Mr. Thomas Keller				
CLIENT: CONTACT:	Tennyson Terrace LLC	PROJECT	Env.Ove	rsight-CWD Is	sue
ADDRESS:	448 West Washington Ave.	LOCATION:	N: Tennyson/Packers Ave.		•
ADDRESS.	Madison, WI 53703		Madison	, WI	
PHONE:		PAGE:	1 of	1	
and Client, subjective Att	for the performance of services is entered into ect to the following: cached proposal & General Condi sts indicated are an estimate, cms of payment: Net-15 days	tions			
Billing Informa	ation: Same as Client	Client Contacts			
Name:		Site Conditions:		nyson Terrace	
Company:		Reporting:	Ten	nyson Terrace	LLC
Address:					
City/State/Zip:					
Work Scope Proposal Date: Reference No: Brief Statement Anticipated Star Anticipated Fini Pioneer Office L Pioneer Project	t Date: March 1, 2006 sh Date: December 31, 2006 Location: Mount Horeb, WI Manager: Joseph Drapeau	Contract Amount Contract Basis:		Not to Exceed Time & Materials	✓ Estimate ☐ Flat Fee
Principal-in-Cha	erge: Eric Termueleum	Retainer:	NOT	Applicable	
services, and ackrand referenced manuficinated "start"	ages Pioneer to perform the services describe nowledges that the terms of the agreement are aterial and documents. Unless otherwise provend and "completion" dates shall not be construe the foregoing, Pioneer agrees to perform the second	e subject to Pioneer' vided in the attache ed to impose a "time	s standard c I proposal c is of the es	contract terms and a or scope: (1) inclusions esence" requirement	ll attached on of
PIONEER ENV	VIRONMENTAL INC.	CLIENT			
By: Signatur Joseph Printed	A. Drapeau	By: Signature The	4	Keller T. KELLER	
Title: Senior	Project Manager	Title: Property	Owner		
Date: Z	[2261	Date: 2 2	c 06	•	



PIONEER ENVIRONMENTAL INC

2031/2 EAST MAIN STREET MOUNT HOREB, WI PROPOSAL

FOR:	Mr. Thomas Keller		
CONTACT:	Tennyson Terrace LLC	PROJECT	Env.Oversight-CWD Issue
ADDRESS:	448 West Washington Ave.	LOCATION:	Tennyson/Packers Ave.
	Madison, WI 53703		Madison, WI
		DATE:	February 16, 2006
PHONE:		PAGE:	1 of 1
Pioneer Environ	nmental Inc. (Pioneer), is please to present the	is proposal for the fo	ollowing work:
Environmenta			-
	ist of the following tasks:		
	on Research Removal & Decontamination	n - Oversight	\$ 2,810
	ject Management	_	\$ 780
3			
4			•
5			
6			
7			
8			•
			•
9			\$ -
			TOTAL \$ 3,600
This proposal is	subject to the following:		
Costs i	ed proposal & General Condition Indicated are an estimate, pro of payment: Net-15 days	ns ject cost will	be time & material
305 calendar d	red to commence work on: March 1, lays (Completed on December 31, 200) valid for a period of: 90 calenda	6 if started or	and anticipates a project duration of: March 1, 2006). ay 17, 2006).
PIONEER ENV	VIRONMENTAL INC.	Date:	2/22/02
Signature Joseph Printed	A. Drapeau	Title: Ser	nior Project Manager

TERMS AND CONDITIONS

SCOPE OF WORK

Pioneer Environmental Group of Wisconsin, Inc. (Pioneer) shall perform the services defined in this contract and shall invoice the client either on a lump sum or time and materials basis, whichever is defined in the contract.

A percentage of the estimated lump sum price may be required upon contract authorization. The specific amounts are discussed in the proposal. Site cleanup costs will be billed as portions of the cleanup are completed. Our standard policy is to establish an escrow account in the amount of the estimated cleanup cost. Pioneer will draw payments from the account as portions of the project are completed. Pioneer will provide additional service under this contract as requested by the Client and invoice the Client for those additional services at the listed standard rates. The prices shown will be valid for ninety (90) days unless otherwise stated in the proposal.

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This sum shall be a Waiver of Limitation of Liability Charge and will not be construed as being a charge for insurance of any type, but will be increased consideration for the greater risk involved. The Client further agrees to require the contractor and his subcontractors an identical limitation of Pioneer's liability for damages suffered by the contractor or the subcontractor arising from Pioneer's professional acts, errors or omissions. Neither the contractor nor any of his subcontractors assumes any liability for damages to others which may arise on account of Pioneer's professional acts, errors or omissions.

8. INSURANCE & GENERAL LIABILITY

Pioneer represents and warrants that it and its agents, staff and consultants employed by it are protected by worker's compensation insurance and that Pioneer has such coverage under public liability and property damage insurance policies which Pioneer deems adequate. Certificates for all such policies of insurance shall be provided to Client upon request in writing. Pioneer agrees to indemnify and save Client harmless from and against loss, damage, injury, or liability arising from any negligent acts by Pioneer, its agents, staff and consultants employed by it, but only to the extent of the limits and conditions of our liability insurance. Additional insurance, if requested by the Client, will be obtained by Pioneer (if procurable) and charged to the Client at cost plus 15%. Pioneer shall not be responsible for any loss, damage or liability arising from acts by Client, its agents, staff and other consults employed by it. Furthermore, if Client makes a claim against Pioneer for alleged negligence, but fails to prove such a claim, Client shall pay all Pioneer's defense costs.

9. TERMINATION

This Agreement may be terminated by either party upon seven (7) days written notice in the event of substantial failure by the other party to perform in accordance with the terms herein. Such termination shall not be effective if that substantial failure has been remedied before expiration of the period specified in the written notice. In the event of termination, Pioneer shall be paid for services performed to the termination notice date plus reasonable expenses to demobilize. In the event of termination or suspension for more than three (3) months, prior to completion of all reports contemplated by this Agreement, Pioneer may complete such analyses and records as are necessary to complete its files and may also complete a report on the services performed to date of notice of termination or suspension. The expenses of termination or suspension shall include all direct costs of Pioneer in completing such analyses, records and reports.

ASSIGNS

Neither the Client nor Pioneer may delegate, assign, sublet or transfer its duties or interest in this Agreement without the written consent of the other party. Furthermore, this agreement contains each and every agreement and understanding between the parties relating to its subject matter. It may not be altered or amended except in writing and signed by both the Client and Pioneer.

11 CONFLICTS

Should any element of the Terms and Conditions be deemed in conflict with any element of the contract referenced above, unless the contract clearly voids the conflicting element in the Terms and Conditions, wording of the Terms and Conditions shall govern. Any element of this Agreement later held to violate a law or regulation shall be deemed void, but all remaining provisions shall continue in force.

SAFETY

Pioneer is only responsible for the safety on site of its own employees and subcontractors. However, this shall not be construed to relieve Client or any of its contractors from their responsibilities for maintaining a safe job site. Neither the professional activities of Pioneer, nor the presence of Pioneer's employees and subcontractors shall be construed to imply Pioneer has any responsibility for any activities on site performed by personnel other than Pioneer's employees and subcontractors.

13. DELAYS IN WORK

Pioneer will pursue the work in an efficient and expeditious manner

consistent with good quality practices. Pioneer will not be responsible for delays in the work caused by Client or its agents, consultants, contractors or subcontractors. Stand-by or non-productive time for delays in our work caused by Client will be charged as work time unless provided for as a separate item in the contract or other mutually agreed upon document.

14. CONSEQUENTIAL DAMAGES

Client shall not be liable to Pioneer and Pioneer shall not be liable to Client for any consequential damages incurred by either, due to the fault of the other, regardless of the nature of this fault, or whether it was committed by the Client or Pioneer, their employees, agents or subcontractors. Consequential damages include, but are not limited to, loss of use and loss of profit.

