## ENVIRONMENTAL EASEMENT GRANTED PURSUANT TO ARTICLE 71, TITLE 36 OF THE NEW YORK STATE ENVIRONMENTAL CONSERVATION LAW

**THIS INDENTURE** made this 1ST day of September, 2010, between Owner(s) Erie Harbor, LLC, having an office at 183 East Main Street, Suite 600, Rochester, County of Monroe, State of New York (the "Grantor"), and The People of the State of New York (the "Grantee."), acting through their Commissioner of the Department of Environmental Conservation (the "Commissioner", or "NYSDEC" or "Department" as the context requires) with its headquarters located at 625 Broadway, Albany, New York 12233,

**WHEREAS,** the Legislature of the State of New York has declared that it is in the public interest to encourage the remediation of abandoned and likely contaminated properties ("sites") that threaten the health and vitality of the communities they burden while at the same time ensuring the protection of public health and the environment; and

**WHEREAS,** the Legislature of the State of New York has declared that it is in the public interest to establish within the Department a statutory environmental remediation program that includes the use of Environmental Easements as an enforceable means of ensuring the performance of operation, maintenance, and/or monitoring requirements and the restriction of future uses of the land, when an environmental remediation project leaves residual contamination at levels that have been determined to be safe for a specific use, but not all uses, or which includes engineered structures that must be maintained or protected against damage to perform properly and be effective, or which requires groundwater use or soil management restrictions; and

**WHEREAS,** the Legislature of the State of New York has declared that Environmental Easement shall mean an interest in real property, created under and subject to the provisions of Article 71, Title 36 of the New York State Environmental Conservation Law ("ECL") which contains a use restriction and/or a prohibition on the use of land in a manner inconsistent with engineering controls which are intended to ensure the long term effectiveness of a site remedial program or eliminate potential exposure pathways to hazardous waste or petroleum; and

**WHEREAS,** Grantor, is the owner of real property located at the address of 205-405 Mount Hope Avenue in the City of Rochester, County of Monroe and State of New York, known and designated on the tax map of the County Clerk of Monroe as tax map parcel numbers: Section 121.55 Block 01 Lot 59.001, being the same as that property conveyed to Grantor by deed dated October 23, 2008 and recorded in the Monroe County Clerk's Office in Instrument No. 200810240385, comprising approximately 6.016 ± acres, and hereinafter more fully described in the Land Title Survey dated May 14, 2010, last revised on June 16, 2010, and signed June 30, 2010 prepared by Passero Associates, which will be attached to the Site Management Plan. The property description (the "Controlled Property") is set forth in and attached hereto as Schedule A; and

**WHEREAS**, the Department accepts this Environmental Easement in order to ensure the protection of human health and the environment and to achieve the requirements for remediation established for the Controlled Property until such time as this Environmental Easement is extinguished pursuant to ECL Article 71, Title 36; and

**NOW THEREFORE**, in consideration of the mutual covenants contained herein and the terms and conditions of Brownfield Cleanup Agreement Index Number: B8-0637-04-08S, Grantor conveys to Grantee a permanent Environmental Easement pursuant to ECL Article 71, Title 36 in, on, over, under, and upon the Controlled Property as more fully described herein ("Environmental Easement")

1. Purposes. Grantor and Grantee acknowledge that the Purposes of this Environmental Easement are: to convey to Grantee real property rights and interests that will run with the land in perpetuity in order to provide an effective and enforceable means of encouraging the reuse and redevelopment of this Controlled Property at a level that has been determined to be safe for a specific use while ensuring the performance of operation, maintenance, and/or monitoring requirements; and to ensure the restriction of future uses of the land that are inconsistent with the above-stated purpose.

2. Institutional and Engineering Controls. The controls and requirements listed in the Department approved Site Management Plan ("SMP") including any and all Department approved amendments to the SMP are incorporated into and made part of this Environmental Easement. These controls and requirements apply to the use of the Controlled Property, run with the land, are binding on the Grantor and the Grantor's successors and assigns, and are enforceable in law or equity against any owner of the Controlled Property, any lessees and any person using the Controlled Property.

