

November 13, 2000

CONFIDENTIAL

Joe Lurix, Engineer  
Southeast District  
Florida Department of Environmental Protection  
P.O.Box 15425  
West Palm Beach, FL 33416

Re: Inventory

Dear Joe,

As discussed during your last visit, we flew the property on Friday, November 10, 2000 and photographed the remaining inventory. Enclosed are a number of photos from various angles as well as a calculation of the quantity on hand. Comments regarding these calculations are as follows:

1. We used the same layout to identify the several storage cells as you used in your letter of November 5, 1999. A copy is attached for ready reference.
2. The methodology used to establish the volumetric capacity of the storage cells is the same as published in the 1999 "Scrap Tire and Rubber Users Directory". A copy is attached for reference.
3. Volume was converted to weight using thirty pounds per cubic feet for processed material and ten pounds per cubic foot for whole tires.
4. The only whole tire remaining in cell A is the small pile immediately west of the wetland area and north of the loop road.
5. We added cell "B/C" to reference the whole tires lying parallel to the loop road immediately south of cells B and C.

Note that the whole tires in cells B, C, D, F and H are construction tires and as such are exempt from Chapter 62-711, the Waste Tire Rule. Further, we are in the process of moving these construction tires to the storage areas designated as cells E, F and K.

Two other documents are enclosed. The first is the monthly report for October 2000. The second is the Waste Tire Processing Facility Quarterly Report for the third quarter of

2000. We have assumed the inventory calculated as a result of this re-survey are as of November 1, 2000 and have adjusted them for receipts and shipments during October 2000 to arrive at an ending inventory for the third quarter. The quarterly report also reflects an additional 30 tons of used tires along with 250 tons of processing waste being on hand.

We look forward to any comments you may have after your review of this data.

Sincerely

David L. Quarterson  
Chief Operating Officer

DLQ:ms  
Att: