May 26, 2016

Mr. Dale Myers Washington State Department of Ecology 3190 160th Avenue Southeast Bellevue, Washington 98008

SUBJECT: FIRST QUARTER 2016 STATUS REPORT

SKS Shell Station Site

3901 Southwest Alaska Street

Seattle, Washington

Project Number: 0914-001

Dear Mr. Myers:

SoundEarth Strategies, Inc. (SoundEarth) is pleased to present the Washington State Department of Ecology (Ecology) with a First Quarter status report for cleanup at the SKS Shell Station Site (SKS Site). The SKS Site is being cleaned up under Prospective Purchaser Consent Decree #13-2-27556-2, entered on July 29, 2013. The remediation of petroleum contaminated soil and groundwater associated with the SKS Site in compliance with the Decree and Chapter 173-340 of the Washington State Administrative Code is being completed concurrently with the development of a five-story mixed-use building with two-levels of underground parking. Cleanup of the SKS Site is being coordinated with remedial activities currently underway at the adjacent Huling Brothers Property and Kennedy Family Limited Partnership Property, which are being managed separately under the Voluntary Cleanup Program.

FIRST QUARTER ACTIVITIES

SoundEarth is finalizing an Interim Cleanup Action Report, with submittal planned to Ecology by June 2016. Groundwater sampling was conducted in March 2016 for the on-Property and off-property compliance wells. Analytical data indicates no detectable GRPH or BTEX in the three on-Property compliance wells. A sample collected from off-property well MW104 contained significantly lower concentrations of gasoline-range petoleum hydrocarbons and benzene, toluene, ethylbenzene, and total xylenes than pre-remediation samples collected in 2013 and 2014. Additional sampling will be conducted in Second Quarter 2016. Results of the First and Second Quarter sampling will be submitted to Ecology when completed.

Project Schedule

The following summarizes the work conducted to date and the current schedule for anticipated reporting and monitoring work at the SKS Site:

Cleanup Plan Task	<u> </u>
UST Fuel Removal and Station Shutdown	Conducted: July 2013
Installation of Shoring for UST removal	Conducted: November 2013
UST System Cleaning and Removal	Conducted: December 2013
Submit UST Removal Report	Conducted: January 2014
Permitting for Wells	Conducted: May 2014
Master Use Permit	Conducted: June 2014
Install Dewatering Wells (8 wells)	Conducted: July 2014
Install West Bounding Well MW107 (post de	emolition) Conducted: October 2014
SKS Shell Demolition and Hoist removal	Conducted: October – November 2014
Construct Dewatering System in Right-of-W	ay wells Conducted: March 2015
Operate Dewatering System	Conducted: March – June 2015
Contaminated Soil Excavation and Confirma	tion Sampling Conducted: March – May 2015
Removal of Three Previously Unknown USTs	Conducted: March 2015
Backfill Excavation and Install Membrane Ba	arrier Conducted: August-September 2015
Install Compliance Wells MW108, MW109,	MW111 Conducted: September 2015
Prepare Interim Cleanup Action Report	Conducted: December-February 2016
First Quarter Post Cleanup Groundwater Mo	onitoring Conducted: March 2016
Submit Interim Cleanup Action Report	Planned: June 2016
Chemical Oxidant Injection (ChemOx)	Planned: August 2016
Groundwater Monitoring & Contingent Che	mOx Injection Planned: Sept. 2016 – Sept. 2017
Groundwater monitoring (as necessary)	Planned: 2016 to 2021

NOTE:

UST = underground storage tank

CLOSING

Please let me know if you would like to meet on site to observe any specific remedial activities. If you have any questions about the schedule and the cleanup activities, please contact me at 206-306-1900.

Respectfully,

SoundEarth Strategies, Inc.

Rob Roberts Senior Scientist

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