A. (1) The Controlled Property may be used for:

**Restricted Residential as described in 6 NYCRR Part 375-1.8(g)(2)(ii), Commercial as described in 6 NYCRR Part 375-1.8(g)(2)(iii) and Industrial as described in 6 NYCRR Part 375-1.8(g)(2)(iv)**

(2) All Engineering Controls must be operated and maintained as specified in the Site Management Plan (SMP);

(3) All Engineering Controls must be inspected at a frequency and in a manner defined in the SMP.

(4) Groundwater and other environmental or public health monitoring must be performed as defined in the SMP;

(5) Data and information pertinent to Site Management of the Controlled Property must be reported at the frequency and in a manner defined in the SMP;

(6) All future activities on the property that will disturb remaining contaminated material must be conducted in accordance with the SMP;

(7) Monitoring to assess the performance and effectiveness of the remedy must be performed as defined in the SMP.

(8) Operation, maintenance, monitoring, inspection, and reporting of any mechanical or physical components of the remedy shall be performed as defined in the SMP.

(9) Access to the site must be provided to agents, employees or other representatives of the State of New York with reasonable prior notice to the property owner to assure compliance with the restrictions identified by this Environmental Easement.

B. The Controlled Property shall not be used for raising livestock or producing animal products for human consumption, and the above-stated engineering controls may not be discontinued without an amendment or extinguishment of this Environmental Easement.

C. The SMP describes obligations that the Grantor assumes on behalf of Grantor, its successors and assigns. The Grantor's assumption of the obligations contained in the SMP which may include sampling, monitoring, and/or operating a treatment system, and providing certified reports to the NYSDEC, is and remains a fundamental element of the Department's determination that the Controlled Property is safe for a specific use, but not all uses. The SMP may be modified in accordance with the Department's statutory and regulatory authority. The Grantor and all successors and assigns, assume the burden of complying with the SMP and obtaining an up-to-date version of the SMP from:

Regional Remediation Engineer
NYSDEC – Region 8
Division of Environmental Remediation
6274 East Avon-Lima Road
Avon, New York 14414,
Phone: 585-226-2466

or

Site Control Section
Division of Environmental Remediation
NYSDEC
625 Broadway
Albany, New York 12233
Phone: (518) 402-9553

D. Grantor must provide all persons who acquire any interest in the Controlled Property a true and complete copy of the SMP that the Department approves for the Controlled Property and all Department-approved amendments to that SMP.

E. Grantor covenants and agrees that until such time as the Environmental Easement is extinguished in accordance with the requirements of ECL Article 71, Title 36 of the ECL, the property deed and all subsequent instruments of conveyance relating to the Controlled Property shall state in at least fifteen-point bold-faced type:

**This property is subject to an Environmental Easement held by the New York State Department of Environmental**

**Conservation pursuant to Title 36 of Article 71 of the Environmental Conservation Law.**

F. Grantor covenants and agrees that this Environmental Easement shall be incorporated in full or by reference in any leases, licenses, or other instruments granting a right to use the Controlled Property.

G. Grantor covenants and agrees that it shall annually, or such time as NYSDEC may allow, submit to NYSDEC a written statement by an expert the NYSDEC may find acceptable certifying under penalty of perjury, in such form and manner as the Department may require, that:

(1) the inspection of the site to confirm the effectiveness of the institutional and engineering controls required by the remedial program was performed under the direction of the individual set forth at 6 NYCRR Part 375-1.8(h)(3).