- 15. FAILURE TO FOLLOW RECOMMENDATIONS
 Pioneer will not be held liable for problems that may occur if
 Pioneer's recommendations are not followed. Accordingly, Client
 waives any claim against Pioneer, and agrees to defend, indemnify
 and hold Pioneer harmless from any claim or liability for injury or
 loss that results from failure to implement Pioneer's
 recommendations, or from implementation of Pioneer's
 recommendations in a manner that is not in strict accordance with
 them. Client also agrees to compensate Pioneer for an time spent and
 expenses incurred by Pioneer in defense of any such claim, with such
 compensation to be based upon Pioneer's prevailing fee schedule and
 expense reimbursement policy.
- 16. CLIENTS RESPONSIBILITY TO NOTIFY PIONEER The Client hereby warrants that, if he knows or has any reason to assume or suspect that hazardous materials may exist at the project site, he has so informed Pioneer. Failure to notify Pioneer shall result in the Client assuming full liability for any and all cost, expenses and damages in any way resulting thereon.

17. DISCOVERY OF UNANTICIPATED HAZARDOUS MATERIALS

The discovery of unanticipated hazardous materials constitutes a changed condition requiring renegotiation. Pioneer will notify Client as soon as practically possible about such changed conditions.

18. JOINT AND SEVERAL LIABILITY

The Client waives any claim against Pioneer, and agrees to defend, indemnify and save Pioneer harmless from any claim or liability for injury or loss arising from application of a joint and several liability concept that would in any manner hold or seek to hold Pioneer responsible for creating a hazardous condition or permitting one to exist, unless Pioneer has negligently contributed to such a condition. Client also agrees to compensate Pioneer for any time spent and expenses incurred by Pioneer in defense of any such claim, with such compensation to be based upon Pioneer's prevailing fee schedule and expense reimbursement policy.

19. STATE OF THE ART

The Client accepts that field techniques are evolving and the standards and regulations are subject to rapid change such that selected acceptable, effective design approaches may become obsolete by the time of execution. The Client agrees to pay Pioneer's additional reasonable fees and expenses caused by new regulations or technologies and waives any claim against Pioneer for such additional expenses.

20. AQUIFER CONTAMINATION

The Client waives any claim against Pioneer, and agrees to defend, indemnify and save Pioneer harmless from any claim or liability for injury or loss which may arise as a result of cross-contamination caused by drilling and sampling unless due to Pioneer's negligence.

21. EXTENSION OF INDEMNIFICATION The Client agrees that all indemnifications granted to Pioneer also be extended to those subcontractors, individuals or organizations retained by Pioneer for this work.

22. FAILURE TO ENCOUNTER HAZARDOUS MATERIALS

Failure to discover hazardous materials does not guarantee that hazardous materials do not exist at the site. Furthermore, a noncontaminated site may later become contaminated. Accordingly, Client waives any claim against Pioneer, and agrees to defend, indemnify and save Pioneer harmless from any claims or liability for injury or loss arising from Pioneer's failure to detect the presence of hazardous materials through techniques commonly employed for the purpose, unless the failure to disclose hazardous materials was due to Pioneer's negligence. Client also agrees to compensate Pioneer for any time spent and expenses incurred by Pioneer in defense of any such claims.

23. PUBLIC RESPONSIBILITY

If Client for any reason decides to disregard Pioneer's recommendations pertaining to public health and safety, Client waives any claim against Pioneer and agrees to defend, indemnify and save Pioneer harmless from any claim or liability for injury or loss allegedly arising from conditions existing at the project site and will compensate Pioneer for any time spent or expenses incurred connected with this.

24. CONTRACT RENEGOTIATION AND TERMINATION Pioneer shall advise the client as soon as practically possible about any changed conditions. If a renegotiated contract cannot be agreed to, however, Client agrees that Pioneer has an absolute right to terminate the contract and the Client will renumerate Pioneer for services rendered and costs incurred up to the time of termination, as well as those associated with termination.

SITE WORK

Pioneer will take all reasonable precautions to avoid any damage to the site from the activities of its crews or equipment. Any damage caused by Pioneer's negligence will be restored at Pioneer's expense. However, unavoidable damage caused in the execution of the work such as tire rutting, cutting and splicing fences, drilling through pavements, etc. will not be restored unless otherwise stated in the contract.

26. UTILITIES

In the execution of any subsurface exploration Pioneer will take all reasonable precautions to avoid damage or injury to subterranean structures or utilities. The Client agrees to hold Pioneer harmless for any damages to subterranean structures which are not called to Pioneer's attention or correctly shown on the plans furnished.

27. SAMPLING OR TEST LOCATION

Unless otherwise stated, the fees in this proposal do not include costs associated with surveying of the site for the accurate horizontal and vertical locations of tests. Field tests and boring locations described in our report or shown on sketches are based upon information furnished by others or estimates made in the field by our representatives. Such dimensions, depths of elevations should be considered as approximations unless otherwise stated. If the Client specifies the test or boring location we reserve the right to deviate a reasonable distance from the location specified. Pioneer reserves the right to terminate this contract if site conditions prevent drilling at or near the designated boring locations and these conditions were not revealed to us prior to submitting this proposal. If, in order to complete the borings to their designated depths, a re-drilling is necessitated by encountering impenetrable subsurface objects, all work will be charged for at the appropriate rates in the fee schedule.

28. STANDARD OF CARE - ENVIRONMENTAL Client recognizes that subsurface conditions including subsurface contamination, may vary from those encountered at the locations where the borings, monitoring wells, surveys, or explorations are made by Pioneer and that the data interpretations and recommendations of Pioneer's personnel are based solely on the information available to them. Pioneer will be responsible for those data, interpretations, and recommendations, but shall not be responsible for the interpretation by others of the information developed.



•		PROJECT ME	MO	
To:	Keller	FROM:	oseph Drapeau	
COMPANY:	on Terrace LLC	DATE:	EBRUARY 24, 2006	
RE: Project Schedule – Tennyson Terrace			eference number: enTerr-EO	
URGENT	✓ FOR REVIEW	☐ PLEASE COMMENT	☐ PLEASE REPLY	□ please recycle
NOTES/COMME	NTS:			

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Tom – As discussed earlier this week, here is a tentative preliminary schedule to address the environmental concerns at this property. Basically in order to move the development project along, the first steps will be to have all tenants, along with their associated equipment, supplies, parts and waste material depart from the property. In conjunction, Don Warren can initiate the removal of equipment, supplies, parts and materials from the buildings, be it by auction, salvage, or off-site relocation. If there is material, that is not wanted, it should be marked, and salvage/lab-pack will be arranged. Removal of these materials will allow for the majority of environmental concerns to be addressed.

Based on the numerous buildings and materials associated with them, it would be advantageous to prioritize the removal of materials from buildings of less significant use. I think it is imperative; to make headway on the removal of materials in all the buildings & exterior areas, but initial concentration on buildings of lesser use and materials could facilitate progressing with asbestos inspection/abatement in phases. Using the building numbering system previously established (attached), it is more then likely that building # 2, where Molecular Chimerics Corp is located, will be the last building to be vacated. I recommend the following priority order of buildings to be vacated of "materials of desire"; Priority A – Bldg # 7, 8 & 10, Priority B- Bldg # 4, 5, 6 & 9, Priority C- Bldg # 1 & 3 and Priority D- Bldg # 2. Don Warren may have a different priority ranking, which we can easily make adjustments, as necessary.

Please review and we can discuss at your convenience.

TENNYSON TERRACE // PRELIMENARY SCHEDULE