(2) the institutional controls and/or engineering controls employed at such site:

(i) are in-place;

(ii) are unchanged from the previous certification, or that any identified changes to the controls employed were approved b the NYSDEC and that all controls are in the Department-approved format; and

(iii) that nothing has occurred that would impair the ability of such control to protect the public health and environment;

(3) the owner will continue to allow access to such real property to evaluate the continued maintenance of such controls;

(4) nothing has occurred that would constitute a violation or failure to comply with any site management plan for such controls;

(5 the report and all attachments were prepared under the direction of, and reviewed by, the party making the certification;

(6) to the best of his/her knowledge and belief, the work and conclusions described in this certification are in accordance with the requirements of the site remedial program, and generally accepted engineering practices; and

(7) the information presented is accurate and complete.

3. Right to Enter and Inspect. Grantee, its agents, employees, or other representatives of the State may enter and inspect the Controlled Property in a reasonable manner and at reasonable times to assure compliance with the above-stated restrictions.

4. Reserved Grantor's Rights. Grantor reserves for itself, its assigns, representatives, and successors in interest with respect to the Property, all rights as fee owner of the Property, including:

A. Use of the Controlled Property for all purposes not inconsistent with, or limited by the terms of this Environmental Easement;

B. The right to give, sell, assign, or otherwise transfer part or all of the underlying fee interest to the Controlled Property, subject and subordinate to this Environmental Easement;

5. Enforcement

A. This Environmental Easement is enforceable in law or equity in perpetuity by Grantor, Grantee, or any affected local government, as defined in ECL Section 71-3603, against the owner of the Property, any lessees, and any person using the land. Enforcement shall not be defeated because of any subsequent adverse possession, laches, estoppel, or waiver. It is not a defense in any action to enforce this Environmental Easement that: it is not appurtenant to an interest in real property; it is not of a character that has been recognized traditionally at common law; it imposes a negative burden; it imposes affirmative obligations upon the owner of any interest in the burdened property; the benefit does not touch or concern real property; there is no privity of estate or of contract; or it imposes an unreasonable restraint on alienation.

B. If any person violates this Environmental Easement, the Grantee may revoke the Certificate of Completion with respect to the Controlled Property.

C. Grantee shall notify Grantor of a breach or suspected breach of any of the terms of this Environmental Easement. Such notice shall set forth how Grantor can cure such breach or suspected breach and give Grantor a reasonable amount of time from the date of receipt of notice in which to cure. At the expiration of such period of time to cure, or any extensions granted by Grantee, the Grantee shall notify Grantor of any failure to adequately cure the breach or suspected breach, and Grantee may take any other appropriate action reasonably necessary to remedy any breach of this Environmental Easement, including the commencement of any proceedings in accordance with applicable law.

D. The failure of Grantee to enforce any of the terms contained herein shall not be deemed a waiver of any such term nor bar any enforcement rights.

6. Notice. Whenever notice to the Grantee (other than the annual certification) or approval from the Grantee is required, the Party providing such notice or seeking such approval shall identify the Controlled Property by referencing the following information:

County, NYSDEC Site Number, NYSDEC Brownfield Cleanup Agreement, State Assistance Contract or Order Number, and the County tax map number or the Liber and Page or computerized system identification number.

Parties shall address correspondence to:

Site Number: C828125
Office of General Counsel
NYSDEC
625 Broadway
Albany New York 12233-5500

With a copy to:

Site Control Section
Division of Environmental Remediation
NYSDEC
625 Broadway
Albany, NY 12233

All notices and correspondence shall be delivered by hand, by registered mail or by Certified mail

and return receipt requested. The Parties may provide for other means of receiving and communicating notices and responses to requests for approval.

7. Recordation. Grantor shall record this instrument, within thirty (30) days of execution of this instrument by the Commissioner or her/his authorized representative in the office of the recording officer for the county or counties where the Property is situated in the manner prescribed by Article 9 of the Real Property Law.

8. Amendment. Any amendment to this Environmental Easement may only be executed by the Commissioner of the New York State Department of Environmental Conservation or the Commissioner's Designee, and filed with the office of the recording officer for the county or counties where the Property is situated in the manner prescribed by Article 9 of the Real Property Law.

9. Extinguishment. This Environmental Easement may be extinguished only by a release by the Commissioner of the New York State Department of Environmental Conservation, or the Commissioner's Designee, and filed with the office of the recording officer for the county or counties where the Property is situated in the manner prescribed by Article 9 of the Real Property Law.

10. Joint Obligation. If there are two or more parties identified as Grantor herein, the obligations imposed by this instrument upon them shall be joint and several.

**IN WITNESS WHEREOF,** Grantor has caused this instrument to be signed in its name.

Erie Harbor, LLC, by Conifer Realty, LLC:

By: _____

Print Name: Timothy D. Fournier

Title: President + CEO Date: 8/18/10

**Grantor's Acknowledgment**

STATE OF NEW YORK )
) ss:
COUNTY OF )

On the 18th day of August, in the year 2010, before me, the undersigned, personally appeared Timothy Fournier, personally known to me or proved to me on the basis of satisfactory evidence to be the individual(s) whose name is (are) subscribed to the within instrument and acknowledged to me that he/she/they executed the same in his/her/their capacity(ies), and that by his/her/their signature(s) on the instrument, the individual(s), or the person upon behalf of which the individual(s) acted, executed the instrument.

Patricia Bartnicki
Notary Public - State of New York

PATRICIA BARTNICKI
Notary Public, State of New York
Reg. No. 01BA4767424
Qualified in Monroe County
Commission Expires 5/31/14

**THIS ENVIRONMENTAL EASEMENT IS HEREBY ACCEPTED BY THE PEOPLE OF THE STATE OF NEW YORK**, Acting By and Through the Department of Environmental Conservation as Designee of the Commissioner,

By: _____
Dale A. Desnoyers, Director
Division of Remediation

**Grantee's Acknowledgment**

STATE OF NEW YORK )
) ss:
COUNTY OF Albany )

On the 1ST day of September in the year 2010, before me, the undersigned, personally appeared Dale Desnoyers, personally known to me or proved to me on the basis of satisfactory evidence to be the individual(s) whose name is (are) subscribed to the within instrument and acknowledged to me that he/she/ executed the same in his/her/ capacity as Designee of the Commissioner of the State of New York Department of Environmental Conservation, and that by his/her/ signature on the instrument, the individual, or the person upon behalf of which the individual acted, executed the instrument.

_____
Notary Public - State of New York

**David J. Chiusano**
**Notary Public, State of New York**
**No. 01CH5032146**
**Qualified in Schenectady County**
**Commission Expires August 22, 2014**

# SCHEDULE "A" PROPERTY DESCRIPTION

PARCEL A

ALL THAT TRACT OR PARCEL OF LAND situate in the City of Rochester, County of Monroe, State of New York, being more particularly bounded and described as follows:

BEGINNING at a point on the westerly right-of-way of Mt. Hope Avenue (66 feet wide), said point being located north 28 41' 31" east, 142.00 feet from the northerly end of a 170.44 foot radius junction curve formed by the northerly right-of-way of Clarissa Street and the aforesaid right-of way of Mt. Hope Avenue; thence

(1) north 60 38' 29" west a distance of 199.91 feet to a point; thence

(2) south 45 21' 31" west, a distance of 8.24 feet to a point; thence

(3) north 54 21' 30" west, a distance of 37.90 feet to a point; thence

(4) north 41 08' 15" east, a distance of 334.06 feet to a point; thence

(5) northeasterly, on a curve to the left, having a radius of 2,010.08 feet, a distance of 321.82 feet to a point; thence

(6) north 26 52' 15" east, a distance of 761.09 feet to a point; thence

(7) north 35 38' 30" east, a distance of 179.66 feet to a point; thence

(8) south 54 21' 30" east, a distance of 175.00 feet to a point; thence

(9) south 36 08' 10" west, a distance of 22.57 feet to a point; thence

(10) north 54 22' 20" west, a distance of 8.47 feet to a point; thence

(11) southwesterly on a curve to the right, having a radius of 6875.50 feet a distance of 181.92 feet to a point; thence

(12) southwesterly on a curve to the right, having a radius of 11,459.27 feet a distance of 174.00 feet to a point; thence

(13) south 54 21' 30" east a distance of 119.99 feet to a point; thence

(14) south 35 38' 30" west, along the aforesaid right of way of Mt. Hope Avenue, a distance of 234.46 feet to a point; thence

(15) south 30 00' 19" west along the aforesaid right of way of Mt. Hope Avenue, a distance of 628.07 feet to a point; thence

(16) south 28 41' 31" west along the aforesaid right of way of Mt. Hope Avenue, a distance of 321.80 feet to the first mentioned point or beginning.

PARCEL II

ALL THAT TRACT OR PARCEL OF LAND situate in the City of Rochester, County of Monroe, State of New York being more particularly bounded and described as follows:

BEGINNING at a point on the westerly right-of-way of Mt. Hope Avenue (66 feet wide), said point being located north 28 41' 31" east, 463.80 feet; thence north 30 00' 19" east, 628.07 feet; thence north 35 38' 30" east, 234.46 feet from the northerly right-of-way of Clarissa Street and the aforesaid right-of-way of Mt. Hope Avenue; thence

(1) north 54 21' 30" west, a distance of 119.99 feet to a point; thence

(2) northeasterly, on a curve to the left, having a radius of 11,459.27 feet a distance of 174.00 feet to a point; thence

(3) northeasterly, on a curve to the left, having a radius of 6,875.50 feet, a distance of 181.92 feet to a point; thence

(4) south 54 22' 20" east, a distance of 8.47 feet to a point; thence

(5) north 36 08' 10" east, a distance of 22.57 feet to a point; thence

(6) north 54 21' 30" west, a distance of 175.00 feet to a point; thence

(7) south 35 38' 30" west, a distance of 179.66 feet to a point; thence

(8) north 26 52' 15" east, a distance of 32.79 feet to a point; thence

(9) north 35 38' 30" east, a distance of 150.25 feet to a point; thence

(10) south 54 21' 30" east, a distance of 249.90 feet to a point; thence

(11) south 35 38' 30" west, along the westerly right-of-way line of Mt. Hope Avenue, a distance of 379.07 feet to the point of beginning.

PARCEL III

ALL THAT TRACT OR PARCEL OF LAND situate in the City of Rochester, County of Monroe, State of New York and being more particularly bounded and described as follows:

BEGINNING at a point on the westerly right-of-way of Mt. Hope Avenue (66 feet wide), said point being located north 28 41' 31" east, 111.78 feet from the northerly end of a 170.44 foot radius junction curve formed by the northerly right-of-way of Clarissa Street and the aforesaid right-of-way of Mt. Hope Avenue; thence

(1) north 54 21' 30" west, a disatance of 203.76 feet to a point; thence

(2) north 45 21' 31" east, a distance of 8.24 feet to a point; thence

(3) south 60 38' 29" east, a distance of 199.91 feet to a point; thence

(4) south 28 41' 31" west, along the aforesaid right-of-way of Mt. Hope Avenue, a distance of 30.22 feet to the first mentioned point or place of beginning.

EXCEPTING AND RESERVING ALL that tract or parcel of land, situated in the City of Rochester, County of Monroe, State of New York, and being more particularly described as follows:

BEGINNING on the westerly right-of-way of Mt. Hope Avenue, (66' row), at the Southeasterly property corner of Tax Account No. 121.55-01-058;

RUNNING THENCE south 34 degrees 59 minutes 13 seconds West, along said right-of-way, a distance of 196.00 feet to a point;

RUNNING THENCE North 55 degrees 00 minutes 47 seconds West, a distance of 242.84 feet to a point;

RUNNING THENCE North 34 degrees 59 minutes 13 seconds East, a distance of 150.25 feet to a point;

RUNNING THENCE South 55 degrees 00 minutes 47 seconds East, a distance of 249.90 feet to the point of beginning.